

WORLD SUBUD ASSOCIATION

**FINANCIAL STATEMENTS
FOR THE YEAR 2019**

WORLD SUBUD ASSOCIATION

Financial Statements for the year 2019

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WORLD SUBUD ASSOCIATION

Financial Statements for the year 2019

DIRECTORS

Directors during the year were:

WSA Chair	Nahum Harlap
Zonal Representatives:	
Zones 1 & 2	Muchtar Rawlings
Zone 3	Hannah de Roo
Zone 4	Salama Gielge
Zone 5	Lutfiya Murray
Zone 6	Mendes Lemba Mente
Zone 7	Uraidah Hassani
Zone 8	Helen Munoz
Zone 9	Sofia Mazzini

OFFICERS

WSA Deputy Chair	Rosario Moir
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EXECUTIVE COMMITTEE

Executive committee officers during the year were:

Chief Executive Officer	Suyono Sumohadiwidjojo	
Treasurer	Hannah Baerveldt	
Administrator and Secretary	Pudji Wahjuni Purbo	From 1 April 2019
	Salamah Dick Le Claire	To 31 March 2019
Accountant	Elwyn Waugh	

LEGAL OFFICE

c/o Elaine McCartin
2433 18th St. NW #2, Washington DC, 20009
USA

INDEPENDENT AUDITOR'S REPORT TO THE MANAGEMENT BOARD OF WORLD SUBUD ASSOCIATION

Opinion

We have audited the financial statements of World Subud Association for the year ended 31 December 2018 which comprise the Statement of Financial Position as at 31 December 2019, Statements of Activity for that year ended, Statement of Cash Flows for that year ended and the related notes and accounting policies.

In our opinion, the financial statements of The World Subud Association for the year ended 31 December 2019 are prepared, in all material aspects, in accordance with Generally Accepted Accounting Principals as adopted by the International Accounting Standards Board (IASB).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)). Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the foundation in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

The financial statements are prepared in accordance with the Bylaws, adopting generally accepted accounting principles for non-profit organisations. As a result, the financial statements may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of management

The management are responsible for the preparation of the financial statements, in accordance with Generally Accepted Accounting Principals as adopted by the European Union, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the management are responsible for assessing the foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management either intend to liquidate the foundation or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are also responsible for overseeing the foundation's financial reporting process.

INDEPENDENT AUDITOR'S REPORT TO THE MANAGEMENT BOARD OF WORLD SUBUD ASSOCIATION

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Our audit work has been undertaken so that we might state to the management board those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the management board as a body, for our audit work,



Stuart Carrington FCA

For and on behalf of
Thomas Westcott
Chartered Accountants and Statutory Auditor
Timberly
South Street
Axminster, Devon
EX13 5AD
United Kingdom

30.06.2020

WORLD SUBUD ASSOCIATION

**Statement of Financial Position
as of December 31, 2019 and 2018**
(in US dollars)

	2019	2018
ASSETS		
Banks/Cash	\$ 661,282	\$ 462,492
Accounts receivables and prepayments	\$ 22,143	\$ 4,084
Total Assets	<u>\$ 683,425</u>	<u>\$ 466,576</u>
 LIABILITIES & NET ASSETS		
Liabilities		
Expense vouchers and income received in advance	\$ 76,683	\$ 55,832
Total liabilities	<u>\$ 76,683</u>	<u>\$ 55,832</u>
 Net Assets		
Unrestricted/Undesignated	\$ 347,269	\$ 170,543
Board designated - World Congress Fund	\$ 155,582	\$ 155,582
Subud Emergency Fund	\$ -	\$ 15,672
Temporarily Donor Restricted	\$ 103,891	\$ 68,947
Total Net Assets	<u>\$ 606,742</u>	<u>\$ 410,744</u>
Total Liabilities and Net Assets	<u>\$ 683,425</u>	<u>\$ 466,576</u>

Signed on behalf of
the Board of Directors



Nahum Harlap
WSA Chair

These Financial Statements were approved by the Board of Directors on 30 June 2020

WORLD SUBUD ASSOCIATION

Statement of Activity for the year 2019

(in US dollars)

