FOUNDATION FOR ICHTHYOSIS AND RELATED SKIN TYPES, INC.

Financial Statements for the Years Ended
September 30, 2025 and 2024
(with independent auditor's report)

TABLE OF CONTENTS

INDEPENDENT AUDITOR'S REPORT	3 - 4
FINANCIAL STATEMENTS	
Statements of Financial Position	6
Statements of Activities	7
Statements of Functional Expenses	8
Statements of Cash Flows	9
NOTES TO FINANCIAL STATEMENTS	11 - 22

FRANCIS S. INFURCHIA & COMPANY, LLC

Certified Public Accountants

Francis S. Infurchia, CPA
Lawrence J. Silvestro, CPA
Francis S. Infurchia, Jr., CPA, CVA
Samuel P. Infurchia, CPA, CVA
Timothy J. Frawley, III, CPA

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors and Shareholders
of the Foundation for Ichthyosis & Related Skin Types, Inc.

Opinion

We have audited the accompanying financial statements of the Foundation for Ichthyosis & Related Skin Types, Inc. (a nonprofit organization), which comprise the statement of financial position as of September 30, 2025 and 2024, and the related statements of activities and cash flows for the year 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 Foundation for Ichthyosis & Related Skin Types, Inc. 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

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 Foundation for Ichthyosis & Related Skin Types, 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 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.

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 Foundation for Ichthyosis & Related Skin Types, Inc.'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 Foundation for Ichthyosis & Related Skin Types, 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 Foundation for Ichthyosis & Related Skin Types, 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.



Norwalk, Connecticut

June 16, 2026

FINANCIAL STATEMENTS

FOUNDATION FOR ICHTHYOSIS RELATED SKIN TYPES, INC.
STATEMENTS OF FINANCIAL POSITION
AS OF SEPTEMBER 30, 2025 AND 2024

	As of September 30, 2025	2024
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	$ 766,031	$ 947,760
Short term investments	1,412,683	1,058,255
Prepaid expenses	3,564	3,564
Total current assets	2,182,278	2,009,579
OTHER ASSETS		
Investments with donor restrictions	1,085,879	1,260,563
Property and equipment - net accumulated depreciation	4,276	11,873
Total other assets	1,090,155	1,272,436
TOTAL ASSETS	$ 3,272,433	$ 3,282,015
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable and accrued expenses	$ 50,921	$ 46,944
NET ASSETS		
Without donor restrictions		
Undesigniated	1,954,950	1,793,826
Board restricted	180,682	180,682
Net assets without donor restrictions	2,135,632	1,974,508
With donor restrictions	1,085,879	266,370
Net Assets with donor restrictions	1,085,879	266,370
TOTAL NET ASSETS	3,221,512	3,235,071
TOTAL LIABILITIES AND NET ASSETS	$ 3,272,433	$ 3,282,015

SEE INDEPENDENT AUDITOR'S REPORT
The accompanying notes are an integral part of the financial statements

FOUNDATION FOR ICHTHYOSIS RELATED SKIN TYPES, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED SEPTEMBER 30, 2025 AND 2024

	Without Donor Restrictions		With Donor Restrictions		Total All Funds	
Support and Operating Revenue	**2025**	**2024**	**2025**	**2024**	**2025**	**2024**
Contributions	$ 604,283	$ 1,218,345	$ 156,313	$ 631,070	$ 760,596	$ 1,849,415
Pass-through movie	10,840	65,555	-	-	10,840	65,555
Net assets released from restrictions	330,996	252,272	(330,996)	(252,272)	-	-
Total Support and Operating Revenue	946,119	1,536,172	(174,683)	378,798	771,436	1,914,970
Operating Expenses						
Program Services	859,325	950,395	-	-	859,325	950,395
Supporting Services:						
Management and General	113,260	131,207	-	-	113,260	131,207
Fundraising	78,518	100,911	-	-	78,518	100,911
Total Operating Expenses	1,051,103	1,182,513	-	-	1,051,103	1,182,513
Change in net assets before non-operating revenues and expenses	(104,984)	353,659	(174,683)	378,798	(279,667)	732,457
Non-Operating Activities						
Investment income (loss)	225,627	447,955	-	-	225,627	447,955
Other income (loss)	40,481	-	-	-	40,481	-
Total Non-Operating Activities	266,108	447,955	-	-	266,108	447,955
Change in net assets	$ 161,124	$ 801,614	$ (174,683)	$ 378,798	$ (13,559)	$ 1,180,412
Net Assets, Beginning of Year	1,974,508	1,172,894	1,260,563	881,765	3,235,071	2,054,659
Net Assets, End of Year	$ 2,135,632	$ 1,974,508	$ 1,085,880	$ 1,260,563	$ 3,221,512	$ 3,235,071

