CONCERN FOUNDATION AND SUBSIDIARY

CONSOLIDATED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
DECEMBER 31, 2016

CONCERN
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FUNDING CANCER RESEARCH
WORLDWIDE

CONCERN FOUNDATION AND SUBSIDIARY
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December 31, 2016

SingerLewak
Accountants & Consultants

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Concern Foundation

Report on the Financial Statements

We have audited the accompanying consolidated financial statements of Concern Foundation and its related Subsidiary (collectively, the "Organization"), which comprise the consolidated statement of financial position as of December 31, 2016, the related consolidated statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the consolidated financial statements (collectively, the "financial statements").

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of December 31, 2016, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information is presented for purposes of additional analysis and is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 financial statements as a whole.

Singer Lewak LLP

October 25, 2017

CONCERN FOUNDATION AND SUBSIDIARY
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
December 31, 2016

ASSETS	
Assets	
Cash and cash equivalents	$ 638,433
Operating investments	1,701,468
Pledges receivable, net	336,284
Beneficial interest in charitable remainder trusts	231,867
Property and equipment, net	8,057
Endowment investments	1,991,292
Other assets	34,240
Total assets	**$ 4,941,641**
LIABILITIES AND NET ASSETS	
Liabilities	
Accounts payable and accrued expenses	$ 35,700
Grants payable	497,500
Deferred revenue	643,034
Total liabilities	1,176,234
Net assets	
Unrestricted	
Undesignated	200,000
Board-designated	1,322,205
Total unrestricted	1,522,205
Temporarily restricted	322,830
Permanently restricted	1,920,372
Total net assets	3,765,407
Total liabilities and net assets	**$ 4,941,641**

The accompanying notes are an integral part of these financial statements.

CONCERN FOUNDATION AND SUBSIDIARY

CONSOLIDATED STATEMENT OF ACTIVITIES

Year Ended December 31, 2016

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Revenue and support				
Contributions	$ 15,003	$ 282,500	$ -	$ 297,503
Special events, net	1,293,021	30,000	-	1,323,021
Campaign	23,498	-	-	23,498
Investment income	43,200	45,817	-	89,017
Change in value of charitable remainder trusts	-	(492)	-	(492)
Net realized and unrealized gains on investments	68,014			68,014
Net assets released from restrictions	312,861	(312,861)	-	-
Total revenue and support	1,755,597	44,964	-	1,800,561
Expenses				
Program services	1,404,377	-	-	1,404,377
Management and general	134,240	-	-	134,240
Fundraising	189,832	-	-	189,832
Total expenses	1,728,449	-	-	1,728,449
Change in net assets	27,148	44,964	-	72,112
Net assets, beginning of year	1,495,057	277,866	1,920,372	3,693,295
Net assets, end of year	**$ 1,522,205**	**$ 322,830**	**$ 1,920,372**	**$ 3,765,407**

The accompanying notes are an integral part of these financial statements.

CONCERN FOUNDATION AND SUBSIDIARY
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
Year Ended December 31, 2016

	Program Services	Management and General	Fundraising	Total
Personnel expenses				
Salaries and wages	$ 51,708	$ 68,720	$ 77,082	$ 197,510
Employee benefits	6,766	3,622	11,218	21,606
Total personnel expenses	58,474	72,342	88,300	219,116
Other expenses				
Bookkeeping and payroll services	427	528	645	1,600
Computer costs / software	2,949	3,649	4,454	11,052
Credit card merchant fees	-	-	25,630	25,630
Depreciation	778	963	1,176	2,917
Equipment rent	2,156	2,668	3,256	8,080
Fundraising	-	-	565	565
Grants awarded, net	1,256,416	-	-	1,256,416
Insurance	2,383	2,949	3,598	8,930
Internet / website costs	776	960	1,172	2,908
Office supplies / expense	1,565	1,937	2,363	5,865
Parking and mileage	1,796	2,223	2,712	6,731
Postage and shipping	2,636	3,263	3,982	9,881
Printing	1,750	2,166	2,644	6,560
Professional fees	6,042	7,478	9,127	22,647
Rent	25,233	31,229	38,113	94,575
Scientific review committee costs	39,610	-	-	39,610
Telephone	1,102	1,364	1,665	4,131
Other	284	521	430	1,235
Total other expenses	1,345,903	61,898	101,532	1,509,333
Total expenses	**$ 1,404,377**	**$ 134,240**	**$ 189,832**	**$ 1,728,449**

The accompanying notes are an integral part of these financial statements.

