COLLABORATORS | COACHES | ADVOCATES | MENTORS
FRIENDS | VOLUNTEERS | REGULARS | DINERS | VISITORS
CPAs | CONSULTANTS | WEALTH ADVISORS | *NEIGHBORS*
COLLABORATORS | COACHES | ADVOCATES | MENTORS |
CONNOISSEURS | CUSTOMERS | TEACHERS |
| VOLUNTEERS |

**THE RIVERWOODS GROUP**

# CONSOLIDATED FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION

**YEARS ENDED JUNE 30, 2026 AND 2025**

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**THE RIVERWOODS GROUP**
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**YEARS ENDED JUNE 30, 2026 AND 2025**


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# INDEPENDENT AUDITORS' REPORT

Board of Trustees
The RiverWoods Group
Exeter, New Hampshire

## Report on the Audit of the Consolidated Financial Statements

### *Opinion*

We have audited the consolidated financial statements of The RiverWoods Group, which comprise the consolidated statements of financial position as of June 30, 2026 and 2025, and the related consolidated statements of operations and changes in net assets (deficit), and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements referred to above present fairly, in all material respects, the financial position of The RiverWoods Group as of June 30, 2026 and 2025, and the results of their operations, changes in their net assets and their 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 (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of The RiverWoods Group and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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 Consolidated Financial Statements*

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about The RiverWoods Group's ability to continue as a going concern within one year after the date the consolidated financial statements are available to be issued.

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***Auditors' Responsibilities for the Audit of the Consolidated Financial Statements***

Our objectives are to obtain reasonable assurance about whether the consolidated 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 GAAS 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 consolidated financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the consolidated 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 consolidated 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 The RiverWoods Group's internal control. Accordingly, no such opinion is expressed.

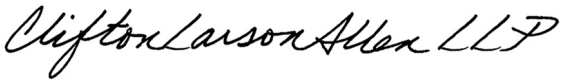
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the consolidated financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about The RiverWoods Group'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.

***Supplementary Information***

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating statements of financial position, consolidating statements of operations, and changes in net assets (deficit), and consolidating statements of cash flows are presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audits of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.



**CliftonLarsonAllen LLP**

Quincy, Massachusetts
September 29, 2026

**THE RIVERWOODS GROUP**
**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**
**JUNE 30, 2026 AND 2025**

| | 2026 | 2025 |
|---|---|---|
| **ASSETS** | | |
| **CURRENT ASSETS** | | |
| Cash and Cash Equivalents | $ 23,049,980 | $ 26,845,773 |
| Assets Limited as to Use – Other | 218,588 | 326,019 |
| Accounts Receivable | 1,855,384 | 1,114,930 |
| Employee Retention Credit Receivable | - | 7,653,759 |
| Inventories | 353,812 | 353,346 |
| Prepaid Expenses and Other Current Assets | 2,182,853 | 908,727 |
| Accrued Interest Receivable | 308,966 | 251,248 |
| Total Current Assets | 27,969,583 | 37,453,802 |
| **ASSETS LIMITED AS TO USE** | | |
| RiverWoods Durham Phase II Waitlist Deposits | 4,616,575 | - |
| Other Restricted Funds | 2,815,057 | 2,296,046 |
| Endowment Funds | 7,139,437 | 6,339,306 |
| Total Assets Limited as to Use | 14,571,069 | 8,635,352 |
| **PROPERTY AND EQUIPMENT** | | |
| Land and Land Improvements | 25,211,264 | 25,169,930 |
| Buildings and Improvements | 384,079,413 | 387,656,071 |
| Furniture and Equipment | 25,146,037 | 28,187,057 |
| Projects in Process | 14,903,199 | 6,255,938 |
| Total | 449,339,913 | 447,268,996 |
| Less: Accumulated Depreciation | (193,675,759) | (196,302,350) |
| Total Property and Equipment, Net | 255,664,154 | 250,966,646 |
| **OTHER ASSETS** | | |
| Investments | 167,635,483 | 137,892,842 |
| Right-of-Use Assets, Operating Net | 2,073,030 | 179,514 |
| Benevolent Fund - Unrestricted Portion | 1,748,533 | 1,539,968 |
| Asset Under Interest Rate Swap Agreement | 1,007,834 | 1,013,215 |
| Other Assets | 290,378 | 281,048 |
| Software and Data Management | 596,615 | 587,052 |
| Deferred Marketing Costs | 536,779 | 645,543 |
| Total Other Assets | 173,888,652 | 142,139,182 |
| Total Assets | $ 472,093,458 | $ 439,194,982 |

*See accompanying Notes to Consolidated Financial Statements.*

**THE RIVERWOODS GROUP**
**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (CONTINUED)**
**JUNE 30, 2026 AND 2025**

| | 2026 | 2025 |
|---|---|---|
| **LIABILITIES AND NET ASSETS (DEFICIT)** | | |
| **CURRENT LIABILITIES** | | |
| Current Portion of Long-Term Debt | $ 8,722,064 | $ 4,054,563 |
| Current Portion of Lease Obligation | 130,215 | 76,559 |
| Current Portion of Refundable Entrance Fee Liability | 4,429,714 | 3,666,535 |
| Accounts Payable and Accrued Expenses | 8,100,596 | 4,878,338 |
| Accrued Salaries, Wages, and Related Taxes | 3,797,371 | 4,061,958 |
| Accrued Interest Payable | 594,618 | 616,890 |
| Other Current Liabilities | 822,679 | 735,943 |
| Total Current Liabilities | 26,597,257 | 18,090,786 |
| **LONG-TERM DEBT, NET OF CURRENT PORTION, DEFERRED FINANCING COSTS AND BOND PREMIUM** | 101,009,224 | 105,784,388 |
| **LONG-TERM LEASE OBLIGATION, NET OF CURRENT PORTION** | 1,989,906 | 102,955 |
| **OBLIGATION UNDER INTEREST RATE SWAP AGREEMENT** | 168,641 | - |
| **WAIT LIST DEPOSITS** | 52,267,962 | 40,494,870 |
| **REFUNDABLE ENTRANCE FEE LIABILITY, NET OF CURRENT PORTION** | 308,568,493 | 296,705,579 |
| **DEFERRED REVENUE FROM ENTRANCE FEES** | 56,319,136 | 54,609,239 |
| Total Liabilities | 546,920,619 | 515,787,817 |
| **NET ASSETS (DEFICIT)** | | |
| Without Donor Restrictions | (82,471,353) | (83,635,834) |
| With Donor Restrictions | 7,644,192 | 7,042,999 |
| Total Net Assets (Deficit) | (74,827,161) | (76,592,835) |
| Total Liabilities and Net Assets (Deficit) | $ 472,093,458 | $ 439,194,982 |

*See accompanying Notes to Consolidated Financial Statements.*

**THE RIVERWOODS GROUP**
**CONSOLIDATED STATEMENTS OF OPERATIONS AND CHANGES IN NET DEFICIT**
**YEARS ENDED JUNE 30, 2026 AND 2025**

| | 2026 | 2025 |
|---|---|---|
| **REVENUES** | | |
| Residential Service Fees | $ 57,170,284 | $ 55,240,835 |
| Earned Entrance Fees | 7,600,653 | 7,044,840 |
| Health Center Fees | 22,659,184 | 20,600,160 |
| Other Operating Revenue | 1,248,849 | 1,106,153 |
| Investment Income, Net of Fees | 4,872,230 | 4,109,156 |
| Net Assets Released from Restrictions | 1,359,333 | 1,044,763 |
| Total Revenues | 94,910,533 | 89,145,907 |
| **EXPENSES** | | |
| General and Administrative | 28,635,457 | 25,453,115 |
| Community Life | 5,332,504 | 5,068,662 |
| Dining Services | 12,092,829 | 11,594,947 |
| Nursing Services | 21,302,432 | 20,260,907 |
| Environmental Services | 10,579,962 | 9,944,081 |
| Facility Costs and Utilities | 8,831,777 | 8,160,559 |
| Depreciation | 18,087,339 | 17,332,875 |
| Amortization | 400,662 | 375,691 |
| Interest | 3,404,913 | 3,575,463 |
| Total Expenses | 108,667,875 | 101,766,300 |
| **LOSS FROM OPERATIONS** | (13,757,342) | (12,620,393) |
| **NONOPERATING GAINS (LOSSES)** | | |
| Contributions | 42,306 | 28,376 |
| Employee Retention Credit Revenue | 933,604 | 7,949,608 |
| Other Non-Operating Revenue | 233,379 | - |
| Change in Charitable Gift Annuity Liability | (2,789) | 70,788 |
| Changes in Net Unrealized Gains on Equity Investments | 9,396,577 | 2,694,165 |
| Gains (Losses) on Sale of Investments and Capital Gains | 5,904,604 | 5,768,424 |
| Other Non-Operating Expenses | (2,513,364) | - |
| Losses on Asset Disposals and Inventory Write-off | (346,149) | (430,023) |
| Change in the Fair Value of Interest Rate Swap Agreements | (174,022) | (587,635) |
| Total Nonoperating Gains | 13,474,146 | 15,493,703 |
| **EXCESS (DEFICIT) OF REVENUES AND GAINS OVER EXPENSES AND LOSSES** | (283,196) | 2,873,310 |

*See accompanying Notes to Consolidated Financial Statements.*

**THE RIVERWOODS GROUP**
**CONSOLIDATED STATEMENTS OF OPERATIONS AND CHANGES IN NET DEFICIT (CONTINUED)**
**YEARS ENDED JUNE 30, 2026 AND 2025**

| | 2026 | 2025 |
|---|---|---|
| **EXCESS (DEFICIT) OF REVENUES AND GAINS OVER EXPENSES AND LOSSES** | $ (283,196) | $ 2,873,310 |
| **OTHER CHANGES IN NET ASSETS (DEFICIT) WITHOUT DONOR RESTRICTIONS** | | |
| Other Nonoperating Revenue | 1,154 | 38,710 |
| Changes in Net Unrealized Gains on Nonequity Investments | 1,446,523 | 3,134,379 |
| Total Other Changes in Net Assets Without Donor Restrictions | 1,447,677 | 3,173,089 |
| **CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTIONS** | 1,164,481 | 6,046,399 |
| **CHANGES IN NET ASSETS WITH DONOR RESTRICTIONS** | | |
| Contributions | 1,151,769 | 1,225,925 |
| Changes in Net Realized and Unrealized Gains on Investments | 638,801 | 413,398 |
| Investment Income - Endowment Fund | 169,956 | 164,231 |
| Net Assets Released from Restrictions | (1,359,333) | (1,044,763) |
| Changes in Net Assets With Donor Restrictions | 601,193 | 758,791 |
| **CHANGE IN NET ASSETS** | 1,765,674 | 6,805,190 |
| Net Deficit - Beginning of Year | (76,592,835) | (83,398,025) |
| **NET DEFICIT - END OF YEAR** | $ (74,827,161) | $ (76,592,835) |

*See accompanying Notes to Consolidated Financial Statements.*

**THE RIVERWOODS GROUP**
**CONSOLIDATED STATEMENTS OF CASH FLOWS**
**YEARS ENDED JUNE 30, 2026 AND 2025**

| | 2026 | 2025 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Change in Net Assets | $ 1,765,674 | $ 6,805,190 |
| Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities: | | |
| Proceeds from Entrance Fees - Nonrefundable | 9,330,400 | 9,014,810 |
| Noncash Items Included in Change in Net Assets: | | |
| Amortization of Deferred Entrance Fee Revenue | (7,600,653) | (7,044,840) |
| Depreciation and Amortization | 18,488,001 | 17,732,392 |
| Amortization of Bond Issuance Costs and (Bond Premiums) | (30,369) | 214,948 |
| Loss on Asset Disposals | 346,149 | - |
| Loss on Inventory Writeoff | - | 231,082 |
| Change in Interest Rate Swap Agreements | 174,022 | 669,113 |
| Unrealized Gains on Investments, Net | (11,481,901) | (6,241,942) |
| Noncash Lease Expense | 47,092 | - |
| (Increase) Decrease in Assets: | | |
| Accounts Receivable | (740,454) | 363,085 |
| Employee Retention Credit Receivable | 7,653,759 | (7,653,759) |
| Inventories | (466) | 124,439 |
| Prepaid Expenses and Other Assets | (1,283,456) | 251,730 |
| Accrued Interest Receivable | (57,718) | (752) |
| Increase (Decrease) in Liabilities: | | |
| Accounts Payable and Accrued Expenses | 3,222,258 | 523,380 |
| Accrued Salaries, Wages, and Related Taxes | (264,587) | 352,311 |
| Accrued Interest Payable and Other Liabilities | (36,815) | (348,672) |
| Net Cash Provided by Operating Activities | 19,530,936 | 14,992,515 |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | |
| Purchases of Property and Equipment | (23,130,996) | (15,142,967) |
| Purchases of Software & Data Management | (301,460) | (196,112) |
| Increase in Investments | (18,899,541) | (4,096,671) |
| Increase in Other Restricted Funds | (629,176) | (483,451) |
| Increase in RiverWoods Durham Phase II Waitlist Deposits | (4,616,575) | - |
| (Increase) Decrease in Benevolent Fund | (208,565) | 24,291 |
| Net Cash Used by Investing Activities | (47,786,313) | (19,894,910) |

*See accompanying Notes to Consolidated Financial Statements.*

**THE RIVERWOODS GROUP**
**CONSOLIDATED STATEMENTS OF CASH FLOWS (CONTINUED)**
**YEARS ENDED JUNE 30, 2026 AND 2025**

| | 2026 | 2025 |
|---|---|---|
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Payments on Long-Term Debt | $ (4,318,333) | $ (4,362,708) |
| Payments on Line of Credit | (1,635,209) | - |
| Proceeds from Line of Credit | 1,969,137 | 2,091,116 |
| Net Proceeds Related to Bond Issuance | 3,755,862 | (49,927) |
| Change in Wait List Deposits | 11,773,092 | 7,607,401 |
| Proceeds from Entrance Fees - Refundable | 32,116,600 | 24,455,290 |
| Proceeds from Entrance Fees - Initial Sales - Refundable | - | 472,430 |
| Proceeds from Entrance Fees - Initial Sales - Nonrefundable | - | 202,470 |
| Refunds of Entrance Fees | (19,257,831) | (16,229,388) |
| Net Cash Provided by Financing Activities | 24,403,318 | 14,186,684 |
| **NET CHANGE IN CASH, CASH EQUIVALENTS, AND RESTRICTED CASH** | (3,852,059) | 9,284,289 |
| Cash, Cash Equivalents, and Restricted Cash - Beginning of Year | 27,416,224 | 18,131,935 |
| **CASH, CASH EQUIVALENTS, AND RESTRICTED CASH - END OF YEAR** | $ 23,564,165 | $ 27,416,224 |
| **SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION** | | |
| Cash Paid for Interest | $ 3,399,327 | $ 2,991,280 |
| **SUPPLEMENTAL DISCLOSURES OF NONCASH INVESTING AND FINANCING ACTIVITIES** | | |
| Lease Asset Acquired | $ 2,056,300 | $ (46,095) |
| Lease Liability Incurred | (2,056,300) | 46,095 |
| Cash Paid for Lease Acquisition | $ - | $ - |
| Additions to Property and Equipment | $ (23,130,996) | $ (14,543,496) |
| Less: Additions Included in Accounts Payable in Prior Year | - | (599,471) |
| Cash Paid for Property and Equipment | $ (23,130,996) | $ (15,142,967) |
| Proceeds from Issuance of Series 2024 Bonds | $ - | $ 39,680,000 |
| Premium of Series 2024 Bonds | - | 3,567,513 |
| Debt Issuance Costs of Series 2024 Bonds | - | (617,736) |
| Series 2012A and 2012B Bond Principal and Interest Paid-Off | - | (42,679,704) |
| Net Cash Paid at Bond Issuance Closing | $ - | $ (49,927) |
| Proceeds from Issuance of Series 2026 Bonds | $ 4,407,742 | $ - |
| Debt Issuance Costs of Series 2026 Bonds | (651,880) | - |
| Net Proceeds at Bond Issuance Closing | $ 3,755,862 | $ - |

*See accompanying Notes to Consolidated Financial Statements.*

## NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### Organization

The RiverWoods Group (TRWG), a New Hampshire nonprofit voluntary corporation, was incorporated on February 17, 2011. Its purpose is to support nonprofit continuing care retirement communities and further its charitable purposes by establishing, maintaining, and governing an integrated system which provides for the effective and efficient delivery of housing, food services, health services, and other services in the continuum of care to elderly persons. TRWG is the Sole Member of RiverWoods Exeter, RiverWoods Manchester and RiverWoods Durham.

The RiverWoods Company at Exeter, New Hampshire (RiverWoods Exeter or RWE), a nonprofit charitable organization, was incorporated on June 6, 1983 as a voluntary corporation. RiverWoods Exeter operates a three-campus continuing care retirement community which provides housing, health care, and other related services to residents. The original campus, known as The Woods, has 201 independent living units, 20 assisted living units, and 39 nursing beds. The second campus, known as The Ridge, has 81 independent living units and 11 cottages, 27 assisted living units, and 23 nursing beds. The third campus, known as The Boulders, has 76 independent living units and 24 cottages, 24 assisted living units, and 16 nursing beds. The operations of The Woods, The Ridge, and The Boulders began in August 1994, October 2004, and March 2010, respectively.

