Pancreatic Cancer Action Network

Independent Auditor's Report, and Financial Statements

June 30, 2026 and 2025

Pancreatic Cancer Action Network
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Independent Auditor's Report

Board of Directors
Pancreatic Cancer Action Network
El Segundo, California

Opinion

We have audited the financial statements of Pancreatic Cancer Action Network, which comprise the statements of financial position as of June 30, 2026 and 2025, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Pancreatic Cancer Action Network as of June 30, 2026 and 2025, and the changes in its net assets and its 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 (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Pancreatic Cancer Action Network 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 Financial Statements

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 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Pancreatic Cancer Action Network's ability to continue as a going concern within one year after the date that these financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole 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 GAAS 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 financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the 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 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 Pancreatic Cancer Action Network'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 the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Pancreatic Cancer Action Network'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.

Forvis Mazars, LLP

New York, New York
November 10, 2026

Pancreatic Cancer Action Network
Statements of Financial Position
June 30, 2026 and 2025

	2026	2025
ASSETS		
Cash and cash equivalents	$ 7,189,540	$ 3,697,011
Investments	22,529,866	18,239,542
Contributions receivable, net	8,975,146	11,949,001
Receivables	-	435,868
Prepaid expenses	696,864	1,370,809
Property and equipment, net	488,425	594,388
Right-of-use asset – operating lease	3,604,488	4,121,270
Other assets	652,436	617,671
Total Assets	$ 44,136,765	$ 41,025,560
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable and accrued liabilities	$ 633,386	$ 1,815,827
Accrued wages and benefits	3,592,714	2,124,108
Grant obligations, net	3,841,041	2,224,854
Deferred revenue	-	30,540
Operating lease liability	3,824,718	4,306,915
Total Liabilities	11,891,859	10,502,244
Net Assets		
Without donor restrictions		
Undesignated	4,774,514	3,038,681
Board-designated operating reserve	17,020,000	11,650,000
Net Assets Without Donor Restrictions	21,794,514	14,688,681
With donor restrictions	10,450,392	15,834,635
Total Net Assets	32,244,906	30,523,316
Total Liabilities and Net Assets	$ 44,136,765	$ 41,025,560

Pancreatic Cancer Action Network
Statement of Activities
Year Ended June 30, 2026

	2026		
	Without Donor Restrictions	With Donor Restrictions	Total
Operating Revenues, Gains, and Other Support			
Contributions	$ 18,607,276	$ 7,479,150	$ 26,086,426
Special events income (net of direct costs of $3,130,477)	12,794,907	-	12,794,907
Clinical research contracts	16,680	-	16,680
Contributed nonfinancial assets	752,173	-	752,173
Net assets released from restrictions	12,863,393	(12,863,393)	-
Total Operating Revenues, Gains, and Other Support	45,034,429	(5,384,243)	39,650,186
Operating Expenses			
Program Services			
Research and Scientific Affairs	10,329,937	-	10,329,937
Advocacy	1,016,878	-	1,016,878
Patient services	4,656,164	-	4,656,164
Community engagement	7,028,952	-	7,028,952
Total Program Services	23,031,931	-	23,031,931
Support Services			
Management and administration	10,424,036	-	10,424,036
Development	5,829,513	-	5,829,513
Total Support Services	16,253,548	-	16,253,548
Total Operating Expenses	39,285,480	-	39,285,480
Change in Net Assets from Operations	5,748,949	(5,384,243)	364,706
Nonoperating Activities			
Investment return	1,356,884	-	1,356,884
Change in Net Assets	7,105,833	(5,384,243)	1,721,590
Net Assets, Beginning of Year	14,688,681	15,834,635	30,523,316
Net Assets, End of Year	$ 21,794,514	$ 10,450,392	$ 32,244,906

Pancreatic Cancer Action Network
Statement of Activities
Year Ended June 30, 2025

