

LEVANT MINISTRIES, INC.
(A NON-PROFIT ORGANIZATION)

ENGAGEMENT LETTER, FINANCIAL STATEMENTS AND
ACCOUNTANT'S COMPILATION REPORT

For the year end of December 31, 2021



AITA Tax & Accounting Services, LLC
801 International Parkway, Suite 500
Lake Mary FL 32746
www.aitatax.com

ACCOUNTANT'S COMPILATION REPORT

Board of Directors
Levant Ministries, Inc
Washington D.C.

I have compiled the accompanying statements of financial position of **Levant Ministries Inc.** (a non-profit corporation) as of December 31, 2021, and the related statements of activities, functional expenses, and cash flows for the year then ended. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with the accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

I am not independent with respect to Levant Ministries Inc.

AITA Tax & Accounting Services, LLC

Shurouq Abuaita

Shurouq Abuaita, CPA

Sanford, Florida
November 7th 2022

LEVANT MINISTRIES, INC.
Statement of Financial Position
For the Year Ended December 31, 2021

Assets

Current Assets

Cash and Cash Equivalents	\$ 433,172
Contribution Receivables	-
Undeposited Funds	-
Total Current Assets	<u>433,172</u>

Noncurrent Assets

Property and Equipment	64,238
Accumulated Depreciation	(48,298)
Total Property & Equipment	<u>15,940</u>
Total Noncurrent Assets	<u>15,940</u>

Total Assets	<u><u>\$ 449,112</u></u>
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Liabilities and Net Assets

Current Liabilities

Accounts Payable	20,170
Other Current Liabilities	4,298
Payroll Liabilities	574
Reimbursement Account	-
SBA PPP Loan Payable	15,000
Total Current Liabilities	<u>40,042</u>

Long-Term Liabilities

SBA EIDL Note Payable	149,900
Total Long-Term Liabilities	<u>149,900</u>
Total Liabilities	<u>189,942</u>

Net Assets

Without Donors Restrictions - Undesignated	159,169
With Donors Restrictions	100,000
Total Net Assets	<u>259,169</u>

Total Liabilities and Net Assets	<u><u>\$ 449,112</u></u>
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LEVANT MINISTRIES, INC.
Statement of Activities
For the Year Ended December 31, 2021

	Without Donors Restrictions	With Donors Restrictions	TOTAL
Support			
Contributions, Gifts, and Grants	\$ 434,547	\$ 100,000	\$ 534,547
Net Assets Released From Restrictions	-	-	-
Total Support	434,547	100,000	534,547
Total Program Revenue	-	-	-
Total Other Income	16,277	-	16,277
Total Support & Program Revenue	450,824	100,000	550,824
Expenditures			
Fundraising Expense	9,508	-	9,508
Supporting Services Expense			
Management & General	53,862	-	53,862
Program Service Expense			
Media Productions & Distributions	277,189	-	277,189
Outreach Events & Missions	5,834	-	5,834
Discipleship & Follow-up	25,400	-	25,400
Leadership Training & Equipping	21,819	-	21,819
Nextgen Conference	12,700	-	12,700
Strategic Partnerships	53,860	-	53,860
Nextgen Center	-	-	-
Total Expenditures	460,171	-	460,171
Change in Net Assets (Funds Balances)	(9,347)	100,000	90,653
Net Assets, Beginning of Year	168,516	-	168,516
Net Assets, End of Year	\$ 159,169	\$ 100,000	\$ 259,169

See Accompanying Notes and Independent Accountant's Compilation Report

LEVANT MINISTRIES, INC.
Statement of Functional Expenses
For the Year Ended December 31, 2021

	Program Services				Supporting	Fundraising	TOTAL
	Media Productions & Distribution	Outreach Events & Missions	Discipleship & Follow-up	Leadership Training & Equipping	Management & General	Fundraising	
Advertising & Promotion	20,540				1,804		\$ 22,344
Auto Expense					404		\$ 404
Bank & Credit Card Fees					3,770		\$ 3,770
Conferences						12,700	\$ 12,700
Depreciation Expense	7,893						\$ 7,893
Digital Services	22,800						\$ 22,800
Discipleship Expense			25,401				\$ 25,401
Dues & Permits					850		\$ 850
Education				5,598			\$ 5,598
Equipment Rental							\$ 0
Events						695	\$ 695
Gifts & Appreciation					527		\$ 527
Grants/ Ministry Support					40,613		\$ 40,613
Graphic Design Services							\$ 0
Honorariums					850		\$ 850
Information Technology					1,811		\$ 1,811
Leadership Training							\$ 0
Legal & Professional					5,800		\$ 5,800
License & Subscriptions					119		\$ 119
Meals & Entertainment						487	\$ 487
Media Productions	153,554						\$ 153,554
Media Translation	10,809						\$ 10,809
Office Expenses					6,479		\$ 6,479
Other Fees					662		\$ 662
Outreach Events		5,834					\$ 5,834
Outside Services					11,870	5,900	\$ 17,770
Payroll Expenses	50,000				21,530		\$ 71,530

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LEVANT MINISTRIES, INC.
Statement of Functional Expenses
For the Year Ended December 31, 2021

Printing & Publications	32								\$	32
Rent							1,129		\$	1,129
Security							249		\$	249
Supplies & Materials	11,560								\$	11,560
Utilities							3,354		\$	3,354
Travel Expense				16,220				8,326	\$	24,546
Total Expenses By Function	277,189	5,834	25,401	21,818	12,700	53,860	53,862	9,508	\$	460,171

