Batts Morrison Wales & Lee
CPAs for Nonprofits

Association of Baptists for World Evangelism, Inc. d/b/a ABWE International

Consolidated Financial Statements

For The Years Ended December 31, 2025 and 2024

REPORT OF INDEPENDENT AUDITOR

The Board of Directors
Association of Baptists for World Evangelism, Inc. d/b/a ABWE International
New Cumberland, Pennsylvania

Opinion
We have audited the accompanying consolidated financial statements of Association of Baptists for World Evangelism, Inc. d/b/a ABWE International ("ABWE"), which consist of the consolidated statements of financial position as of December 31, 2025 and 2024, and the related consolidated statements of activities, cash flows, and functional expenses for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of Association of Baptists for World Evangelism, Inc. d/b/a ABWE International as of December 31, 2025 and 2024, the consolidated changes in its net assets and its consolidated 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of ABWE 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 consolidated 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 ABWE's ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements
Our objectives are to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

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

- Identify and assess the risk 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 ABWE'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 consolidated financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about ABWE'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 accompanying supplemental consolidating statements of financial position as of December 31, 2025 and 2024, and the related supplemental consolidating statements of activities for the years then ended are presented for purposes of additional analysis and are 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 the 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 auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Batts Morrison Wales & Lee, P.A.

BATTS MORRISON WALES & LEE, P.A.

Orlando, Florida
July 7, 2026

ASSOCIATION OF BAPTISTS FOR WORLD EVANGELISM, INC.
D/B/A ABWE INTERNATIONAL
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

ASSETS

	December 31, 2025	December 31, 2024
ASSETS		
Cash and cash equivalents	$ 4,429,215	$ 4,476,434
Cash designated for health insurance reserves	1,875,429	1,581,610
Cash restricted for long-term purposes	610,559	522,245
Investments	64,250,678	59,321,128
Investments held in trust	3,656,051	3,711,913
Other assets	1,868,256	1,770,228
Property and equipment, net	7,876,222	7,721,733
Total assets	**$ 84,566,410**	**$ 79,105,291**

LIABILITIES AND NET ASSETS

	2025	2024
LIABILITIES		
Accounts payable and accrued expenses	$ 2,592,838	$ 2,544,402
Net pension obligation	2,489,329	5,109,710
Trust liabilities	2,966,616	2,934,610
Annuities payable	1,282,502	1,328,102
Total liabilities	**9,331,285**	**11,916,824**
NET ASSETS		
Without donor restrictions		
Undesignated	4,992,329	832,246
Designated		
Deficit associated with net pension obligation	(2,489,329)	(5,109,710)
Funds held in missionary accounts	32,288,419	32,174,487
Investment in property and equipment	7,876,222	7,721,733
Operational contingency reserves	7,500,000	7,500,000
Health insurance reserves	1,875,429	1,581,610
Donor-advised funds	472,401	534,227
Total designated	47,523,142	44,402,347
Total without donor restrictions	52,515,471	45,234,593
With donor restrictions	22,719,654	21,953,874
Total net assets	**75,235,125**	**67,188,467**
Total liabilities and net assets	**$ 84,566,410**	**$ 79,105,291**

ASSOCIATION OF BAPTISTS FOR WORLD EVANGELISM, INC.
D/B/A ABWE INTERNATIONAL
CONSOLIDATED STATEMENTS OF ACTIVITIES

	For The Years Ended December 31, 2025	2024
CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTIONS		
Public support and revenue		
Contributions	$ 57,851,275	$ 55,135,625
Investment income, net	7,030,609	4,061,374
Other income	2,215,397	2,289,914
Change in value of trusts and charitable gift annuities	31,818	(119,304)
Total public support and revenue	67,129,099	61,367,609
Net assets released from restrictions	5,086,714	8,111,292
Total public support and revenue and net assets released from restrictions	72,215,813	69,478,901
Expenses		
Program activities	55,369,791	54,788,251
Supporting activities		
Management and general	6,776,364	6,307,087
Fundraising	5,409,161	5,307,949
Total supporting activities	12,185,525	11,615,036
Total expenses	67,555,316	66,403,287
Change in net assets without donor restrictions before other changes	**4,660,497**	**3,075,614**
Pension liability adjustment	2,620,381	3,786,676
Change in net assets without donor restrictions	**7,280,878**	**6,862,290**
CHANGE IN NET ASSETS WITH DONOR RESTRICTIONS		
Contributions	5,790,742	6,068,138
Investment income, net	—	47,376
Change in value of trusts and charitable gift annuities	61,752	(62,188)
Net assets released from restrictions	(5,086,714)	(8,111,292)
Change in net assets with donor restrictions	**765,780**	**(2,057,966)**
CHANGE IN NET ASSETS	**8,046,658**	**4,804,324**
NET ASSETS - Beginning of year	**67,188,467**	**62,384,143**
NET ASSETS - End of year	**$ 75,235,125**	**$ 67,188,467**