Birch Hill Terrace (Birch Hill) a nonprofit charitable organization, is the Sole Member of Women's Aid Home dba: Pearl Manor at Hillcrest Terrace (Pearl Manor). During the fiscal year ended June 30, 2017, Birch Hill merged with its previous sole member, Hillcrest Manor, Inc. (Hillcrest). The community has 134 independent living units and 22 cottages, 44 assisted living units, 12 memory care units, and 9 nursing beds. Pearl Manor holds the endowments of Birch Hill and, as a supporting entity, transfers most net investment income earned to Birch Hill. In July 2016, Hillcrest and The RiverWoods Group (TRWG) received regulatory approval from the Director of Charitable Trusts and the New Hampshire Insurance Department for the affiliation between the two organizations. Under the affiliation agreement, TRWG became the sole corporate member of Hillcrest Manor. During the fiscal year ended June 30, 2021, the organization completed its rebranding of the community to be consistent with the other communities within the System. Birch Hill now does business as RiverWoods Manchester (RWM).

RiverWoods Durham (RWD), a nonprofit charitable organization, was incorporated on March 7, 2017. The campus has 150 independent living apartments, 24 assisted living suites, 36 memory support assisted living suites, and 12 nursing beds. Operations began in November 2019. In June 2026, RWD began construction on its Phase II project, further described in Note 5.

Collectively, these entities are referred to herein as "the Company."

## NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Principles of Consolidation

The consolidated financial statements include the accounts of TRWG, RiverWoods Exeter, RiverWoods Manchester, and RiverWoods Durham. All significant intercompany balances have been eliminated in consolidation.

### Use of Estimates

The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP) 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 consolidated financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

### Measure of Operations

For purposes of display, transactions deemed by management to be an integral part of its programs and supporting activities, investment income net of fees, net assets released from donor restrictions to support operating expenditures, and transfers from board-designated and other nonoperating funds to support current operating activities are reported as operating revenues and expenses. The measure of operations excludes donations and contribution income, Employee Retention Credit revenue, change in charitable gift annuity liability, losses on asset disposals and inventory write-off, change in the fair value of interest rate swap agreements, gains and losses on sale of investments and capital gains, and changes in net unrealized gains and losses on equities investments.

### Performance Indicator

For purposes of display, the excess (deficit) of revenues and gains over expenses and losses is the operating indicator for the Company. Other changes in net assets (deficit) without donor restrictions that are excluded from the operating indicator, consistent with industry practice, include unrealized gains and losses on nonequities investments, restricted contributions of long-lived assets (including assets acquired using contributions which by donor restriction were to be used for the purpose of acquiring such assets) and net asset transfers noted as System Development Fee on the consolidating statement of operations and changes in net assets (deficit) and other nonoperating revenues.

### Cash, Cash Equivalents, and Restricted Cash

Cash equivalents include short-term investments, excluding unrestricted invested cash in investment advisory accounts, which have a maturity of three months or less when purchased and are recorded at cost, which approximates fair value.

## NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Cash, Cash Equivalents, and Restricted Cash (Continued)

The following table provides a reconciliation of cash, cash equivalents, and restricted cash reported within the consolidated and consolidating statements of financial position that sum to the total of the same such amounts shown in the consolidated and consolidating statements of cash flows at June 30, 2026 and 2025:

| | 2026 | | | | |
|---|---|---|---|---|---|
| | The RiverWoods Group | The RiverWoods Company Exeter, NH | RiverWoods Manchester & Subsidiary | RiverWoods Durham | Consolidated |
| Cash and Cash Equivalents | $ 2,256,801 | $ 7,154,942 | $ 5,723,770 | $ 7,914,467 | $ 23,049,980 |
| Restricted Cash Included in Restricted Funds and Assets Limited as to Use | 10,655 | 397,118 | 45,160 | 61,252 | 514,185 |
| Total Cash, Cash Equivalents, and Restricted Cash Shown in the Consolidating and Consolidated Statements of Cash Flows | $ 2,267,456 | $ 7,552,060 | $ 5,768,930 | $ 7,975,719 | $ 23,564,165 |

| | 2025 | | | | |
|---|---|---|---|---|---|
| | The RiverWoods Group | The RiverWoods Company Exeter, NH | RiverWoods Manchester & Subsidiary | RiverWoods Durham | Consolidated |
| Cash and Cash Equivalents | $ 3,526,960 | $ 12,971,119 | $ 4,643,015 | $ 5,704,679 | $ 26,845,773 |
| Restricted Cash Included in Restricted Funds and Assets Limited as to Use | 10,655 | 438,702 | 53,060 | 68,034 | 570,451 |
| Total Cash, Cash Equivalents, and Restricted Cash Shown in the Consolidating and Consolidated Statements of Cash Flows | $ 3,537,615 | $ 13,409,821 | $ 4,696,075 | $ 5,772,713 | $ 27,416,224 |

### Accounts Receivable (Includes Entrance Fees Receivable)

The Company records an allowance for credit losses using the allowance method based on management's estimate of expected credit losses and historical collection experience. Residents are not required to provide collateral for services rendered. Payment for services is required within 30 days of receipt of invoice or claim submitted. Accounts receivable are evaluated on an ongoing basis, and balances are written off when deemed uncollectible.

In certain instances, RiverWoods Exeter, RiverWoods Manchester, and RiverWoods Durham offer incoming residents the ability to defer payment of entrance fees in full on a short-term basis for a period not to exceed one year based upon market conditions. The balances related to entrance fees receivables amounted to $209,882 and $26,199 at June 30, 2026 and 2025, respectively.

## NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Accounts Receivable (Includes Entrance Fees Receivable) (Continued)

The opening and closing balances in Accounts Receivable (includes Entrance Fees Receivable) were as follows:

| | Accounts Receivable |
|---|---|
| Balance - July 1, 2024 | $ 1,475,064 |
| Balance - June 30, 2025 | 1,114,930 |
| Balance - June 30, 2026 | 1,855,384 |

### Tax Status and Uncertain Tax Positions

TRWG, RiverWoods Exeter, RiverWoods Manchester, and RiverWoods Durham are nonprofit corporations as described in Section 501(c)(3) of the Internal Revenue Code (IRC) and are exempt from federal income taxes on related income pursuant to Section 501(a) of the IRC.

The Company follows the provisions of the income tax accounting standards regarding the recognition and measurement of uncertain tax positions. The application of these provisions has no impact on the consolidated financial statements.

### Inventories

Inventories of supplies are carried at the lower of cost (determined by the first-in, first-out method) or net realizable value.

### Investments and Investment Income

Investments, which are comprised of U.S. government, government agency and corporate obligations, equity securities, hedge fund of funds, and invested cash and cash equivalents, are measured at fair value in the statement of financial position. Investment income or loss (including realized gains and losses on investments, interest and dividends, investment management fees, and write down of impaired investments) is included in the excess of revenues and net gains over expenses and losses. Unrealized gains and losses on nonequity investments are excluded from the excess (deficit) of revenues and net gains over expenses and losses.

Investment securities are exposed to various risks, such as interest rate, market, and credit risk. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the values of the investments will occur in the near-term and that such changes could materially affect the amounts reported in the statement of financial position.

### Assets Limited as to Use

Assets limited as to use includes certain cash and cash equivalents, donor-restricted funds, and certain employee funds. Amounts required to meet current liabilities have been classified as current assets in the consolidated statements of financial position at June 30, 2026 and 2025.

## NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Benevolence

RiverWoods Exeter, RiverWoods Manchester and RiverWoods Durham have established benevolence policies to provide a source for financial assistance to residents of their retirement communities who are able to demonstrate financial need to the satisfaction of their respective board of trustees.

The table below shows the amount of financial assistance provided during the years ended June 30:

| | 2026 | 2025 |
|---|---|---|
| RiverWoods Exeter | $ 263,426 | $ 226,000 |
| Riverwoods Manchester | 385,451 | 388,000 |
| Riverwoods Durham | 162,533 | 54,000 |
| Total Benevolence | $ 811,410 | $ 668,000 |

### Fair Value of Financial Instruments

Fair value measurement applies to reported balances that are required or permitted to be measured at fair value under an existing accounting standard. The Company emphasizes that fair value is a market-based measurement, not an entity-specific measurement. Therefore, a fair value measurement should be determined based on the assumptions that market participants would use in pricing the asset or liability and establishes a fair value hierarchy. The fair value hierarchy consists of three levels of inputs that may be used to measure fair value as follows:

*Level 1* – Inputs that utilize quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company has the ability to access.

*Level 2* – Inputs that include quoted prices for similar assets and liabilities in active markets and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument. Fair values for these instruments are estimated using pricing models, quoted prices of securities with similar characteristics, or discounted cash flows.

*Level 3* – Inputs that are unobservable inputs for the asset or liability, which are typically based on an entity's own assumptions, as there is little, if any, related market activity.

The fair values of financial instruments are summarized further in Note 4.

## NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Property and Equipment

Property and equipment is stated at cost less accumulated depreciation. The Company's policy is to capitalize expenditures for major improvements that have a per unit price of $1,500 and an economic life of at least three years and charge maintenance and repairs currently for expenditures that do not extend the useful lives of the related assets. The provision for depreciation has been computed using the straight-line method at rates that are intended to amortize the cost of assets over their estimated useful lives. Projects in process consist of ongoing projects that will be depreciated when projects are completed and placed in service. See additional detail on projects in process in Note 16.

The Company records impairment losses on property and equipment when events and circumstances indicate that it is probable that the assets are impaired and the undiscounted cash flows estimated to be generated by those assets are less than the carrying amount of those assets. Based on management's estimated process, no impairment losses have been recorded as of June 30, 2026 and 2025.

### Deferred Financing Costs

Deferred financing costs are being amortized using the straight-line method, which approximates the effective interest method, over the commitment period of each respective direct purchase lender agreement or public debt issuance agreement.

### Bond Premium

Bond premiums are amortized using the effective interest method, over the term of the related bond issuance. The unamortized bond premium is included in long-term debt on the consolidated statements of financial position, and amortization is recorded as a reduction to interest expense in the consolidated statements of operations.

### Deferred Marketing Costs

Deferred marketing costs represent costs incurred in connection with obtaining the initial residence and care agreements of each campus and are being amortized over the estimated remaining lives of each campus' first residents.

RiverWoods Durham has allowable deferred marketing costs of $1,196,405 and accumulated amortization of $659,626 and $550,862 as of June 30, 2026 and 2025, respectively.

### Entrance Fees, Refund Liability, and Deferred Revenue

As of June 30, 2026, RiverWoods Exeter had three types of entrance fee agreements: 90% refundable, 50% refundable, and declining balance refund. Under the 90% agreement, resident entrance fees for the unit's first person are 90% refundable upon both the termination of residency in the retirement community of the resident, or in the case of joint residency, both residents, and upon resale of the unit. Resident entrance fees for the unit's second person are nonrefundable.

## NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Entrance Fees, Refund Liability, and Deferred Revenue (Continued)**

The provisions of the 50% refundable agreement are similar in all regards to the 90% agreement, except that the maximum refund upon termination of residency and resale of the unit is 50% of the first-person entrance fee.

Under the declining balance refund agreement, the resident or resident's designee is entitled to a refund equal to the first-person entrance fee paid less a sum equal to a 4% administrative fee and 2% per month for every month of residence.

The nonrefundable portions of the entrance fees are amortized into operating revenue over the actuarially determined life expectancy of each resident. Upon termination of the contract, whether by move-out or death of the resident(s), the unamortized nonrefundable portion of the entrance fee is recorded as operating revenue. The refundable portion of these entrance fees is recorded as a liability.

As of June 30, 2026, RiverWoods Manchester had four types of entrance fee agreements: 70% refundable, 50% refundable, 0% refundable, and declining balance refund. For the refundable contracts, resident entrance fees for the unit's first person are refundable upon the termination of residency at RiverWoods Manchester and upon resale of the unit. Resident entrance fees for unit's second person are nonrefundable.

The nonrefundable portions of entrance fees are amortized into operating revenue over the actuarially determined life expectancy of each resident. Amortization of the nonrefundable entrance fees begins in the month of residency. Upon termination of the contract, whether by move-out or death of the resident(s), the unamortized nonrefundable portion of the entrance fees is recorded as operating revenue. The refundable portion of these entrance fees is recorded as a liability.

As of June 30, 2026, RiverWoods Durham had three types of entrance fee agreements: 90% and 50% refundable for single contracts and 80% refundable for joint contracts. For these refundable contracts, resident entrance fees are refundable upon the termination of residency at RiverWoods Durham and upon resale of the unit. There is no resident entrance fee for a unit's second person.

The nonrefundable portions of entrance fees are amortized into operating revenue over the actuarially determined life expectancy of each resident. Amortization of the nonrefundable entrance fees begins in the month of residency. Upon termination of the contract, whether by move-out or death of the resident(s), the unamortized nonrefundable portion of the entrance fees is recorded as operating revenue. The refundable portion of these entrance fees is recorded as a liability.

Charges for services rendered to residents are recorded when the services are provided at the estimated net amounts realizable from residents.

## NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Entrance Fees, Refund Liability, and Deferred Revenue (Continued)**

Entrance fee activities for RiverWoods Exeter, RiverWoods Manchester, and RiverWoods Durham are as follows for the years ended June 30:

| | 2026 | | | |
|---|---|---|---|---|
| | RiverWoods Exeter | RiverWoods Manchester | RiverWoods Durham | Total |
| Entrance Fees Received | $ 25,752,000 | $ 8,125,000 | $ 7,570,000 | $ 41,447,000 |
| Entrance Fees Refunded | (11,761,525) | (3,132,541) | (4,363,765) | (19,257,831) |
| Net Entrance Fees Received | $ 13,990,475 | $ 4,992,459 | $ 3,206,235 | $ 22,189,169 |

| | 2025 | | | |
|---|---|---|---|---|
| | RiverWoods Exeter | RiverWoods Manchester | RiverWoods Durham | Total |
| Entrance Fees Received | $ 20,615,000 | $ 7,226,000 | $ 5,629,100 | $ 33,470,100 |
| Entrance Fees First Generation | - | 674,900 | - | 674,900 |
| Entrance Fees Refunded | (12,027,835) | (1,043,263) | (3,158,290) | (16,229,388) |
| Net Entrance Fees Received | $ 8,587,165 | $ 6,857,637 | $ 2,470,810 | $ 17,915,612 |

First generation entrance fees represent the entrance fees paid for initial occupancy of the new cottage units. These proceeds were utilized to fund project costs and are excluded from RiverWoods Manchester's covenant calculations.

Based upon the terms of their respective refund policies, RiverWoods Exeter, RiverWoods Manchester, and RiverWoods Durham had the following contractually refundable resident entrance fees liability for the years ended June 30:

| | 2026 | | | |
|---|---|---|---|---|
| | RiverWoods Exeter | RiverWoods Manchester | RiverWoods Durham | Total |
| Contractually Refundable Resident Entrance Fees | $ 195,822,935 | $ 39,743,851 | $ 80,449,492 | $ 316,016,278 |

| | 2025 | | | |
|---|---|---|---|---|
| | RiverWoods Exeter | RiverWoods Manchester | RiverWoods Durham | Total |
| Contractually Refundable Resident Entrance Fees | $ 187,427,774 | $ 37,528,472 | $ 78,625,280 | $ 303,581,526 |

The opening and closing balances in Deferred Revenue from Entrance Fees were as follows:

| | Amortizable Entrance Fees |
|---|---|
| Balance - July 1, 2024 | $ 52,478,725 |
| Balance - June 30, 2025 | 54,609,239 |
| Balance - June 30, 2026 | 56,319,136 |

## NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Entrance Fees, Refund Liability, and Deferred Revenue (Continued)

The following table provides information about significant changes in deferred revenue for the years ended:

| | 2026 | 2025 |
|---|---|---|
| Deferred Revenue - Beginning of Year | $ 54,609,239 | $ 52,478,725 |
| Revenue Recognized that was Included in Deferred Revenue at Beginning of Year | (7,600,653) | (7,044,840) |
| Increases in Deferred Revenue Due to Cash Received During the Year | 9,310,550 | 9,175,354 |
| Deferred Revenue - End of Year | $ 56,319,136 | $ 54,609,239 |

### Obligation to Provide Future Services

The Company periodically engages an actuary to calculate the net present value of future revenues and the cost of providing future services and use of facilities to current residents, which is compared to the balance of deferred entrance fee revenue, allocable depreciation, and unamortized costs of acquiring initial continuing care contracts. If this calculation produces an obligation, a liability is recorded (obligation to provide future services and use of facilities) with the corresponding charge to income. RiverWoods Exeter, RiverWoods Manchester, and RiverWoods Durham most recently had these calculations performed for the fiscal year ended 2024. As of June 30, 2026 and 2025, management's estimate indicated no need to record an additional liability for an obligation to provide future services and use of facilities.

### Wait List Deposits

Wait list deposits are required prior to the execution of resident agreements and the acceptance of entrance fees. Upon full payment of the entrance fee establishing residency, the wait list deposit is refunded to the resident. Wait list deposits may also be refunded, less a processing fee, should the depositor not pursue residency.

### Malpractice Loss Contingencies

The Company has a claims made policy for its malpractice insurance coverage. In the event a loss contingency should occur, the Company would give it appropriate recognition in its consolidated financial statements.

### Employee Fringe Benefits

The Company has an "earned time off" plan to provide fringe benefits for its employees. Under this plan each qualifying employee "earns" hours of paid leave for each pay period worked. These hours of paid leave may be used for vacations or illness. Hours earned but not used are vested with the employee. The Company accrues the cost of these benefits as they are earned.

## NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Charitable Gift Annuities

RiverWoods Exeter has a number of charitable gift annuities. The liability to the annuitants has been discounted to its present value, taking into consideration the life expectancy of the annuitant. The difference between the annuitant's gift and the liability to the annuitant is recorded as a contribution without donor restrictions in the year of the gift. These gift annuities provide for a series of quarterly payments during the annuitants' lives.

