

PEACEFUL VALLEY DONKEY RESCUE, INC.

FINANCIAL STATEMENTS
and
INDEPENDENT AUDITORS' REPORT

YEARS ENDED DECEMBER 31, 2025 and 2024

PEACEFUL VALLEY DONKEY RESCUE, INC.

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Peaceful Valley Donkey Rescue, Inc.
San Angelo, Texas

Opinion

We have audited the accompanying financial statements of Peaceful Valley Donkey Rescue, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2025 and 2024, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Peaceful Valley Donkey Rescue, Inc. as of December 31, 2025 and 2024, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Peaceful Valley Donkey Rescue, Inc. 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, 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.

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 Peaceful Valley Donkey Rescue, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' 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 auditors' 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, including omissions, 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 Peaceful Valley Donkey Rescue, Inc.'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 Peaceful Valley Donkey Rescue, Inc.'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.

MERRITT, MCLANE & HAMBY, P.C.

April 7, 2026
Abilene, Texas

FINANCIAL STATEMENTS

PEACEFUL VALLEY DONKEY RESCUE, INC.

STATEMENTS OF FINANCIAL POSITION

December 31, 2025 and 2024

ASSETS	<u>2025</u>	<u>2024</u>
Current assets:		
Cash	\$ 7,805,589	\$ 4,155,674
Notes receivable - current	12,000	12,000
Inventory	134,476	128,876
Investments	4,413,040	3,724,783
Prepaid expenses	12,361	
Total current assets	<u>12,377,466</u>	<u>8,021,333</u>
Non-current assets:		
Notes receivable - noncurrent	13,974	25,974
Property and equipment, net of accumulated depreciation	3,894,804	2,722,936
Total non-current assets	<u>3,908,778</u>	<u>2,748,910</u>
Total Assets	\$ <u>16,286,244</u>	\$ <u>10,770,243</u>
 LIABILITIES AND NET ASSETS 		
Current liabilities:		
Accounts payable	\$ 626,782	\$ 652,556
Other liabilities	64,723	57,143
Notes payable - current	179,473	208,666
Total current liabilities	<u>870,978</u>	<u>918,365</u>
Non-current liabilities:		
Notes payable - non-current	74,013	90,378
	<u>74,013</u>	<u>90,378</u>
Total liabilities	<u>944,991</u>	<u>1,008,743</u>
Net assets:		
Without donor restrictions	15,341,253	9,761,500
Total net assets	<u>15,341,253</u>	<u>9,761,500</u>
Total Liabilities and Net Assets	\$ <u>16,286,244</u>	\$ <u>10,770,243</u>

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

PEACEFUL VALLEY DONKEY RESCUE, INC.

STATEMENTS OF ACTIVITIES

For the Years Ended December 31, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Support		
Contributions	\$ 1,527,799	\$ 1,190,490
Bequests	954,611	1,096,032
Merchandise sales	121,750	118,294
Adoption fee income	53,416	72,640
Employee retention credit	457,524	
Fund raising	<u>16,959,384</u>	<u>13,077,706</u>
Total support	<u>20,074,484</u>	<u>15,555,162</u>
Expenses		
Program Services	9,693,052	9,064,018
Supporting Services:		
Management and general	826,471	785,197
Fund raising	<u>4,674,363</u>	<u>4,357,822</u>
Total Expenses	<u>15,193,886</u>	<u>14,207,037</u>
Net Income from Operations	<u>4,880,598</u>	<u>1,348,125</u>
Other Income (Expense)		
Interest expense	(12,106)	(10,056)
Gain (loss) on disposal of asset	63,790	12,056
Investment income	110,558	222,587
Unrealized gain (loss) on investments	<u>536,913</u>	<u>320,181</u>
Total other income (expense)	<u>699,155</u>	<u>544,768</u>
Change in Net Assets	5,579,753	1,892,893
Net Assets, Beginning of Year	<u>9,761,500</u>	<u>7,868,607</u>
Net Assets, End of Year	<u>\$ 15,341,253</u>	<u>\$ 9,761,500</u>

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

PEACEFUL VALLEY DONKEY RESCUE, INC.