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LEVANT MINISTRIES, INC.
Statement of Cash Flows
For the Year Ended December 31, 2021

		2021
Cash Flows From Operating Activities		
Increase (Decrease) in Net Assets	\$	90,653
Adjustments to reconcile Net Assets to Net Cash provided by operations:		
Depreciation		7,893
Accounts Payable		20,120
Other Liabilities		892
Payroll Liabilities		(2,543)
Total Adjustments to reconcile Net Assets to Net Cash provided by operations:		26,362
Net Cash Provided (Used) by Operating Activities		117,015
 Cash Flows From Investing Activities		 -
 Net Cash Provided (Used) by Investing Activities		 -
 Cash Flows From Financing Activities		 -
Notes Payable		-
Net Cash Provided (Used) by Financing Activities		-
Net Increase (Decrease) in Cash and Cash Equivalents		117,015
Cash and Cash Equivalents, Beginning of Year		316,157
Cash and Cash Equivalents, End of Year	\$	433,172
 <i>Supplemental Disclosures:</i>		
Cash paid during the year for interest	\$	-
Cash paid during the year for income taxes	\$	-

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LEVANT MINISTRIES, INC.
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

NOTE 1 – NATURE OF ACTIVITIES Levant Ministries, Inc. (“the Organization”) is a not-for-profit organization formed in the District of Columbia with the primary mission of sharing the Gospel with all Arabic-speaking people and growing them to become faithful followers of Jesus Christ. The Organization is committed to reaching young people with the hope of Jesus and empowering the next generation of Christian leaders to fulfill the Great Commission. Levant Ministries accomplishes its mission through its dedicated staff and volunteers in the Middle East and by working alongside an established network of strategic ministry partners.

Description of Programs – Levant Ministries, Inc. has adopted the following programs:

1. **Media Productions & Distribution:** This program focuses on creating and delivering high-quality, innovative media and discipleship content via a variety of digital and social media platforms.
2. **Outreach Events & Missions:** This program is designed to reach both local and global communities by providing opportunities for short-term and long-term service projects.
3. **Discipleship & Follow-Up:** This program combines online and on-the-ground ministries to establish biblical foundations for all who come to faith while equipping new believers to ministry and empowering disciples to become disciple-makers.
4. **Leadership Training & Equipping:** The goal of this program is to cultivate and produce NEXTGEN leaders and disciple-makers and to send them as agents of change into their marketplaces and communities.
5. **NEXTGEN Conference:** Our unique NEXTGEN program focuses on gathering and discipling the next generation of leaders through engaging and interactive events. These multi-day conferences combine worship, teaching, interactive sessions, and fellowship for unique events that inspire and motivate attendees.
6. **Strategic Partnerships:** Our partnerships and networks allow us to join together with like-minded ministries and programs to further the mission and vision of Levant. Each strategic partnership is carefully and intentionally designed to engage, establish, empower, and equip the next generation of Christian leaders.
7. **NEXTGEN Center:** This on-the-ground ministry program provides a physical location for the next generation to grow in their faith. Our centers house all of our ministry programs and initiatives, providing a holistic approach to evangelism and discipleship.



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LEVANT MINISTRIES, INC.
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting – The financial statements of Levant Ministries, Inc. have been prepared on the accrual basis of accounting, and, accordingly, reflect all significant receivables, payables, and other liabilities. The significant accounting policies are described below to enhance the usefulness of the financial statements to the readers.

Basis of Presentation – Levant Ministries, Inc. reports information regarding financial position and activities according to the new Accounting Standards Update (ASU) 2016-14, which requires the presentation of two classes of net assets that are classified based on the existence or absence of donor-imposed restrictions as follows:

- a) Net assets without donor restrictions: net assets represent revenues and expenses related to the operation and management of the organization 's primary programs and supporting services which are not subject to donor-imposed stipulations.
- b) Net assets with donor restrictions: These are net assets that represent resources available for use, but expendable only for the purposes specified by the donor.

Board-designated Net Assets – There are no board designated net assets for Levant Ministries, Inc. as of December 31, 2021.

Contributions– Contributions are recognized as revenue when they are received or unconditionally pledged. Contributions with donor-imposed conditions are recorded as liabilities (not support) in the year made. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes that will be met in the same reporting period are reported as assets with restrictions until released from restrictions.

Property and Equipment –Property and equipment is carried at cost or, if donated, at the approximate fair value at the date of donation. The organization follows the practice of capitalizing at cost, all expenditures for fixed assets in excess of \$500. Depreciation is computed to match the current tax depreciation system in the United States based on the modified accelerated cost recovery system (MACRS). Under this system, the capitalized costs (basis) of tangible property is recovered over a specified life by annual deductions of depreciation.

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LEVANT MINISTRIES, INC.
NOTES TO FINANCIAL STATEMENTS
December 31, 2021

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Income Taxes- Levant Ministries, Inc. is exempt from income tax under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes is reflected in the accompanying financial statements. The Corporation would be liable for taxes on any net income derived from activities unrelated to its exempt purpose.

Cash and Cash Equivalents- For financial statement purposes, Levant Ministries, Inc. considers all highly liquid available investments for current use with an initial maturity of three months or less to be cash equivalents.

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 disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Functional Allocation of Expenses - The costs of providing various programs and activities have been summarized on a functional and natural basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services rendered. Levant Ministries, Inc. provides a separate statement of functional expenses, on the face of the statements of activities.

Subsequent Events- Subsequent events have been evaluated through January 31, 2022 which is the date the financial statements were available to be issued.