CONCERN FOUNDATION AND SUBSIDIARY

CONSOLIDATED STATEMENT OF CASH FLOWS

Year Ended December 31, 2016

Cash flows from operating activities	
Cash received from contributors	$ 1,839,743
Grants paid	(1,351,416)
Cash paid to employees and suppliers	(464,141)
Interest and dividends income received	128,805
Net cash provided by operating activities	152,991
Cash flows from investing activities	
Proceeds from sales of investments	1,509,629
Purchase of investments	(1,482,886)
Net cash provided by investing activities	26,743
Net increase in cash	179,734
Cash and cash equivalents, beginning of year	458,699
Cash and cash equivalents, end of year	**$ 638,433**
Reconciliation of change in net assets to net cash provided by operating activities	
Change in net assets	$ 72,112
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Net realized and unrealized gains on investments	(68,014)
Noncash contributions	(21,030)
Bond premium amortization	35,081
Depreciation	2,917
Changes in operating assets and liabilities:	
Pledges and accounts receivable	117,561
Beneficial interest in charitable remainder trusts	492
Other assets	13,569
Grants payable	(95,000)
Accounts payable and accrued expenses	(4,186)
Deferred revenue	99,489
Net cash provided by operating activities	**$ 152,991**

The accompanying notes are an integral part of these financial statements.

NOTE 1 – GENERAL

Concern Foundation is a California nonprofit organization established to distribute research grants to seek a cure for cancer. Concern Foundation Holding, LLC ("Concern LLC") was formed to receive donations of real property and to hold and dispose of real property for the benefit of Concern Foundation. Concern LLC is owned 100% by Concern Foundation.

Concern Foundation is funded principally through the private sector with annual fundraising campaigns, special fundraising events, proceeds from Concern LLC, and ongoing support from corporations, foundations, and individuals. Concern Foundation conducts virtually all of its fundraising activities within Southern California.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Principles of Consolidation
The consolidated financial statements include the accounts of the Concern Foundation dba Cancer Immunology Research Foundation and its wholly owned subsidiary, Concern Foundation Holding, LLC (collectively, the "Organization"). All material intercompany amounts and transactions are eliminated in consolidation.

Financial Statement Presentation
The accompanying financial statements are presented in accordance with accounting principles generally accepted in the United States (U.S. GAAP). The Organization reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Cash and Cash Equivalents
Cash equivalents consist of money market funds and similar instruments that are highly liquid, readily convertible to cash, with maturities of ninety days or less at the purchase date.

Investments
Investments include: (a) corporate and government bonds and equities with readily determinable values and (b) other investments. Corporate and government bonds with readily determinable fair values are initially recorded at cost upon acquisition. Subsequently, any premium or discount is first amortized and then the bonds are marked to fair value based upon market quotations. The premium or discount amortization is recorded within investment income as an offset to interest income on the statement of activities. Investment income and realized and unrealized gains and losses are recognized as unrestricted net assets unless restricted by explicit donor stipulations or by a law that extends the donor's asset restrictions to the gains and losses. Other investments are related to noncontrolling limited partnership investments that are accounted for on a cost basis. The Organization has determined that there have been no events or changes in circumstances during the year that would have a significant adverse effect on the value of these other investments that would result in impairment in the amount reported.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributions and Pledges

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. Releases of temporarily restricted funds are reclassified to unrestricted net assets upon expiration of the restriction. Contributions are recognized when received.

Pledges for future contributions are recorded as receivables and reported at their estimated realizable values. These pledges are advance ticket sales for future annual Block Party events for which income is included under special events in the consolidated statement of activities. Accordingly, the revenue is deferred and recognized as revenue when the events occur.

