

CURE JM FOUNDATION

FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION

SEPTEMBER 30, 2025
AND FOR THE YEAR THEN ENDED
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED
SEPTEMBER 30, 2024

CURE JM FOUNDATION
SEPTEMBER 30, 2025 AND 2024

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INDEPENDENT AUDITOR'S REPORT

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To The Board of Directors of
Cure JM Foundation
Leesburg, Virginia

Opinion

I have audited the accompanying financial statements of Cure JM Foundation (a nonprofit organization), which comprise the statement of financial position as of September 30, 2025, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Cure JM Foundation as of September 30, 2025 and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of Cure JM Foundation and to meet my other ethical responsibilities in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, I:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

Continued

Auditor’s Responsibilities for the Audit of the Financial Statements (continued)

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Cure JM Foundation’s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Cure JM Foundation’s ability to continue as a going concern for a reasonable period of time.

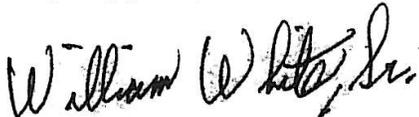
I am required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that I identified during the audit.

Report on Summarized Comparative Information

I have previously audited Cure JM Foundation’s 2024 financial statements, and I expressed an unmodified audit opinion on those audited financial statements in my report dated March 12, 2025. In my opinion, the summarized comparative information presented herein as of and for the year ended September 30, 2024, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Report on Supplementary Information

My audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The statement of functional expenses presented as appendix is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.



Roanoke, Virginia
February 25, 2026

CURE JM FOUNDATION

**STATEMENT OF FINANCIAL POSITION
AT SEPTEMBER 30, 2025
(With Comparative Totals at September 30, 2024)**

ASSETS

	<u>2025</u>	<u>2024</u>
CURRENT ASSETS		
Cash	\$ 307,616	\$ 289,195
Pledges Receivable	441,881	590,843
Investments	1,657,280	1,701,043
TOTAL CURRENT ASSETS	<u>2,406,777</u>	<u>2,581,081</u>
TOTAL ASSETS	<u>\$ 2,406,777</u>	<u>\$ 2,581,081</u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES		
Credit Card Payable	\$ 0	\$ 0
Loan Payable	0	0
TOTAL CURRENT LIABILITIES	<u>0</u>	<u>0</u>
NET ASSETS		
Without Donor Restrictions	2,406,777	2,581,081
With Donor Restrictions	<u>0</u>	<u>0</u>
TOTAL NET ASSETS	<u>2,406,777</u>	<u>2,581,081</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 2,406,777</u>	<u>\$ 2,581,081</u>

SEE INDEPENDENT AUDITOR'S REPORT AND ACCOMPANYING
NOTES TO FINANCIAL STATEMENTS

CURE JM FOUNDATION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(With Comparative Totals for the Year Ended September 30, 2024)

	UNRESTRICTED	RESTRICTED	2025	2024
SUPPORT AND REVENUE				
Contributions	\$1,788,846	\$ 0	\$1,788,846	\$1,888,288
Fundraising and Special Events	542,578	0	542,578	413,174
Online Store	0	0	0	0
Interest	155,414		155,414	17,483
Other	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL SUPPORT AND REVENUE	<u>2,486,838</u>	<u>0</u>	<u>2,486,838</u>	<u>2,318,945</u>
EXPENSES				
Program Services				
Research Grants	1,123,530	0	1,123,530	987,348
Education and Awareness	794,649	0	794,649	528,613
Conferences	213,835	0	213,835	143,007
Supporting Services				
Management and General	120,133	0	120,133	90,670
Fundraising and Special Events	<u>408,995</u>	<u>0</u>	<u>408,995</u>	<u>313,343</u>
TOTAL EXPENSES	<u>2,661,142</u>	<u>0</u>	<u>2,661,142</u>	<u>2,062,981</u>
CHANGE IN NET ASSETS	-174,304	0	-174,304	255,964
NET ASSETS AT BEGINNING OF YEAR	<u>2,581,081</u>	<u>0</u>	<u>2,581,081</u>	<u>2,325,117</u>
NET ASSETS AT END OF YEAR	<u>\$2,406,777</u>	<u>0</u>	<u>2,406,777</u>	<u>\$2,581,081</u>

SEE INDEPENDENT AUDITOR'S REPORT AND ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