	2025		
	Without Donor Restrictions	With Donor Restrictions	Total
Operating Revenues, Gains, and Other Support			
Contributions	$ 16,118,787	$ 6,641,463	$ 22,760,250
Special events income (net of direct costs of $3,404,913)	14,101,498	-	14,101,498
Clinical research contracts	3,550,566	-	3,550,566
Contributed nonfinancial assets	574,491	-	574,491
Other income	(22,402)	-	(22,402)
Net assets released from restrictions	9,738,393	(9,738,393)	-
Total Operating Revenues, Gains, and Other Support	44,061,333	(3,096,930)	40,964,403
Operating Expenses			
Program Services			
Research and Scientific Affairs	13,822,863	-	13,822,863
Advocacy	971,774	-	971,774
Patient services	4,670,773	-	4,670,773
Community engagement	6,917,114	-	6,917,114
Total Program Services	26,382,524	-	26,382,524
Support Services			
Management and administration	15,505,232	-	15,505,232
Development	6,128,718	-	6,128,718
Total Support Services	21,633,950	-	21,633,950
Total Operating Expenses	48,016,474	-	48,016,474
Change in Net Assets from Operations	(3,955,141)	(3,096,930)	(7,052,071)
Nonoperating Activities			
Investment return	1,954,019	-	1,954,019
Miscellaneous Income	20,000	-	20,000
Gain on termination of lease	388,395	-	388,395
Change in Net Assets	(1,592,727)	(3,096,930)	(4,689,657)
Net Assets, Beginning of Year	16,281,408	18,931,565	35,212,973
Net Assets, End of Year	$ 14,688,681	$ 15,834,635	$ 30,523,316

Pancreatic Cancer Action Network
Statement of Functional Expenses
Year Ended June 30, 2026

	Program Services					Support Services			
	Research and Scientific Affairs	Advocacy	Patient Services	Community Engagement	Total Program Services	Management and Administration	Development	Total Supporting Services	Total Expenses
Salaries	$ 3,532,966	$ 625,576	$ 2,390,886	$ 3,699,194	$ 10,248,622	$ 4,849,153	$ 2,771,038	$ 7,620,191	$ 17,868,813
Payroll taxes and benefits	891,599	159,995	610,744	946,867	2,609,205	1,194,900	707,216	1,902,116	4,511,321
Research	4,734,426	-	-	-	4,734,426	-	-	-	4,734,426
Conferences, workshops, and travel	278,581	10,902	2,715	135,529	427,727	80,896	71,696	152,592	580,319
Professional fees	400,670	154,331	854,516	882,909	2,292,426	1,652,059	1,395,156	3,047,215	5,339,641
Advertising	-	-	275,085	387,000	662,085	73,906	356,850	430,757	1,092,842
Donor and affiliate engagement	488	-	-	452,860	453,348	3,497	123,545	127,041	580,390
Dues and subscriptions	22,772	20,617	75	2,133	45,597	7,340	6,172	13,512	59,109
Occupancy and maintenance	101,713	19,173	150,062	161,281	432,229	173,313	104,766	278,079	710,308
Finance and processing charges	-	-	-	-	-	907,929	-	907,929	907,929
Information technology	205,868	22,731	187,614	170,691	586,904	1,173,390	248,631	1,422,021	2,008,925
Insurance	124,557	-	-	115,729	240,286	172,910	-	172,910	413,196
Postage, printing, and supplies	9,873	200	155,562	33,461	199,095	48,090	21,801	69,892	268,987
Staff support	653	-	2,605	13,157	16,415	59,758	4,253	64,011	80,426
Depreciation	25,770	3,354	26,301	28,141	83,566	26,895	18,388	45,283	128,849
Totals	$ 10,329,937	$ 1,016,878	$ 4,656,164	$ 7,028,952	$ 23,031,931	$ 10,424,036	$ 5,829,513	$ 16,253,548	$ 39,285,480

Pancreatic Cancer Action Network
Statement of Functional Expenses
Year Ended June 30, 2025