### Net Assets (Deficit)

Net assets (deficit), revenues, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets (deficit) and changes therein are classified and reported as follows:

*Net Assets (Deficit) Without Donor Restrictions* – Include net assets (deficit) available for use in general operations and not subject to donor (or certain grantor) restrictions. At times, the board of trustees can designate, from net assets (deficit) without donor restrictions, net assets (deficit) designated for special use. The RiverWoods Fund, the Employee Emergency Fund, the Charitable Gift Annuities, and the unrestricted portions of the Funds detailed in Notes 8 and 9 are included in net deficit without donor restrictions.

*Net Assets With Donor Restrictions* – Include net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource has been fulfilled, or both. The Peabody Scholarship Fund, The Spencer Scholarship Fund, The RiverWoods Exeter Scholarship Fund, and the restricted portion of the Benevolent Fund are included in the donor-imposed restrictions that are temporary in nature. The Endowment Fund, Dodge Fund, Abbie Woodman Fund, Fuller Fund, and The Lawrence Fund are included in donor-imposed restrictions that are maintained in perpetuity.

### Resident Services – Monthly Fees and Other Operating Revenues

Resident services – monthly fees and other operating revenues are reported at the amount that reflects the consideration to which the Company expects to be entitled in exchange for providing resident services and care. These amounts are due from residents.

## NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Resident Services – Monthly Fees and Other Operating Revenues (Continued)**

Performance obligations are determined based on the nature of the services provided by the Company. Revenue for performance obligations satisfied over time is recognized based on actual charges incurred. The Company believes that this method provides a faithful depiction of the transfer of services over the term of the performance obligation based on the inputs needed to satisfy the obligation. Generally, performance obligations satisfied over time relate to residents receiving skilled nursing or other services within the facilities or residents receiving services within or outside of the facilities. The Company measures the performance obligation from admission into the facilities or commencement of services to the point when the Company is no longer required to provide services to that resident, which is generally at the time of discharge or termination of the resident contract. Revenue for performance obligations satisfied at a point in time is generally recognized when goods are provided to the residents and customers in a retail setting (e.g., guest meals) and the Company does not believe it is required to provide additional goods or services related to that sale.

Nonrefundable entrance fees are considered to contain a material right associated with access to future services, which is the related performance obligation. Revenue from nonrefundable entrance fees is recognized ratably in future periods covering a resident's life expectancy using a time-based measurement.

The Company determines the transaction price based on standard charges for goods and services provided, reduced by contractual adjustments and discounts provided to uninsured patients in accordance with the Company's policy and/or implicit price concessions provided to residents. The Company determines its estimates of contractual adjustments based on contractual agreements, its policies, and historical experience. The Company determines its estimate of implicit price concessions based on its historical collection experience. Substantially all of the Company's revenue is from private pay and delivered based on the terms of the resident contract.

## NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Resident Services – Monthly Fees and Other Operating Revenues (Continued)

The composition of resident services – monthly fees and other operating revenues based on its service lines, primary payor, method of reimbursement, and timing of revenue recognition are as follows for the years ended June 30:

| | 2026 | 2025 |
|---|---|---|
| Service Lines: | | |
| Independent Living | $ 65,177,716 | $ 62,583,407 |
| Nursing Facility | 7,144,430 | 6,088,007 |
| Assisted Living | 13,245,054 | 11,652,692 |
| Memory Care | 3,111,770 | 3,667,882 |
| Total Service Lines | $ 88,678,970 | $ 83,991,988 |
| Primary Payor: | | |
| Private Pay and Co-Insurance | $ 88,031,316 | $ 83,626,928 |
| Medicare | 647,654 | 365,060 |
| Total Primary Payor | $ 88,678,970 | $ 83,991,988 |
| Method of Reimbursement: | | |
| Fee for Service | $ 88,540,302 | $ 83,854,897 |
| Retail Sales | 138,668 | 137,091 |
| Total Method of Reimbursement | $ 88,678,970 | $ 83,991,988 |
| Timing of Revenue and Recognition: | | |
| Services Transferred Over Time | $ 88,540,302 | $ 83,854,897 |
| Sales at Point in Time | 138,668 | 137,091 |
| Total Timing of Revenue and Recognition | $ 88,678,970 | $ 83,991,988 |

### Leases

The Company rents office and other equipment and determines if an arrangement is a lease at inception. Operating leases are included in right-of-use (ROU) assets, current lease obligations, and long-term lease obligations on the consolidated statements of financial position.

## NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Leases (Continued)

ROU assets represent the Company's right to use an underlying asset for the lease term and lease liabilities represent the Company's obligation to make lease payments arising from the lease. ROU assets and liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. The individual lease contracts do not provide information about the discount rate implicit in the leases. Therefore, the Company has elected to use a risk-free discount rate determined using a period comparable with that of the lease term for computing the present value of lease liabilities. The operating lease ROU asset also includes any lease payments made and excludes lease incentives. The lease terms may include options to extend or terminate the lease when it is reasonably certain that the Company will exercise that option. Lease expense for lease payments is recognized on a straight-line basis over the lease term. The Company has elected to recognize payments for short-term leases with a lease term of 12 months or less as expense as incurred and these leases are not included as lease obligations or ROU assets on the consolidated statements of financial position.

The Company has elected not to separate nonlease components from lease components and instead accounts for each separate lease component and the nonlease component as a single lease component.

The Company's lease agreements do not contain any material residual value guarantees or material restrictive covenants.

In evaluating contracts to determine if they qualify as a lease, the Company considers factors such as if the Company has obtained substantially all of the rights to the underlying asset through exclusivity, if the Company can direct the use of the asset by making decisions about how and for what purpose the asset will be used and if the lessor has substantive substitution rights. This evaluation may require significant judgment.

### Reclassifications

Certain items in the 2025 consolidated financial statements have been reclassified to conform to 2026 consolidated financial statement presentation. The reclassifications have no effect on the results of operations or net assets (deficit).

### Subsequent Events

In preparing these consolidated financial statements, the Company's policy is to evaluate events and transactions for potential recognition or disclosure through September 29, 2026, the date the consolidated financial statements were issued. The results of this evaluation indicated that there are no material subsequent events or transactions that are required to be disclosed in these consolidated financial statements.

## NOTE 2 LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure within one year of the statements of financial position date, consist of the following:

| | 2026 | 2025 |
|---|---|---|
| Financial Assets at Year-End: | | |
| Cash and Cash Equivalents | $ 23,049,980 | $ 26,845,773 |
| Accounts Receivable | 1,855,384 | 1,114,930 |
| Employee Retention Credit Receivable | - | 7,653,759 |
| Investments | 167,635,483 | 137,892,842 |
| Benevolent Fund | 1,748,533 | 1,539,968 |
| Assets Limited as to Use: | | |
| Other Restricted Funds | 3,033,645 | 2,622,065 |
| Endowment Funds | 7,139,437 | 6,339,306 |
| Total Financial Assets | 204,462,462 | 184,008,643 |
| Less: Amounts Not Available to be Used Within One Year: | | |
| TRWG Board-Designated Funds | 10,105,718 | 15,418,443 |
| RWE Structured Credit Fund | 538,788 | 536,537 |
| RWE Special Situations Fund | 536,311 | 462,534 |
| RWE Core Property Fund | 318,118 | 307,543 |
| RWE Capital Replacement Fund | 2,000,000 | 4,399,000 |
| RWE Future Benevolence Fund | 1,931,000 | 1,816,000 |
| RWE Community Loan Fund | 545,330 | 529,957 |
| RWE Ziegler Link-Age Longevity Fund | 46,765 | 53,167 |
| RWE Peabody Scholarship Fund | 913,562 | 771,631 |
| RWE Spencer Scholarship Fund | 1,061,951 | 884,047 |
| RWE Scholarship Fund | 561,584 | 465,855 |
| RWE Endowment Fund | 1,637,947 | 1,379,108 |
| RWM Donor Funds - Perpetually Restricted | 3,409,662 | 3,409,662 |
| RWM Capital Replacement Fund | 1,000,000 | 1,000,000 |
| RWM Scholarship Fund | 19,328 | 12,921 |
| RWD Capital Replacement Fund | 1,000,000 | 1,000,000 |
| Total Financial Assets Not Available Within One Year | 25,626,064 | 32,446,404 |
| Total Financial Assets Available Within One Year | $ 178,836,398 | $ 151,562,239 |

The Company has certain board-designated and donor-restricted assets limited as to use which are available for general expenditure within one year in the normal course of operations. Accordingly, these assets have been included in the qualitative information above. The Company has other assets limited as to use for donor-restricted purposes, which are more fully described in Note 7. Additionally, certain other board-designated assets are designated for future use. These assets limited as to use, which are more fully described in Note 3, are not available for general expenditure within the next year; however, these amounts could be made available, if necessary.

## NOTE 2 LIQUIDITY AND AVAILABILITY (CONTINUED)

RiverWoods Exeter, RiverWoods Manchester, and RiverWoods Durham calculate Days Cash on Hand per their respective continuing covenant agreements. The following table reflects the Days Cash on Hand at June 30:

| | 2026 | 2025 |
|---|---|---|
| RiverWoods Exeter | 878 Days | 782 Days |
| RiverWoods Manchester | 382 Days | 298 Days |
| RiverWoods Durham | 739 Days | 715 Days |

RiverWoods Exeter, RiverWoods Manchester, and RiverWoods Durham are licensed to operate continuing care retirement communities in New Hampshire under the provisions of New Hampshire RSA 420-D. Effective January 1, 2026, RSA 420-D:8 requires providers to maintain liquid reserves in qualified assets equal to the total principal and interest payments due during the subsequent 12 months on long-term financing obligations, plus a 60-day reserve for operating expenses expected to be incurred during the subsequent 12-month period. The Companies satisfy these requirements through a combination of cash, cash equivalents, investments, and other qualified assets as permitted under the statute. The Board of Trustees has designated certain assets to support compliance with these statutory reserve requirements, and such amounts are reported within net assets without donor restrictions.

As of June 30, 2026, the Organization was in compliance with the statutory reserve requirements of RSA 420-D:8. Because these reserve requirements became effective on January 1, 2026, comparative information for prior periods is not presented.

Reserve requirements and total liquid reserves as of June 30, 2026, are as follows:

| | Total Liquid Reserves | Requirement |
|---|---|---|
| RiverWoods Exeter | $ 110,974,000 | $ 11,607,000 |
| RiverWoods Manchester | 18,630,000 | 3,828,000 |
| RiverWoods Durham | 43,083,000 | 6,452,000 |

## NOTE 3 INVESTMENTS AND ASSETS LIMITED AS TO USE

The composition of investments and assets limited as to use, which are stated at fair value, is set forth in the following table at June 30:

| | 2026 | 2025 |
|---|---|---|
| Cash and Cash Equivalents | $ 7,422,712 | $ 12,028,773 |
| U.S. Government and Government Agency Obligations | 8,971,104 | 9,184,562 |
| Corporate Debt Obligations | 59,506,186 | 41,318,969 |
| Equity Securities | 94,603,311 | 72,993,432 |
| Alternative Assets | 13,979,326 | 13,119,693 |
| Total | $ 184,482,639 | $ 148,645,429 |

| | 2026 | 2025 |
|---|---|---|
| Current Portion of Assets Limited as to Use | $ 218,588 | $ 326,019 |
| Accrued Interest Receivable | 308,966 | 251,248 |
| Investments | 167,635,483 | 137,892,842 |
| Benevolent Fund and Other Restricted Funds | 16,319,602 | 10,175,320 |
| Total | $ 184,482,639 | $ 148,645,429 |

Management performs due diligence on the valuation of all investments. The vast majority of the underlying manager holdings are publicly traded securities with readily available market prices. Management continually reviews its investment portfolios and evaluates whether declines in the fair value of securities should be considered other-than-temporary. Factored into this evaluation are the general market conditions, the issuer's financial condition and near-term prospects, conditions in the issuer's industry, the recommendation of investment advisors and the length of time and extent to which the market value has been less than cost, and the ability and intent of the Company to hold investments in the long-term. During the years ended June 30, 2026 and 2025, no material declines in the market value of investments are considered to be other than temporary.

## NOTE 4 FAIR VALUE OF FINANCIAL INSTRUMENTS

The following tables present the Company's fair value hierarchy for those assets and liabilities measured at fair value on a recurring basis as of June 30:

| | 2026 | | | |
|---|---|---|---|---|
| | Total | Level 1 | Level 2 | Level 3 |
| Assets: | | | | |
| Assets Limited as to Use | $ 14,789,657 | $ 14,789,657 | $ - | $ - |
| Investments | 147,981,978 | 147,436,648 | - | 545,330 |
| Asset Under Interest Rate Swap Agreements | 1,007,834 | - | 1,007,834 | - |
| Total | 163,779,469 | $ 162,226,305 | $ 1,007,834 | $ 545,330 |
| Cash and Cash Equivalents | 7,422,712 | | | |
| Investments Measured at NAV | 13,979,326 | | | |
| Total | $ 185,181,507 | | | |

## NOTE 4 FAIR VALUE OF FINANCIAL INSTRUMENTS (CONTINUED)

| | 2025 | | | |
|---|---|---|---|---|
| | Total | Level 1 | Level 2 | Level 3 |
| Assets: | | | | |
| Assets Limited as to Use | $ 8,961,371 | $ 8,961,371 | $ - | $ - |
| Investments | 114,284,344 | 113,754,387 | - | 529,957 |
| Asset Under Interest Rate Swap Agreements, Net | 1,013,215 | - | 1,013,215 | - |
| Total | 124,258,930 | $ 122,715,758 | $ 1,013,215 | $ 529,957 |
| Cash and Cash Equivalents | 12,028,773 | | | |
| Investments Measured at NAV | 13,119,693 | | | |
| Total | $ 149,407,396 | | | |

The determination of the fair values above incorporates various factors. These factors include not only the credit standing of the counterparties involved and the impact of credit enhancements, but also the impact of the Company's nonperformance risk on its liabilities.

The fair value of investments is determined by third-party service providers utilizing various methods dependent upon the specific type of investment. When quoted prices are available in the active market, securities are classified within Level 1 of the valuation hierarchy. Assets utilizing Level 1 inputs include money market funds and bank deposits, U.S. government and agency securities, corporate bonds, common stock, and mutual funds.

Assets and liabilities utilizing Level 2 inputs are derivatives. The carrying amount represents fair market value and is based on a price estimated by a third-party using the income approach, which uses valuation techniques to convert future cash flows to a discounted value, using current market expectations.

The following table provides a summary of unobservable inputs related to the Company's Level 3 financial instruments as of June 30:

| | 2026 | 2025 | Principal Valuation Technique | Unobservable Inputs |
|---|---|---|---|---|
| New Hampshire Community Loan Fund | $ 545,330 | $ 529,957 | Principal Plus Accrued Interest | Credit Risk of Investment |

## NOTE 4 FAIR VALUE OF FINANCIAL INSTRUMENTS (CONTINUED)

The changes in investments measured at fair value for which RWE has used Level 3 inputs to determine fair value are as follows:

| | New Hampshire Community Loan Fund |
|---|---|
| Balance - June 30, 2024 | $ 517,932 |
| Reinvestment of Accrued Interest | 12,025 |
| Balance - June 30, 2025 | 529,957 |
| Reinvestment of Accrued Interest | 15,373 |
| Balance - June 30, 2026 | $ 545,330 |

Investments measured at cost and net asset value (NAV) are evaluated by management for impairment. Based on management's evaluation, no impairment to investments measured at cost has occurred as of June 30, 2026.

The following table presents those assets measured using NAV per share by fund as of June 30:

| | 2026 | | | |
|---|---|---|---|---|
| | NAV | Unfunded Commitments | Redemption Frequency | Redemption Notice Period |
| SEI Core Property Fund, LP | $ 3,181,176 | $ - | Quarterly | 105 Days |
| SEI Special Situations Fund, LTD | 5,363,112 | - | Semi-Annual | 95 Days |
| SEI Structured Credit Fund, LTD | 5,387,882 | - | Quarterly | 65 Days |
| Ziegler Link-Age Longevity Fund, LP | 47,156 | - | N/A | N/A |
| Total | $ 13,979,326 | $ - | | |

| | 2025 | | | |
|---|---|---|---|---|
| | NAV | Unfunded Commitments | Redemption Frequency | Redemption Notice Period |
| SEI Core Property Fund, LP | $ 3,075,432 | $ - | Quarterly | 105 Days |
| SEI Special Situations Fund, LTD | 4,625,337 | - | Semi-Annual | 95 Days |
| SEI Structured Credit Fund, LTD | 5,365,365 | - | Quarterly | 65 Days |
| Ziegler Link-Age Longevity Fund, LP | 53,559 | - | N/A | N/A |
| Total | $ 13,119,693 | $ - | | |

## NOTE 5 LONG-TERM DEBT

Following is a description of the terms of long-term debt at June 30:

| Description | 2026 | 2025 |
|---|---|---|
| New Hampshire Health and Education Facilities Authority: | | |
| TRWG 2017 Revolving Credit Loan | $ 4,167,874 | $ 3,833,946 |
| RWE Series 2024 Revenue Bonds | 38,050,000 | 39,680,000 |
| RWM Series 2016 Revenue Bonds | 3,798,961 | 4,198,870 |
| RWM Series 2021 Revenue Bonds | 7,829,927 | 7,937,676 |
| RWD Series 2018 Revenue Bonds | 50,278,000 | 52,193,900 |
| RWD Series 2026 Revenue Bonds | 4,407,742 | - |
| Total Long-Term Debt | 108,532,504 | 107,844,392 |
| Less: Unamortized Deferred Financing Costs | (1,773,644) | (1,369,504) |
| Plus: Unamortized Bond Premium | 2,972,428 | 3,364,063 |
| Total Long-Term Debt, Net of Unamortized Deferred Financing Costs and Bond Premium | 109,731,288 | 109,838,951 |
| Less: Current Portion | (8,722,064) | (4,054,563) |
| Total Long-Term Debt, Net of Current Portion, Unamortized Deferred Financing Costs and Bond Premium | $ 101,009,224 | $ 105,784,388 |

**RWE – Series 2024 Bonds**

In September 2012, RiverWoods Exeter entered into an agreement with the New Hampshire Health and Education Facilities Authority (NHHEFA) for the issuance of $65,605,000 Revenue Bonds, Series 2012A and Series 2012B. The proceeds were used to redeem $64,120,000 of outstanding Series 1997B, Series 2003, Series 2007, and Series 2008 Bonds and to pay related issuance costs. The Series 2012A and Series 2012B Bonds were Direct Purchase Revenue Bonds with interest payable at variable rates.