Allowance for Doubtful Pledges

A provision for uncollectible pledges in the amount of $8,000, at December 31, 2016, has been provided based on an analysis of promises to pay and uncollectible amounts.

Property and Equipment

Property and equipment is stated at cost. Depreciation is applied on the straight-line basis over estimated useful lives of three to five years.

Awarding of Grants Policy

Grant awards are recorded as a liability when the grant is made and contingencies are met. Grant proposals consist of applications which are received by the Organization from research institutions worldwide. The Organization's grants committee oversees an international scientific review committee, which is comprised of prominent scientists who evaluate these proposals. The scientific review committee meets every year. After each submitted proposal has been reviewed, evaluated, and ranked, its recommendations are then passed on to the grants committee and the board of directors for final approval. Generally, grants are for a one-year period and are paid quarterly. Recipients of a one-year award may receive an award for a second year, which is contingent upon the recipient's meeting certain criteria and the Organization's ability to fund such an award.

Unrestricted Net Assets

Unrestricted net assets include contributions, fundraising, investment income, unrealized gains and losses, and other forms of unrestricted revenue and expenditures related to the general operation and fundraising efforts of the Organization. As part of unrestricted assets, the board of directors has set aside $1,322,205 as a contingency to meet grant commitments that may not be covered by current fundraising monies.

Temporarily Restricted Net Assets

Temporarily restricted net assets are restricted either by time or by purpose and include earnings generated from endowment funds which have been restricted by donors.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Permanently Restricted Net Assets
Permanently restricted net assets are assets that have been restricted either by time or by purpose by the donor in perpetuity and cannot be expended by the Organization.

Contributed Services
A substantial number of unpaid volunteers have made significant contributions of time to the Organization.

Donated services requiring specialized skills are recorded in the financial statements only when an objective measure of the value is available. Expenses incurred by numerous volunteers of the Organization carrying out their duties are reimbursed by the Organization.

Functional Expenses
The costs of providing various program services, management, and general administrative services and fundraising expenses have been summarized on a functional basis in the consolidated statement of functional expenses. Accordingly, certain costs have been allocated among the program and supporting services provided.

Management and General Expenses
For the year ended December 31, 2016, the percentage of administrative expenses to total revenue was 7.5%.

Income Taxes
Concern Foundation is exempt from taxation under Section 501(c)(3) of the Internal Revenue Code and Section 23701(d) of the California Revenue and Taxation Code and is generally not subject to federal or state income taxes. However, Concern Foundation is subject to income taxes on any net income that is derived from a trade or business regularly carried on and not in furtherance of the purposes for which it was granted exemption. No income tax provision has been recorded as the net income, if any, from any unrelated trade or business. In the opinion of management, it is not material to the basic financial statements taken as a whole.

Use of Estimates
The preparation of financial statements in accordance with U.S. GAAP 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 revenue and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Concentrations of Credit Risk
Financial instruments which potentially subject the Organization to concentrations of credit risk consist of cash and cash equivalents. The Organization maintains its cash balances in one financial institution. Cash balances are insured by the Federal Deposit Insurance Corporation for up to $250,000. To date, the Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash and cash equivalents.

Recent Accounting Pronouncements
In November 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Updates (ASU) 2016-18, *Statement of Cash Flows (Topic 230): Restricted Cash (a consensus of the FASB Emerging Issues Task Force)*, which provides guidance on the presentation of restricted cash or restricted cash equivalents in the statement of cash flows. ASU 2016-18 will be effective for the Organization beginning on January 1, 2019. ASU 2016-18 must be applied using a retrospective transition method with early adoption permitted. The Organization is currently evaluating the impact of the adoption of this guidance on its financial statements and does not expect the impact to be significant.