	Program Services					Support Services			
	Research and Scientific Affairs	Advocacy	Patient Services	Community Engagement	Total Program Services	Management and Administration	Development	Total Supporting Services	Total Expenses
Salaries	$ 4,636,946	$ 596,314	$ 2,461,190	$ 3,128,362	$ 10,822,812	$ 5,811,859	$ 2,955,056	$ 8,766,915	$ 19,589,727
Payroll taxes and benefits	1,061,669	137,253	566,514	718,341	2,483,777	1,229,295	680,132	1,909,427	4,393,204
Research	6,494,139	-	-	-	6,494,139	-	-	-	6,494,139
Conferences, workshops, and travel	261,350	15,515	4,406	298,760	580,031	179,497	69,074	248,571	828,602
Professional fees	792,489	159,341	852,404	1,360,999	3,165,233	2,813,227	1,342,720	4,155,947	7,321,180
Advertising	-	4,783	351,813	771,298	1,127,894	122,174	368,939	491,113	1,619,007
Donor and affiliate engagement	20	-	-	169,319	169,339	2,745	259,868	262,613	431,952
Dues and subscriptions	20,006	19,539	-	2,000	41,545	14,369	9,340	23,709	65,254
Occupancy and maintenance	113,673	17,176	134,049	124,395	389,293	177,696	99,137	276,833	666,126
Finance and processing charges	-	-	-	-	-	1,085,304	-	1,085,304	1,085,304
Bad debt expense	-	-	-	-	-	2,000,000	-	2,000,000	2,000,000
Information technology	195,563	16,852	109,887	164,503	486,805	1,415,416	261,742	1,677,158	2,163,963
Insurance	184,924	-	-	83,741	268,665	194,233	-	194,233	462,898
Postage, printing, and supplies	125	-	142,094	15,079	157,298	59,756	49,702	109,458	266,756
Staff support	1,789	-	9,376	44,256	55,421	351,253	4,108	355,361	410,782
Depreciation	60,170	5,001	39,040	36,061	140,272	48,408	28,900	77,308	217,580
Totals	$ 13,822,863	$ 971,774	$ 4,670,773	$ 6,917,114	$ 26,382,524	$ 15,505,232	$ 6,128,718	$ 21,633,950	$ 48,016,474

Pancreatic Cancer Action Network
Statements of Cash Flows
Years Ended June 30, 2026 and 2025

	2026	2025
Operating Activities		
Change in net assets	$ 1,721,590	$ (4,689,657)
Adjustments to reconcile change in net assets to net cash from operating activities		
Depreciation and amortization	128,849	217,580
Bad debt expense (recovery)	(250,000)	2,000,000
Investment gain	(1,356,884)	(1,954,019)
Gain on termination of lease	-	(388,395)
Provision for uncollectible pledges	140,446	148,503
Noncash operating lease expense	516,782	419,040
Changes in operating assets and liabilities		
Contributions receivable	2,833,409	1,904,892
Receivables	685,868	(2,214,700)
Prepaid expenses	673,945	1,080,485
Other assets	(34,765)	(407,169)
Accounts payable and accrued expenses	(1,182,441)	(6,887,500)
Accrued wages and benefits	1,468,606	(175,561)
Grant obligations	1,616,187	(5,361,473)
Deferred revenue	(30,540)	(1,113,544)
Operating lease liability	(482,197)	(280,003)
Net Cash Provided (Used) in Operating Activities	6,448,855	(17,701,521)
Investing Activities		
Purchase of investments	(6,006,745)	(4,459,580)
Proceeds from sale of investments	3,073,305	18,239,542
Purchase of property and equipment	(22,886)	(162,453)
Net Cash (Used) Provided by Investing Activities	(2,956,326)	13,617,509
Change in Cash and Cash Equivalents	3,492,529	(4,084,012)
Cash and Cash Equivalents, Beginning of Year	3,697,011	7,781,023
Cash and Cash Equivalents, End of Year	7,189,540	$ 3,697,011
Supplemental Cash Flows Information		
Right-of-use assets obtained in exchange for new operating lease liability	$ -	$ 4,448,697

Note 1. Nature of Operations and Summary of Significant Accounting Policies

Nature of Operations

The Pancreatic Cancer Action Network (PanCAN), was founded in 1999. PanCAN's vision is to create a world in which all patients with pancreatic cancer will thrive. Our mission is to take bold action to improve the lives of everyone impacted by pancreatic cancer by advancing scientific research, building community, sharing knowledge, and advocating for patients. PanCAN has a comprehensive approach to fighting pancreatic cancer that includes funding transformative research, providing patient services, advocating for increased federal research dollars, and educating the public and raising awareness about pancreatic cancer.

PanCAN funds research – from early detection to innovative treatment approaches through our own research grants program and clinical initiatives. PanCAN's cumulative research investment is now $259 million, making a significant impact on the diagnosis and treatment of today's patients and those who will be diagnosed in the future. PanCAN also drives the advocacy agenda in Washington, DC including advocating for increased federal research funding for pancreatic cancer researchers across the country to accelerate progress and continue to grow the number of researchers focused on this disease. PanCAN Patient Services provides free, personalized information and resources about pancreatic cancer, in English and in Spanish, including treatment options, clinical trials, genetic and biomarker testing and supportive care resources. Through PanCAN Patient Services, PanCAN provides more resources and talks to more patients with pancreatic cancer and caregivers than any other organization in the world. Through its more than 50 volunteer-led Affiliates across the country, PanCAN and local communities work together to educate and raise awareness and funds to accelerate progress for patients with pancreatic cancer.