STATEMENTS OF FUNCTIONAL EXPENSES

For the Years Ended December 31, 2025 and 2024

	2025				
	Supporting Services				Combined Total
	Program Services	Management and General	Fund Raising	Total Supporting Services	
Salaries and wages	\$ 1,976,236	\$ 243,358	\$ 35,456	\$ 278,814	\$ 2,255,050
Payroll taxes	158,828	19,558	2,850	22,408	181,236
Employee benefits	76,058	9,366	1,364	10,730	86,788
Total payroll expenses	<u>2,211,122</u>	<u>272,282</u>	<u>39,670</u>	<u>311,952</u>	<u>2,523,074</u>
Animal care	3,943,305				3,943,305
Bank fees	51,781	41,478	103,479	144,957	196,738
Depreciation	390,394				390,394
Direct mail	2,267,383	29,017	4,531,214	4,560,231	6,827,614
Gift shop		118,892		118,892	118,892
Insurance		145,823		145,823	145,823
Miscellaneous		40		40	40
Office expense		57,071		57,071	57,071
Postage and printing		7,265		7,265	7,265
Professional fees		142,940		142,940	142,940
Public awareness	16,205				16,205
Repair and maintenance	712,276				712,276
Taxes	4,876	11,663		11,663	16,539
Utilities	95,710				95,710
Total Expenses	<u>\$ 9,693,052</u>	<u>\$ 826,471</u>	<u>\$ 4,674,363</u>	<u>\$ 5,500,834</u>	<u>\$ 15,193,886</u>

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

2024

Supporting Services				
Program Services	Management and General	Fund Raising	Total Supporting Services	Combined Total
\$ 1,797,405	\$ 267,131	\$ 52,379	\$ 319,510	\$ 2,116,915
143,503	21,327	4,182	25,509	169,012
186,583	27,730	5,437	33,167	219,750
<u>2,127,491</u>	<u>316,188</u>	<u>61,998</u>	<u>378,186</u>	<u>2,505,677</u>
4,176,480				4,176,480
32,980	19,366	73,815	93,181	126,161
393,398				393,398
1,886,316	133,003	4,222,009	4,355,012	6,241,328
	79,079		79,079	79,079
	121,241		121,241	121,241
	1,351		1,351	1,351
	56,850		56,850	56,850
	8,126		8,126	8,126
	40,357		40,357	40,357
32,811				32,811
307,485				307,485
1,960	9,636		9,636	11,596
<u>105,097</u>				<u>105,097</u>
<u>\$ 9,064,018</u>	<u>\$ 785,197</u>	<u>\$ 4,357,822</u>	<u>\$ 5,143,019</u>	<u>\$ 14,207,037</u>

PEACEFUL VALLEY DONKEY RESCUE, INC.

STATEMENTS OF CASH FLOWS

For the Years Ended December 31, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Cash flows from operating activities		
Change in net assets from operations	\$ 4,880,598	\$ 1,348,125
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Contributions restricted for long-term investments		
Depreciation	390,394	393,398
Noncash contributions	(40,786)	(67,063)
Gain on sale of assets	63,790	12,056
(Increase) Decrease in operating assets		
Inventory	(5,600)	1,115
Notes receivable	12,000	12,000
Fleet receivable	(12,361)	36,552
Increase (Decrease) in operating liabilities		
Accounts payable	(25,774)	509,884
Other liabilities	7,580	17,220
Net cash provided by operating activities	<u>5,269,841</u>	<u>2,263,287</u>
Cash flows from investing activities		
Purchase of property and equipment	(1,898,163)	(280,689)
Disposal of property	335,901	17,425
Net cash used in investing activities	<u>(1,562,262)</u>	<u>(263,264)</u>
Cash flows from financing activities		
Interest expense	(12,106)	(10,056)
Proceeds from note payable	269,474	181,541
Payment on note payable	(315,032)	(204,791)
Net cash used in financing activities	<u>(57,664)</u>	<u>(33,306)</u>
Net increase in cash and cash equivalents	3,649,915	1,966,717
Cash and cash equivalents at beginning of year	<u>4,155,674</u>	<u>2,188,957</u>
Cash and cash equivalents at end of year	<u>\$ 7,805,589</u>	<u>\$ 4,155,674</u>
Supplemental items		
Interest paid	<u>\$ 12,106</u>	<u>\$ 10,056</u>

