

Ridhwan School Worldwide Financials

For the year ending December 31, 2020

	Ridhwan Foundation	Friends of Ridhwan	Restricted Donated Funds ¹	Ridhwan Foundation Global, Subtotal	Other Ridhwan School Amounts ²	Ridhwan School Total Worldwide View	
Revenue:							
Academy Groups	1,575,807			1,575,807		1,575,807	
Diamond Net	527,102			527,102		527,102	
Diamond Approach Europe Groups	1,247,013			1,247,013		1,247,013	
Seminary/RISNG	774,566			774,566		774,566	
Private Sessions	228,518			228,518	3,770,543	3,999,060	
Small Groups	33,140			33,140	546,815	579,956	
Diamond Approach Large Groups	96,426			96,426	1,591,030	1,687,456	
Other Ridhwan School Activities	25,748			25,748	248,824	274,572	
Tuition and Fees, Total	4,508,321			4,508,321	6,157,212	10,665,533	
Membership Dues	562,264			562,264		562,264	
Audio Video Publishing	20,408			20,408		20,408	
Rental Income	82,853			82,853		82,853	
Investment Income	6,461	82,191		88,652		88,652	
Other Income	58,130			58,130		58,130	
Earned Revenue, Total	5,238,438	82,191		5,320,629	6,157,212	11,477,840	
Donations							
Unrestricted Donations	260,585	284,623		545,207		545,207	
Restricted Donations - Scholarships			115,115	115,115		115,115	
Restricted Donations - Other Restricted			884,145	884,145		884,145	
Restricted Donations - Endowment			7,100	7,100		7,100	
Grant from Friends of Ridhwan to Ridhwan, Unrestricted	207,577		(207,577)	-		-	
Donations, Total	468,162	284,623	798,783	1,551,567	-	1,551,567	
Net Assets Released from Restriction	475,815		(475,815)	-		-	
Contributed Revenue, Total	943,977	284,623	322,968	1,551,567	-	1,551,567	
Total Revenue	6,182,415	366,813	322,968	6,872,196	6,157,212	13,029,408	
Expense:							
Academy Groups	1,575,807			1,575,807		1,575,807	
Diamond Net	675,385			675,385		675,385	
Diamond Approach Europe Groups	1,247,013			1,247,013		1,247,013	
Seminary/RISNG	774,566			774,566		774,566	
Private Sessions					3,770,543	3,770,543	
Small Groups					546,815	546,815	
Diamond Approach Large Groups					1,591,030	1,591,030	
Other Ridhwan School Activities					248,824	248,824	
Teaching and Other Group Expenses	4,272,772			4,272,772	6,157,212	10,429,984	
Facilities	165,493			165,493		165,493	
Ridhwan Core Operations:							
General & Administrative	1,519,148	82,801		1,601,949		1,601,949	
Audio/Visual / Publishing	63,844			63,844		63,844	
Website	165,938			165,938		165,938	
Communications	280,780			280,780		280,780	
(Less) Group Contribution to Core Operations	(649,193)			(649,193)		(649,193)	
Ridhwan Core Operations, Net	1,380,516	82,801		1,463,317		1,463,317	
Grants to Ridhwan Unrestricted		207,577	(207,577)	-		-	
Grants to Endowment		36,808	(36,808)	-		-	
Total Expense	5,818,781	327,186	(244,385)	5,901,582	6,157,212	12,058,794	
Net Income before Depreciation	363,634	39,627	567,353	970,614		970,614	
Depreciation Expense	528,964			528,964		528,964	
Net Income (Loss)	(165,330)	39,627	567,353	441,650	-	441,650	
Total Program Expense						10,376,778	86%
Total Fundraising Expense						92,360	1%
Total General and Administrative Expense						1,589,656	13%
Total Expense						12,058,794	100%

¹⁾ Restricted Funds show all restricted donations which we collected in 2020, less restricted funds spent. The net income in this column is not available for unrestricted spending and is currently held on the balance sheet in the restricted funds.

²⁾ Other Ridhwan School Amounts includes an estimate of the revenue collected directly by the teachers based on the portion paid to Ridhwan Foundation. The full amount is also shown as an expense and includes all costs borne by the teachers, including salaries, rent, and any other program costs.