PanCAN raises most of its revenue from individual and corporate contributions, including those made through PanCAN PurpleStride events.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 revenues, expenses, gains, losses, and other changes in net assets during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

PanCAN considers all liquid investments with original maturities of three months or less to be cash equivalents. Uninvested cash and cash equivalents included in investment accounts are not considered to be cash and cash equivalents. At June 30, 2026 and 2025, cash equivalents consisted primarily of money market funds.

At times during the year, PanCAN may hold deposits in excess of federal depository insurance limits, resulting in a concentration of credit risk. At June 30, 2026 and 2025, and throughout both years, PanCAN kept cash deposits at a financial institution that are in excess of the federal depository insurance limits.

Accounts Receivable

Accounts receivable are stated at the amount of consideration from customers. Receivables are recognized only to the extent that PanCAN has an unconditional right to consideration to which it is entitled in exchange for services performed. Receipts received in advance of services performed are recorded as deferred revenue. PanCAN provides an allowance for doubtful accounts, which is based upon a review of outstanding receivables, historical collection information, and existing economic conditions. Delinquent receivables are written off based on individual credit evaluation and specific circumstances of the customer.

Investments and Net Investment Return

PanCAN measures securities at fair value. Investment return includes dividend, interest, and other investment income; realized and unrealized gains and losses on investments carried at fair value; and realized gains and losses on other investments, less external and direct internal investment expenses. Gains and losses on the sale of securities are recorded on the trade date and are determined using the specific identification method.

Investment return that is initially restricted by donor stipulation and for which the restriction will be satisfied in the same year is recorded as with donor restrictions and then released from restriction. Other investment return is reflected in the statements of activities with or without donor restrictions based upon the existence and nature of any donor or legally imposed restrictions.

Property and Equipment

Property and equipment acquisitions over $5,000 are stated at cost less accumulated depreciation and consist of prepaid leasehold improvements, furniture and fixtures associated with the administrative offices, database systems and website, and computers and software. PanCAN also capitalizes a group of assets purchased in bulk, if those bulk items are over $10,000.

Depreciation is charged to expense using the straight-line method over the estimated useful lives of each asset. Estimated useful lives for furniture and equipment, computer software, and internally developed asset costs are 3 to 10 years. Assets under leasehold improvements are depreciated over the shorter of the lease term or their respective estimated useful lives.

Long-Lived Asset Impairment

PanCAN evaluates the recoverability of the carrying value of long-lived assets whenever events or circumstances indicate the carrying amount may not be recoverable. If a long-lived asset is tested for recoverability and the undiscounted estimated future cash flows expected to result from the use and eventual disposition of the asset are less than the carrying amount of the asset, the asset cost is adjusted to fair value and an impairment loss is recognized as the amount by which the carrying amount of a long-lived asset exceeds its fair value.

No asset impairment was recognized during the years ended June 30, 2026 and 2025.

Grant Obligations

PanCAN awards peer-reviewed research grants to investigators who are devoted to scientific research related to pancreatic cancer. Research grants may include multi-year installment payments. As a compliance requirement, PanCAN requires periodic reporting on the research activities associated with the grant award. In addition, grant agreements for the Early Detection Initiative program have been included in grant obligations. Grants and fees are recognized as expense when the grant is awarded to a named recipient. Grants with payment terms in excess of one year from the fiscal year-end are discounted to the present value of the obligation using a risk-free treasury rate applicable to the day in which the obligation is made.

Deferred Revenue

Revenue from data use agreements is deferred and recognized over the periods to which the fees relate.

Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor restrictions.

Net assets without donor restrictions are available for use in general operations and not subject to donor or certain grantor restrictions.

PanCAN defines Board Designated Operating Reserve as the portion of net assets without donor restrictions that have been designated for use in emergencies and to sustain financial operations in the event budgeted revenue is not realized or unforeseen expenses are incurred. The presence of an operating reserve provides PanCAN with flexibility to respond adeptly to rapidly changing economic and other conditions that warrant an immediate shift in strategy. As of June 30, 2025, the Board had established a target of maintaining a minimum, fully funded operating reserve sufficient to fund four months of budgeted operating costs. As of June 30, 2026, the Board revised the target reserve to fund six months of budgeted operating costs. At June 30, 2026 and 2025, the Board Designated Operating Reserve balance was $17,020,000 and $11,650,000 and represented approximately six and four months of fiscal operating expense.