	Unrestricted	Designated	Restricted	Total
Income				
Member contributions	\$ 174,155	\$ -	\$ -	\$ 174,155
Enterprise donations	\$ 32,260	\$ -	\$ -	\$ 32,260
Grants received	\$ 190	\$ -	\$ 97,896	\$ 98,086
Individual donations	\$ 27,401	\$ -	\$ 49,825	\$ 77,226
Bequests	\$ 79,626	\$ -	\$ -	\$ 79,626
Other income	\$ 1,079	\$ -	\$ -	\$ 1,079
Total income	\$ 314,711	\$ -	\$ 147,721	\$ 462,432
Net Assets released from restrictions	\$ 128,449	\$ -	\$ (128,449)	\$ -
Total	\$ 443,160	\$ -	\$ 19,272	\$ 462,432
Expenses				
Programs				
Kejiwaan	\$ 80,953	\$ -	\$ -	\$ 80,953
Media Unit	\$ 80,858	\$ -	\$ -	\$ 80,858
Human Activity programs	\$ 14,135	\$ -	\$ -	\$ 14,135
Total program expenses	\$ 175,946	\$ -	\$ -	\$ 175,946
Supporting Services				
WSA Chair, Zone Reps, WSC	\$ 20,207	\$ -	\$ -	\$ 20,207
WSA Executive	\$ 60,433	\$ -	\$ -	\$ 60,433
Audit	\$ 3,661	\$ -	\$ -	\$ 3,661
World Congress	\$ -	\$ -	\$ -	\$ -
Total Supporting Services	\$ 84,301	\$ -	\$ -	\$ 84,301
Total Functional Expenses	\$ 260,247	\$ -	\$ -	\$ 260,247
Currency loss	\$ 6,187	\$ -	\$ -	\$ 6,187
Total Expenses	\$ 266,434	\$ -	\$ -	\$ 266,434
Change in Net Assets	\$ 176,726	\$ -	\$ 19,272	\$ 195,998
Net Assets beginning of period	\$ 170,543	\$ 155,582	\$ 84,619	\$ 410,744
Net Assets end of period	\$ 347,269	\$ 155,582	\$ 103,891	\$ 606,742

WORLD SUBUD ASSOCIATION

Statement of Activity for the year 2018

(in US dollars)

	Unrestricted	Designated	Restricted	Total
Income				
Member contributions	\$ 161,252	\$ -	\$ 2,897	\$ 164,149
Enterprise donations	\$ 2,330	\$ -	\$ -	\$ 2,330
Grants received	\$ 29,251	\$ -	\$ 132,161	\$ 161,412
Individual donations	\$ 44,277	\$ -	\$ 82,842	\$ 127,119
Other income	\$ 11,007	\$ -	\$ -	\$ 11,007
World Congress	\$ 787,187	\$ 51,954	\$ -	\$ 839,141
Total income	\$ 1,035,304	\$ 51,954	\$ 217,900	\$ 1,305,158
Net Assets released from restrictions	\$ 200,554	\$ -	\$ (200,554)	\$ -
Total	\$ 1,235,858	\$ 51,954	\$ 17,346	\$ 1,305,158
Expenses				
Programs				
Kejiwaan	\$ 89,845	\$ -	\$ -	\$ 89,845
Media Unit	\$ 97,927	\$ -	\$ -	\$ 97,927
Human Activity programs	\$ 132,874	\$ -	\$ -	\$ 132,874
Total program expenses	\$ 320,646	\$ -	\$ -	\$ 320,646
Supporting Services				
WSA Chair, Zone Reps, WSC	\$ 14,937	\$ -	\$ -	\$ 14,937
WSA Executive	\$ 69,956	\$ -	\$ -	\$ 69,956
Audit	\$ 4,500	\$ -	\$ -	\$ 4,500
World Congress	\$ 772,645	\$ -	\$ -	\$ 772,645
Total Supporting Services	\$ 862,038	\$ -	\$ -	\$ 862,038
Total Functional Expenses	\$ 1,182,684	\$ -	\$ -	\$ 1,182,684
Currency loss	\$ 3,054	\$ -	\$ -	\$ 3,054
Total Expenses	\$ 1,185,738	\$ -	\$ -	\$ 1,185,738
Change in Net Assets	\$ 50,120	\$ 51,954	\$ 17,346	\$ 119,420
Net Assets beginning of period	\$ 120,423	\$ 103,628	\$ 67,273	\$ 291,324
Net Assets end of period	\$ 170,543	\$ 155,582	\$ 84,619	\$ 410,744