SEE INDEPENDENT AUDITOR'S REPORT
The accompanying notes are an integral part of the financial statements

FOUNDATION FOR ICHTHYOSIS RELATED SKIN TYPES, INC.
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED SEPTEMBER 30, 2025 AND 2024

	Program Services		Supporting				Total Functional Expenses	
			Management and General		Fundraising			
Operating Expenses	2025	2024	2025	2024	2025	2024	2025	2024
Salaries, payroll taxes and other related costs	$ 328,887	$ 303,573	$ 60,584	$ 53,219	$ 43,275	$ 47,971	$ 432,746	$ 404,763
Bank charges	5,074	8,956	918	1,594	614	1,082	6,607	11,631
Bookkeeping and administrative	26,150	24,602	4,733	4,377	3,167	2,971	34,050	31,950
Consultant - support and development	48,119	31,434	8,709	5,593	5,827	3,797	62,655	40,824
Conferences and meetings	194	2,461	35	438	23	297	252	3,196
Depreciation	5,835	6,633	1,056	1,180	707	801	7,597	8,614
Dues and subscriptions	11,014	1,443	1,993	257	1,334	174	14,341	1,874
Insurance - general and health	13,825	12,151	2,502	2,162	1,674	1,467	18,001	15,779
Investment fees	11,470	8,715	2,076	1,551	1,389	1,053	14,935	11,318
Licenses	4,780	4,130	865	735	579	499	6,224	5,364
National conference and events	6,285	191,574	1,138	34,085	761	23,140	8,184	248,799
Office expense and supplies	1,844	3,747	334	667	223	453	2,401	4,866
Patient support forms	2,130	3,032	385	539	258	366	2,773	3,938
Postage and shipping	6,477	5,782	1,172	1,029	784	698	8,434	7,509
Printing and publications	9,625	19,520	1,742	3,472	1,166	2,358	12,533	25,349
Professional fees	72,014	27,076	13,034	4,818	8,720	3,269	93,768	35,163
Rent and utilities	1,311	1,475	237	262	159	178	1,708	1,915
Scholarship awards	68,938	101,070	-	-	-	-	68,938	101,070
Strategic initiatives - research	170,458	107,434	-	-	-	-	170,458	107,434
Telephone	3,274	3,212	593	572	396	388	4,263	4,172
Technology and software	10,983	11,145	1,988	1,983	1,330	1,346	14,300	14,474
Travel	7,466	10,911	1,351	1,941	904	1,318	9,722	14,170
Website management	9,929	8,959	1,797	1,594	1,202	1,082	12,928	11,635
Pass-through - movie	15,311	50,477	2,771	8,981	1,854	6,097	19,936	65,555
Pharma partnerships	17,933	886	3,246	158	2,172	107	23,350	1,150
Total operating expenses	$ 859,325	$ 950,395	$ 113,260	$ 131,207	$ 78,518	$ 100,911	$ 1,051,103	$ 1,182,513

SEE INDEPENDENT AUDITOR'S REPORT
The accompanying notes are an integral part of the financial statements

FOUNDATION FOR ICHTHYOSIS RELATED SKIN TYPES, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED SEPTEMBER 30, 2025 AND 2024