Net assets with donor restrictions are subject to donor or certain grantor restrictions. Some restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor.

Contributions

Contributions are provided to PanCAN either with or without restrictions placed on the gift by the donor. Revenues and net assets are separately reported to reflect the nature of those gifts—with or without donor restrictions. The value recorded for each contribution is recognized as follows:

Nature of the Gift	Value Recognized
Conditional gifts, with or without restriction	
Gifts that depend on PanCAN overcoming a donor-imposed barrier to be entitled to the funds	Not recognized until the gift becomes unconditional, *i.e.*, the donor-imposed barrier is met
Unconditional gifts, with or without restriction	
Received at date of gift – cash and other assets	Fair value
Received at date of gift – property, equipment, and long-lived assets	Estimated fair value
Expected to be collected within one year	Net realizable value
Collected in future years	Initially reported at fair value determined using the discounted present value of estimated future cash flows technique

In addition to the amount initially recognized, revenue for unconditional gifts to be collected in future years is also recognized each year as the present-value discount is amortized using the level-yield method.

When a donor-stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions. Absent explicit donor stipulations for the period of time that long-lived assets must be held, expirations of restrictions for gifts of land, buildings, equipment, and other long-lived assets are reported when those assets are placed in service.

Gifts and investment income that are originally restricted by the donor and for which the restriction is met in the same time period the gift is received are recorded as revenue with donor restrictions and then released from restriction.

Conditional contributions and investment income having donor stipulations which are satisfied in the period the gift is received and the investment income is earned are recorded as revenue with donor restrictions and then released from restriction.

Contributed Nonfinancial Assets

Contributed nonfinancial assets are recorded at their estimated fair values on the date received. For the years ended June 30, 2026 and 2025, contributed nonfinancial assets recognized within the statements of activities included:

	2026	2025
Services	$ 734,055	$ 567,366
Other	18,118	7,125
	$ 752,173	$ 574,491

Donated services are reported at the estimated fair value in the financial statements at the current rate for similar services and were utilized by PanCAN's program services.

Other consists of contributed gift cards, food, and supplies that were utilized in PanCAN's PurpleStride fundraising event. PanCAN estimated the fair value based on estimates of wholesale values that would be received for selling similar products.

Income Taxes

PanCAN is exempt from income taxes under Section 501 of the Internal Revenue Code and similar provision of state law. However, PanCAN is subject to federal income tax on any unrelated business taxable income. PanCAN files tax returns in the U.S. federal jurisdiction.

PanCAN follows accounting requirements related to uncertain tax positions. Tax positions taken may include positions that PanCAN is exempt from income taxes or how PanCAN determines its unrelated business income. Uncertain tax positions are recognized if it is more likely than not, based on the technical merits, that the tax position will be realized or sustained upon an examination by the relevant tax authority. No amounts have been recorded at June 30, 2026 and 2025 with respect to uncertain tax positions.

Functional Allocation of Expenses

The costs of supporting the various programs and other activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses presents the natural classification detail of expenses by function. Certain costs have been allocated among the program and management and general categories based on estimates of time incurred, usage, and other relevant factors.

Note 2. Investments and Fair Value Measurements

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements must maximize the use of observable inputs and minimize the use of unobservable inputs. The hierarchy comprises three levels of inputs that may be used to measure fair value:

Level 1 Quoted prices in active markets for identical assets or liabilities

Level 2 Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities, quoted prices in markets that are not active, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities

Level 3 Unobservable inputs supported by little or no market activity and that are significant to the fair value of the assets or liabilities

Recurring Measurements

The following tables present the fair value measurements of assets recognized in the accompanying statements of financial position measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements fall at June 30, 2026 and 2025:

		Fair Value Measurements Using		
	Total Fair Value	Quoted Prices in Active Market for Identical Assets (Level 1)	Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
June 30, 2026				
Assets				
Fixed income securities				
Corporate bonds	$ 4,453,751	$ 2,880,684	$ 1,573,067	$ -
U.S. Treasuries	4,034,607	4,034,607	-	-
Mutual funds				
Equity funds	4,519,842	4,513,699	6,143	-
Corporate bonds	3,864,996	3,864,996	-	-
Exchange traded funds	449,843	449,843	-	-
Common stock	5,137,374	5,137,374	-	-
Other assets – REIT	69,453	69,453	-	-
Total investments reported on the fair value hierarchy	$ 22,529,866	$ 20,950,656	$ 1,579,210	$ -