WORLD SUBUD ASSOCIATION

Statement of Cash Flows for the year 2019

(in US dollars)

	2019	2018
Cash flows from operating activities		
(Decrease)/Increase in Total Net Assets	\$ 195,998	\$ 119,420
Adjustments to reconcile net surplus (deficit) to net cash provided by operating activities		
(Increase)/Decrease in accounts receivable and prepayments	\$ (18,059)	\$ 22,752
Increase/(Decrease) accounts payable	\$ 20,851	\$ 318
Net cash used in operating activities	<u>\$ 198,790</u>	<u>\$ 142,490</u>
Cash at beginning of period	\$ 462,492	\$ 320,002
Cash at end of period	\$ 661,282	\$ 462,492
Net cash (Decrease)/Increase for the period	<u>\$ 198,790</u>	<u>\$ 142,490</u>

WORLD SUBUD ASSOCIATION

Statement of Functional Expenses for the year 2019
(in US dollars)

Expenses	General	Travel / lodging	Fees	Office	Pensions	Total
Kejiwaan program						
Area 1		\$ 19,105				\$ 19,105
Area 2		\$ 14,945				\$ 14,945
Area 3		\$ 32,975				\$ 32,975
Ibu Rahayu's Office				\$ 12,520		\$ 12,520
Ibu Rahayu's travel		\$ 1,408				\$ 1,408
						\$ 80,953
Media Unit program						
WSA Archives	\$ 22,742		\$ 32,087			\$ 54,829
Bapak's Talks Translation project	\$ 20,000					\$ 20,000
Subtitling Bapak and Ibu's talks	\$ 706					\$ 706
Translations	\$ 5,323					\$ 5,323
						\$ 80,858
Human Activity programs						
Care Support Program	\$ 1,967					\$ 1,967
Human Force	\$ 660					\$ 660
Enterprises	\$ 2,360					\$ 2,360
Culture	\$ 485					\$ 485
Youth	\$ -	\$ 5,170				\$ 5,170
Support for Zones	\$ 679					\$ 679
Communications	\$ 2,814					\$ 2,814
						\$ 14,135
Supporting services						
WSA Chair, Zone-Reps, WSC	\$ -	\$ 20,207				\$ 20,207
WSA Executive	\$ 1,817	\$ 1,057	\$ 52,230	\$ 110	\$ 5,219	\$ 60,433
Audit	\$ 3,661					\$ 3,661
Totals	\$ 63,214	\$ 94,867	\$ 84,317	\$ 12,630	\$ 5,219	\$ 260,247

WORLD SUBUD ASSOCIATION

Statement of Functional Expenses for the year 2018
(in US dollars)

Expenses	General	Travel / lodging	Fees	Office	Pensions	Total
Kejiwaan program						
Area 1		\$ 27,907				\$ 27,907
Area 2		\$ 22,652				\$ 22,652
Area 3		\$ 26,766				\$ 26,766
Ibu Rahayu's Office				\$ 12,520		\$ 12,520
						\$ 89,845
Media Unit program						
WSA Archives	\$ 29,940		\$ 30,361			\$ 60,301
Bapak's Talks Translation project	\$ 20,000					\$ 20,000
Translations	\$ 7,807					\$ 7,807
History of Subud project	\$ -					\$ -
S Brugger book	\$ 819					\$ 819
Bapak's Guidance for Helpers	\$ 9,000					\$ 9,000
						\$ 97,927
Human Activity programs						
Care Support Program	\$ 10,011					\$ 10,011
Delegates to World Congress	\$ 14,580					\$ 14,580
World Congress Fund	\$ 5,852					\$ 5,852
World Congress Assistance Fund	\$ 39,713					\$ 39,713
World Congress Carpet Fund	\$ 3,500					\$ 3,500
Yes Quest	\$ 5,237					\$ 5,237
Enterprises	\$ 386					\$ 386
Culture	\$ -	\$ 1,438				\$ 1,438
Youth	\$ 544	\$ 46,227				\$ 46,771
Health	\$ -	\$ 1,761				\$ 1,761
Support for Zones	\$ 1,182					\$ 1,182
Communications	\$ 2,443					\$ 2,443
						\$ 132,874
Supporting services						
WSA Chair, Zone-Reps, WSC	\$ -	\$ 14,937				\$ 14,937
WSA Executive	\$ 2,227	\$ 5,429	\$ 55,480	\$ 486	\$ 6,334	\$ 69,956
Audit	\$ 4,500					\$ 4,500
World Congress	\$ 772,645					\$ 772,645
Totals	\$ 930,386	\$ 147,117	\$ 85,841	\$ 13,006	\$ 6,334	\$ 1,182,684

