

GLOBAL TRAUMA RESEARCH, INC.

A Nonprofit Organization

FINANCIAL STATEMENTS

Years Ended December 31, 2021, and 2020

GLOBAL TRAUMA RESEARCH, INC.
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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Trustees of
Global Trauma Research, Inc.
Brooklyn, NY

I have reviewed the accompanying financial statements of Global Trauma Research, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2021, and 2020, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, I do not express such an opinion.

Management's Responsibility 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.

Accountant's Responsibility

My responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require me to perform procedures to obtain limited assurance as a basis for reporting whether I am aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. I believe that the results of my procedures provide a reasonable basis for my conclusion.

I am required to be independent of Global Trauma Research, Inc. and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements related to my review.

Accountant's Conclusion

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Romain CPA, LLC
Brooklyn, NY
October 31, 2022

GLOBAL TRAUMA RESEARCH, INC.

STATEMENTS OF FINANCIAL POSITION Years Ended December 31, 2021 and 2020

	Without Donor Restrictions	
	2021	2020
ASSETS		
Cash and Cash Equivalents	\$ 53,256	\$ 37,580
Donors Receivable	257,500	89,912
Prepaid Expenses	4,200	-
Total Current Assets	314,956	127,492
PROPERTIES & EQUIPMENT		
Net Properties & Leasehold Improvement	26,133	650
Security Deposit	18,300	1,500
Operating Lease Asset	246,581	-
Total Assets	\$ 605,970	\$ 129,642
LIABILITIES		
CURRENT LIABILITIES		
Accounts Payable	\$ 1,650	\$ -
Accrued Expenses	2,925	3,430
Paycheck Protection Program SBA	-	23,195
Operating Lease Liability	51,030	-
Total Current Liabilities	55,605	26,625
LONG-TERM LIABILITIES		
Economic Injury Disaster Loan (EIDL)	75,000	39,900
Deferred Rent	1,298	-
Operating Lease Liability	195,551	-
Total Long-Term Liabilities	271,849	39,900
Total Liabilities	327,454	66,525
NET ASSETS		
Without Donor Restrictions	154,767	63,117
With Donor Restrictions	123,750	-
Total Net Assets	278,517	63,117
Total Liabilities and Net Assets	\$ 605,970	\$ 129,642

The accompanying notes are an integral part of these financial statements.

GLOBAL TRAUMA RESEARCH, INC.

STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS Years Ended December 31, 2021, and 2020

	2021		2020	
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions
SUPPORT & OPERATING REVENUE				
PUBLIC & PRIVATE SUPPORT				
Program Services	103,007	123,750	226,757	130,494
Program Grants	298,724	-	298,724	13,276
Government Grants	22,767	-	22,767	-
Contributions	16,510	-	16,510	7,386
Investment Return	408	-	408	2
Loan Forgiveness	46,389	-	46,389	-
Other Revenue	-	-	-	5,370
Total Public & Private Support	487,805	123,750	611,555	156,528
EXPENSES				
Program Services	297,592	-	297,592	107,362
Supporting Services:				
Management and General	88,071	-	88,071	9,365
Fundraising	10,493	-	10,493	52,734
Total Supporting Services	98,564	-	98,564	62,099
Total Expenses	396,156	-	396,156	169,461
Change in Net Assets	91,650	123,750	215,400	(12,933)
Net Assets at Beginning of Year	63,117	-	63,117	76,050
Net Assets at Ending of Year	\$ 154,767	\$ 123,750	\$ 278,517	\$ 63,117

The accompanying notes are an integral part of these financial statements.

GLOBAL TRAUMA RESEARCH, INC.

