INDEPENDENT ACCOUNTANTS’ REVIEW REPORT

The Board of Directors
Diamond Blackfan Anemia Foundation, Inc.

We have reviewed the accompanying statements of assets, liabilities, and net assets – modified cash basis of Diamond Blackfan Anemia Foundation, Inc. (the Foundation) as of December 31, 2021 and 2020 and the related statements of revenues collected, expenses paid and changes in net assets – modified cash basis for the years then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management’s financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management’s Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the modified cash basis of accounting; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of financial statements in the circumstances. Management is also responsible for 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.

Accountants’ Responsibility

Our responsibility is to conduct the review engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with the modified cash basis of accounting. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of the Foundation and to meet our ethical responsibilities in accordance with the relevant ethical requirements related to our reviews.

Accountants’ Conclusion

Based on our reviews, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with the modified cash basis of accounting.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the modified cash basis of accounting which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our conclusion is not modified with respect to this matter.

October 25, 2022
## Statements of Assets, Liabilities and Net Assets - Modified Cash Basis

December 31, 2021 | 2020
---|---
**Assets**
Cash | $1,395,628 | $1,149,858
Investments | 73,115 | 49,121
Equipment (net of accumulated depreciation of $1,535 and $1,317) | 762 | 980
**Total Assets** | **$1,469,505** | **$1,199,959**

**Net Assets**
Without donor restrictions | $1,424,523 | $1,154,977
With donor restrictions (Note 2) | 44,982 | 44,982
**Total Net Assets** | **$1,469,505** | **$1,199,959**

See accompanying notes and accountants' report.
## Statements of Revenues Collected, Expenses Paid and Changes in Net Assets - Modified Cash Basis

For the years ended December 31, 2021 and 2020

### Changes in net assets without donor restrictions:

<table>
<thead>
<tr>
<th>Category</th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Revenues</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Contributions</td>
<td>$400,779</td>
<td>$383,771</td>
</tr>
<tr>
<td>Investment income (loss)</td>
<td>25,053</td>
<td>(14,936)</td>
</tr>
<tr>
<td></td>
<td>$425,832</td>
<td>368,835</td>
</tr>
<tr>
<td>Expenses</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Program</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Grants</td>
<td>95,000</td>
<td>158,000</td>
</tr>
<tr>
<td>Salaries and benefits</td>
<td>40,369</td>
<td>40,369</td>
</tr>
<tr>
<td>Conferences and meetings</td>
<td>-</td>
<td>881</td>
</tr>
<tr>
<td>General and administrative:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Salaries and benefits</td>
<td>10,765</td>
<td>10,765</td>
</tr>
<tr>
<td>Professional fees</td>
<td>3,700</td>
<td>10,100</td>
</tr>
<tr>
<td>Other</td>
<td>2,272</td>
<td>4,470</td>
</tr>
<tr>
<td>Fundraising</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Salaries and benefits</td>
<td>2,690</td>
<td>2,690</td>
</tr>
<tr>
<td>Other</td>
<td>1,490</td>
<td>1,777</td>
</tr>
<tr>
<td></td>
<td>$156,286</td>
<td>229,052</td>
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</table>

**Change in net assets without donor restrictions**  
269,546

### Changes in net assets with donor restrictions:

<table>
<thead>
<tr>
<th>Category</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Contributions</td>
<td>44,982</td>
</tr>
</tbody>
</table>

**Change in net assets**  
269,546

**Net assets - beginning**  
$1,199,959

**Net assets - ending**  
$1,469,505

See accompanying notes and accountants' report.
Notes to Financial Statements – Modified Cash Basis

1. Summary of Significant Accounting Policies:

Nature of Operations:

Diamond Blackfan Anemia Foundation, Inc. (the Foundation) is a not for profit corporation. Its purpose is to promote and finance research grants for the study of diamond blackfan anemia disease. The Foundation is headquartered in Western New York State and receives contributions from individuals and organizations located throughout the United States.

Basis of Accounting:

The accounts of the Foundation are maintained, and these statements are presented, on the modified cash basis of accounting under which certain revenue is recognized when received rather than when earned, and certain expenditures are recognized when paid rather than when the obligation is incurred. Accordingly, certain accounts receivable and accounts payable, which may be material in amount, are not reflected in the accompanying financial statements.

Cash:

Cash in financial institutions may exceed federally insured limits at various times during the year and subject the Foundation to concentrations of credit risk.

Investments:

Investments consist entirely of equity securities measured at fair value as determined by quoted prices in active markets.

Equipment:

Equipment is stated at cost, net of accumulated depreciation. Depreciation is provided over estimated useful lives using the straight-line method. Depreciation expense during 2021 and 2020 was $218 and $109, respectively.

Tax Status:

The Foundation is a 501(c)(3) organization exempt from income taxes under Section 501(a) of the Internal Revenue Code.

Contributions:

Contribution revenue is recognized when cash is received. Contributions are recorded as restricted support if they are received with donor stipulations that limit their use. When a donor restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of revenues collected, expenses paid and changes in net assets – modified cash basis as net assets released from restrictions. Contributions received with donor-imposed restrictions that are met in the same reporting period are shown as revenue without donor restrictions.

Use of Estimates:

The preparation of financial statements in conformity with the modified cash basis of accounting requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Subsequent Events:

The Foundation has evaluated events and transactions for potential recognition or disclosure in the financial statements through October 25, 2022, the date the financial statements were available to be issued.

Functional Expense Allocation:

The Foundation’s costs of providing its services have been summarized in the statements of revenues collected, expenses paid and changes in net assets – modified cash basis. Accordingly, certain costs have been allocated among programs and supporting services benefited. These costs include salaries and related benefits which are allocated on the basis of estimated time and effort.

2. Net Assets with Donor Restrictions:

Net assets with donor restrictions as of December 31, 2021 and 2020 are time restricted for a future conference.
3. Financial Assets Available for Operating Purposes:

The Foundation funds its operations primarily through contributions and investment income.

The Foundation’s financial assets without donor restrictions available within one year of the balance sheet date to meet cash needs for general expenditures consist of the following at December 31, 2021 and 2020:

<table>
<thead>
<tr>
<th></th>
<th>2021</th>
<th>2020</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash</td>
<td>$1,395,628</td>
<td>$1,149,858</td>
</tr>
<tr>
<td>Investments</td>
<td>28,133</td>
<td>4,139</td>
</tr>
<tr>
<td>Total</td>
<td>$1,423,761</td>
<td>$1,153,997</td>
</tr>
</tbody>
</table>

4. Risks and Uncertainties due to COVID-19:

On January 31, 2020, the United States Secretary of Health and Human Services (HHS) declared a public health emergency related to the global spread of coronavirus COVID-19, and a pandemic was declared by the World Health Organization in February 2020. Efforts to fight the widespread disease included limiting or closing many businesses and resulted in a severe disruption of operations for organizations.

The Foundation postponed certain conferences since 2020 as a result of the pandemic. Conferences are expected to resume in 2023.

The full extent of the impact of COVID-19 on the Foundation’s operational and financial performance will depend on further developments, including the duration and spread of the outbreak, and the impact on contributors and vendors, all of which cannot be predicted.