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

PEACEFUL VALLEY DONKEY RESCUE, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 1: ORGANIZATION AND PURPOSE

Peaceful Valley Donkey Rescue, Inc. (the Organization) is a not-for-profit organization with its primary office location in San Angelo, Texas as well as facilities in California, Oregon, Arizona, Oklahoma, Iowa, Virginia, North Carolina, South Carolina, Florida, Tennessee, and Washington. The Organization provides rescue services and/or seeks out and obtains unwanted and abused donkeys. Once the donkeys are rescued, they are given medical treatment and training. When the donkeys are deemed ready, they are made available for adoption.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Peaceful Valley Donkey Rescue, Inc. have been prepared on the accrual basis of accounting. The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

Financial Statement Presentation

Financial statement presentation follows the recommendations of Financial Accounting Standards Board, *FASB ASC 958-205, Financial Statements of Not-for-profit Organizations*. The Organization is required to report information regarding its financial position and activities according to two classes of net assets: with donor restrictions and without donor restrictions. In addition, the Organization is required to present a statement of cash flows.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Land, Buildings and Equipment

Land, buildings and equipment are recorded at cost when purchased or at fair market value when contributed. Depreciation and amortization are computed by the straight-line method over the estimated useful life of the asset as follows:

	<u>Years</u>
Office Equipment	5-7
Machinery and Equipment	5-7
Improvements	15-40

The Organization has not formally adopted a capitalization policy; however, the Organization generally capitalizes individual items with a value of \$10,000 and a useful life of more than five years.

Donations of property and equipment are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use, and contributions of cash that must be used to acquire property and equipment, are reported as support with donor restrictions. Absent donor stipulation regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor.

PEACEFUL VALLEY DONKEY RESCUE, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

Revenue Recognition

Contributions received are recorded as support with donor restrictions or without donor restrictions, depending on the existence and/or nature of any donor restrictions. Contributions received with donor-imposed restrictions that are met in the same year in which the contributions are received are classified as contributions without donor restrictions.

All donor-restricted contributions are reported as an increase in net assets with donor restrictions. When a 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 are reported in the statement of activities as net assets released from restrictions. There were no contributions with donor restrictions in 2025 or 2024.

Income Taxes

The Organization is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and Section 23701d of the State of California Revenue and Taxation Code. The Organization has no income from unrelated business; therefore, no amounts are recorded in the financial statements. The Organization is not considered a private foundation.

The Organization files the informational Federal Form 990 with the Internal Revenue Service and the State Form 199 in the State of California. The Federal Form 990 is generally no longer open for review by the Internal Revenue Service for years prior to 2022.

Cash and Cash Equivalents

For purposes of the Statements of Cash Flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

Inventory

Inventory is valued at cost.

Functional Expenses/Joint Costs

The costs of providing the various programs and other activities have been summarized on a functional basis in the Statement of Activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Accounting Estimates

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

PEACEFUL VALLEY DONKEY RESCUE, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

Source of Revenue

The Organization receives its revenue from public donation, grants and fundraising. The grants have no spending stipulations.

Fundraising

During 2025 and 2024 the Organization used the services of a direct mail organization, Eberle Communications Group. The annual cost was \$6,827,614 and \$6,241,328, which was allocated between program services, administration and fundraising as shown on the statements of functional expenses. Gross revenue raised was \$16,959,384 and \$13,077,706 for the years ended December 31, 2025 and 2024, respectively.