In February 2016, the FASB issued ASU 2016-02, *Leases (Topic 842)*, which sets out the principles for the recognition, measurement, presentation, and disclosure of leases for both parties to a contract (i.e. lessees and lessors). The new standard requires lessees to apply a dual approach, classifying leases as either finance or operating leases based on the principle of whether or not the lease is effectively a financed purchase by the lessee. This classification will determine whether lease expense is recognized based on an effective interest method or on a straight line basis over the term of the lease, respectively. A lessee is also required to record a right-of-use asset and a lease liability for all leases with a term of greater than 12 months regardless of their classification. Leases with a term of 12 months or less will be accounted for similar to existing guidance for operating leases today. The standard is effective on January 1, 2020, with early adoption permitted. Management is in the process of evaluating the impact of ASU 2016-02 on the Organization's consolidated financial statements.

In August 2016, the FASB issued ASU 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities*, which simplifies and improves how a not-for-profit organization classifies its net assets, as well as the information it presents in financial statements and notes about its liquidity, financial performance, and cash flows. Among other changes, the ASU replaces the three current classes of net assets with two new classes, "net assets with donor restrictions" and "net assets without donor restrictions," and expands disclosures about the nature and amount of any donor restrictions. ASU 2016-14 is effective for annual periods beginning after December 15, 2017. The Organization is currently evaluating the impact the adoption of this guidance will have on its consolidated financial statements.

NOTE 3 – INVESTMENTS AND FAIR VALUE MEASUREMENTS

At December 31, 2016, investments consisted of the following:

Corporate and government bonds	$ 2,754,371
Equity securities	87,890
Mutual funds	758,015
Limited partnerships at cost	92,484
Total	**$ 3,692,760**

At December 31, 2016, the following financial instruments were classified by level within the valuation hierarchy as follows:

	Level 1	Level 2	Level 3	Total
Operating Investments:				
Corporate and government bonds	$ 914,313	$ -	$ -	$ 914,313
Equity securities	75,343	-	-	75,343
Mutual funds	619,329	-	-	619,328
Limited partnerships - at cost	-	-	-	92,484
Total Operating	1,608,985	-	-	1,701,468
Endowment Investments:				
Corporate and government bonds	$ 1,840,058	$ -	$ -	$ 1,840,058
Equity securities	12,547	-	-	12,547
Mutual funds	138,687	-	-	138,687
Total Endowment	1,991,292	-	-	1,991,292
Beneficial interest in charitable remainder trusts	-	-	231,867	231,867
Total	**$ 3,600,277**	**$ -**	**$ 231,867**	**$ 3,924,628**

Realized and unrealized gains and losses have been reflected in the consolidated statement of activities as increases or decreases in unrestricted net assets unless their use has been temporarily restricted by donors.

NOTE 3 – INVESTMENTS AND FAIR VALUE MEASUREMENTS (Continued)

The components of total investment return from these investments for the year ended December 31, 2016 consisted of the following:

Net unrealized gains on investments	$ 59,693
Net realized gains on investments	8,321
Interest and dividend income	62,044
Partnership income	26,973
Investment income	**$ 157,031**

The following table represents the Organization's Level 3 financial assets, the valuation techniques used to measure the fair value of the financial assets and the significant unobservable inputs and the ranges of values for those inputs:

Instrument	Fair Value	Principal Valuation Technique	Unobservable Inputs	Range of Significant Input Values
Beneficial interest in charitable remainder trusts	$ 231,867	Discounted Cash Flow	Annuity Discount Factor	0.56499 – 0.81998
			Life Expectancy	IRS Mortality Actuarial Tables

For the year ended December 31, 2016, the change in the beneficial interest in charitable remainder trusts classified as Level 3 is as follows:

Balance, beginning of year	$ 232,359
Change in value of charitable remainder trusts	(492)
Balance, end of year	**$ 231,867**

NOTE 4 – PLEDGES RECEIVABLE

Pledges receivable are discounted at rates ranging from 1.20% to 2.25%. The estimated cash flows related to pledges receivable at December 31, 2016 were as follows:

Less than one year	$ 214,000
One to ten years	137,000
Total	351,000
Less discount to net present value	(6,716)
Less allowance for uncollectible contributions	(8,000)
Total pledges receivables, net	**$ 336,284**

NOTE 5 – BENEFICIAL INTEREST IN CHARITABLE REMAINDER TRUSTS

The Organization received gifts of two irrevocable charitable remainder trusts. Each trust is a temporarily restricted asset due to the temporary restrictions placed on it. Each trust is included in the consolidated financial statements as a beneficial interest in charitable remainder trusts and is recorded at the present value of the discounted future cash flows.