STATEMENT OF FUNCTIONAL EXPENSES Year Ended December 31, 2021

Expenses	Program Services			Supporting Services			2021
	Domestic Programs	Foreign Programs	Total Programs Services	Mgmt & General	Fundraising	Total Support Services	
Wages	\$ 153,936	\$ 2,150	\$ 156,086	\$ 21,122	\$ 7,062	\$ 28,184	\$ 184,270
Payroll Taxes	13,659	191	13,849	1,874	627	2,501	16,350
WC & SD Insurance	-	-	-	506	-	506	506
Payroll Service Fees	-	-	-	2,788	-	2,788	2,788
	167,595	2,341	169,935	26,290	7,689	33,979	203,914
Accounting	-	-	-	12,479	-	12,479	12,479
Advertising Expenses	11,289	-	11,289	70	210	280	11,569
Bank & Merchant Fees	224	-	224	1,442	-	1,442	1,666
Depreciation	-	-	-	2,517	-	2,517	2,517
Grants Charitable	-	500	500	-	-	-	500
Insurance	-	-	-	2,394	-	2,394	2,394
Interest Expenses	-	-	-	2,432	-	2,432	2,432
Internet & Web Subscriptions	94	-	94	3,233	-	3,233	3,327
License & Permit	100	-	100	-	-	-	100
Local Transportation	1,680	-	1,680	30	-	30	1,710
Meals	10,357	-	10,357	427	-	427	10,784
Occupancy	21,738	-	21,738	12,360	-	12,360	34,098
Office Expenses	849	-	849	218	-	218	1,067
Other Expenses	-	-	-	52	-	52	52
Postage & Shipping	706	-	706	-	-	-	706
Professional Fees	71,521	-	71,521	18,036	2,500	20,536	92,057
Supplies	5,004	2,155	7,159	505	94	599	7,758
Telephone	734	-	734	1,972	-	1,972	2,706
Therapeutic Services	534	-	534	-	-	-	534
Travel & Lodge	-	172	172	2,873	-	2,873	3,045
Utility	-	-	-	741	-	741	741
Total Expenses	\$ 292,425	\$ 5,168	\$ 297,592	\$ 88,071	\$ 10,493	\$ 98,564	\$ 396,156

The accompanying notes are an integral part of these financial statements.

GLOBAL TRAUMA RESEARCH, INC.

STATEMENT OF FUNCTIONAL EXPENSES Year Ended December 31, 2020

Expenses	Program Services			Supporting Services			2020
	Domestic Programs	Foreign Programs	Total Programs Services	Mgmt & General	Fundraising	Total Support Services	
Wages	\$ 46,381	\$ 1,416	\$ 47,797	\$ 8,719	\$ 1,579	\$ 10,298	\$ 58,095
Employee Benefits	-	-	-	-	-	-	-
Payroll Taxes	4,111	125	4,236	773.00	140	913	5,149
WC & SD Insurance	-	-	-	791.00	-	791	791
Payroll Service Fees	-	-	-	2,195.00	-	2,195	2,195
	<u>50,492</u>	<u>1,541</u>	<u>52,033</u>	<u>12,478.00</u>	<u>1,719</u>	<u>14,197</u>	<u>66,230</u>
Accounting	-	-	-	-	-	-	-
Advertising Expenses	1,963	-	1,963	558.00	256	814	2,777
Bank & Merchant Fees	-	-	-	1,382.00	-	1,382	1,382
Conference	-	-	-	-	-	-	-
Depreciation	-	-	-	650.00	-	650	650
Food	2,239	526	2,765	176.00	481	657	3,422
Grants - Domestic / Foreign	-	-	-	-	500	500	500
Insurance	-	-	-	2,272.00	-	2,272	2,272
Interest Expense	-	-	-	692.00	-	692	692
Computer & Internet	50	-	50	1,711.00	-	1,711	1,761
License & Permit	-	-	-	3,630.00	-	3,630	3,630
Local Transportation	463	-	463	35.00	-	35	498
Office Expenses	240	142	382	1,000.00	-	1,000	1,382
Postage & Shipping	217	-	217	264.00	-	264	481
Professional Fees	28,237	2,780	31,017	26,145.00	925	27,070	58,087
Occupancy	7,756	74	7,830	5,171.00	-	5,171	13,001
Supplies	4,988	796	5,784	336.00	-	336	6,120
Telephone	253	-	253	1,718.00	-	1,718	1,971
Travel & Lodge	116	4,489	4,605	-	-	-	4,605
Total Expenses	<u>\$ 97,014</u>	<u>\$ 10,348</u>	<u>\$ 107,362</u>	<u>58,218.00</u>	<u>\$ 3,881</u>	<u>\$ 62,099</u>	<u>\$ 169,461</u>

The accompanying notes are an integral part of these financial statements.

GLOBAL TRAUMA RESEARCH, INC.