ASSOCIATION OF BAPTISTS FOR WORLD EVANGELISM, INC.
D/B/A ABWE INTERNATIONAL
CONSOLIDATED STATEMENTS OF CASH FLOWS

	For The Years Ended December 31, 2025	2024
OPERATING CASH FLOWS		
Cash received from contributors	$ 63,644,212	$ 61,609,064
Other income received	2,215,397	2,289,914
Investment income	2,159,906	2,232,189
Cash paid for operating activities and costs	(66,606,370)	(64,870,543)
Net operating cash flows	**1,413,145**	**1,260,624**
INVESTING CASH FLOWS		
Net (purchases) sales of investments and reinvestment of interest	(58,847)	378,078
Purchases of and improvements to property and equipment	(1,116,663)	(491,007)
Net investing cash flows	**(1,175,510)**	**(112,929)**
FINANCING CASH FLOWS		
Contributions restricted for long-term purposes	97,279	—
Net financing cash flows	**97,279**	**—**
NET CHANGE IN CASH, CASH EQUIVALENTS, DESIGNATED CASH, AND RESTRICTED CASH	**334,914**	**1,147,695**
CASH, CASH EQUIVALENTS, DESIGNATED CASH, AND RESTRICTED CASH - Beginning of year	**6,580,289**	**5,432,594**
CASH, CASH EQUIVALENTS, DESIGNATED CASH, AND RESTRICTED CASH - End of year	**$ 6,915,203**	**$ 6,580,289**
REPORTED IN THE CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS FOLLOWS		
Cash and cash equivalents	$ 4,429,215	$ 4,476,434
Cash designated for health insurance reserves	1,875,429	1,581,610
Cash restricted for long-term purposes	610,559	522,245
Total cash, cash equivalents, designated cash, and restricted cash	**$ 6,915,203**	**$ 6,580,289**

ASSOCIATION OF BAPTISTS FOR WORLD EVANGELISM, INC.
D/B/A ABWE INTERNATIONAL
CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES
For The Year Ended December 31, 2025

	Program Activities	Supporting Activities: Management and General	Supporting Activities: Fundraising	Supporting Activities: Total Supporting Activities	Total Expenses
Wages and benefits	$ 30,907,098	$ 3,383,075	$ 3,701,511	$ 7,084,586	$ 37,991,684
Grants	9,234,373	380,314	328,739	709,053	9,943,426
General ministry expense	6,797,993	265,104	264,612	529,716	7,327,709
Travel	3,661,272	400,487	633,771	1,034,258	4,695,530
Office and supplies	2,440,070	694,881	200,179	895,060	3,335,130
Vehicles and aircraft	915,197	—	228,799	228,799	1,143,996
Facilities management	446,699	643,513	6,803	650,316	1,097,015
Professional fees	290,472	496,626	17,607	514,233	804,705
Non-capitalized project expenditures	599,860	16,478	19,524	36,002	635,862
Service fees	1,960	443,971	79	444,050	446,010
Public relations	74,797	51,915	7,537	59,452	134,249
Total expenses	**$ 55,369,791**	**$ 6,776,364**	**$ 5,409,161**	**$ 12,185,525**	**$ 67,555,316**

For The Year Ended December 31, 2024

	Program Activities	Supporting Activities: Management and General	Supporting Activities: Fundraising	Supporting Activities: Total Supporting Activities	Total Expenses
Wages and benefits	$ 30,403,395	$ 3,468,663	$ 3,614,648	$ 7,083,311	$ 37,486,706
Grants	7,384,890	338,524	289,637	628,161	8,013,051
General ministry expense	7,172,554	206,149	304,555	510,704	7,683,258
Travel	3,428,131	350,870	551,531	902,401	4,330,532
Office and supplies	2,931,085	656,007	228,256	884,263	3,815,348
Non-capitalized project expenditures	1,653,980	49,916	13,276	63,192	1,717,172
Vehicles and aircraft	981,632	—	245,408	245,408	1,227,040
Facilities management	605,057	369,477	18,840	388,317	993,374
Professional fees	154,949	393,183	26,858	420,041	574,990
Service fees	60	403,413	—	403,413	403,473
Public relations	72,518	70,885	14,940	85,825	158,343
Total expenses	**$ 54,788,251**	**$ 6,307,087**	**$ 5,307,949**	**$ 11,615,036**	**$ 66,403,287**

NOTE A – NATURE OF ACTIVITIES

Association of Baptists for World Evangelism, Inc. d/b/a ABWE International ("ABWE") is a not-for-profit New Jersey corporation established in 1971 to operate exclusively as a worldwide Christian missionary organization in the proclamation and spread of the gospel of the Lord Jesus Christ, as revealed in God's Word, the Bible, and to engage in such other religious, charitable, and educational activities as shall be necessary, incidental, or appropriate to the foregoing, including but not limited to evangelism, teaching, medical services, and assisting in the establishment of indigenous and autonomous Baptist churches. ABWE also serves as the trustee and plan sponsor of the ABWE Missionary Retirement Plan and the ABWE Staff Retirement Plan ("the Retirement Plans").

In conformity with accounting principles generally accepted in the United States of America ("GAAP"), the consolidated financial statements of ABWE include the accounts of the following organizations, which are separate legal entities. All significant inter-organization accounts and transactions have been eliminated in consolidation.

- ABWE Foundation, LLC ("the Foundation") is a Pennsylvania limited liability company whose purpose is to solicit, hold, invest, and administer funds for the benefit of ABWE. ABWE is the sole voting member of the Foundation.

- Global Neighbors, LLC ("Global Neighbors") is a Pennsylvania limited liability company that supports ABWE by employing workers serving in certain foreign countries. ABWE is the sole voting member of Global Neighbors.