NOTE 3: LIQUIDITY

On December 31, 2025, the Organization had \$12,365,105 of financial assets available within one year of the balance sheet date to meet cash needs for general expenditures, consisting of cash of \$7,805,589, current portion of notes receivable of \$12,000, investments of \$4,413,040, and inventory of \$134,476.

On December 31, 2024, the Organization had \$8,021,333 of financial assets available within one year of the balance sheet date to meet cash needs for general expenditures, consisting of cash of \$4,155,674, current portion of notes receivable of \$12,000, investments of \$3,724,783, and inventory of \$128,876.

None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the balance sheet date. The receivable balances are subject to implied time restrictions with the majority expected to be collected within 30 days. The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

NOTE 4: CASH AND CASH EQUIVALENTS

All material cash and certificates of deposit, when applicable, are deposited into institutions that are insured or collateralized by the Federal Deposit Insurance Corporation (FDIC). Under FDIC guidelines, each depositor's accounts are insured to an aggregate of \$250,000 per financial institution. As of December 31, 2025, the Organization had deposits which exceeded the FDIC limit by a total of \$6,024,194 at First Financial Bank, \$593,037 at Woodsboro Bank, \$100,990 at Bank of San Angelo, and \$26,477 at Chase Bank however, the Organization feels the risk of loss is minimal. As of December 31, 2024, the Organization had deposits which exceeded the FDIC limit by a total of \$2,230,653 at First Financial Bank and \$1,145,902 at Woodsboro Bank.

NOTE 5: INVESTMENTS

The Organization has adopted SFAS ASC 958-320-50 *Accounting for Certain Investments held by Not-for-Profit Organizations*. Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statements of financial position. Unrealized gains and losses are included in the change in net assts. The following shows the cost and market value of the investments.

PEACEFUL VALLEY DONKEY RESCUE, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 5: INVESTMENTS - continued

December 31, 2025		Market
Investments	Cost	Value
Equities and cash	\$ 2,530,797	\$ 4,413,040
Equities and cash	\$ 1,950,935	\$ 3,724,783

NOTE 6: NOTE RECEIVABLE

During the year ended December 31, 2022, the organization entered into a note agreement with a former employee in the amount of \$72,974. Payments of \$1,000 are due monthly. The balance owed to the organization on December 31, 2025 and 2024, was \$25,974 and \$37,974, respectively.

NOTE 7: LAND, BUILDINGS AND EQUIPMENT

Property and equipment consisted of the following on December 31, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Land	\$ 1,797,817	\$ 957,365
Buildings	681,315	765,158
Leasehold improvements	1,008,348	512,180
Automotive equipment	795,861	862,536
Machinery and equipment	1,227,854	1,040,329
Furniture and equipment	154,432	155,920
	<u>5,665,627</u>	<u>4,293,488</u>
Less: Accumulated Depreciation	<u>1,770,823</u>	<u>1,570,552</u>
Net Property and equipment	<u>\$ 3,894,804</u>	<u>\$ 2,722,936</u>

Depreciation expense for the year ended December 31, 2025 and 2024 was \$390,394 and \$393,398, respectively.

NOTE 8: DEBT

	<u>2025</u>	<u>2024</u>
Note payable to John Deere Financial, secured by 2 tractors, payable at \$631 per month. The note is a 0% interest note. The note matured in July of 2025.	\$	\$ 4,415
Capital Lease with Enterprise Fleet Management, secured by trucks, payable at \$1,582-\$2,226 per month. The interest rate ranges from 2.3-6.2%. The notes mature from September 2025 to June 2027.	253,486	294,629
	<u>253,486</u>	<u>299,044</u>
Less current payable	179,473	208,666
Long-term payable	<u>\$ 74,013</u>	<u>\$ 90,378</u>

PEACEFUL VALLEY DONKEY RESCUE, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 8: DEBT – continued

The following is a schedule of maturities as of December 31, 2025:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 179,473	\$ 5,131	\$ 184,604
2027	<u>74,013</u>	<u>784</u>	<u>74,797</u>
	<u>\$ 253,486</u>	<u>\$ 5,915</u>	<u>\$ 259,401</u>

NOTE 9: RETIREMENT

During the years ended December 31, 2025 and 2024, the Organization contributed \$27,970 and \$25,203, respectively, to the simple IRA defined contribution retirement account for employees. The Organization matches up to 3% of employee’s salary toward this plan each year for all employees who are reasonably expected to receive at least \$5,000 in compensation for the year.