STATEMENTS OF CASH FLOWS Years Ended December 31, 2021 and 2020

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 215,400	\$ (12,933)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	650	649
Increase (decrease) in assets:		
Accounts Receivable	(167,588)	(26,663)
Prepaid Expenses	(4,200)	1,420
Security Deposit	(16,800)	(1,500)
Operating Lease Asset	246,581	-
Increase (decrease) in liabilities:		
Accounts Payable	1,650	(3,711)
Accrued Liabilities	(505)	2,571
Accrued Interest	-	692
Deferred Rent	1,298	-
Operating Lease Liabilities	(246,581)	-
Net cash provided (used) by operating activities	29,904	(39,475)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of fixed Assets & Improvements	(26,133)	(1,949)
NET CASH USED BY INVESTING ACTIVITIES	(26,133)	(1,949)
CASH FLOWS FROM FINANCING ACTIVITIES		
Paycheck Protection Program SBA (PPP SBA)	(23,195)	23,195
Economic Injury Disaster Loan (EIDL)	35,100	39,900
Net cash used in investing activities	11,905	63,095
Net increase (decrease) in cash and cash equivalents	15,676	23,620
Cash and cash equivalents, beginning of year	37,580	13,960
Cash and cash equivalents, end of year	\$ 53,256	\$ 37,580
SUPPLEMENTAL DISCLOSURES		
Interest paid	\$ 706	\$ 692

The accompanying notes are an integral part of these financial statements.

GLOBAL TRAUMA RESEARCH, INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2021 AND 2020

Note 1. DESCRIPTION OF ORGANIZATION

Global Trauma Research, Inc. (GTR) was incorporated in 2016 under the State of New York as a not-for-profit organization pursuant to section 501(c) (3) of the Internal Revenue Code. GTR mission is to help support people around the world affected by psychological trauma. GTR believes in developing and implementing comprehensive services, and therefore researches innovative techniques. In addition, the organization qualifies for the charitable contribution deduction under section 170(b)(1)(A)(vi) of the Internal Revenue Code.

Note 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The organization prepares its financial statements in accordance with generally accepted accounting principles promulgated in the United States of America (U.S. GAAP) for not-for-profit entities. The significant accounting and reporting policies used by GTR are described subsequently to enhance the usefulness and understandability of the financial statements.

(b) BASIS OF ACCOUNTING

The financial statements of GTR have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles and accordingly reflect all receivables and payables.

(c) CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of bank deposits in several accounts and undeposited funds in the amount of \$53,256 and \$37,580 as of December 31, 2021, and 2020, respectively. GTR maintains cash balances at Chase Bank, located in Brooklyn, New York. Deposit accounts are insured by the Federal Deposit Insurance Corporation (FDIC) for up to \$250,000 per account. On December 31, 2021, the organization's bank balances were fully FDIC-insured.

(d) DONORS RECEIVABLE

Donors receivable are recognized when earned and/or pledge. Revenue are recognized when the organization satisfies a performance obligation.

GLOBAL TRAUMA RESEARCH, INC.

**NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021 AND 2020**

Note 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(e) FIXED ASSETS

All acquisitions of property and equipment are deemed to be fixed assets, and all expenditures for repairs, maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized. Fixed assets are carried at cost if purchased or at fair market value on the date of acquisition if donated. Depreciation is computed by the straight-line method over the useful lives of the assets for the years ended December 31, 2021, and 2020 depreciation expenses were \$650 and 650, respectively.

(f) REVENUE RECOGNITION

Contributions received are recorded as Without Donor Restrictions or With Donor Restrictions, depending on the existence and/or nature of any donor restrictions. Grants, services and contributions revenues are recognized when the allowable expenses are incurred.

(g) USE OF ESTIMATES

The preparation of financial statements in conformity with U.S. GAAP requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expenses. Accordingly, actual results could differ from those estimates.

(h) BASIS OF PRESENTATION

The financial statement presentation is in conformity with accounting principles generally accepted in the United States of America for nonprofit organizations, which requires GTR to report information regarding its financial position and activities accord to tow classes of net assets: Without Donor Restrictions or With Donor Restrictions.

(i) FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and other activities have been summarized on a functional basis in the accompanying statements of functional expenses. Expenses are charged to each program based on direct expenditures. However, certain indirect costs, primarily administrative salaries and related general overhead expenses are allocated to various programs based on percentage of direct payroll.

GLOBAL TRAUMA RESEARCH, INC.

**NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021 AND 2020**

Note 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(j) INCOME TAX STATUS

The Financial Accounting Standards Board (FASB) issued FASB ASC 740-10 which requires entities to disclose in their financial statements the nature of any uncertainty in their tax position. For tax-exempt entities, their tax-exempt status itself is deemed to be an uncertainty, since events could occur to jeopardize their tax-exempt status. However, the GTR has no knowledge of events or circumstances that would jeopardize its tax-exempt status.