WORLD SUBUD ASSOCIATION

Statement of Income for the year 2019

(in US dollars)

Income	Unrestricted	Temporarily Restricted						Total Income
		Kejiwaan	Media Unit	Human Activity	Services	Endowment	Total	
Member countries contributions								
Zone 1-2	\$ 28,425							\$ 28,425
Zone 3	\$ 66,648							\$ 66,648
Zone 4	\$ 12,981							\$ 12,981
Zone 5	\$ 1,151							\$ 1,151
Zone 6	\$ -							\$ -
Zone 7	\$ 58,643							\$ 58,643
Zone 8	\$ 2,493							\$ 2,493
Zone 9	\$ 3,814							\$ 3,814
	\$ 174,155	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 174,155
Enterprise donations								
Zone 1-2	\$ 20,260							\$ 20,260
Zone 3	\$ 12,000							\$ 12,000
	\$ 32,260	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 32,260
Grants								
Muhammad Subuh Foundation	\$ 190	\$ 62,000	\$ 33,896				\$ 95,896	\$ 96,086
Susila Dharma International				\$ 2,000			\$ 2,000	\$ 2,000
	\$ 190	\$ 62,000	\$ 33,896	\$ 2,000	\$ -	\$ -	\$ 97,896	\$ 98,086
Individual member donations	\$ 27,401	\$ 20,452	\$ 940	\$ 3,264	\$ 239	\$ 24,930	\$ 49,825	\$ 77,226
Bequests	\$ 79,626							\$ 79,626
Other income	\$ 1,079							\$ 1,079
Totals	\$ 314,711	\$ 82,452	\$ 34,836	\$ 5,264	\$ 239	\$ 24,930	\$ 147,721	\$ 462,432

WORLD SUBUD ASSOCIATION

Statement of Income for the year 2018
(in US dollars)

Income	Unrestricted	Designated World Congress	Temporarily Restricted					Total	Total Income
			Kejiwaan	Media Unit	Human Activity	Services	Endowment		
Member countries contributions									
Zone 1-2	\$ 24,067								\$ 24,067
Zone 3	\$ 66,082				\$ 817			\$ 817	\$ 66,899
Zone 4	\$ 13,245								\$ 13,245
Zone 5	\$ 694								\$ 694
Zone 6	\$ 100								\$ 100
Zone 7	\$ 51,512				\$ 2,080			\$ 2,080	\$ 53,592
Zone 8	\$ 3,584								\$ 3,584
Zone 9	\$ 1,968								\$ 1,968
	\$ 161,252	\$ -	\$ -	\$ -	\$ 2,897	\$ -	\$ -	\$ 2,897	\$ 164,149
Enterprise donations									
Zone 1-2	\$ 2,000								\$ 2,000
Zone 7	\$ 330								\$ 330
	\$ 2,330	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,330
Grants									
Muhammad Subuh Foundation	\$ 29,251		\$ 62,000	\$ 34,028	\$ 22,640			\$ 118,668	\$ 118,668
Guerrand Hermes Foundation	\$ 29,251		\$ 3,503		\$ 9,990			\$ 13,493	\$ 42,744
	\$ 29,251		\$ 65,503	\$ 34,028	\$ 32,630	\$ -	\$ -	\$ 132,161	\$ 161,412
Individual member donations	\$ 44,277								\$ 44,277
Other income	\$ 11,007			\$ 2,878		\$ 52,140		\$ 27,048	\$ 11,007
World Congress	\$ 787,187	\$ 51,954							\$ 839,141
Totals	\$ 1,035,304	\$ 51,954	\$ 68,381	\$ 34,128	\$ 87,667	\$ 676	\$ 27,048	\$ 217,900	\$ 1,305,158