In December 2024, RiverWoods Exeter refinanced the Series 2012A and Series 2012B Bonds and terminated the associated interest rate swaps, through the issuance of $39,680,000 NHHEFA Revenue Bonds, RiverWoods at Exeter Issue, Series 2024. The Series 2024 Bonds were issued at a premium of $3,567,512.80, with an interest coupon of 5%, and an approximate yield to maturity of 3.7%. The bonds mature on October 1, 2038. The refinancing did not result in a significant economic gain or loss and was undertaken to restructure existing debt and extend maturities.

The Series 2024 Bonds are secured by a pledge of gross revenues and a mortgage on the Institution’s facilities.

## NOTE 5 LONG-TERM DEBT (CONTINUED)

**RWM – Series 2016 Bonds**

In July 2016, RiverWoods Manchester entered into an agreement with the New Hampshire Health and Education Facilities Authority for $12,680,000 Revenue Bonds, Series 2016. The proceeds were used to redeem $9,650,000 of outstanding Series 1994 Bonds and to pay certain costs related to the issuance of these bonds. An additional $4,020,000 was acquired through the Series 2016 Revenue Bonds for planned capital projects. The Series 2016 bonds were Direct Purchase Revenue Bonds with interest payable at variable rates and a commitment to term to July 1, 2026.

RiverWoods Manchester has a swap agreement with M&T Bank, successor to People's United Bank, which enacts a fixed rate swap on variable rate debt. During the years ended June 30, 2026 and 2025, the swap was recorded as a financial instrument at fair value and met the criteria as a derivative instrument. The swap agreement expires on July 1, 2026.

In June 2026, RiverWoods Manchester refinanced its Series 2016 bonds via a net Direct Purchase agreement with interest payable at variable rates. The updated commitment term matches the bonds' final maturity of July 2036.

**RWM – Series 2021 Bonds**

In November 2021, RiverWoods Manchester entered into an agreement with the New Hampshire Health and Education Facilities Authority for up to $8,000,000 Revenue Bonds, Series 2021. The proceeds would be used to fund or reimburse all or a portion of the cost of construction, renovation, and equipping of the Institution's facilities including, but not limited to, roofing, siding, construction of a new kitchen, renovation to the Institution's Health Center and other miscellaneous and routine capital improvements, as well as to pay certain costs related to the issuance of these bonds.

The Series 2021 bonds were Direct Purchase Revenue Bonds with interest payable at variable rates, and a commitment to term to November 1, 2036.

RiverWoods Manchester has an interest rate swap agreement with M&T Bank, successor to People's United Bank, which enacts a fixed rate swap on variable rate debt. During the years ended June 30, 2026 and 2025, the swap was recorded as a financial instrument at fair value and met the criteria as a derivative instrument. The swap agreement became effective on August 1, 2022, and expires on November 1, 2036.

## NOTE 5 LONG-TERM DEBT (CONTINUED)

**RWD – Series 2018 Bonds**

In May 2018, RiverWoods Durham entered into an agreement with the New Hampshire Health and Education Facilities Authority for $98,380,000 Revenue Bonds, Series 2018A ($52,980,000) and Series 2018B ($45,400,000). The proceeds of the issuance were utilized to fund the RiverWoods Durham Project (the Project). The Project consisted of 1) financing the acquisition, construction, renovation, and equipping of a new continuing care retirement community comprised of independent living apartments, assisted living suites, memory support assisted living suites, and skilled nursing beds; 2) financing certain other capital expenditures by RiverWoods Durham; and 3) paying certain costs of issuing the bonds. The Series 2018A and Series 2018B bonds were Direct Purchase Revenue Bonds with interest was payable at variable rates. The Series 2018B bonds were fully retired in March 2020.

RiverWoods Durham previously utilized interest rate swap agreements which effectively converted the variable interest rates of the Series 2018 Bonds to a fixed interest rate. The swap agreements were designated as derivatives and recorded at fair value as an asset or liability in the statement of financial position. These swap agreements were terminated in September 2021 as part of its loan modification.

In September 2021, RiverWoods Durham modified its Series 2018A bonds by entering into a 15-year bank private placement agreement with an annual fixed rate of 2.14%. As part of this modification, RiverWoods Durham also executed a $6,000,000 taxable loan agreement to pay certain costs of issuance, early termination fees on its interest rate swaps, and capital expenditures. The taxable loan carried an annual fixed interest rate of 1.48% and amortized monthly through January 1, 2025.

**RWD – Series 2026 Bonds**

In June 2026, RiverWoods Durham entered into an agreement with the New Hampshire Health and Education Facilities Authority for up to $65,000,000 Revenue Bonds, Series 2026A ($24,200,000) and Series 2026B ($40,800,000). The proceeds of the issuance will be utilized to fund the RiverWoods Durham's Phase 2 Expansion Project (Phase 2). Phase 2 consists of financing the construction and equipping of 1) 55 independent living units in two hybrid style homes with underground parking, a new community center, a maintenance garage, 2) renovations to existing campus amenity spaces. Proceeds will also fund costs associated with issuing the bonds as well as certain other capital expenditures incurred by RiverWoods Durham. The Series 2026A and Series 2026B bonds are Direct Purchase Revenue Bonds with interest payable at variable rates. Proceeds will be drawn upon as Phase 2 costs are incurred.

In June 2026 RiverWoods Durham executed an interest rate swap agreement with TD Bank, which enacts a fixed rate swap on variable rate debt at varying notional amounts. During the year ended June 30, 2026, the swap was recorded as a financial instrument at fair value and met the criteria as a derivative instrument. The swap agreement became effective on June 25, 2026, and expires on January 1, 2028.

## NOTE 5 LONG-TERM DEBT (CONTINUED)

**RWD – Series 2026 Bonds (Continued)**

In June 2026 RiverWoods Durham executed a second interest rate swap agreement with TD Bank, which also enacts a fixed rate swap on variable rate debt at varying notional amounts. During the year ended June 30, 2026, the swap was recorded as a financial instrument at fair value and met the criteria as a derivative instrument. The swap agreement becomes effective on June 1, 2027, with an initial contractual notional amount of $1,200,000 and a maturity date of June 1, 2036. Because the swap was not yet effective as of June 30, 2026, its contractual notional amount is excluded from the current notional amount table disclosed below, while its fair value is included in the accompanying financial statements.

**TRWG**

In August 2017, TRWG closed on a revolving credit loan with TD Bank, NA. The loan initially provided for up to $7,000,000 of credit and was collateralized by certain cash and investments of TRWG. TRWG modified the loan in October 2022, increasing the credit amount to $12,000,000 and extending its maturity date. In April 2025, the maturity date was extended to February 28, 2027. It carries a variable interest rate. As of June 30, 2026 and 2025, the outstanding balance on the line of credit is $4,167,874 and $3,833,946, respectively. TRWG will address all expiring commitments prior to February 28, 2027.

Following is a summary of interest rate swaps outstanding at June 30, 2026:

| | Current Notional Amount | Fixed Rate | Expiration Calendar Year |
|---|---|---|---|
| RWM - M&T Bank | $ 3,798,373 | 2.586 % | 2026 |
| RWM - M&T Bank | 7,829,252 | 1.437 % | 2036 |
| RWD - TD Bank | 2,200,000 | 3.248 % | 2028 |
| RWD - TD Bank | - | 4.174 % * | 2036 |
| Total Effective Notional Amount | $ 13,827,625 | | |

* Fully integrated rate includes bank spread

The combined aggregate amount of maturities as of June 30 for all long-term debt is as follows:

| Year Ending June 30, | TRWG 2017 Line | RWE 2024 Series | RWM 2016 Series | RWM 2021 Series | RWD 2018A Series | RWD 2026a Series | Total |
|---|---|---|---|---|---|---|---|
| 2027 | $ 4,167,874 | $ 2,150,000 | $ 335,718 | $ 111,672 | $ 1,956,800 | $ - | $ 8,722,064 |
| 2028 | - | 2,255,000 | 343,932 | 114,358 | 1,998,600 | - | 4,711,890 |
| 2029 | - | 2,370,000 | 352,795 | 118,406 | 2,040,700 | 454,000 | 5,335,901 |
| 2030 | - | 2,485,000 | 361,659 | 121,935 | 2,084,600 | 475,000 | 5,528,194 |
| 2031 | - | 2,610,000 | 370,745 | 125,570 | 2,128,900 | 496,000 | 5,731,215 |
| Thereafter | - | 26,180,000 | 2,034,112 | 7,237,986 | 40,068,400 | 2,982,742 | 78,503,240 |
| Total | $ 4,167,874 | $ 38,050,000 | $ 3,798,961 | $ 7,829,927 | $ 50,278,000 | $ 4,407,742 | $ 108,532,504 |

RiverWoods Exeter, RiverWoods Manchester, and RiverWoods Durham are required by their respective loan agreements to meet certain financial ratios. As of June 30, 2026 and 2025, management is not aware of any violations with these financial covenants.

## NOTE 5 LONG-TERM DEBT (CONTINUED)

**TRWG (Continued)**

Total interest expense incurred on swaps and bonds was approximately $3,377,000 and $2,991,000 for the years ended June 30, 2026 and 2025, respectively.

## NOTE 6 LONG-TERM LEASE OBLIGATIONS

The Company leases equipment and office space for various terms under long-term, noncancelable lease agreements. The leases expire at various dates through 2040 and provide for various renewal options. The following table provides quantitative information concerning the Company's leases for the years ended June 30, 2026 and 2025:

| | 2026 | 2025 |
|---|---|---|
| Lease Cost: | | |
| Operating Lease Cost | $ 218,563 | $ 89,904 |
| Total Lease Cost | $ 218,563 | $ 89,904 |
| Other Information: | | |
| Operating Cash Flows from Operating Leases | $ 171,407 | $ 89,904 |
| Right-of-Use Assets Obtained in Exchange for New Operating Lease Liabilities | 2,056,300 | 46,095 |
| Weighted-Average Remaining Lease Term - Operating Leases | 13.6 Years | 2.4 Years |
| Weighted-Average Discount Rate - Finance Leases | N/A | N/A |
| Weighted-Average Discount Rate - Operating Leases | 3.61% | 3.97% |

## NOTE 6 LONG-TERM LEASE OBLIGATIONS (CONTINUED)

The Company classifies the total undiscounted lease payments that are due in the next 12 months as current. A maturity analysis of annual undiscounted cash flows for lease liabilities as of June 30, 2026, is as follows:

| Year Ending June 30, | Operating Leases |
|---|---|
| 2027 | $ 204,371 |
| 2028 | 198,327 |
| 2029 | 170,202 |
| 2030 | 174,161 |
| 2031 | 172,948 |
| Thereafter | 1,809,212 |
| Undiscounted Cash Flows | 2,729,221 |
| (Less) Imputed Interest | (656,191) |
| Total Present Value | $ 2,073,030 |
| | |
| Short-Term Lease Liabilities | $ (130,215) |
| Long-Term Lease Liabilities | (1,989,906) |
| Total | $ (2,120,121) |

For the years ended June 30, 2026 and 2025, the Company had approximately $219,000 and $90,000 of lease expense, respectively.

## NOTE 7 NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions temporary in nature (subject to donor or time restrictions) are comprised of the following at June 30:

| | 2026 | 2025 |
|---|---|---|
| Unappropriated Income on Permanently Restricted Endowments - RiverWoods Manchester | $ 2,091,829 | $ 1,550,536 |
| RiverWoods Manchester - Employee Appreciation | 22,424 | 28,523 |
| RiverWoods Manchester - CARE Fund | 4,304 | 7,904 |
| RiverWoods Manchester - Scholarship Fund | 19,328 | 12,921 |
| The RiverWoods Group - Dementia Hub | - | 62,664 |
| The RiverWoods Group - CARE Fund | 10,655 | 10,655 |
| RiverWoods Exeter - CARE Fund | 33,035 | 42,030 |
| RiverWoods Exeter - Peabody Scholarship Fund | 374,360 | 382,230 |
| RiverWoods Exeter - Scholarship Fund | 293,659 | 277,796 |
| RiverWoods Exeter - Benevolent Fund | 133,683 | 47,457 |
| RiverWoods Exeter - Spencer Scholarship Fund | 373,298 | 372,641 |
| RiverWoods Exeter - Employee Appreciation | 86,920 | 122,647 |
| RiverWoods Durham - Zunz Family Education Fund | 48,526 | - |
| RiverWoods Durham - CARE Fund | 5,435 | 13,564 |
| RiverWoods Durham - Senior Celebration Fund | 45,021 | 8,911 |
| RiverWoods Durham - Employee Appreciation | 48,316 | 54,470 |
| Total | $ 3,590,793 | $ 2,994,949 |

Net assets with donor restrictions held in perpetuity are comprised of the following at June 30:

| | 2026 | 2025 |
|---|---|---|
| Permanently Restricted Endowment Funds - RiverWoods Manchester | | |
| Dodge Fund, Income Unrestricted | $ 73,733 | $ 73,733 |
| Abbie Woodman Fund, Income Unrestricted | 155,692 | 155,692 |
| Fuller Fund, Income Unrestricted | 3,169,205 | 3,169,205 |
| Lawrence Fund, Income Restricted for Pin Money to the Residents of Pearl Manor | 11,032 | 11,032 |
| Total Permanently Restricted Endowments - RiverWoods Manchester | 3,409,662 | 3,409,662 |
| Permanently Restricted Endowment Funds - RiverWoods Exeter | 643,737 | 638,388 |
| Total | $ 4,053,399 | $ 4,048,050 |

## NOTE 8 RIVERWOODS EXETER FUND BALANCES

The following table represents the changes in the net assets without donor restrictions and with donor restrictions for the various funds held at RiverWoods Exeter for fiscal year June 30, 2026:

| | Without Donor Restrictions | Temporary in Nature | Held in Perpetuity | Total |
|---|---|---|---|---|
| Total Fund Balances - RWE, June 30, 2025 | $ 2,634,520 | $ 1,244,801 | $ 638,388 | $ 4,517,709 |
| RWE Peabody Fund, June 30, 2025: | 365,619 | 382,230 | - | 747,849 |
| Donations | - | 34,130 | - | 34,130 |
| Investment Income | 131,584 | - | - | 131,584 |
| Net Assets Released from Restrictions | - | (42,000) | - | (42,000) |
| Total RWE Peabody Fund, June 30, 2026 | 497,203 | 374,360 | - | 871,563 |
| RWE Scholarship Fund, June 30, 2025: | 158,595 | 277,796 | - | 436,391 |
| Donations | - | 45,864 | - | 45,864 |
| Investment Income | 79,329 | - | - | 79,329 |
| Net Assets Released from Restrictions | - | (30,000) | - | (30,000) |
| Total RWE Scholarship Fund, June 30, 2026 | 237,924 | 293,660 | - | 531,584 |
| RWE CARE Fund, June 30, 2025: | 42,030 | - | - | 42,030 |
| Reclassification | (42,030) | 42,030 | - | - |
| Donations | - | 1,188 | - | 1,188 |
| Net Assets Released from Restrictions | - | (10,182) | - | (10,182) |
| Total RWE CARE Fund, June 30, 2026 | - | 33,036 | - | 33,036 |
| RWE Employee Appreciation Fund, June 30, 2025: | - | 122,646 | - | 122,646 |
| Donations | - | 388,420 | - | 388,420 |
| Net Assets Released from Restrictions | - | (424,147) | - | (424,147) |
| Total RWE Employee Appreciation Fund, June 30, 2026 | - | 86,919 | - | 86,919 |
| RWE Benevolent Fund, June 30, 2025: | 915,924 | 47,265 | - | 963,189 |
| Donations | - | 18,126 | - | 18,126 |
| Transfers | - | 68,292 | - | 68,292 |
| Investment Income | 128,499 | - | - | 128,499 |
| Disbursements of Funds | (165,330) | - | - | (165,330) |
| Total RWE Benevolent Fund, June 30, 2026 | 879,093 | 133,683 | - | 1,012,776 |
| RWE Endowment Fund, June 30, 2025: | 740,720 | - | 638,388 | 1,379,108 |
| Donations | - | - | 5,349 | 5,349 |
| Investment Income | 253,490 | - | - | 253,490 |
| Total RWE Endowment Fund, June 30, 2026 | 994,210 | - | 643,737 | 1,637,947 |
| RWE Spencer Fund, June 30, 2025: | 495,692 | 372,834 | - | 868,526 |
| Donations | - | 42,463 | - | 42,463 |
| Investment Income | 150,961 | - | - | 150,961 |
| Net Assets Released from Restrictions | - | (42,000) | - | (42,000) |
| Total RWE Spencer Fund, June 30, 2026 | 646,653 | 373,297 | - | 1,019,950 |
| Total Fund Balances - RWE, June 30, 2026 | $ 3,255,083 | $ 1,294,955 | $ 643,737 | $ 5,193,775 |

## NOTE 9 RIVERWOODS MANCHESTER ENDOWMENT AND FUND BALANCES

RiverWoods Manchester's endowment primarily consists of funds established to support operations. Its endowment includes donor-restricted endowment funds to function as endowments. As required by GAAP, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

From time to time, certain donor-restricted endowment funds may have fair values less than the amount required to be maintained by donors or by law (underwater endowments). We have interpreted UPMIFA to permit spending from underwater endowments in accordance with prudent measures required under law. There were no investments with a deficiency at June 30, 2026 and 2025.