The Ridhwan Foundation
Statement of Financial Position
December 31, 2020

	Ridhwan Foundation	Friends of Ridhwan	Ridhwan Foundation Global
Cash and Investments	2,742,640	1,605,431	4,348,071
Property and Equipment, Net	4,925,119	-	4,925,119
Other Assets	376,491	37,508	413,999
Total Assets	8,044,250	1,642,939	9,687,189
Total Liabilities and Net Assets			
Current Liabilities	114,419	-	114,419
Deferred Revenue / Deposits	152,504	(15,519)	136,986
Other Liabilities	672,048	22,110	694,158
Total Liabilities	938,971	6,591	945,563
Unrestricted	5,239,687	90,000	5,329,686
Board Designated Reserves	627,858	-	627,858
Total Without Donor Restrictions	5,867,545	90,000	5,957,544
Scholarship Funds, Total	-	425,267	425,267
Other Restricted Funds, Total	1,237,734	665,961	1,903,695
Endowment	-	455,120	455,120
Total With Donor Restrictions	1,237,734	1,546,348	2,784,082
Total Net Assets	7,105,279	1,636,348	8,741,626
Total Liabilities and Net Assets	8,044,250	1,642,939	9,687,189

Notes on Ridhwan School Worldwide Financial Statements – 2020

Results for the two legal entities—Ridhwan Foundation and Friends of Ridhwan (FOR)—individually appear in the first two columns. Because many teaching activities are organized autonomously by teachers, a large part of student tuition does not flow through the central organization although all teachers pay a portion of their tuition revenue to the Ridhwan Foundation to support its core costs. The income and expenses included in the Ridhwan School Worldwide view represent the teaching activities of all ordained Ridhwan teacher-ministers worldwide. It includes the activities of the Ridhwan Foundation (a U.S. registered 501(c)3 nonprofit), and its affiliated auxiliary fundraising organization, Friends of Ridhwan, which both support the worldwide activities of the Ridhwan School. The Ridhwan School is a network of teacher-ministers and students who are engaged in the Diamond Approach path. The Ridhwan Foundation is the legal entity (a U.S. registered 501(c)3 nonprofit – church) that supports the functioning and availability of the Diamond Approach.

As interest in the teaching grows, the Ridhwan School continues to offer new ways for seekers to access and engage the Diamond Approach. In 2020 alone:

- 5 new groups (DHE4, DHNL, DAOM, NYADA, and PHIL2) were established; 193 new students in total.
- 3 new teacher-ministers were ordained.
- 8 live online courses, 13 on demand online courses, 2 affiliate summits, and 30 inquiry practice groups through Diamond Approach Online engaged nearly 8,000 participants worldwide.
- 4 in-reach webinars, 5 outreach webinars, and various outreach efforts were undertaken.
- 4 new books by A.H. Almaas were in various stages of writing, editing, and publishing.

The Ridhwan School Worldwide view shows \$13 million of total revenue. Earned revenue was \$11.5 million, or 88% of the total. \$6.2 million of this is estimated based on the amounts teachers are paying to the Ridhwan Foundation. Membership dues contributed an additional \$562,300. The remaining \$712,670 came from Diamond Approach Online courses (tuition or shared revenue from outside producers), activities based on the Diamond Approach (book talks, etc.), facilities rental fees, AV Library fees, and investment income.

Contributed revenue of \$1.6 million was split between unrestricted donations (35%) and restricted income (65%). 11% of restricted donations are for scholarship funds. The net of restricted income released for activities in 2020 was \$475,800. On the report we show \$597,400 in net income for the Restricted Donated Funds; these funds are held on the balance sheet until they are spent on their restricted purpose in future years.

Total worldwide expenses were \$12.1 million. Of this, \$10.4 million (86%) was spent on program activities, \$1.6 million on core costs /general administration (13%), and \$92,400 (1%) on fundraising activities.

Membership dues covered about 35% of the core costs (general administration) of running the Ridhwan organization. The rest is covered from the percentages paid from worldwide teaching activities and donations.

Ridhwan's Statement of Financial Position shows assets and liabilities. The largest asset is the Ridhwan Center property. Cash accounts include the board restricted emergency reserve, the permanently restricted endowment, and scholarship funds. Temporarily restricted funds are donated or saved for specific purposes, including support for teacher training, life service and support for members with hardship, book editing and publication, building improvements, and other specific initiatives.