References to "ABWE" in these footnotes include each of the organizations described above.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Revenue and support

ABWE recognizes cash contributions as revenue when the contributions are received by ABWE. Contributions are recorded as without or with donor restrictions, depending on the existence and/or nature of any donor restrictions or time restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities as "net assets released from restrictions."

All contributions are received as donations to ABWE and not to specific individuals. Contributions which donors request to be used to support the ministry activities of specific missionaries are under the full control of ABWE. ABWE accounts for such contributions as board designated until they are expended for appropriate ministry purposes.

Cash and cash equivalents

Investments purchased or donated with original maturities of three months or less are considered to be cash equivalents.

Cash designated for health insurance reserves

Cash designated for health insurance reserves consists of cash set aside for future claims related to self-funded components of ABWE's health insurance plans.

Cash restricted for long-term purposes

Cash restricted for long-term purposes consists of amounts held for future building projects and a certain endowment for which the income is restricted for cemetery maintenance.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Split-interest gifts

For irrevocable split-interest arrangements such as charitable gift annuities, charitable remainder trusts, and similar arrangements in which the Foundation is a trustee or custodian, the assets of such arrangements are reflected in the consolidated financial statements as further described in Note E. The carrying values of such investments conform to GAAP, which generally require that investment securities be carried at estimated fair value at all times and that other assets be carried at the estimated fair value of the assets on the date the assets are contributed, unadjusted for subsequent changes in value. Also, for arrangements in which the Foundation is a trustee or custodian, a liability is recognized for the estimated present value of benefits payable to other beneficiaries. For split-interest arrangements in which the Foundation is not the trustee or custodian, the Foundation recognizes an asset for the estimated present value of the Foundation's benefits under the arrangements. For all irrevocable split-interest arrangements, regardless of whether or not the Foundation acts as trustee or custodian, contribution revenue without or with donor restrictions is recognized for the estimated present value of the Foundation's benefits under each such arrangement in the year the arrangement is established or in the year in which the Foundation is provided sufficient information about the existence and nature of the arrangement. Periodic adjustments are made for changes in estimated present values using applicable mortality tables and appropriate discount rates. State law imposes certain restrictions on the manner in which charitable gift annuity assets may be invested.

Property and equipment

Property and equipment are stated at cost, if purchased, or estimated fair value on the date of donation, if donated. Depreciation is provided using the straight-line method over the estimated useful lives of the assets.

Donor-advised funds

The Foundation administers various donor-advised funds. Donor gifts to such funds are made irrevocably with the understanding that while the donor retains an advisory role in the distribution of funds, the Foundation retains ultimate control over the use of the funds. Accordingly, such gifts are reflected as contributions without donor restrictions and designated net assets in the accompanying consolidated financial statements.

Net assets

Net assets without donor restrictions are available for use at the discretion of the Board of Directors and/or management for general operating purposes. From time to time, the Board may designate a portion of these net assets for specific purposes, which makes them unavailable for use at management's discretion. The Board has designated a portion of net assets without donor restrictions for missionary accounts, investment in property and equipment, operational contingency reserves, health insurance reserves, and donor-advised funds. Net assets with donor restrictions consist of amounts with uses limited by donor-imposed time and/or purpose restrictions.

Functional allocation of expenses

The consolidated statements of functional expenses present expenses by function and natural classification. Expenses directly attributable to a specific functional area are reported as expenses of those functional areas. Indirect costs that benefit multiple functional areas are allocated among the various functional areas based primarily on employee time.

Income taxes

Association of Baptists for World Evangelism, Inc. d/b/a ABWE International is exempt from federal income tax as an organization described in Section 501(c)(3) of the Internal Revenue Code and is generally exempt from applicable state income taxes and is further classified as a public charity and not a private foundation for federal tax purposes. The Foundation and Global Neighbors are considered disregarded entities for income tax purposes. None of the organizations have incurred unrelated business income taxes. As a result, no income tax provision or liability has been provided for in the accompanying consolidated financial statements.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of estimates

Management uses estimates and assumptions in preparing consolidated financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and reported revenues and expenses. Significant estimates used in preparing these consolidated financial statements include those used in estimating the fair value of investments, the useful lives of property and equipment, the accrued pension liability, and the liabilities for trusts and annuities. Actual results could differ from the estimates.

Subsequent events

ABWE has evaluated for possible financial reporting and disclosure subsequent events through July 7, 2026, the date as of which the consolidated financial statements were available to be issued.

NOTE C – LIQUIDITY AND AVAILABILITY OF RESOURCES

Financial assets available for general expenditure within one year of the date of the consolidated statements of financial position are as follows:

	December 31,	
	2025	2024
Cash and cash equivalents	$ 4,429,215	$ 4,476,434
Cash designated for health insurance reserves	1,875,429	1,581,610
Cash restricted for long-term purposes	610,559	522,245
Investments	64,250,678	59,321,128
Investments held in trust	3,656,051	3,711,913
Receivables (included in “other assets”)	992,373	844,469
Total financial assets available within one year	75,814,305	70,457,799
Less amounts unavailable for general expenditure within one year due to:		
Donor-imposed restrictions	(22,030,219)	(21,176,571)
Board designations	(9,847,830)	(9,615,837)
Amounts held to satisfy charitable gift annuity obligations	(4,032,732)	(3,817,865)
Amounts held as trustee for revocable and irrevocable trusts	(3,656,051)	(3,711,913)
Net financial assets available within one year	$ 36,247,473	$ 32,135,613

ABWE is primarily supported by contributions. As part of ABWE’s liquidity management, it structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due. The Board of Directors has designated certain amounts for operational contingency reserves, health insurance reserves, and donor-advised funds. Because of the designations, those amounts are not available for general expenditure within one year; however, the Board of Directors could make them available if necessary. The Board has also designated certain amounts for missionary accounts which are available for general expenditure within the next year.