**Interpretation of Relevant Law**

RWM has interpreted the state of New Hampshire Uniform Prudent Management of Institutional Funds Act (the Act) as requiring the preservation of the contributed value of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, RWM classifies as net assets with donor restrictions held in perpetuity (1) the original value of gifts donated to the permanent endowment, (2) the original value of subsequent gifts to the permanent endowment, and (3) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. Accordingly, unless explicitly stated otherwise by the donor, realized and unrealized net appreciation in investments in donor-restricted endowment funds held in perpetuity is classified as net assets with donor restrictions that are temporary in nature until appropriated by the board of trustees for expenditure. Funds designated by the board of trustees to function as endowments are classified as net assets without donor restrictions.

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

1) The duration and preservation of the fund
2) The purposes of the organization 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 the appreciation of investments
6) Other resources of the organization
7) The investment policies of the organization

## NOTE 9 RIVERWOODS MANCHESTER ENDOWMENT AND FUND BALANCES (CONTINUED)

### Return Objectives and Risk Parameters

RWM has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that RWM must hold in perpetuity or for a donor-specified period(s) as well as board-designated funds. Under this policy, as approved by the board of trustees, the endowment assets are invested in a manner that is intended to produce results that exceed the price and yield results of appropriate market indices while assuming a moderate level of investment risk.

### Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, RWM relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). RWM targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

### Policy

In accordance with the Act, the board of trustees is allowed to appropriate for expenditure for the uses and purposes for which the endowment fund is established so much of the net appreciation, realized and unrealized, in the fair value of the assets of the endowment fund over the historic dollar value of the fund as is prudent. In so doing, the board must consider long- and short-term needs of the institution in carrying out its purpose, its present and anticipated financial requirements, expected total return on its investments, price level trends, and general economic conditions. The board has established a spending policy providing for distributions of a minimum of 85% of the interest and dividends and realized gains, less all fees and realized losses, from Pearl Manor's investment portfolio to RWM, unless additional amounts are appropriated to support operations. Under this policy, total distributions are not to exceed 5% of the trailing three-year average market value of endowed funds, unless approved by the board. Distributions of approximately $267,000 and $244,000 were made pursuant to this policy, during the years ended June 30, 2026 and 2025, respectively.

## NOTE 9 RIVERWOODS MANCHESTER ENDOWMENT AND FUND BALANCES (CONTINUED)

### RWM Fund Balances Including Endowment Composition and Changes in Endowment

The following table represents the changes in the net assets without donor restrictions and with donor restrictions for the various funds held at RWM including endowment fund asset composition and changes in endowment assets for the fiscal year June 30, 2026:

| | Without Donor Restrictions | Temporary in Nature | Held in Perpetuity | Total |
|---|---|---|---|---|
| Total Fund Balances - RWM, June 30, 2025 | $ 568,875 | $ 1,599,884 | $ 3,409,662 | $ 5,578,421 |
| RWM Employee Appreciation Fund, June 30, 2025: | - | 28,523 | - | 28,523 |
| Donations | - | 138,397 | - | 138,397 |
| Net Assets Released from Restrictions | - | (144,496) | - | (144,496) |
| Total RWM Employee Appreciation Fund, June 30, 2026 | - | 22,424 | - | 22,424 |
| RWM Endowment Fund, June 30, 2025: | - | 1,216,665 | 3,409,662 | 4,626,327 |
| Investment Income | - | 169,956 | - | 169,956 |
| Net Appreciation | - | 638,801 | - | 638,801 |
| Amounts Appropriated for Expenditure | - | (260,015) | - | (260,015) |
| Distribution of Pearl Manor's Income | - | (7,450) | - | (7,450) |
| Total RWM Endowment Fund, June 30, 2026 | - | 1,757,957 | 3,409,662 | 5,167,619 |
| RWM Scholarship Fund, June 30, 2025: | - | 12,921 | - | 12,921 |
| Donations | - | 52,307 | - | 52,307 |
| Net Assets Released from Restrictions | - | (45,900) | - | (45,900) |
| Total RWM Scholarship Fund, June 30, 2026 | - | 19,328 | - | 19,328 |
| RWM CARE Fund, June 30, 2025: | 7,904 | - | - | 7,904 |
| Reclassifications | (7,904) | 7,904 | - | - |
| Net Assets Released from Restrictions | - | (3,600) | - | (3,600) |
| Total RWM CARE Fund, June 30, 2026 | - | 4,304 | - | 4,304 |
| RWM Benevolent Fund, June 30, 2025: | 576,779 | - | - | 576,779 |
| Donations | - | 18,150 | - | 18,150 |
| Investment Income | 158,978 | - | - | 158,978 |
| Net Assets Released from Restrictions | - | (18,150) | - | (18,150) |
| Total RWM Benevolent Fund, June 30, 2026 | 735,757 | - | - | 735,757 |
| Total Fund Balances - RWM, June 30, 2026 | $ 735,757 | $ 1,804,013 | $ 3,409,662 | $ 5,949,432 |

## NOTE 10 FUNCTIONAL EXPENSES

The Company provides residential living services and general health care services to its residents. All natural classes of expenses that are not directly related to the Company's programs are allocated to one or more management and general functions based on estimates of time and effort involved. Expenses related to providing these services are as follows at June 30:

| | 2026 | | |
|---|---|---|---|
| | Care and Service to Community Members | Management and General | Total Expenses |
| Salaries | $ 40,605,089 | $ 7,615,329 | $ 48,220,418 |
| Payroll Taxes and Fringe Benefits | 9,943,820 | 2,994,658 | 12,938,478 |
| Contract Labor | 2,788,992 | 337,630 | 3,126,622 |
| Professional Fees | 378,440 | 1,162,198 | 1,540,638 |
| Dues and Subscriptions | 43,193 | 269,609 | 312,802 |
| Resident Supplies/Expenses | 537,354 | 1,803 | 539,157 |
| Office Supplies | 1,763,792 | 236,240 | 2,000,032 |
| Printing and Advertising | 291,918 | 90,983 | 382,901 |
| Equipment Leases and Maintenance | 1,259,800 | 212,849 | 1,472,649 |
| Telephone and IT Services | 806,191 | 1,887,536 | 2,693,727 |
| Insurance | 1,316,806 | 237,322 | 1,554,128 |
| Interest and Banking Fees | 2,952,160 | 520,969 | 3,473,129 |
| Facility Costs and Utilities | 3,832,053 | 661,081 | 4,493,134 |
| Property Taxes | 2,200,621 | 388,345 | 2,588,966 |
| Depreciation and Amortization | 15,714,800 | 2,773,201 | 18,488,001 |
| Travel | - | 328,603 | 328,603 |
| Raw Food | 3,453,694 | 516,069 | 3,969,763 |
| Miscellaneous | 365,369 | 179,358 | 544,727 |
| Total Expenses by Function | $ 88,254,092 | $ 20,413,783 | $ 108,667,875 |

## NOTE 10 FUNCTIONAL EXPENSES (CONTINUED)

| | 2025 | | |
|---|---|---|---|
| | Care and Service to Community Members | Management and General | Total Expenses |
| Salaries | $ 39,123,279 | $ 7,046,104 | $ 46,169,383 |
| Payroll Taxes and Fringe Benefits | 8,394,796 | 2,482,438 | 10,877,234 |
| Contract Labor | 2,441,144 | 262,753 | 2,703,897 |
| Professional Fees | 156,643 | 1,435,813 | 1,592,456 |
| Dues and Subscriptions | 44,269 | 261,107 | 305,376 |
| Resident Supplies/Expenses | 597,515 | 1,373 | 598,888 |
| Office Supplies | 1,658,912 | 249,207 | 1,908,119 |
| Printing and Advertising | 257,862 | 68,201 | 326,063 |
| Equipment Leases and Maintenance | 1,190,337 | 197,349 | 1,387,686 |
| Telephone and IT Services | 559,388 | 1,384,775 | 1,944,163 |
| Insurance | 1,306,719 | 234,839 | 1,541,558 |
| Interest and Banking Fees | 2,975,890 | 701,208 | 3,677,098 |
| Facility Costs and Utilities | 3,480,962 | 612,899 | 4,093,861 |
| Property Taxes | 1,973,120 | 365,929 | 2,339,049 |
| Depreciation and Amortization | 14,309,201 | 3,423,191 | 17,732,392 |
| Travel | - | 309,347 | 309,347 |
| Raw Food | 3,347,234 | 500,161 | 3,847,395 |
| Miscellaneous | 240,834 | 171,501 | 412,335 |
| Total Expenses by Function | $ 82,058,105 | $ 19,708,195 | $ 101,766,300 |

## NOTE 11 EMPLOYEE BENEFIT PLAN

The Company offers defined contribution plans for all eligible employees of the System. The plans require each entity to match certain percentages of employee voluntary contributions based upon years of service. Pension expense is as follows for the years ended June 30:

| | 2026 | 2025 |
|---|---|---|
| The RiverWoods Group | $ 168,215 | $ 152,367 |
| RiverWoods Exeter | 247,042 | 241,999 |
| RiverWoods Manchester | 97,899 | 88,650 |
| RiverWoods Durham | 103,716 | 76,590 |
| Total | $ 616,872 | $ 559,606 |

## NOTE 12 CONCENTRATION OF CREDIT RISK

The Company maintains its cash accounts at commercial banks. The cash balances in each bank are insured by the FDIC up to certain dollar limitations. The concentration of credit risk varies with the funds held in the accounts and fluctuates based on available balances during the year.

The Company grants credit without collateral to its residents. The Company requires third-party insurance for those residents receiving health care services. The mix of receivables from patients and third-party payors at June 30 was as follows:

| | 2026 | 2025 |
|---|---|---|
| Medicare and Supplemental Insurance | 17 % | 50 % |
| Residents and Other Accounts Receivable | 83 | 50 |
| Total | 100 % | 100 % |

## NOTE 13 RELATED PARTY

RWE, RWM, and RWD remit fees to TRWG for management, information technology, and administrative support services as agreed upon in their respective management service agreements.

Management, information technology, and administrative support fees paid by RWE, RWM, and RWD are as follows for the years ended June 30. All amounts eliminate upon consolidation.

| | 2026 | | | |
|---|---|---|---|---|
| Fees Paid to TRWG: | RiverWoods Exeter | RiverWoods Manchester | RiverWoods Durham | Total |
| Management | $ 711,540 | $ 363,960 | $ 469,260 | $ 1,544,760 |
| Information Technology | 1,240,860 | 456,540 | 588,636 | 2,286,036 |
| Administrative Support | 2,173,320 | 839,712 | 1,119,684 | 4,132,716 |
| Total | $ 4,125,720 | $ 1,660,212 | $ 2,177,580 | $ 7,963,512 |

| | 2025 | | | |
|---|---|---|---|---|
| Fees Paid to TRWG: | RiverWoods Exeter | RiverWoods Manchester | RiverWoods Durham | Total |
| Management | $ 693,721 | $ 338,491 | $ 445,468 | $ 1,477,680 |
| Information Technology | 1,208,914 | 424,708 | 558,933 | 2,192,555 |
| Administrative Support | 2,104,974 | 806,421 | 1,088,884 | 4,000,279 |
| Total | $ 4,007,609 | $ 1,569,620 | $ 2,093,285 | $ 7,670,514 |

During fiscal years ended June 30, 2026 and 2025, RiverWoods Exeter incurred expenses reimbursed by TRWG totaling $25,779 and $120,188, respectively, which were eliminated in consolidation.

## NOTE 13 RELATED PARTY (CONTINUED)

In March 2024, the RiverWoods Group Board and the CCRC Board approved a new mechanism to fund system growth, the System Development Fee. This mechanism allows TRWG to bear most of the risk of future growth, providing protection to the stabilized communities. System Development Fees, recorded as net asset transfers and eliminated upon consolidation, paid by RWE, RWM, and RWD are as follows for the years ended June 30:

| | 2026 | 2025 |
|---|---|---|
| RiverWoods Exeter | $ 1,853,600 | $ 1,523,550 |
| RiverWoods Manchester | 718,116 | 632,000 |
| RiverWoods Durham | 597,810 | 449,016 |
| Total | $ 3,169,526 | $ 2,604,566 |

On July 8, 2016, and amended with the issuance of the Series 2021 Bonds, RiverWoods Manchester entered into an equity support agreement with TRWG, for a $2,000,000 subordinated loan, with the availability of an additional $5,000,000, if needed. This agreement provides liquidity support as required under the People's United Muni Finance Corp and People's United Bank, National Association (now M&T Bank) lending agreement. Principal may be repaid upon the latter of i) July 8, 2021, or ii) satisfaction of certain financial benchmarks as defined in the Financial Support Agreement. Interest at 3% is paid in monthly installments. All unpaid principal and accrued interest were originally due on July 8, 2026; however, pursuant to an amendment executed on June 30, 2026, the maturity date of the loan was extended to July 8, 2036. The outstanding amount on the loan is $2,000,000 at June 30, 2026 and 2025. RiverWoods Manchester paid TRWG $60,000 in interest on the loan during each of the years ended June 30, 2026 and 2025. These amounts are eliminated in consolidation.

On June 25, 2019, RiverWoods Manchester entered into a loan agreement with TRWG that provides up to $1,700,000 of funding at an interest rate of 0%. New borrowings were permitted through June 30, 2025, after which the agreement entered its repayment phase. Outstanding principal is repayable in 36 equal monthly installments beginning August 1, 2025. The outstanding amount on the loan was $343,750 and $495,000 at June 30, 2026 and 2025, respectively, and is eliminated in consolidation.

On June 15, 2023, RiverWoods Exeter entered into a promissory note agreement in an amount up to $10,000,000 with TRWG to support the financing of RiverWoods Exeter's centralized health center and independent living expansion capital project. The interest on the note is the same interest rate incurred by TRWG under its line of credit (see Note 5). The outstanding amount on the loan is $4,167,874 and $3,615,902 at June 30, 2026 and 2025, respectively, and is eliminated in consolidation.

## NOTE 13 RELATED PARTY (CONTINUED)

On February 18, 2025, RiverWoods Durham entered into a promissory note agreement in an amount up to $5,400,000 with TRWG to support the financing of RiverWoods Durham's Phase II independent living expansion capital project. The interest on the note is the same interest rate incurred by TRWG under its line of credit (see Note 5). The outstanding amount on the loan is $-0- and $441,647 at June 30, 2026 and 2025, and is eliminated in consolidation.

A benefit of a system is the ability to share knowledge and resources across the entities. For the Company's System, this typically includes shared staffing and employee benefits, supplies and personal protective equipment, and management fees. The accounts are reconciled on a monthly basis.

Effective with its fiscal year 2023, the RiverWoods Group System opted into a self-insured health insurance program for covered employees. Based upon purchasing power and the combined risk pool, the organization anticipated significant savings in aggregate as compared to commercial options. As part of the program, the organization purchases stop loss insurance to provide a maximum cost ceiling. The RiverWoods Group charges the communities at "expected" costs and bears the risk of maximum costs. TRWG will annually evaluate the risk/return benefit of adjusting stop loss insurance amounts. TRWG has established a Self-Insured Health Insurance board-designated reserve for claims exposure.

The amounts due (to)/from the entities that are eliminated in consolidation are comprised of the following at June 30, 2026:

| | 2026 | | | | |
|---|---|---|---|---|---|
| | The RiverWoods Group | RiverWoods Exeter | RiverWoods Manchester | RiverWoods Durham | Total |
| Due to TRWG | $ - | $ (1,304,947) | $ (477,452) | $ (555,474) | $ (2,337,873) |
| Due to RiverWoods Exeter | - | - | (745) | - | (745) |
| Due to RiverWoods Durham | - | (4,054) | - | - | (4,054) |
| Due from RiverWoods Exeter | 1,304,947 | - | - | 4,054 | 1,309,001 |
| Due from RiverWoods Manchester | 477,452 | 745 | - | - | 478,197 |
| Due from RiverWoods Durham | 555,474 | - | - | - | 555,474 |
| Total | $ 2,337,873 | $ (1,308,256) | $ (478,197) | $ (551,420) | $ - |

The amounts due (to)/from the entities that are eliminated in consolidation are comprised of the following at June 30, 2025:

| | 2025 | | | | |
|---|---|---|---|---|---|
| | The RiverWoods Group | RiverWoods Exeter | RiverWoods Manchester | RiverWoods Durham | Total |
| Due to TRWG | $ - | $ (677,551) | $ (208,838) | $ (278,823) | $ (1,165,212) |
| Due to RiverWoods Exeter | - | - | (607) | (3,028) | (3,635) |
| Due to RiverWoods Manchester | - | - | (1,045) | - | (1,045) |
| Due from RiverWoods Exeter | 677,551 | - | - | - | 677,551 |
| Due from RiverWoods Manchester | 208,838 | 607 | - | 1,045 | 210,490 |
| Due from RiverWoods Durham | 278,823 | 3,028 | - | - | 281,851 |
| Total | $ 1,165,212 | $ (673,916) | $ (210,490) | $ (280,806) | $ - |

## NOTE 14 INSURANCE

Effective October 23, 2014, RiverWoods Exeter began participating in an insurance risk retention group, the Caring Communities, a Reciprocal Risk Retention Group (CCrRRG), a group insurance captive corporation licensed by the state of Illinois, to cover basic professional and general liability insurance on a claims-made basis. Participation has been expanded to include The RiverWoods Group, RiverWoods Manchester, and RiverWoods Durham.