(K) OPERATING LEASE

On December 31, 2021, the Organization adopted a new accounting standard ASC 842, as amended, that requires the Organization to record assets and liabilities on the balance sheet for lease-related rights and obligations and disclose key information about its leasing arrangements. This new standard establishes a right-of-use (“ROU”) model that requires the Organization to recognize ROU operating lease assets and lease liabilities on the balance sheet for all leases with a term longer than 12 months at the commencement of the lease. The adoption of this standard did not have a material impact on the Company’s financial position and results of operations.

Note 3. DONORS RECEIVABLE

Donors receivable balance for the year represents services rendered and pledges for which payment is expected to be received in the subsequent period. As of December 31, 2021, and 2020 are \$257,500 and \$89,912, respectively.

Note 4. PROPERTY AND EQUIPMENT

Computer, peripherals, and leasehold improvement on December 31st are summarized as follows:

	<u>2021</u>	<u>2020</u>
Computer & Peripherals	\$ 1,949	\$ 1,949
Leasehold Improvement	28,000	-
Accumulated Depreciation	<u>(3,816)</u>	<u>(1,299)</u>
Net Property & Equipment	<u>\$26,133</u>	<u>\$ 650</u>

GLOBAL TRAUMA RESEARCH, INC.

**NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021 AND 2020**

Note 4. PROPERTY AND EQUIPMENT (CONTINUED)

Machinery, Equipment & Leasehold Improvement during the years ended December 31, 2021, and 2020 totaled \$26,133 and \$650, respectively.

Note 5. SECURITY DEPOSIT

GTR has a five-year lease agreement with 2356 Partners LLC, which commenced on August 1, 2021, and expires on July 31, 2026. The lease agreement requires a security deposit of \$16,500 which shall be returned at the end of the lease term.

GTR has extended its lease agreement with Smart Space, a security deposit of \$1,500.

Note 6. OPERATING LEASE COMMITMENT

GTR occupies an office located at 2356 Nostrand Ave, commenced on August 1, 2021, under a non-cancelable operating lease agreement with an expiration date of July 31, 2026.

The minimum annual operating noncancelable lease commitment on the property for the Organization is as follows:

Year Ended December 31:	
2022	\$ 51,030
2023	52,561
2024	54,138
2025	<u>55,762</u>
2026	33,090
	<u>\$246,581</u>

Note 7. ACCOUNTS PAYABLE & ACCRUED PAYROLL LIABILITIES

At the present time, the organization has outstanding accounts payable and accrued liabilities of \$4,575 and \$3,430 as of December 31, 2021, and 2020, respectively.

Note 8. PAYCHECK PROTECTION PROGRAM SBA

During 2021 and 2020, the Organization received \$29,195 and \$29,195, respectively, through the Paycheck Protection Program (PPP), established by the CARES Act and

GLOBAL TRAUMA RESEARCH, INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2021 AND 2020

Note 8. PAYCHECK PROTECTION PROGRAM SBA (CONTINUED)

administered by the SBA. The funds were used to pay payroll costs. The Organization has elected to account for the PPP loan as a government grant in substance by applying the guidance in IAS.

On July 14, 2020, the Organization received \$2,000 through the SBAs EIDL program. Small businesses could apply for an EIDL grant of up to \$10,000 as an advance on their EIDL loan. These advances are treated as tax-free grants and do not need to be repaid.

Note 9. ECONOMIC INJURY DISASTER LOAN (EIDL)

On July 7, 2020, the Organization received a \$40,000, Economic Injury Disaster Loan (EIDL) through the U.S. Small Business Administration (SBA). The 30-year loan carries an annual interest rate of 2.75% and matures on July 7, 2050, when all outstanding principal balances become due, principal and interest repayment is expected to begin during 2022. The organization requested a modification to the loan which an additional \$35,000 was granted on September 27, 2021. The monthly payment amount has been updated from \$171 to \$334.

Note 10. LIQUIDITY

The organization manages its liquidity by planning program services in accordance with the funds received. The following represent the Organization's financial assets as of December 31, 2021:

Cash and Cash Equivalents	\$ 53,256
Accounts Receivable	<u>257,500</u>
Financial assets available to to meet general expenses over the next twelve months	<u>\$ 310,756</u>

Note 11. SUBSEQUENT EVENTS

GTR has reviews for subsequent events through October 31, 2022, the date the financial statements were available to be issued. No subsequent events were identified.