	September 30, 2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	(13,559)	1,180,412
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation expense	7,597	8,614
Net realized and unrealized (gain) on investments	(128,640)	(380,247)
Changes in operating assets and liabilities:		
(Increase) decrease in prepaid expenses	-	11,680
Increase (decrease) in accounts payable and accrued expenses	3,977	27,430
NET CASH PROVIDED BY OPERATNG EXPENSES	(130,625)	847,889
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from investments	23,436	14,419
Purchase of equipment	-	(4,245)
Reinvestment of dividends	(74,540)	(67,708)
NET CASH PROVIDED BY INVESTING ACTIVITIES	(51,104)	(57,534)
CASH FLOWS FROM FINANCING ACTIVITIES	-	-
NET CASH FROM FINANCING ACTIVITIES	-	-
NET (DECREASE) / INCREASE IN CASH	(181,728)	790,355
CASH - BEGINNING OF YEAR	947,760	157,405
CASH - END OF YEAR	$ 766,031	$ 947,760

SEE INDEPENDENT AUDITOR'S REPORT
The accompanying notes are an integral part of the financial statements

NOTES TO THE FINANCIAL STATEMENTS

Foundation for Ichthyosis and Related Skin Types, Inc.
Notes to Financial Statements
For the Years Ended September 30, 2025 and 2024

Note 1 – Nature of Operations

The Foundation for Ichthyosis and Related Skin Types (the "Foundation") was incorporated in the State of California on January 2, 1981. The Foundation is an organization offering information, education, and support services to its global membership of persons affected with ichthyosis and other related skin conditions and their families.

The Foundation serves as a hub connecting patients, caregivers, the healthcare community, and others seeking better treatments and potential cures. The Foundation's website Medical and Scientific Advisory Board and knowledgeable community are an invaluable resource to parents of newborn children diagnosed with ichthyosis as well as adults and others seeking better treatments.

The Foundation communicates regularly with its constituents through twice annually published newsletters, twice monthly electronic newsletters, virtual and in-person meetups and social media. The Foundation promotes research through direct funding and by marketing opportunities to participate in quality-of-life studies and clinical trials.

The Foundation held its bi-annual 2024 national conference in Albuquerque, New Mexico. The conference had 264 participants, comprising 113 families with 39 affected children, 117 affected adults, and 31 medical professionals and researchers. There was no conference in 2025. The next national conference will be held in June of 2026 in Minneapolis, Minnesota.

Note 2 – Summary of Significant Accounting Policies

Basis of Accounting
The accompanying financial statements have been prepared on the basis of accounting in accordance with accounting principles generally accepted in the United States of America ("GAAP").

Basis of Presentation
The financial statement presentation follows the recommendations of the Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 958-205, Presentation of Financial Statements. As amended by Accounting Standards Update No. 2016-14, the Foundation is required to report information regarding its financial position and activities according to two classes to net assets:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Foundation. These net assets may be used at the discretion of the Foundation's management and the board of directors.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Foundation or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Designated Net Assets
Periodically, the Board may designate a portion of the Foundation's net assets for specified long-term expenditures. These designations aid in meetings the Foundation's long-term objectives and assist in the prudent management of its assets. The Board as the authority to change or modify its own actions as circumstances merit.

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

Revenue Recognition – Contributions Receivable and Grants
Contributions are recognized as revenue when an unconditional promise to give has been made. Conditional contributions, including conditional promises to give, are not recognized until they become unconditional.

All contributions and grants are considered to be without donor restrictions unless specifically restricted by the donor or grantor. Amounts received that are designated for future periods or restricted by the donor or grantor for specific purposes are reported as net assets with donor restrictions that increases that net asset class. 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.

Additional income is occasionally generated through development of short films with affected individuals to help generate donations and grants with the first produced in 2025. There are no unconditional promises to give at September 30, 2025.

Accounting Pronouncements
In 2016, FASB issued ASU 2016-14, *Not-For-Profit Entities (Topic 958) – Presentation of Financial Statements of Not-For-Profit Entities.* The FASB update addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and lack of consistency in the type of information provided about expenses and investment return. The Foundation adopted the new standard effective September 30, 2019.

In February 2016, the FASB issued ASU 2016-02, *Leases (Topic 842),* to increase transparency and comparability among organizations by recognizing lease assets and lease liabilities on the statement of financial position and disclosing key information about leasing arrangements for lessees and lessors. The new standard applies a right-of-use (ROU) model that requires, for all leases with a lease term of more than 12 months, an asset representing its right to use the underlying asset for the lease term and a liability to make lease payments to be recorded. On May 20, 2020 the FASB voted to defer the effective date of ASC 842. The ASU is effective for the Foundation's annual period's beginning after December 15, 2021.