		Fair Value Measurements Using		
	Total Fair Value	Quoted Prices in Active Market for Identical Assets (Level 1)	Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
June 30, 2025				
Assets				
Fixed income securities				
Corporate bonds	$ 3,948,051	$ -	$ 3,948,051	$ -
U.S. Treasuries	2,845,381	2,845,381	-	-
Mutual funds				
Equity funds	1,718,408	1,718,408	-	-
Corporate bonds	4,425,044	4,425,044	-	-
Exchange traded funds	681,165	681,165		
Common stock	4,536,010	4,536,010	-	-
Other assets – REIT	85,483	85,483	-	-
Total investments reported on the fair value hierarchy	$ 18,239,542	$ 14,291,491	$ 3,948,051	$ -

Following is a description of the valuation methodologies and inputs used for assets measured at fair value on a recurring basis and recognized in the accompanying statement of financial position, as well as the general classification of such assets pursuant to the valuation hierarchy. There have been no significant changes in the valuation techniques during the years ended June 30, 2026 and 2025.

Investments

Where quoted market prices are available in an active market, securities are classified within Level 1 of the valuation hierarchy. If quoted market prices are not available, then fair values are estimated by using quoted prices of securities with similar characteristics or independent asset pricing services and pricing models, the inputs of which are market-based or independently sourced market parameters, including, but not limited to, yield curves, interest rates, volatilities, prepayments, defaults, cumulative loss projections, and cash flows. Such securities are classified in Level 2 of the valuation hierarchy. In certain cases where Level 1 or Level 2 inputs are not available, securities are classified within Level 3 of the hierarchy. No Level 3 securities were held for the years ended June 30, 2026 and 2025.

Effective August 13, 2025, PanCAN has established access to a margin facility with the financial institution that custodies its investment assets. The margin rate is the Federal Funds Rate plus 0.50%. The margin is collateralized by assets held with the financial institution. The margin facility enhances PanCAN's liquidity, however, PanCAN does not anticipate employing the margin facility.

Note 3. Grant Obligations

Grant obligations consist of annual award installments and administrative fees due on multi-year research grants that are payable each year in advance, over one to three years. During the year ended June 30, 2026, PanCAN awarded new grant obligations in the amount of $3,959,765. No new grant obligations were awarded in 2025.

Future payments on grant obligations consisted of the following:

Year Ending June 30, 2026	Total
2027	$ 2,822,515
2028	1,033,750
2029	199,722
	4,055,987
Less discounts	(214,946)
	$ 3,841,041

Note 4. Contributions Receivable

PanCAN received promises to give. Noncurrent contributions receivable have been discounted over the payment period using a risk-free discount rate ranging from 3.98% to 4.19% for the year ended June 30, 2026 and 2.31% to 4.52% for the year ended June 30, 2025. Contributions receivables are due as follows:

	2026	2025
Due within one year	$ 6,240,935	$ 7,651,982
Due within one to seven years	3,865,888	5,472,000
	10,106,823	13,123,982
Less		
Allowance for uncollectible pledges	(491,434)	(350,989)
Unamortized discount	(640,243)	(823,992)
	$ 8,975,146	$ 11,949,001

Note 5. Property and Equipment

Property and equipment at June 30, 2026 and 2025 consisted of:

	2026	2025
Furniture and equipment	$ 237,786	$ 237,786
Computer hardware and software	1,014,738	991,852
Database system and website	3,378,698	3,378,698
Leasehold improvements	297,674	297,674
	4,928,896	4,906,010
Accumulated depreciation	(4,440,471)	(4,311,622)
	$ 488,425	$ 594,388

Note 6. Revenue from Contracts with Customers

Clinical Trials and Fees

In 2024, PanCAN made the decision to wind down its clinical trials program. As of June 30, 2026, the trial is complete and there are no outstanding balances related to the trial. PanCAN was committed to maintaining transparency and compliance throughout the wind-down period, and any final settlements or adjustments were recognized in revenue when reliably estimable and probable, consistent with PanCAN's revenue recognition policy.

PanCAN contracted directly with pharmaceutical/biotech companies (customers) to conduct clinical trials for pancreatic cancer patients.

