

The Ridhwan Foundation
Statement of Financial Position
December 31, 2021

	Ridhwan Foundation	Friends of Ridhwan	Ridhwan Foundation Global
Cash and Investments	3,138,787	2,284,526	5,423,313
Property and Equipment, Net	4,629,947	0	4,629,947
Other Assets	793,616	(606,078)	187,538
Total Assets	8,562,350	1,678,448	10,240,798
Total Liabilities and Net Assets			
Current Liabilities	124,231	413	124,645
Deferred Revenue / Deposits	259,684	0	259,684
Total Liabilities	383,915	413	384,329
Unrestricted	5,710,224	90,000	5,800,224
Board Designated Reserves	1,403,810	0	1,403,809
Total Without Donor Restrictions	7,114,034	90,000	7,204,033
Scholarship Funds, All	0	450,372	450,372
Other Restricted Funds, Total	1,064,401	654,921	1,719,322
Endowment	0	482,742	482,742
Total With Donor Restricted	1,064,401	1,588,035	2,652,436
Total Net Assets	8,178,435	1,678,035	9,856,469
Total Liabilities and Net Assets	8,562,350	1,678,448	10,240,798

Ridhwan School Worldwide Financials

For the year ending December 31, 2021

	Ridhwan Foundation	Friends of Ridhwan	Other Funds ¹	Ridhwan Foundation Global, Subtotal	Other Ridhwan School Amounts ²	Ridhwan School Total Worldwide View	
Revenue:							
Tuition and Fees							
Academy Tuition	2,028,793	-	-	2,028,793		2,028,793	
Teacher Training Tuition	803,999	-	-	803,999		803,999	
Diamond Approach Europe Tuition	1,413,840	-	-	1,413,840		1,413,840	
Diamond Net	492,926	-	-	492,926		492,926	
Private Sessions	291,566	-	-	291,566	3,873,668	4,165,235	
Small Groups	46,271	-	-	46,271	614,741	661,012	
Diamond Approach Large Groups	165,102	-	-	165,102	2,193,501	2,358,603	
Other Ridhwan School Activities	71,018	-	-	71,018	358,707	429,725	
Tuition and Fees, Total	5,313,516	-	-	5,313,516	7,040,617	12,354,133	
Membership Dues	593,326	-	-	593,326		593,326	
Rental Income	50,732	-	-	50,732	-	50,732	
Investment Income	100	50,134	-	50,234	-	50,234	
Other Income	127,881	1,725	76,154	205,759	-	205,759	
Earned Revenue, Total	6,085,555	51,859	76,154	6,213,568	7,040,617	13,254,185	
Unrestricted Donations	346,916	547,944	-	894,860		894,860	
Grant Revenue	-	-	672,048	672,048		672,048	
Grant from Friends to Ridhwan, Unrestricted	483,618	-	-	483,618		483,618	
Grant from Friends to Ridhwan, Other Restricted	13,065	-	89,231	102,296		102,296	
Donations Restricted	-	-	351,504	351,504		351,504	
Grants from Ridhwan to Friends, Scholarship	-	-	15,816	15,816		15,816	
Net Assets Released Scholarship	-	-	-	-		-	
Net Assets Released Other Restricted	262,494	(25,000)	(237,494)	-		-	
Transfers between Funds	-	-	-	-		-	
Contributed Revenue, Total	1,106,092	522,944	891,105	2,520,141	-	2,520,141	
Total Revenue	7,191,648	574,802	967,259	8,733,709	7,040,617	15,774,326	
Expense:							
Academy Groups	2,028,793	-	-	2,028,793		2,028,793	
Teacher Training	803,999	-	-	803,999		803,999	
Diamond Approach Europe	1,413,840	-	-	1,413,840		1,413,840	
Private Sessions	-	-	-	-	3,873,668	3,873,668	
Small Groups	-	-	-	-	614,741	614,741	
Diamond Approach Large Groups	-	-	-	-	2,193,501	2,193,501	
Other Ridhwan School Activities	-	-	-	-	358,707	358,707	
Facilities	177,621	-	103,932	281,552	-	281,552	
Ridhwan Core Operations:							
AV Publishing	89,151	-	-	89,151		89,151	
Website	215,405	-	-	215,405		215,405	
Communications	222,415	-	-	222,415		222,415	
Diamond Net	654,210	-	-	654,210		654,210	
General & Administrative	1,508,221	-	-	1,508,221		1,508,221	
Friends of Ridhwan Core Operations	-	91,185	-	91,185		91,185	
(less) Group Contributions to Core Operations	(693,002)	-	-	(693,002)		(693,002)	
Core Operations, Net	1,996,400	91,185	-	2,087,585	-	2,087,585	
Friends of Ridhwan Grants	-	483,618	189,126	672,744		672,744	
Other Expenses	-	-	40,612	40,612		40,612	
Total Expenses	6,420,653	574,802	333,670	7,329,125	7,040,617	14,369,742	
Net Income before Depreciation	770,995	-	633,589	1,404,584	-	1,404,584	
Depreciation Expense	289,741	-	-	-	-	-	
Net Income (Loss)	481,254	-	633,589	1,404,584	-	1,404,584	
Total Program Expense						12,687,034	88%
Total Fundraising Expense						97,857	1%
Total General and Administrative Expense						1,584,851	11%
Total Expense						14,369,742	100%

¹⁾ Other Funds includes all restricted donations which we collected in 2021, less restricted funds spent. This net income in this column is not available for unrestricted spending and is currently held on the balance sheet in the restricted funds. Other Funds also includes \$672k of COVID related grants, \$103k related to the Colorado fire insurance recovery and \$289k of non-cash depreciation expense.

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.

Notes on Ridhwan School Worldwide Financial Statements – 2021

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 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 2021 alone:

- 6 new groups (DA Florida, Colorado DH10, Upper Midwest 4, DA New Orleans, DH Online 1, DAWIF-Frankfurt) were established.
- 25 new teacher-ministers were ordained.
- 984 students joined the new DIVE Group for a deeper immersion in the teachings.
- Increased Diamond Approach Online engaged 31% more students across Europe, Asia, Australia/New Zealand, Africa, Middle East, and North/South America.
- 3 new books by A.H. Almaas were in various stages of writing, editing, and publishing.

The Total Ridhwan School Worldwide view shows \$16 million of revenue. Earned revenue was \$13.3 million, or 84% of the total. \$7 million of the \$16 million is an estimated extrapolation from the teachers' percentages paid to the Ridhwan Foundation. Membership dues contributed an additional \$593,300. The remaining \$799,700 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 \$2.5 million was split between unrestricted donations (36%) and restricted income (64%). 4% of restricted donations are for scholarship funds. Grant Revenue includes \$672,000 of COVID related grants which represented 27% of total contributed revenue.

Total worldwide expenses were \$14.4 million. Of this, \$12.7 million (88%) was spent on program activities, \$1.6 million on core costs /general administration (11%), and \$97,900 (1%) on fundraising activities.

Membership dues covered about 37% of the core costs (general administration) of running the Ridhwan organization. The rest is covered from the percentages paid from worldwide teaching activities and unrestricted 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.