The present value is computed based on the donor's (or couple's joint) estimated life expectancy as derived from the 2000 unisex census table, the applicable federal rate of 2% and the payout to the donor (range of 7.4% to 7.9% per annum). As of December 31, 2016, the present values of the trusts were $216,488 and $15,379.

NOTE 6 – GRANTS PAYABLE

During the year ended December 31, 2016, the Organization paid all amounts relating to the grants payable as of December 31, 2015. In respect of the $1,257,500 (gross before grants refunded) in grants awarded during the year ended December 31, 2016, as of the year end, a balance of $497,500 remained outstanding. The outstanding balance is expected to be paid during the year ending December 31, 2017.

NOTE 7 – COMMITMENTS

The Organization has a noncancelable lease agreement for an office space with a related party that provides for monthly minimum rental payments of $7,881. The lease also provides for the additional parking spaces at $550 per month for a year and then at prevailing market rates thereafter. The lease expires in December 2018. In January 2016, in connection with this lease, a board member pledged to contribute $40,000 per year for three years to help offset the rent costs. As a result, $40,000 has been included as a temporarily restricted contribution with $40,000 released from restriction. The remaining $80,000 is considered a conditional grant and two payments of $40,000 each will be recorded as revenue during 2017 and 2018 as funds are paid.

The Organization also leases equipment under a noncancelable operating lease, which requires monthly payments of $188 and expires in September 2018.

As of December 31, 2016, the minimum lease payments of the aforementioned leases for the future years ending December 31, are as follows:

2017	$ 103,431
2018	102,867
Total	**$ 206,298**

NOTE 8 – TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets were available for the following purposes:

	Available December 31, 2015	New Revenues	Released from Restrictions	Change in Value of Charitable Remainder Trusts	Available December 31, 2016
Time restricted through charitable remainder trusts	$ 232,359	$ -	$ -	$ (492)	$ 231,867
Matching grant	-	100,000	(87,500)		12,500
Contribution subject to donor restrictions	5,000	212,500	(180,000)	-	37,500
Unexpended endowment earnings					
Research	38,094	2,869	-	-	40,963
Scientific review committee	2,413	1,773	(4,186)	-	-
Administrative costs	-	41,175	(41,175)	-	-
Total	**$ 277,866**	**$ 358,317**	**$(312,861)**	**$ (492)**	**$ 322,830**

NOTE 9 – PERMANENTLY RESTRICTED NET ASSETS

Permanently restricted net assets at December 31, 2016 is comprised of the following endowments:

Mynda Cohn/Jensen Memorial Fund	$ 1,645,478
Steric Fund	100,000
Wilbur S. Schwartz Fund	174,894
Total	**$ 1,920,372**

Earnings from the Mynda Cohn/Jensen Memorial Fund are used to reimburse the Organization for general and administrative expenses. Earnings from the Steric Fund are used to reimburse expenses related to the scientific review committee meetings held in Los Angeles, California, including airline tickets, hotel rooms, meeting rooms, local transportation, and out-of-pocket expenses incurred by the scientists relating to their work as part of the review committee. Earnings from the Wilbur S. Schwartz Fund are to be used to pay for awards, scholarships, fellowships, symposia, and/or lectures.