Measure of Operations
Transactions deemed by management to be directly related to the programs of the Foundation are reported as operating revenues and expenses. Non-operating activities consist of gifts-in-kind, contributions, dividend and interest income, and realized and unrealized capital gains.

Cash and Cash Equivalents
For the purposes of the statement of cash flows, for Foundation considers all demand deposits, money market funds, and securities with original maturities of three months or less to be cash equivalents.

Investment Valuation and Income Recognition
Investments are reported at fair value. Fair value is the price that would be received to sell and asset in an orderly transaction between market participants at the measurement date. Purchases and sales of securities are recorded on a trade date basis. Interest income is recorded when earned. Dividends are recorded on

the ex-dividend date. Unrealized gains and losses represent the change in the fair value of investments held during the year.

Property and Equipment
Property and Equipment is recorded at cost, or if donated, at approximate fair value at the date of donation and includes expenditures which materially increase values or extend useful lives. The Foundation capitalizes property and equipment if its value is greater than $500 and its useful life is more than one year. When assets are retired or otherwise disposed of, the cost and related depreciation are removed from the books and any resulting gain or loss is reflected in income for the period.

Depreciation is computed using the straight-line method over the estimated useful lives of the assets as follows:

Computers, Printers, and Website – 5 Years
Furniture and Fixtures – 7-10 Years
Office Equipment – 10 Years
Leasehold Improvements – shorter of the remaining term of lease or life of asset

Donated Services and Other In-Kind Contributions
Contributed professional services are recorded at the fair value of the services provided by professional volunteers if the services create or enhance non-financial assets and/or require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. There were no contributed professional services for the year ended September 30, 2025.

The Foundation also receives donated services from unpaid volunteers who perform a variety of tasks that support the Foundation's activities. However, no amounts have been reflected in the financial statements as these services do not meet the criteria for revenue recognition under GAAP.

Advertising
The Foundation follows the policy of charging the costs of advertising expense to be incurred. There were no advertising expenses incurred for the year ended September 30, 2025 and 2024.

Income Taxes
The Foundation is exempt from income tax under Section 501(c)(3) of the Internal Revenue Code. In addition, the Foundation has been classified as an entity that is not a private foundation within the meaning of Section 509(a) and qualifies for deductible contributions as provided in Section 170(b)(I)(A)(vi). Accordingly, no provision is required to be made for income taxes in the financial statements. There was no unrelated business income for the year ended September 30, 2025. The Foundation has filed for and received income tax exemptions in the jurisdictions where it is required to do so, i.e. the Bureau of Charitable Organizations of the Commonwealth of Pennsylvania. Additionally, the Foundation has filed Internal Revenue Service Form 990, *Return of Organization Exempt from Income Tax*, as required.

GAAP requires the evaluation of tax position taken or expected to be taken in the course of preparing the Foundation's tax return to determine whether the tax positions are more likely than not of being sustained by the applicable tax authority. Tax positions not deemed to meet the more likely than not threshold would be recorded as a tax benefit or expense in the current year. A reconciliation is not provided herein, as the beginning and ending amounts of unrecognized benefits are zero, with no interim additions, reductions, or settlements. That is, the Foundation does not have any uncertain tax positions and associated unrecognized benefits that materially impact the financial statements or related disclosures.

The Foundation is relying on its tax-exempt status and its adherence to all applicable laws and regulations to preserve that status. However, the conclusions regarding accounting for uncertainty in income taxes will be subject to review and may be adjusted at a later date based on factors including, but not limited to, ongoing analysis of tax laws, regulations, and interpretations thereof.

The Foundation's informational returns filed with the Internal Revenue Service are generally subject to examination for three years after the later of the due date or date of filing. However, the Foundation is not currently under audit nor as the Foundation been contacted by any of the taxing authorities.

Financial Instruments
The Company's principal financial instruments are comprised of cash, investments, accounts payable, and accrued liabilities. The carrying values of all financial instruments approximate fair value due to the short-term nature of the investments.