CURE JM FOUNDATION

**STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED SEPTEMBER 30, 2025
(With Comparative Totals for the Year Ended September 30, 2024)**

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ (174,304)	\$ 255,964
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
(Increase) Decrease in:		
Accounts Receivable	0	0
Pledges Receivable	148,962	(386,037)
Accrued Interest	0	0
Increase (Decrease) in:		
Credit Card Payable	0	0
Loan Payable	0	0
Payroll Taxes Payable	0	0
NET CASH PROVIDED BY OPERATING ACTIVITIES	(25,342)	(130,073)
CASH FLOWS FROM INVESTING ACTIVITIES		
Gain (Purchase) of Short Term Investments	43,763	(177,420)
NET CASH USED FOR FINANCING ACTIVITIES	0	0
NET INCREASE (DECREASE) IN CASH	18,421	(307,493)
CASH AT BEGINNING OF YEAR	289,195	596,688
CASH AT END OF YEAR	\$ 307,616	\$ 289,195
 Supplemental Cash Flow Information		
Interest expense paid during the year	<u>\$384</u>	<u>\$0</u>

SEE INDEPENDENT AUDITOR'S REPORT AND ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

CURE JM FOUNDATION

NOTES TO FINANCIAL STATEMENTS

1. THE ORGANIZATION

Cure JM Foundation (the "Organization"), is a public nonprofit Organization established on October 11, 2003 focused on finding better treatments and a cure for Juvenile Myositis ("JM") and improving the lives of families affected by JM. The Organization's support is derived primarily from donor contributions. The Organization facilitates communication and collaboration between researchers, physicians, other related organizations and patients to find a more effective treatment, and ultimately a cure for the disease.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The summary of significant accounting policies of the Cure JM Foundation is presented to assist in understanding the financial statements. The financial statements and notes are representations of the Organization's management, who is responsible for their integrity and objectivity.

Method of Accounting

The financial statements have been presented on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America, and accordingly reflect all significant assets and liabilities.

Financial Statement Presentation

The Organization follows the Not-For-Profit Entities Presentation of Financial Statements Topic of the Financial Accounting Standards Board (FASB) Accounting Standards Codification which requires it to report information regarding its financial positions and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. A description of the two net asset categories are as follows:

Without Donor Restrictions – Net Assets that are not restricted by donor-imposed stipulations.

With Donor Restrictions – Net Assets which carry donor-imposed stipulations that they be maintained permanently by the Organization or stipulations met either by actions of the Organization and/or by the passage of time.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Revenue Recognition

All contributions are considered available for the general programs of the Organization, unless specifically restricted by the donor. The Organization reports contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

CURE JM FOUNDATION

NOTES TO FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid debt instruments with an original maturity of three months or less to be cash equivalents.

Investments

The Organization follows FASB ASC 820-10 guidance on "Fair Value Measurements" which established a fair value hierarchy organized into three levels based upon the input assumptions used in pricing assets. Level 1 inputs have the highest reliability and are related to assets with quoted prices in active markets. Level 2 inputs relate to assets with other than quoted prices that are observable, either directly or indirectly with fair value being determined through the use of models or other valuation methodologies. Level 3 inputs are unobservable inputs and are used to the extent that observable inputs do not exist.

In accordance with FASB ASC-958 guidance on investment income, gains and losses are reported as increases or decreases in net assets without donor restrictions unless its use is restricted by explicit donor stipulations. However, investment income that is limited to specific uses by donor-imposed restrictions is reported as increases in net assets without donor restrictions when the restrictions are met in the same reporting period.

Grants

The Organization awards funds each year to support research projects. The projects generally extend over a period not to exceed two years and may be subject to renewal at the option of the Board of Directors based on the terms of the grant. The Organization has not recorded any Grants Payable as of September 30, 2025 since grant payments are conditional upon the grantee completing the related deliverable of the grant's purpose and all such payments had been made.

Comparative Financial Data

The financial statements include certain prior year summarized comparative information in total but not by fund. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with Cure JM Foundation's financial statements for the year ended September 30, 2024, from which the summarized information was derived.

Advertising

The Organization's advertising costs are expensed as incurred. Advertising expenses amounted to \$514 and \$438 for the years ended September 30, 2025 and 2024, respectively.

3. INCOME TAXES

The Organization is recognized as a non-profit organization under Section 501(c)(3) of the Internal Revenue Code as other than a private foundation. Therefore, contributions to the Organization are tax deductible under Section 170 of the Internal Revenue Code.