ABWE maintains certain net assets limited to use for donor-restricted purposes. Because a donor’s restriction requires resources to be used in a specific manner or in a future period, ABWE must maintain sufficient resources to meet its responsibilities to its donors. Thus, those financial assets may not be available for general expenditure within one year of December 31, 2025 and 2024, and are excluded from net financial assets available to meet general expenditures within one year. Management believes ABWE has sufficient investments available for general operations that may be drawn upon in the event of an unanticipated financial distress or an immediate liquidity need.

NOTE D – CONCENTRATION OF CREDIT RISK

ABWE maintains its cash and cash equivalents in deposit accounts which may not be federally insured, may exceed federally insured limits or may be insured by an entity other than an agency of the federal government. ABWE has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk related to cash and cash equivalents.

NOTE E – INVESTMENTS

ABWE holds investments of various types, both as trustee or custodian and as owner. Investments are carried at estimated fair value. Investments were held for the following purposes or activities:

	December 31, 2025	December 31, 2024
Investments held as trustee or in a similar capacity		
• Investments held to satisfy charitable gift annuity obligations	$ 4,032,732	$ 3,817,865
• Investments held as trustee for irrevocable trusts	2,616,607	2,762,846
• Investments held as trustee for revocable trusts	1,039,444	949,067
Investments held for other purposes		
• Investments held for general operations	38,325,885	34,314,710
• Investments held for donor restricted purposes	21,419,660	20,654,326
• Investments held for donor-advised funds	472,401	534,227
Total investments	$ 67,906,729	$ 63,033,041

Investments (including investments held in trust) consisted of the following:

Category	December 31, 2025	December 31, 2024
Money market and similar funds	$ 1,055,239	$ 2,648,399
Mutual funds	45,552,301	33,878,502
Common and preferred stocks	17,229,028	22,728,551
Government securities	3,707,366	3,443,438
Nonpublicly traded investments	362,795	293,624
Debt securities	—	40,527
Total investments	$ 67,906,729	$ 63,033,041

NOTE F – INVESTMENTS HELD IN TRUST

Investments held in trust consisted of the following:

Category	December 31, 2025	December 31, 2024
Investments held for irrevocable trusts	$ 2,616,607	$ 2,762,846
Investments held for revocable trusts	1,039,444	949,067
Total investments held in trust	$ 3,656,051	$ 3,711,913

NOTE F – INVESTMENTS HELD IN TRUST (Continued)

Liabilities and net assets held in trust consisted of the following:

Category	December 31, 2025	2024
Irrevocable charitable beneficiary liabilities	$ 1,927,172	$ 1,985,543
Revocable charitable beneficiary liabilities	1,039,444	949,067
Total liabilities	2,966,616	2,934,610
Net assets with donor restrictions for irrevocable charitable remainder trusts	689,435	777,303
Total investments held in trust	$ 3,656,051	$ 3,711,913

NOTE G – FAIR VALUE MEASUREMENTS

GAAP defines fair value for an investment generally as the price an organization would receive upon selling the investment in an orderly transaction to an independent buyer in the principal or most advantageous market for the investment. The information available to measure fair value varies depending on the nature of each investment and its market or markets. Accordingly, GAAP recognizes a hierarchy of “inputs” an organization may use in determining or estimating fair value. The inputs are categorized into “levels” that relate to the extent to which an input is objectively observable and the extent to which markets exist for identical or comparable investments.

In determining or estimating fair value, an organization is required to maximize the use of observable market data (to the extent available) and minimize the use of unobservable inputs. The hierarchy assigns the highest priority to unadjusted quoted prices in active markets for identical items (Level 1 inputs) and the lowest priority to unobservable inputs (Level 3 inputs). A financial instrument’s level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

Following is a description of each of the three levels of input within the fair value hierarchy:

Level 1 – Unadjusted quoted market prices in active markets for identical items

Level 2 – Other significant observable inputs, such as quoted prices for similar items. Liabilities for trusts and annuities are based on estimated present value, applying certain assumptions regarding interest rates and life expectancies.

Level 3 – Significant unobservable inputs

The estimated fair value of certain assets (liabilities) measured on a recurring basis at December 31, 2025 are as follows:

	Total	Level 1	Level 2	Level 3
Mutual funds	$ 45,552,301	$ 45,552,301	$ —	$ —
Common and preferred stocks	17,229,028	17,229,028	—	—
Government securities	3,707,366	3,707,366	—	—
Nonpublicly traded investments	362,795	—	—	362,795
Total assets	$ 66,851,490	$ 66,488,695	$ —	$ 362,795

NOTE G – FAIR VALUE MEASUREMENTS (Continued)

	Total	Level 1	Level 2	Level 3
Liabilities for trusts	$ (2,966,616)	$ —	$ (2,966,616)	$ —
Liabilities for gift annuities	(1,282,502)	—	(1,282,502)	—
Total liabilities	$ (4,249,118)	$ —	$ (4,249,118)	$ —