Note 3 – Cash and Cash Equivalents

Cash and Cash Equivalents as of September 30, 2025 and 2024, consist of the following:

	2025 Total	2024 Total
Payroll Account	$ 16,830	$ 14,620
Money Market Account	514,701	729,415
Main Operating Account	134,511	128,382
SunTrust BIF Fund Account	88,662	51,509
SunTrust RIF Fund Account	11,327	23,834
Total Cash and Cash Equivalents	$ 766,031	$ 947,760

Note 4 – Investments

Investments in marketable securities are reported at fair value. Fair value is determined from quoted market prices. Unrealized gains and losses are included in the change in net assets. Investment income is reported as an increase in without donor restriction net assets. The Foundation's investments in marketable securities are subject to market risk. The degree and concentration of risk varies by investment type.

The following table shows total investments held by the Foundation as of September 30, 2025:

	BIF Funds	RIF Funds	2025 Total
Equity Securities	$ 410,332	$ 101,656	$ 511,988
Mutual Funds	1,933,633	52,941	1,986,574
Total Investments	**$ 2,343,965**	**$ 154,597**	**$ 2,498,562**

Below is a breakdown of classified investments with and without donor restrictions as of September 30, 2025:

Without donor restrictions	$ 1,412,683
With donor restrictions	1,085,879
Total Investments	**$ 2,498,562**

The following table shows investment income including money market earnings for the year ended September 30, 2025:

Dividends and interest	$	96,987
Realized gains		36,612
Unrealized gains		92,028
Total Investments	**$**	**225,627**

The following table shows total investments held by the Foundation as of September 30, 2024:

	BIF Funds	RIF Funds	2024 Total
Equity Securities	$ 368,712	$ 61,727	$ 430,439
Mutual Funds	1,835,521	52,859	1,888,379
Total Investments	**$ 2,204,233**	**$ 114,586**	**$ 2,318,818**

Below is a breakdown of classified investments with and without donor restrictions as of September 30, 2024:

Without donor restrictions	$	1,058,255
With donor restrictions		1,260,563
Total Investments	**$**	**2,318,818**

The following table shows investment income including money market earnings for the year ended September 30, 2024:

Dividends and interest	$	67,708
Realized losses		(11,815)
Unrealized gains		392,060
Total Investments	**$**	**447,955**

Note 5 – Fair Value Measurements

The Foundation measures fair value in accordance with FASB ASC Section 820, *Fair Value Measurements and Disclosures*. FASB ASC Section 820 defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. FASB ASC Section 820 establishes a hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that observable inputs be used when available.

Observable inputs are inputs that market participants would use in pricing the asset or liability based on market data obtained from sources independent of the Foundation. Unobservable inputs are inputs that reflect the Foundations' assumptions about the assumptions that market participants would use in pricing the asset or liability based on the best information available in the circumstances. The hierarchy is broken down into three levels based on the reliability of inputs as follows:

Level 1 Inputs – Unadjusted quoted prices in active markets that are accessible at the measurement date for identical assets and liabilities.

Level 2 Inputs – Inputs other than quoted prices in active markets that are observable either directly or indirectly.

Level 3 Inputs – Unobservable inputs in which there is little or no market data, which requires management to develop their assumptions.

The fair values of all investments held are determined using unadjusted quoted prices (Level 1 inputs). The following is a description of the valuation methodologies used for financial instruments measured at fair value:

Equity and Fixed Income Mutual Funds – valued at the quoted net asset value of shares reported in the active market in which the mutual funds are traded.

The following tables set forth, by level within the fair value hierarchy, the investments at fair value as of September 31, 2025 and 2024:

	Fair Value Measurement 2025			
	Fair Value	**Level 1**	**Level 2**	**Level 3**
Equity Securities	$ 511,988	$ 511,988	$ -	$ -
Mutual Funds	1,986,574	1,986,574	-	-
Total Investments	**$ 2,498,562**	**$ 2,498,562**	**$ -**	**$ -**

	Fair Value Measurement 2024			
	Fair Value	**Level 1**	**Level 2**	**Level 3**
Equity Securities	$ 430,439	$ 430,439	$ -	$ -
Mutual Funds	1,888,379	1,888,379	-	-
Total Investments	**$ 2,318,818**	**$ 2,318,818**	**$ -**	**$ -**

Note 6 – Property and Equipment

Property and equipment as of September 30, 2025 and 2024, are summarized as follows:

	2025	**2024**
Computer Equipment and Software	$ 4,246	$ 19,301
Office Equipment	-	-
Website	64,510	64,510
Subtotal	68,756	83,811
Less: Accumulated Depreciation	(64,480)	(71,938)
Total Property and Equipment - net	**$ 4,276**	**$ 11,873**

For the years ended September 30, 2025 and 2024, depreciation expense was $7,597 and $8,614, respectively.