## NOTE 15 CONTINGENCIES AND COMMITMENTS

### Litigation

The Company occasionally finds itself as a defendant in legal suits that develop in the normal course of its activities. Although it is impossible to determine the ultimate resolution of matters that remain unresolved at this time, the Company does not anticipate that there will be any material effect on these consolidated financial statements as a result of any action presently in progress.

### Industry Regulation

The health care industry is subject to numerous laws and regulations of federal, state, and local governments. These laws and regulations include, but are not necessarily limited to, matters such as licensure, accreditation, government health care program participation requirements, reimbursement for patient services, and Medicare and Medicaid fraud and abuse.

Recently, government activity has increased with respect to investigations and allegations concerning possible violations of fraud and abuse statutes and regulations by health care providers. Violations of these laws and regulations could result in expulsion from government health care programs together with the imposition of significant fines and penalties, as well as significant repayments for patient services previously billed. Management believes that the Company is in compliance with fraud and abuse statutes as well as other applicable government statutes.

### Employee Retention Credit

The Employee Retention Credit (ERC) is a refundable tax credit against certain employment taxes equal to 50% of the qualified wages an eligible employer pays to employees after March 12, 2020, and before January 1, 2021. On December 27, 2020, the Consolidated Appropriations Act (CAA) was signed into law. Among other provisions, the CAA expanded the eligibility for ERC to include more entities as well as extending ERC into calendar year 2021 including the first, second and third calendar quarters. Furthermore, the refundable tax credit for the calendar year 2021 was expanded to 70% of the qualified wages. CAA provided these entities the ability to retroactively recover payroll taxes from earlier in 2020 during which they were previously ineligible. This is done by retroactively applying for the credit.

## NOTE 15 CONTINGENCIES AND COMMITMENTS (CONTINUED)

**Employee Retention Credit (Continued)**

Employers, including tax-exempt organizations, are eligible for the credit if they operate a trade or business during calendar year 2020 and 2021 and experience either a full or partial suspension of the operation of their trade or business during any calendar quarter due to a significant decline in gross receipts or because of governmental orders limiting commerce, travel or group meetings due to COVID-19. The credit applies to qualified wages (including certain health plan expenses) paid during this period or any calendar quarter in which eligibility requirements were met.

During the fiscal year ended June 30, 2023, each entity of the System filed Form 941-X tax returns for two quarters in 2021.

Due to various uncertainties regarding eligibility and collectability of the funds, the Company determined that all of the conditions of the ERC program had not been fulfilled as of June 30, 2024. Accordingly, the Company did not recognize the amounts received as revenue in the fiscal year ended June 30, 2024.

In April 2025, TRWG received one of its ERC refunds, including related interest income, which was recognized as revenue in fiscal year 2025.

During fiscal year 2026, TRWG received its second ERC refund; RWE received both of its ERC refunds; and RWM and RWD each received one ERC refund. These refunds and the related interest income had previously been recognized as revenue in fiscal year 2025 when management concluded that the recognition criteria had been met.

During fiscal year 2026, RWM received its second ERC refund, including related interest income, which was recognized as revenue in fiscal year 2026 when management concluded that the recognition criteria had been met.

The Company engaged a third-party to assist with determining its eligibility for the credit. The ERC refunds are subject to Internal Revenue Service (IRS) review with a possibility that upon review the IRS could request the funds be returned and reach a different conclusion regarding the Company's eligibility than the third-party determined.

During fiscal year 2026, The Board approved utilizing portions of the ERC proceeds to provide one-time credits to the residents of RWE and RWD. These credits, reflected as Other Non-Operating Expenses, totaled $1,741,000 and $655,000 for RWE and RWD, respectively.

## NOTE 16 PROJECTS IN PROGRESS

For projects that meet the Company's capital expenditure guidelines, a capital project is established. Expenditures are captured throughout the project as Capital Projects in Progress (CIP). Upon completion, the project is closed and placed into service and a fixed asset is created and depreciation begins. Projects that are not completed at fiscal year-end are reflected on the statement of financial position as projects in progress. For the fiscal year ended June 30, 2026, the following major projects were part of projects in progress:

| | Incurred Costs as of June 30, 2026 | Anticipated Completion Year |
|---|---|---|
| **RWE** | | |
| Centralized Healthcare and ILU Expansion Project | $ 4,376,007 | FY 2031 |
| **RWM** | | |
| Apartment Window Replacement | 487,601 | FY 2027 |
| **RWD** | | |
| Expansion Project | 4,595,136 | FY 2028 |

Included in the incurred costs for the RWE Centralized Healthcare and ILU Expansion Project is capitalized interest totaling approximately $530,000, of which approximately $312,400 was incurred during fiscal year 2025.

# THE RIVERWOODS GROUP
# CONSOLIDATING STATEMENT OF FINANCIAL POSITION
# JUNE 30, 2026
### (SEE INDEPENDENT AUDITORS' REPORT)

| ASSETS | The RiverWoods Group | The RiverWoods Company Exeter, NH | RiverWoods Manchester & Subsidiary | RiverWoods Durham | Consolidating | Eliminations | Consolidated |
|---|---|---|---|---|---|---|---|
| **CURRENT ASSETS** | | | | | | | |
| Cash and Cash Equivalents | $ 2,256,801 | $ 7,154,942 | $ 5,723,770 | $ 7,914,467 | $ 23,049,980 | $ - | $ 23,049,980 |
| Assets Limited as to Use - Other | 10,655 | 119,954 | 26,727 | 61,252 | 218,588 | - | 218,588 |
| Accounts Receivable | 1,839,542 | 538,651 | 77,656 | 267,515 | 2,723,364 | (867,980) | 1,855,384 |
| Inventories | - | 274,437 | 25,394 | 53,981 | 353,812 | - | 353,812 |
| Prepaid Expenses and Other Current Assets | 200,867 | 1,259,325 | 354,932 | 367,729 | 2,182,853 | - | 2,182,853 |
| Intercompany | 2,337,873 | 745 | - | 4,054 | 2,342,672 | (2,342,672) | - |
| Accrued Interest Receivable | 21,103 | 199,441 | 24,460 | 63,962 | 308,966 | - | 308,966 |
| Total Current Assets | 6,666,841 | 9,547,495 | 6,232,939 | 8,732,960 | 31,180,235 | (3,210,652) | 27,969,583 |
| **ASSETS LIMITED AS TO USE** | | | | | | | |
| RiverWoods Durham Phase II Waitlist Deposits | - | - | - | 4,616,575 | 4,616,575 | - | 4,616,575 |
| Other Restricted Funds | - | 2,537,097 | 19,328 | 258,632 | 2,815,057 | - | 2,815,057 |
| Endowment Funds | - | 1,637,947 | 5,501,490 | - | 7,139,437 | - | 7,139,437 |
| Total Assets Limited as to Use | - | 4,175,044 | 5,520,818 | 4,875,207 | 14,571,069 | - | 14,571,069 |
| **PROPERTY AND EQUIPMENT** | | | | | | | |
| Land and Land Improvements | - | 14,323,231 | 7,060,347 | 3,827,686 | 25,211,264 | - | 25,211,264 |
| Building and Improvements | - | 204,836,613 | 79,316,616 | 99,926,184 | 384,079,413 | - | 384,079,413 |
| Furniture and Equipment | 800,850 | 14,539,146 | 4,767,648 | 5,038,393 | 25,146,037 | - | 25,146,037 |
| Projects in Process | 398,998 | 8,444,444 | 1,299,897 | 4,759,860 | 14,903,199 | - | 14,903,199 |
| Total | 1,199,848 | 242,143,434 | 92,444,508 | 113,552,123 | 449,339,913 | - | 449,339,913 |
| Less: Accumulated Depreciation | (256,586) | (126,678,512) | (43,206,985) | (23,533,676) | (193,675,759) | - | (193,675,759) |
| Total Property and Equipment, Net | 943,262 | 115,464,922 | 49,237,523 | 90,018,447 | 255,664,154 | - | 255,664,154 |
| **OTHER ASSETS** | | | | | | | |
| Investments | 15,496,945 | 104,798,701 | 12,170,890 | 35,168,947 | 167,635,483 | - | 167,635,483 |
| Right-of-Use Assets, Operating Net | 1,970,075 | 77,675 | 12,396 | 12,884 | 2,073,030 | - | 2,073,030 |
| Notes Receivable | 6,511,624 | - | - | - | 6,511,624 | (6,511,624) | - |
| Benevolent Fund - Unrestricted Portion | - | 1,012,776 | 735,757 | - | 1,748,533 | - | 1,748,533 |
| Asset Under Interest Rate Swap Agreement | - | - | 1,007,834 | - | 1,007,834 | - | 1,007,834 |
| Other Assets | - | 290,378 | - | - | 290,378 | - | 290,378 |
| Software and Data Management | 433,339 | 30,510 | 66,039 | 66,727 | 596,615 | - | 596,615 |
| Deferred Marketing Costs | - | - | - | 536,779 | 536,779 | - | 536,779 |
| Total Other Assets | 24,411,983 | 106,210,040 | 13,992,916 | 35,785,337 | 180,400,276 | (6,511,624) | 173,888,652 |
| Total Assets | $ 32,022,086 | $ 235,397,501 | $ 74,984,196 | $ 139,411,951 | $ 481,815,734 | $ (9,722,276) | $ 472,093,458 |

# THE RIVERWOODS GROUP
# CONSOLIDATING STATEMENT OF FINANCIAL POSITION (CONTINUED)
# JUNE 30, 2026
### (SEE INDEPENDENT AUDITORS' REPORT)

| LIABILITIES AND NET ASSETS (DEFICIT) | The RiverWoods Group | The RiverWoods Company Exeter, NH | RiverWoods Manchester & Subsidiary | RiverWoods Durham | Consolidating | Eliminations | Consolidated |
|---|---|---|---|---|---|---|---|
| **CURRENT LIABILITIES** | | | | | | | |
| Current Portion of Long-Term Debt | $ 4,167,874 | $ 2,150,000 | $ 612,390 | $ 1,956,800 | $ 8,887,064 | $ (165,000) | $ 8,722,064 |
| Current Portion of Lease Obligation | 65,256 | 43,519 | 11,428 | 10,012 | 130,215 | - | 130,215 |
| Current Portion of Refundable Entrance Fee Liability | - | 2,271,585 | 1,039,809 | 1,118,320 | 4,429,714 | - | 4,429,714 |
| Accounts Payable and Accrued Expenses | 2,090,579 | 2,583,889 | 1,593,889 | 2,700,219 | 8,968,576 | (867,980) | 8,100,596 |
| Accrued Salaries, Wages, and Related Taxes | 1,291,301 | 1,067,506 | 668,600 | 769,964 | 3,797,371 | - | 3,797,371 |
| Accrued Interest Payable | - | 475,626 | 26,454 | 92,538 | 594,618 | - | 594,618 |
| Intercompany | - | 5,476,874 | 478,197 | 555,474 | 6,510,545 | (6,510,545) | - |
| Other Current Liabilities | - | 605,417 | 12,262 | 205,000 | 822,679 | | 822,679 |
| Total Current Liabilities | 7,615,010 | 14,674,416 | 4,443,029 | 7,408,327 | 34,140,782 | (7,543,525) | 26,597,257 |
| **LONG-TERM DEBT, NET OF CURRENT PORTION, DEFERRED FINANCING COSTS AND BOND PREMIUM** | - | 38,375,065 | 13,095,722 | 51,717,188 | 103,187,975 | (2,178,751) | 101,009,224 |
| **LONG-TERM LEASE OBLIGATION, NET OF CURRENT PORTION** | 1,951,911 | 34,155 | 968 | 2,872 | 1,989,906 | - | 1,989,906 |
| **OBLIGATION UNDER INTEREST RATE SWAP AGREEMENT** | - | - | - | 168,641 | 168,641 | - | 168,641 |
| **WAIT LIST DEPOSITS** | - | 36,694,120 | 2,535,100 | 13,038,742 | 52,267,962 | - | 52,267,962 |
| **REFUNDABLE ENTRANCE FEE LIABILITY** | - | 190,629,870 | 38,607,451 | 79,331,172 | 308,568,493 | - | 308,568,493 |
| **DEFERRED REVENUE FROM ENTRANCE FEES** | - | 31,262,792 | 14,926,978 | 10,129,366 | 56,319,136 | - | 56,319,136 |
| Total Liabilities | 9,566,921 | 311,670,418 | 73,609,248 | 161,796,308 | 556,642,895 | (9,722,276) | 546,920,619 |
| **NET ASSETS (DEFICIT)** | | | | | | | |
| Without Donor Restrictions | 22,444,510 | (78,211,609) | (4,172,599) | (22,531,655) | (82,471,353) | - | (82,471,353) |
| With Donor Restrictions | 10,655 | 1,938,692 | 5,547,547 | 147,298 | 7,644,192 | - | 7,644,192 |
| Total Net Assets (Deficit) | 22,455,165 | (76,272,917) | 1,374,948 | (22,384,357) | (74,827,161) | - | (74,827,161) |
| Total Liabilities and Net Assets (Deficit) | $ 32,022,086 | $ 235,397,501 | $ 74,984,196 | $ 139,411,951 | $ 481,815,734 | $ (9,722,276) | $ 472,093,458 |

# THE RIVERWOODS GROUP
# CONSOLIDATING STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS (DEFICIT)
# YEAR ENDED JUNE 30, 2026
## (SEE INDEPENDENT AUDITORS' REPORT)

| | The RiverWoods Group | The RiverWoods Company Exeter, NH | RiverWoods Manchester & Subsidiary | RiverWoods Durham | Consolidating | Eliminations | Consolidated |
|---|---|---|---|---|---|---|---|
| **REVENUES** | | | | | | | |
| Residential Service Fees | $ - | $ 34,306,453 | $ 9,721,834 | $ 13,141,997 | $ 57,170,284 | $ - | $ 57,170,284 |
| Earned Entrance Fees | - | 3,644,358 | 2,603,731 | 1,352,564 | 7,600,653 | - | 7,600,653 |
| Health Center Fees | - | 9,676,106 | 6,133,829 | 6,849,249 | 22,659,184 | - | 22,659,184 |
| Management, Development, Administrative, and IT Fees | 7,963,512 | - | - | - | 7,963,512 | (7,963,512) | - |
| Other Operating Revenue | 4,250 | 881,392 | 49,455 | 313,752 | 1,248,849 | - | 1,248,849 |
| Investment Income, Net of Fees | 730,573 | 2,482,892 | 466,429 | 1,252,336 | 4,932,230 | (60,000) | 4,872,230 |
| Net Assets Released from Restrictions | 113,664 | 548,329 | 476,011 | 221,329 | 1,359,333 | - | 1,359,333 |
| Total Revenues | 8,811,999 | 51,539,530 | 19,451,289 | 23,131,227 | 102,934,045 | (8,023,512) | 94,910,533 |
| **EXPENSES** | | | | | | | |
| General and Administrative | 12,063,166 | 12,736,972 | 5,528,240 | 6,244,812 | 36,573,190 | (7,937,733) | 28,635,457 |
| Community Life | - | 3,020,608 | 1,007,074 | 1,304,822 | 5,332,504 | - | 5,332,504 |
| Dining Services | - | 7,005,044 | 2,505,815 | 2,581,970 | 12,092,829 | - | 12,092,829 |
| Nursing Services | - | 10,771,490 | 4,862,428 | 5,668,514 | 21,302,432 | - | 21,302,432 |
| Environmental Services | - | 6,367,104 | 2,116,286 | 2,096,572 | 10,579,962 | - | 10,579,962 |
| Facility Costs and Utilities | 63,528 | 5,140,355 | 1,392,214 | 2,261,459 | 8,857,556 | (25,779) | 8,831,777 |
| Depreciation | 169,196 | 9,728,495 | 4,260,297 | 3,929,351 | 18,087,339 | - | 18,087,339 |
| Amortization | 215,170 | 16,567 | 19,607 | 149,318 | 400,662 | - | 400,662 |
| Interest | 54,058 | 1,617,248 | 443,447 | 1,350,160 | 3,464,913 | (60,000) | 3,404,913 |
| Total Expenses | 12,565,118 | 56,403,883 | 22,135,408 | 25,586,978 | 116,691,387 | (8,023,512) | 108,667,875 |
| **LOSS FROM OPERATIONS** | (3,753,119) | (4,864,353) | (2,684,119) | (2,455,751) | (13,757,342) | - | (13,757,342) |
| **NONOPERATING GAINS (LOSSES)** | | | | | | | |
| Contributions | - | 35,664 | 6,642 | - | 42,306 | - | 42,306 |
| Employee Retention Credit Revenue | - | - | 933,604 | - | 933,604 | - | 933,604 |
| Other Nonoperating Revenue | - | 184,406 | 48,973 | - | 233,379 | - | 233,379 |
| Change in Charitable Gift Annuity Liability | - | (2,789) | - | - | (2,789) | - | (2,789) |
| Changes in Net Unrealized Gains (Losses) on Equities Investments | 47,809 | 6,795,897 | 315,925 | 2,236,946 | 9,396,577 | - | 9,396,577 |
| Gains (Losses) on Sale of Investments and Capital Gains | 447,782 | 2,952,181 | 809,539 | 1,695,102 | 5,904,604 | - | 5,904,604 |
| Other Nonoperating Expenses | - | (1,840,759) | (17,605) | (655,000) | (2,513,364) | - | (2,513,364) |
| Losses on Asset Disposals and Inventory Write-off | - | (307,334) | (38,815) | - | (346,149) | - | (346,149) |
| Change in the Fair Value of Interest Rate Swap Agreements | - | - | (5,381) | (168,641) | (174,022) | - | (174,022) |
| Total Nonoperating Gains (Losses) | 495,591 | 7,817,266 | 2,052,882 | 3,108,407 | 13,474,146 | - | 13,474,146 |
| **EXCESS (DEFICIT) OF REVENUES AND GAINS OVER EXPENSES AND LOSSES** | (3,257,528) | 2,952,913 | (631,237) | 652,656 | (283,196) | - | (283,196) |