The estimated fair value of certain assets (liabilities) measured on a recurring basis at December 31, 2024 are as follows:

	Total	Level 1	Level 2	Level 3
Mutual funds	$ 33,878,502	$ 33,878,502	$ —	$ —
Common and preferred stocks	22,728,551	22,728,551	—	—
Government securities	3,443,438	3,443,438	—	—
Nonpublicly traded investments	293,624	—	—	293,624
Debt securities	40,527	40,527	—	—
Total assets	$ 60,384,642	$ 60,091,018	$ —	$ 293,624
Liabilities for trusts	$ (2,934,610)	$ —	$ (2,934,610)	$ —
Liabilities for gift annuities	(1,328,102)	—	(1,328,102)	—
Total liabilities	$ (4,262,712)	$ —	$ (4,262,712)	$ —

Investments in nonpublicly traded investments consist primarily of an interest in a limited partnership, the estimated fair value of which is based on an amount provided by the investee. The activity for Level 3 assets during 2025 and 2024 was immaterial.

NOTE H – PROPERTY AND EQUIPMENT

Property and equipment consisted of the following:

Category	December 31, 2025	December 31, 2024
Land	$ 3,047,990	$ 3,047,990
Buildings and building improvements	7,266,142	7,296,670
Vehicles	7,290,380	6,691,139
Furniture and equipment	2,472,416	2,294,007
Total property and equipment	20,076,928	19,329,806
Less: Accumulated depreciation	(12,200,706)	(11,608,073)
Net property and equipment	$ 7,876,222	$ 7,721,733

Depreciation expense was approximately $962,000 and $893,000 during 2025 and 2024, respectively.

NOTE H – PROPERTY AND EQUIPMENT (Continued)

In connection with its activities, ABWE maintains certain property in foreign countries. ABWE has estimated the historical cost of certain of these properties based upon the property assessments of foreign governments and other information available to management. As of December 31, 2025 and 2024, ABWE held property in foreign countries with carrying values (net of accumulated depreciation) of approximately $1,137,000 and $1,141,000, respectively. In addition, at December 31, 2025 and 2024, ABWE missionaries located throughout the world held for the benefit of ABWE vehicles and equipment with carrying values (net of accumulated depreciation) of approximately $1,688,000 and $1,466,000, respectively.

ABWE may have interests in other assets, particularly real estate, in foreign jurisdictions that are not reflected in the accompanying consolidated statements of financial position due to political instability in the foreign jurisdiction and/or the lack of documentation clearly indicating ABWE's rights in the property, if any. Upon receipt of further documentation supporting the existence, ownership, and valuation of such properties, ABWE may recognize an asset related to its rights in these properties in future years.

NOTE I – DEFINED BENEFIT PLANS

ABWE is the trustee and plan sponsor for the following defined benefit pension plans:

ABWE Missionary Retirement Plan – A noncontributory defined benefit pension plan maintained for the benefit of full-term missionaries who meet certain eligibility requirements. Benefits, which are normally payable upon the attainment of age 65, are based on qualifying years of service and marital status.

ABWE Staff Retirement Plan – A noncontributory defined benefit pension plan maintained for the benefit of staff employees with five or more years of credited service. Benefits, which are normally payable upon the attainment of age 65, are based on a certain percentage of average monthly compensation.

On December 31, 2024, the defined benefit pension plans were frozen thereby restricting new participants to enter either plan. In addition, the plan freeze ended future benefit accruals anticipated under the plans beyond December 31, 2024 for participants, including salary impacts. As a result of the plan freeze, a one-time gain of $331,923 was recognized on the staff retirement plan due to the removal of the pay projection (which resulted from the associated final average salary freeze on December 31, 2024).

The following information is presented for the plans on a consolidated basis.

	2025	2024
Change in benefit obligation:		
Benefit obligation, January 1	$ 46,242,269	$ 48,098,939
Service cost	—	998,190
Interest cost	2,360,631	2,264,601
Benefits paid	(3,580,409)	(3,290,679)
Change in discount rate assumption	905,334	(2,056,406)
Change in demographic assumptions	5,694	(22,495)
Impact of plan freeze	—	(331,923)
Actuarial (gain) loss	(981,068)	582,042
Benefit obligation, December 31	44,952,451	46,242,269

NOTE I – DEFINED BENEFIT PLANS (Continued)

	2025	2024
Benefit obligation, December 31	$ 44,952,451	$ 46,242,269
Change in plan assets:		
Estimated fair value of plan assets, January 1	41,132,559	40,200,743
Employer contributions	300,000	1,519,119
Benefits paid	(3,580,409)	(3,290,679)
Net gain on plan assets	4,610,972	2,703,376
Estimated fair value of plan assets, December 31	42,463,122	41,132,559
Unfunded status (liability)	$ (2,489,329)	$ (5,109,710)
Components of net periodic benefit cost:		
Service cost	$ —	$ 998,190
Interest cost	2,360,631	2,264,601
Expected return on plan assets	(2,476,251)	(2,443,303)
Amortization of unrecognized prior service cost	—	(199,870)
Amortization of unrecognized loss	—	4,557
Total net periodic benefit cost recognized	$ (115,620)	$ 624,175

Following are the weighted average assumptions and additional information related to the pension plans:

	2025	2024
Weighted-average assumptions		
Discount rate for ABWE Missionary Retirement Plan	5.24%	5.50%
Discount rate for ABWE Staff Retirement Plan	5.20%	5.48%
Expected return on plan assets	6.50%	6.50%
Average remaining service in years for ABWE Missionary Retirement Plan	6.5	6.7
Average remaining service in years for ABWE Staff Retirement Plan	7.1	7.7

Selection of assumptions
The selection of the discount rate assumption reflects an estimate made based on the rates of return on high-quality fixed-income investments currently available and expected to be available during the period to maturity of the pension benefits.