Note 7 – Operating Leases

In October 2020, the Foundation's lease of office space ended. The Foundation moved to a remote work model for its staff.

The Foundation rents a storage unit in a self-storage facility to store equipment and supplies. The contract is month to month and cancellable at any time. Rent expense for the storage unit was $1,708 and $1,915 for the years ended September 30, 2025 and 2024, respectively.

Note 8 – Net Assets With and Without Donor Restrictions

Net Assets With Donor Restrictions

The Foundation had a total of $1,085,879 and $1,260,563 in net assets with donor restrictions for the years ended September 30, 2025 and 2024, respectively.

Net Assets Without Donor Restrictions

The Foundation had a total of $2,135,631 and $1,974,506 in net assets without donor restrictions for the years ended September 30, 2025 and 2024, respectively.

	2025	2024
Undesignated	$ 1,954,949	$ 1,793,824
Board Restricted	180,682	180,682
Total Net Assets Without Donor Restrictions	**$ 2,135,631**	**$ 1,974,506**

Note 9 – Major Contributors and Grantors

The Foundation defines a significant contribution of greater than 10% of total support and revenue. During 2024, the Foundation was bequeathed $768,423 from the trust of a deceased contributor. This was a one-time contribution and as such, there were no bequests in 2025.

Note 10 – Liquidity and Availability of Resources

The Foundation is principally supported by public donations, corporate and private grants, and an endowment. The goal of the Foundation is to maintain available financial assets to meet next year's operating expenses of approximately $1,180,081. In the event of unanticipated liquidity needs, the Foundation has the ability to scale-back and reduce non-essential support services.

The following represents the Foundation's financial assets as of September 30, 2025 that are allowable to meet cash needs for operating expenditures within one year:

Cash and cash equivalents	$ 766,031
Investments	2,498,562
Total financial assets	3,264,593
Less: Accounts payable and accrued expenses	(50,921)
Less: Net assets with donor restrictions	(1,085,879)
Financial assets available to meet general expenditures within 1 year	$ 2,127,793

Note 11 – Net Assets with Donor Restrictions and Endowments

Changes in net assets with donor restrictions for the year ended September 30, 2025 are as follows:

	Beginning Balance	Additions	Releases	Ending Balance
Temporarily Restricted:				
Diya and Aliya's Friends (DAF)	$ 9,421	$ 7,301	$ 2,161	$ 14,560
Strategic Initiatives	84,441	103,001	137,548	49,894
Research	900,331	12,310	191,287	721,354
Total Temporarily Restricted	$ 994,193	$ 122,612	$ 330,996	$ 785,808
Permanently Restricted (Endowments):				
Membership Assistance Program	166,357	33,701	-	200,058
Research	$ 100,013	$ -	$ -	$ 100,013
Total Permanently Restricted	$ 266,370	$ 33,701	$ -	$ 300,071
Total Net Assets w/ Donor Restrictions	$ 1,260,563	$ 156,313	$ 330,996	$ 1,085,879

The restricted assets will be released when expenses for the restricted purpose occur.

Net assets with donor restrictions are maintained in perpetuity. The donors of these assets permit the Foundation to use all or part of the income earned for general or specific purposes.

The Foundation's endowment consists of four donor-restricted funds, Edna and Myron Curl Endowment, Milstone General Research Endowment, Jane Bukaty Membership Assistance Fund, the Weary Fund for FIRST, and the UFIRST Scholarship Fund which were established for research and member assistance. Net assets associated with endowment funds are classified and are reported based on the existence of donor-imposed restrictions.

Interpretation of relevant law: The Foundation's governing board has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) enacted in the state of California as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Foundation classified as permanently restricted net assets (a) the original value of the gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time of the accumulated is passed to the fund.

The remaining portion of the donor-restricted endowment fund that is not classified as permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by UPMIFA.

