

MISSION QUEST

Financial Statements
With Independent Auditor's Report

December 31, 2025



MISSION QUEST

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Mission Quest
Wheaton, Illinois

Opinion

We have audited the accompanying financial statements of Mission Quest (a nonprofit organization) which comprise the statement of financial position as of December 31, 2025, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Mission Quest as of December 31, 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

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Mission Quest's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our 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 our 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, we:

- 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.
- 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 Mission Quest'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 our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Mission Quest's ability to continue as a going concern for a reasonable period of time.

We are 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 we identified during the audit.



Chicago, Illinois
August 28, 2026

MISSION QUEST

Statement of Financial Position

December 31, 2025

ASSETS:

Cash and cash equivalents	\$ 1,558,052
Investments	260,385
Prepaid expenses and other assets	<u>11,277</u>

Total Assets	<u><u>\$ 1,829,714</u></u>
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LIABILITIES AND NET ASSETS:

Liabilities:

Grants payable to missionaries	\$ 378,856
Accrued expenses	<u>8,258</u>
Total liabilities	<u>387,114</u>

Net assets:

Without donor restrictions	<u>1,442,600</u>
Total net assets	<u>1,442,600</u>

Total Liabilities and Net Assets	<u><u>\$ 1,829,714</u></u>
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See notes to financial statements

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Statement of Activities

Year Ended December 31, 2025

	<u>Without Donor Restrictions</u>
SUPPORT AND REVENUE:	
Contributions	\$ 4,108,326
Investment income, net	66,081
Other income	<u>683</u>
Total Support and Revenue	<u>4,175,090</u>
EXPENSES:	
Program services	3,764,254
Supporting activities:	
Management and general	150,890
Fundraising	<u>46,663</u>
Total supporting activities	<u>197,553</u>
Total Expenses	<u>3,961,807</u>
Changes in Net Assets	213,283
Net Assets, Beginning of Year	<u>1,229,317</u>
Net Assets, End of Year	<u><u>\$ 1,442,600</u></u>

See notes to financial statements

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Statement of Functional Expenses

Year Ended December 31, 2025

	Program services	Supporting Activities		Total
		Management and General	Fundraising	
Grants to missionaries	\$ 3,327,332	\$ -	\$ -	\$ 3,327,332
Donations	32,703	-	-	32,703
Salaries and wages	43,117	45,297	2,884	91,298
Payroll taxes	3,381	3,552	226	7,159
Employee benefits	3,769	3,960	252	7,981
Housing allowance	241,252	-	-	241,252
Amortization	862	-	862	1,724
Postage and shipping	13,144	287	-	13,431
Printing	4,192	-	2,025	6,217
Meals	8,730	212	-	8,942
Travel	74,510	614	-	75,124
Meetings, conferences and training	6,416	-	-	6,416
Dues and subscriptions	-	16,664	-	16,664
Professional fees	-	66,560	-	66,560
Bank and processing fees	-	6,424	-	6,424
Other expenses	4,846	7,320	40,414	52,580
	<u>\$ 3,764,254</u>	<u>\$ 150,890</u>	<u>\$ 46,663</u>	<u>\$ 3,961,807</u>

See notes to financial statements

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Statement of Cash Flows

Year Ended December 31, 2025

CASH FLOWS FROM OPERATING ACTIVITIES:

Change in net assets	\$ 213,283
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:	
Amortization	1,724
Unrealized and realized gain on investments	(15,286)
Change in:	
Prepaid expenses and other assets	(505)
Grants payable to missionaries	30,922
Accrued expenses	(34,940)
Net Cash Provided by Operating Activities	<u>195,198</u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from sale of investments	2,730
Purchase of investments	(16,132)
Net Cash Used by Investing Activities	<u>(13,402)</u>

Net Change in Cash and Cash Equivalents 181,796

Cash and Cash Equivalents, Beginning of Year 1,376,256

Cash and Cash Equivalents, End of Year \$ 1,558,052

See notes to financial statements

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Notes to Financial Statements

December 31, 2025

1. NATURE OF ORGANIZATION:

Mission Quest (MQ) is a not-for-profit corporation incorporated in the State of Illinois on August 18, 2015. Its primary purpose is to support Christian missions and missionaries both domestically and internationally. Revenues are derived primarily from contributions. The majority of the raised funds are awarded to the missionaries that Mission Quest supports.

MQ is exempt from federal and state income taxes and contributions are tax deductible within the limitations prescribed by the Code. MQ has been classified as a public organization that is not a private foundation under Section 509(a) of the Code.

2. SIGNIFICANT ACCOUNTING POLICIES:

BASIS OF ACCOUNTING

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP). The Financial Accounting Standards Board (FASB) provides authoritative guidance regarding U.S. GAAP through the Accounting Standards Codification (ASC) and related Accounting Standards Updates (ASU).

USE OF ESTIMATES

The preparation of U.S. GAAP financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and changes therein, and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates. Estimates that are particularly susceptible to significant change in the near term are related to allocation of functional expenses and fair value of investments.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash and all highly liquid investments with an original maturity of 90 days or less. From time to time, amounts in these accounts may exceed federally insured limits. As of December 31, 2025, MQ held cash of approximately \$390,000 that exceeded these limits.