# THE RIVERWOODS GROUP
# CONSOLIDATING STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS (DEFICIT) (CONTINUED)
# YEAR ENDED JUNE 30, 2026
## (SEE INDEPENDENT AUDITORS' REPORT)

| | The RiverWoods Group | The RiverWoods Company Exeter, NH | RiverWoods Manchester & Subsidiary | RiverWoods Durham | Consolidating | Eliminations | Consolidated |
|---|---|---|---|---|---|---|---|
| **EXCESS (DEFICIT) OF REVENUES AND GAINS OVER EXPENSES AND LOSSES** | $ (3,257,528) | $ 2,952,913 | $ (631,237) | $ 652,656 | $ (283,196) | $ - | $ (283,196) |
| **OTHER CHANGES IN NET ASSETS (DEFICIT) WITHOUT DONOR RESTRICTIONS** | | | | | | | |
| Other Nonoperating Revenue | - | 1,154 | - | - | 1,154 | - | 1,154 |
| System Development Fee | 3,169,526 | (1,853,600) | (718,116) | (597,810) | - | - | - |
| Changes in Net Unrealized Gains on Nonequities Investments | 24,443 | 1,163,067 | 152,666 | 106,347 | 1,446,523 | - | 1,446,523 |
| Total Other Changes in Net Assets (Deficit) Without Donor Restrictions | 3,193,969 | (689,379) | (565,450) | (491,463) | 1,447,677 | - | 1,447,677 |
| **CHANGE IN NET ASSETS (DEFICIT) WITHOUT DONOR RESTRICTIONS** | (63,559) | 2,263,534 | (1,196,687) | 161,193 | 1,164,481 | - | 1,164,481 |
| **CHANGES IN NET ASSETS (DEFICIT) WITH DONOR RESTRICTIONS** | | | | | | | |
| Contributions | 51,000 | 603,832 | 205,255 | 291,682 | 1,151,769 | - | 1,151,769 |
| Changes in Net Realized and Unrealized Gains on Investments | - | - | 638,801 | - | 638,801 | - | 638,801 |
| Investment Income - Endowment Fund | - | - | 169,956 | - | 169,956 | - | 169,956 |
| Net Assets Released from Restrictions | (113,664) | (548,329) | (476,011) | (221,329) | (1,359,333) | - | (1,359,333) |
| Changes in Net Assets (Deficit) With Donor Restrictions | (62,664) | 55,503 | 538,001 | 70,353 | 601,193 | - | 601,193 |
| **CHANGE IN NET ASSETS (DEFICIT)** | (126,223) | 2,319,037 | (658,686) | 231,546 | 1,765,674 | - | 1,765,674 |
| Net Assets (Deficit) – Beginning of Year | 22,581,388 | (78,591,954) | 2,033,634 | (22,615,903) | (76,592,835) | - | (76,592,835) |
| **NET ASSETS (DEFICIT) – END OF YEAR** | $ 22,455,165 | $ (76,272,917) | $ 1,374,948 | $ (22,384,357) | $ (74,827,161) | $ - | $ (74,827,161) |

# THE RIVERWOODS GROUP
# CONSOLIDATING STATEMENT OF CASH FLOWS
# YEAR ENDED JUNE 30, 2026
## (SEE INDEPENDENT AUDITORS' REPORT)

| | The RiverWoods Group | The RiverWoods Company Exeter, NH | RiverWoods Manchester & Subsidiary | RiverWoods Durham | Consolidating | Eliminations | Consolidated |
|---|---|---|---|---|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | | | | | | |
| Change in Net Assets (Deficit) | $ (126,223) | $ 2,319,037 | $ (658,686) | $ 231,546 | $ 1,765,674 | $ - | $ 1,765,674 |
| Adjustments to Reconcile Change in Net Assets (Deficit) to Net Cash Provided (Used) by Operating Activities: | | | | | | | |
| Proceeds from Entrance Fees - Nonrefundable | - | 5,449,900 | 2,606,900 | 1,273,600 | 9,330,400 | - | 9,330,400 |
| Noncash Items Included in Change in Net Assets (Deficit): | | | | | | | |
| Amortization of Deferred Entrance Fee Revenue | - | (3,644,356) | (2,603,733) | (1,352,564) | (7,600,653) | - | (7,600,653) |
| Depreciation and Amortization | 384,366 | 9,745,062 | 4,279,904 | 4,078,669 | 18,488,001 | - | 18,488,001 |
| Amortization of Bond Issuance Costs and (Bond Premiums) | - | (309,182) | 38,897 | 239,916 | (30,369) | - | (30,369) |
| Loss on Asset Disposals | - | 307,334 | 38,815 | - | 346,149 | - | 346,149 |
| Change in Interest Rate Swap Agreements | - | - | 5,381 | 168,641 | 174,022 | - | 174,022 |
| Unrealized Gains on Investments, Net | (72,252) | (7,958,964) | (1,107,392) | (2,343,293) | (11,481,901) | - | (11,481,901) |
| Noncash Lease Expense | 47,092 | - | - | - | 47,092 | - | 47,092 |
| (Increase) Decrease in Assets: | | | | | | | |
| Accounts Receivable | (846,684) | 273,232 | 185,235 | (235,059) | (623,276) | (117,178) | (740,454) |
| Employee Retention Credit Receivable | 287,985 | 5,433,963 | 941,442 | 990,369 | 7,653,759 | - | 7,653,759 |
| Inventories | - | 4,907 | (1,312) | (4,061) | (466) | - | (466) |
| Prepaid Expenses and Other Assets | (1,193,149) | (700,403) | (245,885) | (275,874) | (2,415,311) | 1,131,855 | (1,283,456) |
| Accrued Interest Receivable | (13,003) | (36,268) | (4,736) | (3,711) | (57,718) | - | (57,718) |
| Increase (Decrease) in Liabilities: | | | | | | | |
| Accounts Payable and Accrued Expenses | 839,291 | (316,531) | 1,021,125 | 1,561,195 | 3,105,080 | 117,178 | 3,222,258 |
| Accrued Salaries, Wages, and Related Taxes | 91,355 | (476,665) | 60,785 | 59,938 | (264,587) | - | (264,587) |
| Accrued Interest Payable and Other Liabilities | - | 1,268,206 | 59,831 | (232,997) | 1,095,040 | (1,131,855) | (36,815) |
| Net Cash Provided (Used) by Operating Activities | (601,222) | 11,359,272 | 4,616,571 | 4,156,315 | 19,530,936 | - | 19,530,936 |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | | | | | | |
| Purchases of Property and Equipment | (695,155) | (13,278,123) | (3,199,410) | (5,958,308) | (23,130,996) | - | (23,130,996) |
| Purchases of Software & Data Management | (301,460) | - | - | - | (301,460) | - | (301,460) |
| (Increase) Decrease in Investments | (6,250) | (16,608,059) | (3,118,757) | 833,525 | (18,899,541) | - | (18,899,541) |
| Increase in Other Restricted Funds | - | (625,038) | 92,902 | (97,040) | (629,176) | - | (629,176) |
| Increase in RiverWoods Durham Phase II Waitlist Deposits | - | - | - | (4,616,575) | (4,616,575) | - | (4,616,575) |
| Increase in Benevolent Fund | - | (49,587) | (158,978) | - | (208,565) | - | (208,565) |
| Net Cash Used by Investing Activities | (1,002,865) | (30,560,807) | (6,384,243) | (9,838,398) | (47,786,313) | - | (47,786,313) |

# THE RIVERWOODS GROUP
# CONSOLIDATING STATEMENT OF CASH FLOWS (CONTINUED)
# YEAR ENDED JUNE 30, 2026
### (SEE INDEPENDENT AUDITORS' REPORT)

| | The RiverWoods Group | The RiverWoods Company Exeter, NH | RiverWoods Manchester & Subsidiary | RiverWoods Durham | Consolidating | Eliminations | Consolidated |
|---|---|---|---|---|---|---|---|
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | | | | | | |
| Payments on Long-Term Debt | $ - | $ (1,630,001) | $ (772,432) | $ (1,915,900) | $ (4,318,333) | $ - | $ (4,318,333) |
| Payments on Line of Credit | (1,635,209) | - | - | - | (1,635,209) | - | (1,635,209) |
| Proceeds from Line of Credit | 1,969,137 | - | - | - | 1,969,137 | - | 1,969,137 |
| Net Proceeds Related to Bond Issuance | - | - | - | 3,755,862 | 3,755,862 | - | 3,755,862 |
| Change in Wait List Deposits | - | 6,433,200 | 1,227,400 | 4,112,492 | 11,773,092 | - | 11,773,092 |
| Proceeds from Entrance Fees - Refundable | - | 20,302,100 | 5,518,100 | 6,296,400 | 32,116,600 | - | 32,116,600 |
| Refunds of Entrance Fees | - | (11,761,525) | (3,132,541) | (4,363,765) | (19,257,831) | - | (19,257,831) |
| Net Cash Provided by Financing Activities | 333,928 | 13,343,774 | 2,840,527 | 7,885,089 | 24,403,318 | - | 24,403,318 |
| **NET CHANGE IN CASH, CASH EQUIVALENTS, AND RESTRICTED CASH** | (1,270,159) | (5,857,761) | 1,072,855 | 2,203,006 | (3,852,059) | - | (3,852,059) |
| Cash, Cash Equivalents, and Restricted Cash - Beginning of Year | 3,537,615 | 13,409,821 | 4,696,075 | 5,772,713 | 27,416,224 | - | 27,416,224 |
| **CASH, CASH EQUIVALENTS, AND RESTRICTED CASH - END OF YEAR** | $ 2,267,456 | $ 7,552,060 | $ 5,768,930 | $ 7,975,719 | $ 23,564,165 | $ - | $ 23,564,165 |
| **SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION** | | | | | | | |
| Cash Paid for Interest | $ - | $ 1,943,250 | $ 405,372 | $ 1,110,705 | $ 3,459,327 | $ (60,000) | $ 3,399,327 |
| **SUPPLEMENTAL DISCLOSURES OF NONCASH INVESTING AND FINANCING ACTIVITIES** | | | | | | | |
| Lease Asset Acquired | $ 2,056,300 | $ - | $ - | $ - | $ 2,056,300 | $ - | $ 2,056,300 |
| Lease Liability Incurred | (2,056,300) | - | - | - | (2,056,300) | - | (2,056,300) |
| Cash Paid for Lease Acquisition | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Proceeds from Issuance of Series 2026 Bonds | $ - | $ - | $ - | $ 4,407,742 | $ 4,407,742 | $ - | $ 4,407,742 |
| Debt Issuance Costs of Series 2026 Bonds | - | - | - | (651,880) | (651,880) | - | (651,880) |
| Net Proceeds at Bond Issuance Closing | $ - | $ - | $ - | $ 3,755,862 | $ 3,755,862 | $ - | $ 3,755,862 |

# THE RIVERWOODS GROUP
# CONSOLIDATING STATEMENT OF FINANCIAL POSITION
# JUNE 30, 2025
## (SEE INDEPENDENT AUDITORS' REPORT)

| ASSETS | The RiverWoods Group | The RiverWoods Company Exeter, NH | RiverWoods Manchester & Subsidiary | RiverWoods Durham | Consolidating | Eliminations | Consolidated |
|---|---|---|---|---|---|---|---|
| **CURRENT ASSETS** | | | | | | | |
| Cash and Cash Equivalents | $ 3,526,960 | $ 12,971,119 | $ 4,643,015 | $ 5,704,679 | $ 26,845,773 | $ - | $ 26,845,773 |
| Assets Limited as to Use - Other | 10,655 | 210,903 | 36,427 | 68,034 | 326,019 | - | 326,019 |
| Accounts Receivable | 992,858 | 811,883 | 262,891 | 32,456 | 2,100,088 | (985,158) | 1,114,930 |
| Employee Retention Credit Receivable | 287,985 | 5,433,963 | 941,442 | 990,369 | 7,653,759 | - | 7,653,759 |
| Inventories | - | 279,344 | 24,082 | 49,920 | 353,346 | - | 353,346 |
| Prepaid Expenses and Other Current Assets | 139,454 | 565,362 | 109,047 | 94,864 | 908,727 | - | 908,727 |
| Intercompany | 1,165,212 | 3,635 | - | 1,045 | 1,169,892 | (1,169,892) | - |
| Accrued Interest Receivable | 8,100 | 163,173 | 19,724 | 60,251 | 251,248 | - | 251,248 |
| Total Current Assets | 6,131,224 | 20,439,382 | 6,036,628 | 7,001,618 | 39,608,852 | (2,155,050) | 37,453,802 |
| **ASSETS LIMITED AS TO USE** | | | | | | | |
| Other Restricted Funds | - | 2,121,533 | 12,921 | 161,592 | 2,296,046 | - | 2,296,046 |
| Endowment Funds | - | 1,379,108 | 4,960,198 | - | 6,339,306 | - | 6,339,306 |
| Total Assets Limited as to Use | - | 3,500,641 | 4,973,119 | 161,592 | 8,635,352 | - | 8,635,352 |
| **PROPERTY AND EQUIPMENT** | | | | | | | |
| Land and Land Improvements | - | 14,496,290 | 6,977,681 | 3,695,959 | 25,169,930 | - | 25,169,930 |
| Building and Improvements | - | 209,649,863 | 79,106,839 | 98,899,369 | 387,656,071 | - | 387,656,071 |
| Furniture and Equipment | 421,394 | 17,513,532 | 6,060,378 | 4,191,753 | 28,187,057 | - | 28,187,057 |
| Projects in Process | 211,146 | 4,864,724 | 323,890 | 856,178 | 6,255,938 | - | 6,255,938 |
| Total | 632,540 | 246,524,409 | 92,468,788 | 107,643,259 | 447,268,996 | - | 447,268,996 |
| Less: Accumulated Depreciation | (215,237) | (134,301,781) | (42,131,563) | (19,653,769) | (196,302,350) | - | (196,302,350) |
| Total Property and Equipment, Net | 417,303 | 112,222,628 | 50,337,225 | 87,989,490 | 250,966,646 | - | 250,966,646 |
| **OTHER ASSETS** | | | | | | | |
| Investments | 15,418,443 | 80,231,678 | 8,583,542 | 33,659,179 | 137,892,842 | - | 137,892,842 |
| Right-of-Use Assets, Operating Net | - | 119,473 | 23,485 | 36,556 | 179,514 | - | 179,514 |
| Notes Receivable | 6,552,549 | - | - | - | 6,552,549 | (6,552,549) | - |
| Benevolent Fund - Unrestricted Portion | - | 963,189 | 576,779 | - | 1,539,968 | - | 1,539,968 |
| Asset Under Interest Rate Swap Agreement | - | - | 1,013,215 | - | 1,013,215 | - | 1,013,215 |
| Other Assets | - | 281,048 | - | - | 281,048 | - | 281,048 |
| Software and Data Management | 347,049 | 47,076 | 85,646 | 107,281 | 587,052 | - | 587,052 |
| Deferred Marketing Costs | - | - | - | 645,543 | 645,543 | - | 645,543 |
| Total Other Assets | 22,318,041 | 81,642,464 | 10,282,667 | 34,448,559 | 148,691,731 | (6,552,549) | 142,139,182 |
| Total Assets | $ 28,866,568 | $ 217,805,115 | $ 71,629,639 | $ 129,601,259 | $ 447,902,581 | $ (8,707,599) | $ 439,194,982 |

# THE RIVERWOODS GROUP
# CONSOLIDATING STATEMENT OF FINANCIAL POSITION (CONTINUED)
# JUNE 30, 2025
### (SEE INDEPENDENT AUDITORS' REPORT)

| LIABILITIES AND NET ASSETS (DEFICIT) | The RiverWoods Group | The RiverWoods Company Exeter, NH | RiverWoods Manchester & Subsidiary | RiverWoods Durham | Consolidating | Eliminations | Consolidated |
|---|---|---|---|---|---|---|---|
| **CURRENT LIABILITIES** | | | | | | | |
| Current Portion of Long-Term Debt | $ - | $ 1,630,000 | $ 659,913 | $ 1,915,900 | $ 4,205,813 | $ (151,250) | $ 4,054,563 |
| Current Portion of Lease Obligation | - | 41,799 | 11,089 | 23,671 | 76,559 | - | 76,559 |
| Fee Liability | - | 1,599,220 | 701,385 | 1,365,930 | 3,666,535 | - | 3,666,535 |
| Accounts Payable and Accrued Expenses | 1,251,288 | 2,900,420 | 572,764 | 1,139,024 | 5,863,496 | (985,158) | 4,878,338 |
| Accrued Salaries, Wages, and Related Taxes | 1,199,946 | 1,544,171 | 607,815 | 710,026 | 4,061,958 | - | 4,061,958 |
| Accrued Interest Payable | - | 495,999 | 27,803 | 93,088 | 616,890 | - | 616,890 |
| Intercompany | - | 4,293,453 | 210,490 | 723,498 | 5,227,441 | (5,227,441) | - |
| Other Current Liabilities | - | 562,681 | 12,262 | 161,000 | 735,943 | | 735,943 |
| Total Current Liabilities | 2,451,234 | 13,067,743 | 2,803,521 | 6,132,137 | 24,454,635 | (6,363,849) | 18,090,786 |
| **LONG-TERM DEBT, NET OF CURRENT PORTION, DEFERRED FINANCING COSTS AND BOND PREMIUM** | 3,833,946 | 40,834,248 | 13,781,734 | 49,678,210 | 108,128,138 | (2,343,750) | 105,784,388 |
| **LONG-TERM LEASE OBLIGATION, NET OF CURRENT PORTION** | - | 77,674 | 12,396 | 12,885 | 102,955 | - | 102,955 |
| **WAIT LIST DEPOSITS** | - | 30,260,920 | 1,307,700 | 8,926,250 | 40,494,870 | - | 40,494,870 |
| **REFUNDABLE ENTRANCE FEE LIABILITY** | - | 182,689,234 | 36,756,995 | 77,259,350 | 296,705,579 | - | 296,705,579 |
| **DEFERRED REVENUE FROM ENTRANCE FEES** | - | 29,467,250 | 14,933,659 | 10,208,330 | 54,609,239 | - | 54,609,239 |
| Total Liabilities | 6,285,180 | 296,397,069 | 69,596,005 | 152,217,162 | 524,495,416 | (8,707,599) | 515,787,817 |
| **NET ASSETS (DEFICIT)** | | | | | | | |
| Without Donor Restrictions | 22,508,069 | (80,475,143) | (2,975,912) | (22,692,848) | (83,635,834) | - | (83,635,834) |
| With Donor Restrictions | 73,319 | 1,883,189 | 5,009,546 | 76,945 | 7,042,999 | - | 7,042,999 |
| Total Net Assets (Deficit) | 22,581,388 | (78,591,954) | 2,033,634 | (22,615,903) | (76,592,835) | - | (76,592,835) |
| Total Liabilities and Net Assets (Deficit) | $ 28,866,568 | $ 217,805,115 | $ 71,629,639 | $ 129,601,259 | $ 447,902,581 | $ (8,707,599) | $ 439,194,982 |
| | - | - | - | - | - | - | - |