In accordance with UPMIFA the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. The duration and preservation of the endowment fund
2. The purposes of the Foundation and the donor-restricted endowment fund
3. General economic conditions
4. The possible effect of inflation and deflation

5. The expected total return from income and appreciation of investments
6. Other resources of the Foundation
7. The investment policies of the Foundation

Spending Policy, Return Objectives and Risk Parameters: The Foundation has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to the program supported by its endowment while seeking to maintain the purchasing power of the endowment assets.

Corpus of the endowment asset is held in perpetuity for Edna and Myron Curl Endowment, Milstone General Research Endowment, Jane Bukaty Membership Assistance Fund, The Weary Fund for FIRST, and UFIRST Scholarship Fund based on donor-restriction. The endowment asset is invented in a mix of equity and fixed income securities. Investment earnings on the Edna and Myron Curl and Milstone General Research Endowments is appropriated to research and will be spent when the Foundation's board of directors determine enough interest has accumulated to a level that will enable them to provide research grants. Earnings on the Jane Bukaty Membership Assistance Fund are used to provide financial assistance to families with one or more affected individuals who's financial and reimbursement circumstances make obtaining adequate care and treatment difficult or impossible. Earnings on The Weary Fund for FIRST are used to provide financial assistance to families or individuals affected with Ichthyosis or a related skin type to purchase window air conditioners. Earnings on the UFIRST Scholarship Fund are used to provide scholarships for students who are affected with a form of Ichthyosis or related skin type to advance their post-secondary graduate or vocational education.

Note 12 – Functional Allocation of Expenses

The costs of providing the programs and other activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Expenses that can be identified with specific programs and support services are allocated directly to their natural expense classification. Expenses relating to more than one function are allocated to program and support service based on estimates made by management, including estimates of time spent by personnel between functions and related expenses incurred for the program and supporting services benefited. Therefore, certain employee salaries, payroll taxes, and other related costs are allocated on the time spent by classification by the employee. Management and general expenses include those expenses that are no directly identifiable with any other specified function but provide for the overall support and direction of the Foundation.

Foundation for Ichthyosis and Related Skin Types, Inc.
Notes to Financial Statements
For the Years Ended September 30, 2025 and 2024

The following is a breakdown of the functional expenses for the year ended September 30, 2025:

	2025						
	Program Services						
	Advocacy	Conference /PSF	Education /Programs	Research	Management and General	Fundraising	Total
Salaries, Taxes, Other	$ 38,589	$ 56,257	$ 220,701	$ 12,982	$ 60,584	$ 43,275	432,746
Bank Charges	621	872	3,403	178	918	614	6,607
Bookkeeping and Admin	3,201	4,495	17,536	919	4,733	3,167	34,050
Consultant Support	5,890	8,270	32,267	1,692	8,709	5,827	62,655
Conferences and Meetings	24	33	130	7	35	23	252
Depreciation	714	1,003	3,913	205	1,056	707	7,597
Dues and Subscriptions	1,348	1,893	7,386	387	1,993	1,334	14,341
Insurance	1,692	2,376	9,270	486	2,502	1,674	18,001
Investment Fees	1,404	1,971	7,691	403	2,076	1,389	14,935
Licenses	585	822	3,205	168	865	579	6,224
National Conference	769	1,080	4,215	221	1,138	761	8,184
Office Expense and Supply	226	317	1,236	65	334	223	2,401
Patient Support Forums	261	366	1,428	75	385	258	2,773
Postage and Shipping	793	1,113	4,344	228	1,172	784	8,434
Printing and Publishing	1,178	1,654	6,455	338	1,742	1,166	12,533
Professional Fees	8,814	12,377	48,290	2,532	13,034	8,720	93,768
Rent and Utilities	161	225	879	46	237	159	1,708
Scholarship Awards	10,685	11,995	39,501	6,756	-	-	68,938
Strategic Initiatives	26,421	29,660	97,672	16,705	-	-	170,458
Telephone	401	563	2,196	115	593	396	4,263
Technology and Software	1,344	1,888	7,365	386	1,988	1,330	14,300
Travel	914	1,283	5,007	262	1,351	904	9,722
Website Management	1,215	1,706	6,658	349	1,797	1,202	12,928
Pass-Through-Movie	1,874	2,632	10,267	538	2,771	1,854	19,936
Pharma Partnerships	2,195	3,082	12,025	630	3,246	2,172	23,350
Total Operating Expenses	**$ 111,676**	**$ 147,934**	**$ 553,039**	**$ 46,676**	**$ 113,260**	**$ 78,518**	**$1,051,103**