INVESTMENTS

Investments comprised of money market funds, exchange-traded & closed end funds and mutual funds, are carried at fair value. Fair value is based on quoted market prices. Realized and unrealized gains and losses, dividends and interest, net of fees, are included in investment income without donor restrictions in the statement of activities unless a donor restriction or state law restricts their use.

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Notes to Financial Statements

December 31, 2025

2. SIGNIFICANT ACCOUNTING POLICIES, continued:

CLASSES OF NET ASSETS

Net assets without donor restriction are those currently available for operations at the discretion of management.

Net assets with donor restrictions are those subject to donor-imposed stipulations that will be met either by the actions of MQ and/or the passage of time. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, 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. There were no net assets with donor restrictions at December 31, 2025.

SUPPORT AND REVENUE

Contributions are recognized when received, unconditional promises to give are made, or when ownership of assets are transferred. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Donor-restricted contributions are recorded as revenue in the class of net assets with donor restrictions until the funds have been expended for the purposes specified. Contributions with donor restrictions which are satisfied in the year received are recorded as part of net assets without donor restrictions.

Contributed services are recognized as revenue at their estimated fair value when they create or enhance nonfinancial assets or they require specialized skills which would need to be purchased if they were not donated. MQ received \$5,255 of contributed accounting services in 2025. These amounts are reflected in the statement of activities as contributions and as professional fees expense. These services are valued based on prevailing hourly rates donated in MQ's principal market for the same kind of professional services. MQ also receives contributed services from volunteers and board members who assist with the operations. The value of these services has not been recognized in the statement of activities since they do not meet the criteria for recognition under the Not-for-Profit Entities topic of the FASB Codification related to contributions made and received.

Investment and other income are recorded when earned.

FUNCTIONAL EXPENSES

Expenses are reported when incurred. The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. Directly identifiable expenses are charged to program services and supporting activities. Expenses related to payroll, payroll taxes, and employee benefits are allocated based on estimated percentages of time spent in each functional area. Expenses related to postage, shipping, printing and other expenses are allocated across functional areas based on direct charges by class. There were \$2,496 of advertising costs incurred during the year ended December 31, 2025 included in other expenses, and no joint costs were incurred.

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Notes to Financial Statements

December 31, 2025

3. LIQUIDITY AND AVAILABILITY OF RESOURCES:

MQ maintains its financial assets primarily in cash and cash equivalents to provide liquidity to ensure funds are available as expenditures come due. The following reflects MQ's financial assets as of December 31, 2025, reduced by amounts not available for general expenditure within one year:

Total assets at year end	\$ 1,829,714
Less non-financial assets:	
Prepaid expenses and other assets	<u>(11,277)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u><u>\$ 1,818,437</u></u>

4. INVESTMENTS:

Investments consist of the following as of December 31, 2025:

Money market funds	\$ 5,051
Mutual funds	85,357
Exchange traded & closed end funds	<u>169,977</u>
	<u><u>\$ 260,385</u></u>

Investment income, net, consists of the following for the year ended December 31, 2025:

Dividends	\$ 18,751
Interest income	34,718
Realized and unrealized gains	15,286
Investment fees	<u>(2,674)</u>
	<u><u>\$ 66,081</u></u>

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Notes to Financial Statements

December 31, 2025

5. FAIR VALUE MEASUREMENTS:

Fair value is the exchange price that would be received for an asset or paid to transfer a liability (exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. MQ uses appropriate valuation techniques to determine fair value based on inputs available. When available, MQ measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs are only used when Level 1 or Level 2 inputs are not available. The valuations for each of these levels are determined as follows:

Level 1 - Quoted prices for identical instruments traded in active markets.

Level 2 - Quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in inactive markets or model-based valuations where significant assumptions are observable.

Level 3 - Model-based techniques using significant assumptions that are not observable. These unobservable assumptions reflect estimates of assumptions that market participants would use.

The table below presents the level within the fair value hierarchy at which investments are measured:

	Fair Value Measurements at December 31, 2025			
	Total	Level 1	Level 2	Level 3
Investments at fair value				
Mutual funds	\$ 85,357	\$ 85,357	\$ -	\$ -
Money market funds	5,051	5,051	-	-
Exchange traded & closed end funds	169,977	169,977	-	-
Total investments	<u>\$ 260,385</u>	<u>\$ 260,385</u>	<u>\$ -</u>	<u>\$ -</u>

Mutual funds, money market funds, and exchange traded & closed end funds are recorded at fair value, based on quoted market prices. There were no changes in valuation methods during the year ended December 31, 2025.

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Notes to Financial Statements

December 31, 2025

6. RELATED PARTY TRANSACTIONS:

Members of the Board of Directors, individually or through their business interests, contributed approximately \$2,300 to MQ during the year ended December 31, 2025.

7. SUBSEQUENT EVENTS:

Subsequent events have been evaluated through August 28, 2026, which represents the date the financial statement were available to be issued. Subsequent events after that date have not been evaluated.