WORLD SUBUD ASSOCIATION

Statement of Changes in restricted donations in the year 2019

(in US dollars)

	Balance end 2018	Received in 2019	Spent in 2019	Balance end 2019
Temporary Restriction				
International Helper Travel	\$ -	\$ 82,452	\$ 82,452	\$ -
Ibu Rahayu Travel	\$ 1,408	\$ -	\$ 1,408	\$ -
WSA Archives	\$ -	\$ 30,940	\$ 30,940	\$ -
Care Support Program	\$ 15,672	\$ 2,000	\$ 1,967	\$ 15,705
International Youth Travel Fund	\$ 5,342	\$ -	\$ 3,633	\$ 1,709
Subud Youth	\$ -	\$ 2,194	\$ 1,537	\$ 657
Medical Fund	\$ 4,180	\$ -	\$ -	\$ 4,180
SICA	\$ -	\$ 485	\$ 485	\$ -
SIHA	\$ 17,607	\$ -	\$ -	\$ 17,607
SESI	\$ 1,557	\$ -	\$ 1,066	\$ 491
Bapak's Advice publication	\$ -	\$ 3,896	\$ 3,896	\$ -
SDIA	\$ 1,110	\$ -	\$ -	\$ 1,110
Intranet	\$ 2,475	\$ -	\$ -	\$ 2,475
World Congress 2018 Fund	\$ -	\$ -	\$ -	\$ -
World Congress carpet	\$ -	\$ -	\$ -	\$ -
World Congress Assistnace Fuund	\$ 6,874	\$ -	\$ -	\$ 6,874
Human Force Camp	\$ 670	\$ -	\$ 660	\$ 10
Endowment	\$ 27,048	\$ 24,930	\$ -	\$ 51,978
Zone 4	\$ -	\$ 200	\$ -	\$ 200
Zone 6	\$ -	\$ 385	\$ 385	\$ -
IT Team	\$ 676	\$ 239	\$ 20	\$ 895
Totals	\$ 84,619	\$ 147,721	\$ 128,449	\$ 103,891

Statement of Changes in Board designated funds in the year 2019

	Balance end 2018	Received in 2019	Spent in 2019	Balance end 2019
World Congress Fund	\$ 155,582	\$ -	\$ -	\$ 155,582

WORLD SUBUD ASSOCIATION

Statement of Changes in restricted donations in the year 2018

(in US dollars)

	Balance end 2017	Received in 2018	Spent in 2018	Balance end 2018
Temporary Restriction				
International Helper Travel	\$ -	\$ 68,381	\$ 68,381	\$ -
Ibu Rahayu Travel	\$ 1,408	\$ -	\$ -	\$ 1,408
WSA Archives	\$ -	\$ 30,100	\$ 30,100	\$ -
Care Support Program	\$ 3,577	\$ 1,734	\$ 5,311	\$ -
International Youth Travel Fund	\$ 14,038	\$ 21,288	\$ 29,984	\$ 5,342
Subud Youth	\$ -	\$ 103	\$ 103	\$ -
Medical Fund	\$ 4,180	\$ -	\$ -	\$ 4,180
SIHA	\$ 17,607	\$ -	\$ -	\$ 17,607
SESI	\$ -	\$ 1,943	\$ 386	\$ 1,557
Bapak's Advice publication	\$ 3,562	\$ 4,028	\$ 7,590	\$ -
SDIA	\$ -	\$ 1,110	\$ -	\$ 1,110
Intranet	\$ 2,475	\$ -	\$ -	\$ 2,475
World Congress 2018 Fund	\$ 4,094	\$ 1,806	\$ 5,900	\$ -
World Congress carpet	\$ -	\$ 3,200	\$ 3,200	\$ -
World Congress Assistnace Fuund	\$ -	\$ 55,918	\$ 49,044	\$ 6,874
Human Force Camp	\$ 660	\$ 10	\$ -	\$ 670
Endowment	\$ -	\$ 27,048	\$ -	\$ 27,048
Brugger Book	\$ -	\$ 556	\$ 556	\$ -
IT Team	\$ -	\$ 676	\$ -	\$ 676
	<u>\$ 51,601</u>	<u>\$ 217,901</u>	<u>\$ 200,555</u>	<u>\$ 68,947</u>
Permanent Restriction				
Subud Emergency Fund	\$ 15,672	\$ -	\$ -	\$ 15,672
Totals	<u>\$ 67,273</u>	<u>\$ 217,901</u>	<u>\$ 200,555</u>	<u>\$ 84,619</u>