The Organization follows the guidance of the Financial Accounting Standards Board Accounting Standards Codification 740-10, *Accounting for Uncertainty of Income Taxes* which clarifies the accounting for the recognition and measurement of the benefits of individual tax position in the financial statements, including those non-profit organizations. Tax positions must meet a recognition threshold of more-likely-than-not in order for the benefit of those tax positions to be recognized in the financial statements.

CURE JM FOUNDATION

NOTES TO FINANCIAL STATEMENTS

3. INCOME TAXES (Cont'd)

The Organization analyzes tax positions taken, including those related to the requirements set forth in IRC Sec 501(c) to qualify as a tax exempt organization, activities performed by volunteers and board members, the reporting of unrelated business income, and its status as a tax-exempt organization under state statute. The Organization does not know of any tax benefits arising from uncertain tax positions and there was no effect on the Organization's financial position or changes in net assets as a result of analyzing its tax position.

Prior year income tax returns may be subject to audit in various tax jurisdictions; most of which define open tax years as three years from the later of the due date or the date the return is filed. The Organization record no liability for uncertain income tax positions for any open tax years.

4. CONCENTRATION OF CREDIT RISK

The Organization maintains its cash balances at three financial institutions. The balances are insured by the Federal Deposit Insurance Corporation up to \$250,000. The Organization had uninsured bank balances of \$0 and \$0 for the years ended September 30, 2025 and 2024, respectively.

5. INVESTMENTS

The Organization's investments at September 30, 2025 and 2024 respectively consist of the following:

	<u>2025</u>	<u>2024</u>
Level 1 Investments		
Cash & Cash Equivalents	\$ 0	\$ 3,379
US Treasury Bonds	412,791	352,558
Mutual Funds	1,094,335	745,437
Certificates of Deposit	<u>150,154</u>	<u>599,669</u>
	<u>\$1,657,280</u>	<u>\$1,701,043</u>

6. DONATED SERVICES AND FACILITIES

The Organization conducts the majority of its support services at 19309 Winmeade Drive #204, Leesburg, Virginia. The Organization does not occupy any significant part of the real property and, therefore, no fair value of the rental space has been recorded.

7. LIQUIDITY AND AVAILABILITY OF RESOURCES

The following reflects the Organization's financial assets available for general expenditure as of the statement of financial position date, all of which are available to meet cash needs for general expenditures within one year:

	<u>2025</u>	<u>2024</u>
Cash and Cash Equivalents	<u>\$ 307,616</u>	<u>\$ 289,195</u>

As part of its liquidity management plan, the Organization maintains various forms of investments to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due, as disclosed in Note 5.

CURE JM FOUNDATION

NOTES TO FINANCIAL STATEMENTS

8. SUBSEQUENT EVENTS

The Organization evaluated subsequent events through the date the financial statements were available to be issued. With the exception of the event noted above, the Organization is not aware of any significant events that occurred subsequent to the statement of financial position date, and prior to February 25, 2026, that would have a material impact on the financial statements.

SUPPLEMENTARY INFORMATION

CURE JM FOUNDATION

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

	Program Expense	Management and General	Fundraising and Special Events	Total
Research Grants - US	\$957,389	\$ -	\$ -	\$ 957,389
Research Grants - Foreign	166,141	-	-	166,141
Officers' Compensation	197,334	8,338	72,263	277,935
Other Salaries and Wages	399,977	16,900	146,471	563,348
Payroll Taxes	52,210	2,206	19,119	73,535
Legal	-	3,000	-	3,000
Accounting	-	78,540	-	78,540
Other Fees for Services	38,988	-	23,896	62,884
Advertising & Promotion	206	-	308	514
Office Expense	10,219	2,262	16,605	29,086
Occupancy	-	1,084	-	1,084
Travel	3,735	-	324	4,059
Conferences, Conventions, & Meetings	213,835	-	-	213,835
Interest	-	384	-	384
Insurance	5,203	188	878	6,269
Outreach & Education	66,452	3,408	100,531	170,391
Website Maintenance & Design	3,056	-	539	3,595
Other Expenses	17,269	3,823	28,061	49,153
TOTALS	<u>\$2,132,014</u>	<u>\$ 120,133</u>	<u>\$ 408,995</u>	<u>\$2,661,142</u>