The following is a breakdown of the functional expenses for the year ended September 30, 2024:

	2024						
	Program Services						
	Advocacy	Conference /PSF	Education /Programs	Research	Management and General	Fundraising	Total
Salaries, Taxes, Other	$ 38,452	$ 46,143	$ 207,643	$ 11,335	$ 53,219	$ 47,971	$ 404,763
Bank Charges	1,105	1,559	5,967	325	1,594	1,082	11,632
Bookkeeping and Admin	3,035	4,281	16,391	895	4,377	2,971	31,950
Consultant Support	3,878	5,470	20,943	1,143	5,593	3,797	40,824
Conferences and Meetings	304	428	1,640	89	438	297	3,196
Depreciation	818	1,154	4,419	242	1,180	801	8,614
Dues and Subscriptions	178	251	962	52	257	174	1,874
Insurance	1,499	2,114	8,095	443	2,162	1,467	15,780
Investment Fees	1,075	1,517	5,806	317	1,551	1,053	11,319
Licenses	510	719	2,752	149	735	499	5,364
National Conference	23,636	33,339	127,632	6,965	34,085	23,140	248,797
Office Expense and Supply	462	652	2,496	136	667	453	4,866
Patient Support Forums	374	528	2,020	110	539	366	3,937
Postage and Shipping	713	1,006	3,852	211	1,029	698	7,509
Printing and Publishing	2,408	3,397	13,005	710	3,472	2,358	25,350
Professional Fees	3,341	4,712	18,039	984	4,818	3,269	35,163
Rent and Utilities	182	257	982	54	262	178	1,915
Scholarship Awards	15,667	17,586	57,913	9,905	-	-	101,070
Strategic Initiatives	16,652	18,694	61,560	10,528	-	-	107,434
Telephone	396	559	2,140	117	572	388	4,172
Technology and Software	1,375	1,940	7,425	405	1,983	1,346	14,474
Travel	1,346	1,899	7,269	397	1,941	1,318	14,170
Website Management	1,105	1,559	5,969	326	1,594	1,082	11,635
Pass-Through-Movie	6,228	8,784	33,630	1,835	8,981	6,097	65,555
Pharma Partnerships	109	154	590	32	158	107	1,150
Total Operating Expenses	**$ 124,848**	**$ 158,702**	**$ 619,140**	**$ 47,705**	**$ 131,207**	**$ 100,911**	**$ 1,182,513**

Note 13 – Compensated Absences

Employees of the Foundation are entitled to paid vacation, sick days, and personal days off. As of September 30, 2025 and 2024, the amount of compensation for future absences is $8,565 and $4,546, respectively. Accordingly, the liability has been recorded and included in accrued expenses.

Note 14 – Concentration of Credit Risk

The Foundation maintains its cash balances in deposit accounts with a commercial bank. The balances in these accounts regularly exceed federally insured limits established by the Federal Deposit Insurance Corporation (FDIC). As of September 30, 2025 and 2024, $421,092 and $622,416 was not FDIC insured.

The Foundation has not experienced any losses related to these accounts and management does not believe it is exposed to any significant risk.

The Foundation also maintains cash funds, mutual funds, and investments securities with its custodian, Sun Trust Bank. These funds are not deposits or obligations of, or guaranteed by the investment company or any other bank or depository institution and the amount is not insured by the Federal Deposit Insurance

Corporate (FDIC). The balance of the cash funds and mutual funds/investments securities at September 30, 2025 and 2024 was $2,598,551 and $2,394,161, respectively.

	2025	2024
Cash Funds	$ 99,989	$ 75,343
Mutual Funds	2,498,562	2,318,818
Total	**$ 2,598,551**	**$ 2,394,161**

Note 15 – Subsequent Events

Management has evaluated subsequent events through June 16, 2026, the date which the financial statements were available to be issued. No events have occurred which would have a material effect on financial statements as of that date.