The selection of the expected return on plan assets reflects an estimate from within a reasonable range, based on future long-term asset growth expectations and acknowledging recent return experience.

Expected employer contributions for the year ending December 31, 2026 are approximately $320,000.

NOTE I – DEFINED BENEFIT PLANS (Continued)

Approximate projected benefit payments for the years ending December 31 are as follows:

2026	$ 6,696,000
2027	$ 4,284,000
2028	$ 3,890,000
2029	$ 3,607,000
2030	$ 3,413,000
2031 – 2035	$ 15,463,000

The estimated fair value of plan assets consisted of the following:

	December 31,	
Category	2025	2024
Cash and cash equivalents	$ 650,324	$ 828,463
Equity securities	37,940,194	37,822,827
Fixed income securities (including fixed income mutual funds)	3,872,604	2,481,269
Total	$ 42,463,122	$ 41,132,559

Assets of ABWE's defined benefit plans are invested in portfolios that are designed to generate returns sufficient to meet obligations to beneficiaries at acceptable levels of risk. The overall investment strategy of the defined benefit plans is to achieve a mix of approximately 30% to 80% of investments in equity securities and approximately 20% to 70% of investments in fixed income securities, with a diversification of asset types. For fair value measurement purposes, the plan assets are considered to fall within Level 1 of the fair value hierarchy.

GAAP requires that an employer report the service cost component separately from the other components of net benefit cost. The service cost component is reported in the same lines of the consolidated statements of activities as other compensation costs arising from services rendered by employees during the period and allocated between program, management and general, and fundraising activities accordingly. The other components of net benefit cost and other changes in the pension liability are reported as "pension liability adjustment" in the consolidated statements of activities.

Service costs are included in the consolidated statements of activities as follows:

Category	2025	2024
Program activities	$ —	$ 806,093
Management and general	—	96,262
Fundraising	—	95,835
Total service costs	$ —	$ 998,190

Subsequent event
Subsequent to December 31, 2025, the Board of Directors of ABWE adopted a resolution to terminate the ABWE Staff Retirement Plan ("the Staff Plan"), effective August 1, 2026. The resolution authorizes the Staff Plan to offer a lump sum distribution window to eligible active and terminated vested participants and to settle remaining benefit obligations for participants who do not elect a lump sum distribution through the purchase of group annuity contracts from a qualified insurance carrier. Following the satisfaction of all obligations and expenses of the Staff Plan, any residual assets remaining in the trust of the Staff Plan shall be transferred to the ABWE Missionary Retirement Plan.

NOTE J – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions were for the following purposes during the year ended December 31, 2025:

	Balance January 1,	Contributions	Releases and Other	Balance December 31,
Missionary projects	$ 20,522,898	$ 5,677,056	$ (4,928,129)	$ 21,271,825
Irrevocable charitable remainder trusts	777,303	—	(87,868)	689,435
Future building projects	497,245	97,279	(8,965)	585,559
Funds held for retired missionary	131,428	16,407	—	147,835
Endowment for cemetery maintenance	25,000	—	—	25,000
Total	$ 21,953,874	$ 5,790,742	$ (5,024,962)	$ 22,719,654

Net assets with donor restrictions were for the following purposes during the year ended December 31, 2024:

	Balance January 1,	Contributions	Releases and Other	Balance December 31,
Missionary projects	$ 22,566,053	$ 5,936,710	$ (7,979,865)	$ 20,522,898
Irrevocable charitable remainder trusts	801,068	—	(23,765)	777,303
Future building projects	497,245	—	—	497,245
Funds held for retired missionary	122,474	131,428	(122,474)	131,428
Endowment for cemetery maintenance	25,000	—	—	25,000
Total	$ 24,011,840	$ 6,068,138	$ (8,126,104)	$ 21,953,874

NOTE K – RETIREMENT PLAN

ABWE maintains a 403(b) retirement plan ("the Plan") through GuideStone Financial Resources of the Southern Baptist Convention. Employees are eligible to participate upon meeting the eligibility requirements described in the Plan document. Eligible employees may make tax-deferred contributions to the Plan. Employer contributions to the Plan are discretionary. During 2025 and 2024, ABWE made employer discretionary contributions to the Plan totaling approximately $197,000 and $199,000, respectively.