NOTE 10: HEALTH INSURANCE

The Organization spent \$84,774 and \$63,696 toward health insurance for employees for the years ended December 31, 2025 and 2024, respectively.

NOTE 11: FINANCIAL INSTRUMENTS

Fair Value Measurements

Accounting principles generally accepted in the United States of America require the use of valuation techniques that are consistent with the market approach, the income approach and/or the cost approach. The market approach uses prices and other relevant information generated by market transactions involving identical or comparable assets and liabilities. The income approach uses valuation to convert future amounts, such as cash flows or earnings, to a single present amount on a discounted basis. The cost approach is based on the amount that currently would be required to replace the service capacity of an asset (replacement cost). Valuation techniques should be consistently applied. Inputs to valuation techniques refer to the assumptions that market participants would use in pricing the asset or liability. Inputs may be observable, meaning those that reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from independent sources, or unobservable, meaning those that reflect the reporting entity’s own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available in the circumstances.

A fair value hierarchy exists for valuation inputs that give the highest priority to quoted prices in active markets for identical assets or liabilities and the lowest priority to unobservable inputs. The fair value hierarchy is as follows:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities that the reporting entity has the ability to access at the measurement date.

PEACEFUL VALLEY DONKEY RESCUE, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 11: FINANCIAL INSTRUMENTS - continued

Level 2 – Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability (for example: interest rates, volatilities, prepayment speeds, loss severities, credit risks and default rates) or inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 – Significant unobservable inputs that reflect an entity’s own assumptions that market participants would use in pricing the assets or liabilities.

A description of the valuation methodologies used for assets and liabilities measured at fair value, as well as the general classification of such instruments pursuant to the valuation hierarchy, is set forth below:

In general, fair value is based upon quoted market prices, where available. If such quoted market prices are not available, fair value is based upon internally developed models that primarily use, as inputs, observable market-based parameters. Valuation adjustments may be made to ensure that financial instruments are recorded at fair value.

While management believes the Corporation’s valuation methodologies are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different estimate of fair value at the reporting date.

Cash and cash equivalents – The carrying amount reported in the statement of financial position approximates fair value because of the short maturity of those instruments.

Investments – The fair value of investments in equities approximates fair value because of the active market for the equities. Investments are reported at fair value utilizing Level 1 inputs (market value) as reported by Edward Jones.

Inventory – The carrying amount reported in the statement of financial position approximates fair value due to the short-term nature of the inventory.

Accounts payable – The carrying amount reported in the statement of financial position approximates fair value due to the short-term nature of the liability.

The estimated fair values of the Corporation’s financial instruments are as follows:

December 31, 2025	Carrying Amount	Fair Value
Cash and cash equivalents	\$ 7,805,589	\$ 7,805,589
Investments	4,413,040	4,413,040
Inventory	134,476	134,476
Prepaid expenses	12,361	12,361
Notes receivable	25,974	25,974
Accounts payable	(626,782)	(626,782)
Other liabilities	(64,723)	(64,723)

PEACEFUL VALLEY DONKEY RESCUE, INC.

NOTES TO FINANCIAL STATEMENTS

NOTE 11: FINANCIAL INSTRUMENTS - continued

December 31, 2024	Carrying Amount	Fair Value
Cash and cash equivalents	\$ 4,155,674	\$ 4,155,674
Investments	3,724,783	3,724,783
Inventory	128,876	128,876
Notes receivable	37,974	37,974
Accounts payable	(652,556)	(652,556)
Other liabilities	(57,143)	(57,143)

NOTE 12: DATE OF MANAGEMENT'S REVIEW

Subsequent events were evaluated through April 7, 2026, the financial statements issuance date.