Statement of Changes in Board designated funds in the year 2018

	Balance end 2017	Received in 2018	Spent in 2018	Balance end 2018
World Congress Fund	\$ 103,628	\$ 51,954	\$ -	\$ 155,582

WORLD SUBUD ASSOCIATION

Notes to the Financial Statements for 2019

NOTE 1 — SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization, Purpose, Affiliation, and Tax Status

The World Subud Association, a non-profit tax-exempt corporation, was organized October 2, 1989, in the District of Columbia, United States of America. The Organization was created for the purpose of assisting the worldwide development of Subud, which stands for Susila Budhi Dharma, a training in the worship of Almighty God. The Organization solicits Subud members, national Subud organizations, and enterprises of Subud members for contributions, whether or not restricted as to manner, amount, or timing, and applies these funds in programs. In 2017 and 2016 the Organization's programs included the provision of travel and communications funds to volunteer international helpers and others who assisted members and applicants, and the provision of funds to other volunteers who worked for the various so called Bapak Legacy projects and other programs. In addition to this, the Organization made grants to affiliated organizations to further develop Subud worldwide. Since the World Congress in August 2014 the office is located in Koenigswinter, Germany.

The members of the governing council reside in Asia, Australia, Europe, Africa, and the Americas.

The World Subud Association organized the Muhammad Subuh Foundation, a Virginia non-profit tax-exempt corporation, in 1991 for the purpose of holding the long-term assets of the Organization and major gifts, bequests, and endowments of Subud Members. Although the Organization has the right to jointly approve the Foundation's operating budget, the governing bodies and operations of each organization are independent. Accordingly, the accounts of the Foundation have not been combined with those of the World Subud Association.

Income Taxes

On April 19, 1990, the Organization was granted tax-exempt status as a section 501 (c)(3) organization and was recognized as a public charity by the United States Internal Revenue Service. Accordingly, no provision has been made for United States Federal or state income taxes.

Classification of Net Assets

Net assets are assets reduced by liabilities and are reported in the financial statements in three classes: unrestricted net assets, temporarily restricted net assets, or permanently restricted net assets, based on the absence or existence of donor-imposed restrictions.

Permanently restricted net assets generally result from long-lived assets donated for a specific purpose with a donor stipulation that the assets be preserved and not sold, or from assets donated with donor stipulations that they be invested to provide a permanent source of income, e.g., endowment funds. The Organization had no permanently restricted net assets during the period covered by the financial statements.

Temporarily restricted net assets are those assets donated for (a) support of particular operating activities, (b) temporary investment for a specified term, (c) use in a specified future period, or (d) acquisition and use of long-lived assets such as buildings.

Unrestricted net assets generally result from receipt of unrestricted contributions, grants, revenues from providing services, producing and delivering goods, and receiving dividends or interest from investments in income-producing assets, less expenses incurred in providing services, producing and delivering goods, raising contributions, and performing administrative functions. The only limitations on the use of unrestricted net assets are the broad limits resulting from the nature of the Organization, the environment in which it operates, the purposes specified in the articles of incorporation or bylaws, limits from contractual agreements with suppliers and creditors, and self-imposed limits such as voluntary resolutions by the Directors to designate a portion of its unrestricted net assets for a particular use.

WORLD SUBUD ASSOCIATION

Notes to the Financial Statements for 2019

NOTE 1 — SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Support, Revenue, and Pledges

Contributions are solicited from individual Subud members, businesses of Subud members, and Subud organizations worldwide and no solicitations are made to the general public. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Pledges for contributions are recorded as income when received and allowances are provided for pledges estimated to be uncollectible.

Property and Equipment

Property is recorded at cost or at the estimated fair value at the date of the gift, if donated. Minor equipment purchases such as office equipment and personal computers are expensed when acquired because management believes that the expensing of these types of acquisitions does not materially affect the financial statements. Accordingly, there were no depreciable assets as of the date of the statement of financial position. Maintenance, repairs, and renewals are expensed, and additions and improvements, when material, are capitalized. Depreciation is computed on a straight-line basis over the estimated useful life of the asset.