SUPPLEMENTAL SCHEDULES

ASSOCIATION OF BAPTISTS FOR WORLD EVANGELISM, INC.
D/B/A ABWE INTERNATIONAL
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
December 31, 2025

ASSETS

	Association of Baptists for World Evangelism, Inc.	ABWE Foundation, LLC	Global Neighbors, LLC	Eliminations	Total
ASSETS					
Cash and cash equivalents	$ 2,888,412	$ 1,477,285	$ 63,518	$ —	$ 4,429,215
Cash designated for health insurance reserves	1,875,429	—	—	—	1,875,429
Cash restricted for long-term purposes	610,559	—	—	—	610,559
Investments	59,745,546	4,505,132	—	—	64,250,678
Investments held in trust	—	3,656,051	—	—	3,656,051
Other assets	1,868,256	—	—	—	1,868,256
Property and equipment, net	7,876,222	—	—	—	7,876,222
Total assets	**$ 74,864,424**	**$ 9,638,468**	**$ 63,518**	**$ —**	**$ 84,566,410**

LIABILITIES AND NET ASSETS

	Association of Baptists for World Evangelism, Inc.	ABWE Foundation, LLC	Global Neighbors, LLC	Eliminations	Total
LIABILITIES					
Accounts payable and accrued expenses	$ 2,454,017	$ —	$ 138,821	$ —	$ 2,592,838
Net pension obligation	2,489,329	—	—	—	2,489,329
Trust liabilities	—	2,966,616	—	—	2,966,616
Annuities payable	—	1,282,502	—	—	1,282,502
Total liabilities	**4,943,346**	**4,249,118**	**138,821**	**—**	**9,331,285**
NET ASSETS					
Without donor restrictions					
Undesignated	840,118	4,227,514	(75,303)	—	4,992,329
Designated					
Deficit associated with net pension obligation	(2,489,329)	—	—	—	(2,489,329)
Funds held in missionary accounts	32,288,419	—	—	—	32,288,419
Investment in property and equipment	7,876,222	—	—	—	7,876,222
Operational contingency reserves	7,500,000	—	—	—	7,500,000
Health insurance reserves	1,875,429	—	—	—	1,875,429
Donor-advised funds	—	472,401	—	—	472,401
Total designated	47,050,741	472,401	—	—	47,523,142
Total without donor restrictions	47,890,859	4,699,915	(75,303)	—	52,515,471
With donor restrictions	22,030,219	689,435	—	—	22,719,654
Total net assets	**69,921,078**	**5,389,350**	**(75,303)**	**—**	**75,235,125**
Total liabilities and net assets	**$ 74,864,424**	**$ 9,638,468**	**$ 63,518**	**$ —**	**$ 84,566,410**

ASSOCIATION OF BAPTISTS FOR WORLD EVANGELISM, INC.
D/B/A ABWE INTERNATIONAL
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
December 31, 2024

ASSETS

	Association of Baptists for World Evangelism, Inc.	ABWE Foundation, LLC	Global Neighbors, LLC	Eliminations	Total
ASSETS					
Cash and cash equivalents	$ 3,316,582	$ 1,106,338	$ 53,514	$ —	$ 4,476,434
Cash designated for health insurance reserves	1,581,610	—	—	—	1,581,610
Cash restricted for long-term purposes	522,245	—	—	—	522,245
Investments	54,969,037	4,352,091	—	—	59,321,128
Investments held in trust	—	3,711,913	—	—	3,711,913
Other assets	1,770,228	—	—	—	1,770,228
Property and equipment, net	7,721,733	—	—	—	7,721,733
Total assets	**$ 69,881,435**	**$ 9,170,342**	**$ 53,514**	**$ —**	**$ 79,105,291**

LIABILITIES AND NET ASSETS

	Association of Baptists for World Evangelism, Inc.	ABWE Foundation, LLC	Global Neighbors, LLC	Eliminations	Total
LIABILITIES					
Accounts payable and accrued expenses	$ 2,396,653	$ —	$ 147,749	$ —	$ 2,544,402
Net pension obligation	5,109,710	—	—	—	5,109,710
Trust liabilities	—	2,934,610	—	—	2,934,610
Annuities payable	—	1,328,102	—	—	1,328,102
Total liabilities	**7,506,363**	**4,262,712**	**147,749**	**—**	**11,916,824**
NET ASSETS					
Without donor restrictions					
Undesignated	(2,669,621)	3,596,102	(94,235)	—	832,246
Designated					
Deficit associated with net pension obligation	(5,109,710)	—	—	—	(5,109,710)
Funds held in missionary accounts	32,174,487	—	—	—	32,174,487
Investment in property and equipment	7,721,733	—	—	—	7,721,733
Operational contingency reserves	7,500,000	—	—	—	7,500,000
Health insurance reserves	1,581,610	—	—	—	1,581,610
Donor-advised funds	—	534,227	—	—	534,227
Total designated	43,868,120	534,227	—	—	44,402,347
Total without donor restrictions	41,198,499	4,130,329	(94,235)	—	45,234,593
With donor restrictions	21,176,573	777,301	—	—	21,953,874
Total net assets	**62,375,072**	**4,907,630**	**(94,235)**	**—**	**67,188,467**
Total liabilities and net assets	**$ 69,881,435**	**$ 9,170,342**	**$ 53,514**	**$ —**	**$ 79,105,291**

ASSOCIATION OF BAPTISTS FOR WORLD EVANGELISM, INC.
D/B/A ABWE INTERNATIONAL
CONSOLIDATING STATEMENT OF ACTIVITIES
For The Year Ended December 31, 2025