Changes in endowment net assets for the year ended December 31, 2016 are as follows:

	Temporarily Restricted	Permanently Restricted	Total
Total endowment fund balance, beginning of year	$ 40,507	$ 1,920,372	$ 1,960,879
Investment income	45,817	-	45,817
Satisfaction of temporary restrictions/ appropriated for expenditures	(45,361)	-	(45,361)
Total endowment fund balance, end of year	**$ 40,963**	**$ 1,920,372**	**$ 1,961,335**

The Organization has interpreted endowments absent of explicit donor stipulations to the contrary as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds. The Organization classifies as permanently restricted assets the original value of gifts donated to the permanent endowment, the original value of subsequent gifts to the permanent endowment, and accumulations to the permanent endowment, if applicable, under the direction of the donor gift instrument at the time that the accumulation is added. As of December 31, 2016, there were no accumulations added to the Organization's permanently restricted net assets.

NOTE 9 – PERMANENTLY RESTRICTED NET ASSETS (Continued)

In accordance with Uniform Prudent Management of Institutional Funds Act (UPMIFA) enacted in California and the provisions of ASC 958-205-45, in the absence of explicit donor stipulations, the portion of a donor-restricted endowment fund that is not permanently restricted by the donor is classified as temporarily restricted net assets until appropriated for expenditure by the Organization. The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding as agreed upon with the donor specifications.

To satisfy this objective, the Organization has done the following: (a) set an investment policy investing mainly in fixed income securities and (b) set a spending policy whereby only interest and dividends received are considered eligible for appropriation for expenditures. Accordingly, realized and unrealized gains and losses on endowment assets are considered appropriated by the Organization and are accounted for within unrestricted net assets.

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or UPMIFA requires the Organization to retain as a fund of perpetual duration. There were no such deficiencies as of December 31, 2016.

NOTE 10 – RELATED PARTY TRANSACTIONS

The Organization's board of directors is actively involved in raising funds for the Organization. During the year ended December 31, 2016, the Organization received a total of $548,241 in contributions from board of directors' members. In addition, board members have agreed to contribute an additional amount of $70,200 that is recorded as pledges receivable and deferred revenue. The present value of the pledges available from board members at December 31, 2016 was $69,573.

NOTE 11 – SPECIAL EVENTS AND FUNDRAISING

The Organization conducts several special events in order to assist with its mission. All revenue received from such events in excess of expenses is used for the current program operations, unless otherwise restricted by the donor. Total income from special events was $1,885,277 and total costs (including direct benefit to donor and other expenses) were $562,256.

NOTE 12 – SUBSEQUENT EVENTS

Subsequent events have been evaluated through October 25, 2017, which is the date the consolidated financial statements were issued or available to be issued. No material subsequent events have occurred that would require recognition in the consolidated financial statements or additional disclosure in the notes to the consolidated financial statements.

SUPPLEMENTARY INFORMATION

Grants awarded		
Karolinska Institute under the direction of George Klein, M.D. Stockholm Sweden	$	165,000
The Lautenberg Center/Hebrew University under the direction of Prof. Eitan Yefenof Jerusalem, Israel		130,000
University of California Los Angeles Regents of the University of California		75,000
Scott Atwood Regents of the University of California (Irvine)		60,000
Luis Batista Washington University, St. Louis		60,000
Milan Chheda Washington University, St. Louis		60,000
Saar Gill University of Pennsylvania		60,000
Bojana Gligorijevic Temple University		60,000
Xi Huang Research Institute Hospital for Sick Children, Ontario, Canada		60,000
Hyungjin Kim State University of New York, Stony Brook		60,000
Kian-Huat Lim Washington University, St. Louis		60,000
Chintan Parekh Children's Hospital, Los Angeles		60,000
Olga Razorenova Regents of the University of California (Irvine)		60,000
Bruno Sainz Universidad Autónoma de Madrid, Spain		60,000

Masataka Suzuki Baylor College of Medicine	60,000
Baochun Zhang Dana-Farber Cancer Institute, Boston, MA	60,000
Anat Epstein Children's Hospital, Los Angeles	50,000
Brooke Grazer USC Norris Comprehensive Cancer Center & Children's Hospital Los Angeles	50,000
Naomi Noa Shoshani Hebrew University	7,500
Subtotal grants expense	1,257,500
Grants refunded	(1,084)
Total grants awarded	**$ 1,256,416**

The accompanying notes are an integral part of these financial statements.