Use of Estimates

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

Cash and Cash Equivalents

The Association considers all cash on hand, demand cash balances, and highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents for purposes of the statement of cash flows.

Currency Valuation

All values presented in the financial statements are stated in United States dollars and assets and liabilities stated at interbank exchange rates as of the last day of the applicable years.

NOTE 2- CASH

The Association maintains current accounts in USD, CAD, EUR and GBP with the NatWest Bank in the United Kingdom, checking and savings accounts with the Wells Fargo Bank in the United States of America and a EUR account in Germany. The NatWest Bank account was closed in January 2020 and the balance transferred to Wells Fargo. The account in Germany was closed in May 2019.

NOTE 3- CREDIT RISKS - FINANCIAL INSTRUMENTS

Concentration of Credit Risk Arising from Cash Deposits in Excess of Insured Limits

By the end of 2019 the Association's U.S. bank deposits were under the U.S. federal deposit insurance ceilings for U.S. banks of \$250,000 and thus deposits in the U.S. bank accounts at the end of 2019 were insured.

The amounts on deposit in the United Kingdom bank at the end of the year amounted to \$ 314,202, GBR. In view of the short term use of these funds they do not constitute a significant credit risk to the Association.

The amounts on deposit in the German bank at the end of the year amounted to \$ Nil.

WORLD SUBUD ASSOCIATION

Notes to the Financial Statements for 2019

NOTE 4- DONATED SERVICES AND FACILITIES

There is no value reflected in the accompanying financial statements for donated services where non-financial assets were not enhanced and the services were not of a nature typically purchased by the Organization. Nevertheless, a substantial number of directors, officers, and volunteers have donated significant amounts of time in attempting to raise contributions and organize the Organization's activities.

The owners of such facilities have donated the use of operating facilities worldwide. The estimated rental value of these facilities is not reflected in the accompanying financial statements since the use was intermittent and there was no objective basis available by which to measure the value of such facilities.

NOTE 5- ALLOCATION OF JOINT COSTS

In 2019 and 2018 there were no allocated joint costs that were material to the financial statements.

NOTE 6- PENSIONS

The Association is obligated to provide joint survivor pensions for certain helpers that worked in the International Secretariat for the founder of Subud, in Wisma Subud, Jakarta, Indonesia. In 2019 pension costs amounted to \$5,219 (2018: \$6,334). These pension obligations are expected to continue for the foreseeable future, with an annual 3% increase adjustment.

In 2010 the Association designated an amount of \$ 150,000 as a "World Congress Reserve" to cover the initial costs of arranging each successive Subud World Congress. This reserve is to be replenished from the income from each World Congress so that the reserve remains intact for use by the next World Congress. After the 2014 World Congress at the end of December 2014 the Reserve balance was \$ 155,582. After the 2018 World Congress at the end of December 2018 the Reserve balance was replenished to \$ 155,582.

NOTE 8 - RELATED PARTY TRANSACTIONS

The Association received grants during the year from The Muhammad Subuh Foundation (the Foundation). The Foundation is organized to operate exclusively to carry out the aims of the Association.

The appointment of trustees of the Foundation shall be made at Congress or at a World Subud Council meeting by the directors of the Association.

The Chairperson of the Association shall serve ex-officio as a Trustee for the Foundation for a term co terminus with his or her term as Chairperson.

The transactions in 2019 between the Association and the Foundation were as follows:

Grants given by the Foundation to the Association

Kejiwaan \$62,000

Media Unit \$30,000

Bapak's Advice \$3,896

Balance from previous years \$190

Total \$96,086

NOTE 9 – POST BALANCE SHEET EVENTS

After the closure of the 2019 financial year, there were no events that could have significant effects on the company's financial statements.

However, it should be noted that, at the date of preparation of the financial statements, the instability factor relating to the health emergency due to the spread of Coronavirus should not be underestimated. This factor was considered as an event that does not trigger adjustments to the financial statements since, although the Coronavirus phenomenon occurred close to the balance sheet date, it is only from the end of January 2020 that the World Health Organization has declared the Coronavirus epidemic an international public health emergency.

The long-term impact of the Covid-19 pandemic is not yet fully understood.