# THE RIVERWOODS GROUP
# CONSOLIDATING STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS (DEFICIT)
# YEAR ENDED JUNE 30, 2025
## (SEE INDEPENDENT AUDITORS' REPORT)

| | The RiverWoods Group | The RiverWoods Company Exeter, NH | RiverWoods Manchester & Subsidiary | RiverWoods Durham | Consolidating | Eliminations | Consolidated |
|---|---|---|---|---|---|---|---|
| **REVENUES** | | | | | | | |
| Residential Service Fees | $ - | $ 33,064,519 | $ 9,315,146 | $ 12,861,170 | $ 55,240,835 | $ - | $ 55,240,835 |
| Earned Entrance Fees | - | 3,522,896 | 2,071,670 | 1,450,274 | 7,044,840 | - | 7,044,840 |
| Health Center Fees | - | 7,777,633 | 6,206,612 | 6,615,915 | 20,600,160 | - | 20,600,160 |
| Management, Development, Administrative, and IT Fees | 7,670,514 | - | - | - | 7,670,514 | (7,670,514) | - |
| Other Operating Revenue | - | 664,560 | 22,698 | 418,895 | 1,106,153 | - | 1,106,153 |
| Investment Income, Net of Fees | 695,819 | 1,903,631 | 382,406 | 1,187,300 | 4,169,156 | (60,000) | 4,109,156 |
| Net Assets Released from Restrictions | 35,186 | 407,093 | 409,596 | 192,888 | 1,044,763 | - | 1,044,763 |
| Total Revenues | 8,401,519 | 47,340,332 | 18,408,128 | 22,726,442 | 96,876,421 | (7,730,514) | 89,145,907 |
| **EXPENSES** | | | | | | | |
| General and Administrative | 10,392,015 | 11,779,148 | 5,106,074 | 5,726,204 | 33,003,441 | (7,550,326) | 25,453,115 |
| Community Life | - | 2,866,364 | 966,000 | 1,236,298 | 5,068,662 | - | 5,068,662 |
| Dining Services | - | 6,576,630 | 2,459,609 | 2,558,708 | 11,594,947 | - | 11,594,947 |
| Nursing Services | - | 9,955,411 | 4,719,240 | 5,586,256 | 20,260,907 | - | 20,260,907 |
| Environmental Services | - | 6,263,273 | 1,862,621 | 1,818,187 | 9,944,081 | - | 9,944,081 |
| Facility Costs and Utilities | 124,907 | 4,654,555 | 1,402,328 | 2,098,957 | 8,280,747 | (120,188) | 8,160,559 |
| Depreciation | 85,776 | 9,419,826 | 4,090,810 | 3,736,463 | 17,332,875 | - | 17,332,875 |
| Amortization | 184,944 | 21,281 | 19,286 | 150,180 | 375,691 | - | 375,691 |
| Interest | 9,221 | 1,727,646 | 456,273 | 1,442,323 | 3,635,463 | (60,000) | 3,575,463 |
| Total Expenses | 10,796,863 | 53,264,134 | 21,082,241 | 24,353,576 | 109,496,814 | (7,730,514) | 101,766,300 |
| **LOSS FROM OPERATIONS** | (2,395,344) | (5,923,802) | (2,674,113) | (1,627,134) | (12,620,393) | - | (12,620,393) |
| **NONOPERATING GAINS (LOSSES)** | | | | | | | |
| Contributions | - | 27,283 | 1,093 | - | 28,376 | - | 28,376 |
| Employee Retention Credit Revenue | 583,834 | 5,433,963 | 941,442 | 990,369 | 7,949,608 | - | 7,949,608 |
| Change in Charitable Gift Annuity Liability | - | 70,788 | - | - | 70,788 | - | 70,788 |
| Changes in Net Unrealized Gains (Losses) on Equities Investments | (699,131) | 2,445,766 | (125,303) | 1,072,833 | 2,694,165 | - | 2,694,165 |
| Gains (Losses) on Sale of Investments and Capital Gains | 1,404,552 | 2,295,509 | 759,093 | 1,309,270 | 5,768,424 | - | 5,768,424 |
| Losses on Asset Disposals and Inventory Write-off | (431,082) | (3,937) | (3,552) | 8,548 | (430,023) | - | (430,023) |
| Change in the Fair Value of Interest Rate Swap Agreements | - | (272,859) | (314,776) | - | (587,635) | - | (587,635) |
| Total Nonoperating Gains (Losses) | 858,173 | 9,996,513 | 1,257,997 | 3,381,020 | 15,493,703 | - | 15,493,703 |
| **EXCESS (DEFICIT) OF REVENUES AND GAINS OVER EXPENSES AND LOSSES** | (1,537,171) | 4,072,711 | (1,416,116) | 1,753,886 | 2,873,310 | - | 2,873,310 |

# THE RIVERWOODS GROUP
# CONSOLIDATING STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS (DEFICIT) (CONTINUED)
# YEAR ENDED JUNE 30, 2025
## (SEE INDEPENDENT AUDITORS' REPORT)

| | The RiverWoods Group | The RiverWoods Company Exeter, NH | RiverWoods Manchester & Subsidiary | RiverWoods Durham | Consolidating | Eliminations | Consolidated |
|---|---|---|---|---|---|---|---|
| **EXCESS (DEFICIT) OF REVENUES AND GAINS OVER EXPENSES AND LOSSES** | $ (1,537,171) | $ 4,072,711 | $ (1,416,116) | $ 1,753,886 | $ 2,873,310 | $ - | $ 2,873,310 |
| **OTHER CHANGES IN NET ASSETS (DEFICIT) WITHOUT DONOR RESTRICTIONS** | | | | | | | |
| Other Nonoperating Revenue | - | 38,710 | - | - | 38,710 | - | 38,710 |
| System Development Fee | 2,604,566 | (1,523,550) | (632,000) | (449,016) | - | - | - |
| Changes in Net Unrealized Gains on Nonequities Investments | 125,549 | 2,606,255 | 115,378 | 287,197 | 3,134,379 | - | 3,134,379 |
| Total Other Changes in Net Assets (Deficit) Without Donor Restrictions | 2,730,115 | 1,121,415 | (516,622) | (161,819) | 3,173,089 | - | 3,173,089 |
| **CHANGE IN NET ASSETS (DEFICIT) WITHOUT DONOR RESTRICTIONS** | 1,192,944 | 5,194,126 | (1,932,738) | 1,592,067 | 6,046,399 | - | 6,046,399 |
| **CHANGES IN NET ASSETS (DEFICIT) WITH DONOR RESTRICTIONS** | | | | | | | |
| Contributions | 97,850 | 772,435 | 167,440 | 188,200 | 1,225,925 | - | 1,225,925 |
| Changes in Net Realized and Unrealized Gains on Investments | - | - | 413,398 | - | 413,398 | - | 413,398 |
| Investment Income - Endowment Fund | - | - | 164,231 | - | 164,231 | - | 164,231 |
| Net Assets Released from Restrictions | (35,186) | (407,093) | (409,596) | (192,888) | (1,044,763) | - | (1,044,763) |
| Changes in Net Assets (Deficit) With Donor Restrictions | 62,664 | 365,342 | 335,473 | (4,688) | 758,791 | - | 758,791 |
| **CHANGE IN NET ASSETS (DEFICIT)** | 1,255,608 | 5,559,468 | (1,597,265) | 1,587,379 | 6,805,190 | - | 6,805,190 |
| Net Assets (Deficit) – Beginning of Year | 21,325,780 | (84,151,422) | 3,630,899 | (24,203,282) | (83,398,025) | - | (83,398,025) |
| **NET ASSETS (DEFICIT) – END OF YEAR** | $ 22,581,388 | $ (78,591,954) | $ 2,033,634 | $ (22,615,903) | $ (76,592,835) | $ - | $ (76,592,835) |

# THE RIVERWOODS GROUP
# CONSOLIDATING STATEMENT OF CASH FLOWS
# YEAR ENDED JUNE 30, 2025
### (SEE INDEPENDENT AUDITORS' REPORT)

| | The RiverWoods Group | The RiverWoods Company Exeter, NH | RiverWoods Manchester & Subsidiary | RiverWoods Durham | Consolidating | Eliminations | Consolidated |
|---|---|---|---|---|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | | | | | | |
| Change in Net Assets (Deficit) | $ 1,255,608 | $ 5,559,468 | $ (1,597,265) | $ 1,587,379 | $ 6,805,190 | $ - | $ 6,805,190 |
| Adjustments to Reconcile Change in Net Assets (Deficit) to Net Cash Provided (Used) by Operating Activities: | | | | | | | |
| Proceeds from Entrance Fees - Nonrefundable | - | 5,614,000 | 2,302,200 | 1,098,610 | 9,014,810 | - | 9,014,810 |
| Noncash Items Included in Change in Net Assets (Deficit): | | | | | | | |
| Amortization of Deferred Entrance Fee Revenue | - | (3,522,896) | (2,071,670) | (1,450,274) | (7,044,840) | - | (7,044,840) |
| Depreciation and Amortization | 270,720 | 9,441,107 | 4,110,096 | 3,910,469 | 17,732,392 | - | 17,732,392 |
| Amortization of Bond Issuance Costs and (Bond Premiums) | - | (114,741) | 38,897 | 290,792 | 214,948 | - | 214,948 |
| Loss on Inventory Writeoff | 231,082 | - | - | - | 231,082 | - | 231,082 |
| Change in Interest Rate Swap Agreements | - | 354,337 | 314,776 | - | 669,113 | - | 669,113 |
| Unrealized (Gains) Losses on Investments, Net | 573,582 | (5,052,021) | (403,473) | (1,360,030) | (6,241,942) | - | (6,241,942) |
| (Increase) Decrease in Assets: | | | | | | | |
| Accounts Receivable | (990,890) | 435,072 | (154,743) | 88,488 | (622,073) | 985,158 | 363,085 |
| Employee Retention Credit Receivable | (287,985) | (5,433,963) | (941,442) | (990,369) | (7,653,759) | - | (7,653,759) |
| Inventories | 15,142 | 82,237 | 11,411 | 15,649 | 124,439 | - | 124,439 |
| Prepaid Expenses and Other Assets | (2,486,610) | 246,253 | 1,581 | 47,419 | (2,191,357) | 2,443,087 | 251,730 |
| Accrued Interest Receivable | 14,259 | (12,876) | (340) | (1,795) | (752) | - | (752) |
| Increase (Decrease) in Liabilities: | | | | | | | |
| Accounts Payable and Accrued Expenses | 458,979 | 1,456,818 | (95,547) | (311,712) | 1,508,538 | (985,158) | 523,380 |
| Accrued Salaries, Wages, and Related Taxes | 212,080 | 88,794 | 2,473 | 48,964 | 352,311 | - | 352,311 |
| Accrued Interest Payable and Other Liabilities | - | 1,980,755 | (391,057) | 504,717 | 2,094,415 | (2,443,087) | (348,672) |
| Net Cash Provided (Used) by Operating Activities | (734,033) | 11,122,344 | 1,125,897 | 3,478,307 | 14,992,515 | - | 14,992,515 |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | | | | | | |
| Purchases of Property and Equipment | (263,045) | (9,295,088) | (3,584,486) | (2,000,348) | (15,142,967) | - | (15,142,967) |
| Purchases of Software & Data Management | (72,187) | (11,302) | (11,302) | (101,321) | (196,112) | - | (196,112) |
| Increase in Investments | (260,188) | (528,881) | (990,028) | (2,317,574) | (4,096,671) | - | (4,096,671) |
| Increase in Other Restricted Funds | - | (537,089) | 69,997 | (16,359) | (483,451) | - | (483,451) |
| (Increase) Decrease in Benevolent Fund | - | 95,587 | (71,296) | - | 24,291 | - | 24,291 |
| Net Cash Used by Investing Activities | (595,420) | (10,276,773) | (4,587,115) | (4,435,602) | (19,894,910) | - | (19,894,910) |

# THE RIVERWOODS GROUP
# CONSOLIDATING STATEMENT OF CASH FLOWS (CONTINUED)
# YEAR ENDED JUNE 30, 2025
## (SEE INDEPENDENT AUDITORS' REPORT)

| | The RiverWoods Group | The RiverWoods Company Exeter, NH | RiverWoods Manchester & Subsidiary | RiverWoods Durham | Consolidating | Eliminations | Consolidated |
|---|---|---|---|---|---|---|---|
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | | | | | | |
| Payments on Long-Term Debt | $ - | $ (1,240,000) | $ (1,244,608) | $ (1,878,100) | $ (4,362,708) | $ - | $ (4,362,708) |
| Proceeds from Line of Credit | 2,091,116 | - | - | - | 2,091,116 | - | 2,091,116 |
| Cash Paid Related to Bond Issuance | - | (49,927) | - | - | (49,927) | - | (49,927) |
| Change in Wait List Deposits | - | 5,598,511 | 252,010 | 1,756,880 | 7,607,401 | - | 7,607,401 |
| Proceeds from Entrance Fees - Refundable | - | 15,001,000 | 4,923,800 | 4,530,490 | 24,455,290 | - | 24,455,290 |
| Proceeds from Entrance Fees - Initial Sales - Refundable | - | - | 472,430 | - | 472,430 | - | 472,430 |
| Proceeds from Entrance Fees - Initial Sales - Nonrefundable | - | - | 202,470 | - | 202,470 | - | 202,470 |
| Refunds of Entrance Fees | - | (12,027,835) | (1,043,263) | (3,158,290) | (16,229,388) | - | (16,229,388) |
| Net Cash Provided by Financing Activities | 2,091,116 | 7,281,749 | 3,562,839 | 1,250,980 | 14,186,684 | - | 14,186,684 |
| **NET CHANGE IN CASH, CASH EQUIVALENTS, AND RESTRICTED CASH** | 761,663 | 8,127,320 | 101,621 | 293,685 | 9,284,289 | - | 9,284,289 |
| Cash, Cash Equivalents, and Restricted Cash - Beginning of Year | 2,775,952 | 5,282,501 | 4,594,454 | 5,479,028 | 18,131,935 | - | 18,131,935 |
| **CASH, CASH EQUIVALENTS, AND RESTRICTED CASH - END OF YEAR** | $ 3,537,615 | $ 13,409,821 | $ 4,696,075 | $ 5,772,713 | $ 27,416,224 | $ - | $ 27,416,224 |
| **SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION** | | | | | | | |
| Cash Paid for Interest | $ - | $ 1,481,899 | $ 417,175 | $ 1,152,206 | $ 3,051,280 | $ (60,000) | $ 2,991,280 |
| **SUPPLEMENTAL DISCLOSURES OF NONCASH INVESTING AND FINANCING ACTIVITIES** | | | | | | | |
| Lease Asset Acquired | $ - | $ (46,095) | $ - | $ - | $ (46,095) | $ - | $ (46,095) |
| Lease Liability Incurred | - | 46,095 | - | - | 46,095 | - | 46,095 |
| Cash Paid for Lease Acquisition | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| Purchased of Property and Equipment | $ (263,045) | $ (9,295,088) | $ (2,985,015) | $ (2,000,348) | $ (14,543,496) | $ - | $ (14,543,496) |
| Plus: Additions included in Accounts Payable | - | - | - | - | - | - | - |
| Less: Additions Included in Accounts Payable in Prior Year | - | - | (599,471) | - | (599,471) | - | (599,471) |
| Cash Paid for Property and Equipment | $ (263,045) | $ (9,295,088) | $ (3,584,486) | $ (2,000,348) | $ (15,142,967) | $ - | $ (15,142,967) |
| Proceeds from Issuance of Series 2024 Bonds | $ - | $ 39,680,000 | $ - | $ - | $ 39,680,000 | $ - | $ 39,680,000 |
| Premium of Series 2024 Bonds | - | 3,567,513 | - | - | 3,567,513 | - | 3,567,513 |
| Debt Issuance Costs of Series 2024 Bonds | - | (617,736) | - | - | (617,736) | - | (617,736) |
| Series 2012A and 2012B Bond Principal and Interest Paid-Off | - | (42,679,704) | - | - | (42,679,704) | - | (42,679,704) |
| Net Cash Paid at Bond Issuance Closing | $ - | $ (49,927) | $ - | $ - | $ (49,927) | $ - | $ (49,927) |




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