	Association of Baptists for World Evangelism, Inc.	ABWE Foundation, LLC	Global Neighbors, LLC	Eliminations	Total
CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTIONS					
Public support and revenue					
Contributions	$ 57,851,275	$ —	$ —	$ —	$ 57,851,275
Investment income, net	6,423,662	606,947	—	—	7,030,609
Other income	2,553,797	—	—	(338,400)	2,215,397
Change in value of trusts and charitable gift annuities	—	31,818	—	—	31,818
Intercompany grants	—	47,039	3,723,668	(3,770,707)	—
Total public support and revenue	66,828,734	685,804	3,723,668	(4,109,107)	67,129,099
Net assets released from restrictions	4,937,096	149,618	—	—	5,086,714
Total public support and revenue and net assets released from restrictions	71,765,830	835,422	3,723,668	(4,109,107)	72,215,813
Expenses					
Program activities	54,688,207	211,679	3,206,836	(2,736,931)	55,369,791
Supporting activities					
Management and general	7,348,309	48,700	285,672	(906,317)	6,776,364
Fundraising	5,657,335	5,457	212,228	(465,859)	5,409,161
Total supporting activities	13,005,644	54,157	497,900	(1,372,176)	12,185,525
Total expenses	67,693,851	265,836	3,704,736	(4,109,107)	67,555,316
Change in net assets without donor restrictions before other change	**4,071,979**	**569,586**	**18,932**	**—**	**4,660,497**
Pension liability adjustment	2,620,381	—	—	—	2,620,381
Change in net assets without donor restrictions	**6,692,360**	**569,586**	**18,932**	**—**	**7,280,878**
CHANGE IN NET ASSETS WITH DONOR RESTRICTIONS					
Contributions	5,790,742	—	—	—	5,790,742
Change in value of trusts and charitable gift annuities	—	61,752	—	—	61,752
Net assets released from restrictions	(4,937,096)	(149,618)	—	—	(5,086,714)
Change in net assets with donor restrictions	**853,646**	**(87,866)**	**—**	**—**	**765,780**
CHANGE IN NET ASSETS	**7,546,006**	**481,720**	**18,932**	**—**	**8,046,658**
NET ASSETS - Beginning of year	**62,375,072**	**4,907,630**	**(94,235)**	**—**	**67,188,467**
NET ASSETS - End of year	**$ 69,921,078**	**$ 5,389,350**	**$ (75,303)**	**$ —**	**$ 75,235,125**

ASSOCIATION OF BAPTISTS FOR WORLD EVANGELISM, INC.
D/B/A ABWE INTERNATIONAL
CONSOLIDATING STATEMENT OF ACTIVITIES
For The Year Ended December 31, 2024

	Association of Baptists for World Evangelism, Inc.	ABWE Foundation, LLC	Global Neighbors, LLC	Eliminations	Total
CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTIONS					
Public support and revenue					
Contributions	$ 55,135,625	$ —	$ —	$ —	$ 55,135,625
Investment income, net	3,743,890	317,484	—	—	4,061,374
Other income	2,628,314	—	—	(338,400)	2,289,914
Change in value of trusts and charitable gift annuities	—	(119,304)	—	—	(119,304)
Intercompany grants	—	478,360	3,312,584	(3,790,944)	—
Total public support and revenue	61,507,829	676,540	3,312,584	(4,129,344)	61,367,609
Net assets released from restrictions	7,979,864	131,428	—	—	8,111,292
Total public support and revenue and net assets released from restrictions	69,487,693	807,968	3,312,584	(4,129,344)	69,478,901
Expenses					
Program activities	54,907,099	145,833	2,830,620	(3,095,301)	54,788,251
Supporting activities					
Management and general	6,702,319	50,878	284,400	(730,510)	6,307,087
Fundraising	5,384,840	6,702	219,940	(303,533)	5,307,949
Total supporting activities	12,087,159	57,580	504,340	(1,034,043)	11,615,036
Total expenses	66,994,258	203,413	3,334,960	(4,129,344)	66,403,287
Change in net assets without donor restrictions before other changes	**2,493,435**	**604,555**	**(22,376)**	**—**	**3,075,614**
Pension liability adjustment	3,786,676	—	—	—	3,786,676
Change in net assets without donor restrictions	**6,280,111**	**604,555**	**(22,376)**	**—**	**6,862,290**
CHANGE IN NET ASSETS WITH DONOR RESTRICTIONS					
Contributions	6,068,138	—	—	—	6,068,138
Investment income, net	—	47,376	—	—	47,376
Change in value of trusts and charitable gift annuities	—	(62,188)	—	—	(62,188)
Net assets released from restrictions	(7,979,864)	(131,428)	—	—	(8,111,292)
Change in net assets with donor restrictions	**(1,911,726)**	**(146,240)**	**—**	**—**	**(2,057,966)**
CHANGE IN NET ASSETS	**4,368,385**	**458,315**	**(22,376)**	**—**	**4,804,324**
NET ASSETS - Beginning of year	**58,006,687**	**4,449,315**	**(71,859)**	**—**	**62,384,143**
NET ASSETS - End of year	**$ 62,375,072**	**$ 4,907,630**	**$ (94,235)**	**$ —**	**$ 67,188,467**

NOTE 1 – BASIS OF PRESENTATION

As of December 31, 2025 and 2024, ABWE Foundation, LLC ("the Foundation") holds nominal title for certain investments on behalf of Association of Baptists for World Evangelism, Inc. ("ABWE"). ABWE is the beneficiary of such investments, and therefore, the assets and related investment activities are included in ABWE's 2025 and 2024 statements of financial position and activities.

As of December 31, 2025 and 2024, ABWE holds nominal title for certain investments on behalf of the Foundation. The Foundation is the beneficiary of such investments, and therefore, the assets and related investment activities are included in the Foundation's 2025 and 2024 statements of financial position and activities.