Contracts entered into for clinical trials were considered a single performance obligation as PanCAN provided a highly integrated service resulting in a combined output which was the final end result of the clinical trial.

Revenue was recognized for the single performance obligation over time due to PanCAN's right to payment for work performed to date. The contracts enabled PanCAN to invoice the customer as work progressed based on the corresponding milestones during the life cycle of a clinical trial.

Transaction Price and Recognition

PanCAN determined the transaction price based on PanCAN's internal pricing guidelines, and negotiations with the customer. The transaction price was the contractually defined amount that included adjustment for variable consideration. The progression of contract performance obligations were measured primarily utilizing an estimate of percentage completion based upon the stage in the clinical trial life cycle.

Subsequent changes to the estimate of the transaction price were generally recorded as adjustments to revenue in the period of the change. For the year ended June 30, 2025, additional revenue of approximately $154,737 was recognized due to changes in estimates of transaction prices for performance obligations satisfied in prior years. Subsequent changes that were determined to be the result of an adverse change in the customer's ability to pay were recorded as credit loss expense.

PanCAN had determined that the nature, amount, timing, and uncertainty of revenue and cash flows were affected by the payors that have different reimbursement and payment methodologies. All clinical trial revenue was recognized over time.

Contract Balances

The following table provides information about PanCAN's receivables from customers and contract liabilities with customers:

	2026	2025
Accounts receivable, beginning of year	$ 435,868	$ 128,847
Accounts receivable, end of year	$ -	$ 435,868
Deferred revenue, beginning of year	$ 30,540	$ 1,144,084
Deferred revenue, end of year	$ -	$ 30,540

Note 7. Net Assets

Net Assets with Donor Restriction

Net assets with donor restrictions at June 30 are restricted for the following purposes or periods:

	2026	2025
Subject to expenditure for specified purpose		
Research	$ 5,541,692	$ 10,297,546
Patient services	890,000	704,205
SPARK Health Data Platform	100,000	280,000
	6,531,692	11,281,751
Subject to passage of time		
Promises to give that are not restricted by donors but which are unavailable for expenditure until due	3,918,700	4,552,884
	$ 10,450,392	$ 15,834,635

Net Assets Released from Restrictions

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or occurrence of other events specified by donors.

	2026	2025
Expiration of time restrictions	$ 1,955,884	$ 1,963,928
Satisfaction of purpose restrictions		
Research	8,593,760	7,231,670
Advocacy	-	25,000
Patient services	2,028,749	296,795
SPARK Health Data Platform	285,000	221,000
	$ 12,863,393	$ 9,738,393

Note 8. Liquidity and Availability

As of June 30, 2026 and 2025, the following financial assets could readily be made available within one year of the statements of financial position date to meet general expenditures:

	2026	2025
Cash and cash equivalents	$ 7,189,540	$ 3,697,011
Investments	22,529,866	18,239,542
Contributions receivable, net	8,975,146	11,949,001
Receivables	-	435,868
	38,694,552	34,321,422
Less amounts not available to be used within one year due to		
Donor-restricted for purpose or time	(10,450,392)	(15,834,635)
Board-designated for operating reserve	(11,601,899)	(5,649,708)
	$ 16,642,261	$ 12,837,079

PanCAN receives significant contributions restricted by donors or grantors and considers contributions restricted for programs which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures. As of June 30, 2026 and 2025, restricted contributions receivable of $5,418,101 and $6,000,292, respectively, are due within the next year and are included in financial assets available to meet cash needs for general expenditures within one year.

The board-designated operating reserve is without donor restrictions that has been designated for use in emergencies and to sustain financial operations in the event budgeted revenue is not realized or unforeseen expenses are incurred. As of June 30, 2025, the Board had established a target of maintaining a minimum, fully funded operating reserve sufficient to fund four months of budgeted operating costs. As of June 30, 2026, the Board revised the target reserve to fund six months of budgeted operating costs.

PanCAN manages its liquidity and reserves following three guiding principles: operating within a prudent range of financial soundness and stability, maintaining adequate liquid assets to fund near-term operating needs, and maintaining sufficient reserves to provide reasonable assurance that long-term obligations will be discharged. PanCAN monitors liquidity and cash flows on an ongoing basis to ensure an appropriate amount of cash and cash equivalents are available to meet current expenditure needs. Management reports its financial position regularly to different committees of the Board and to the whole Board.

Note 9. Leases

Accounting Policies

PanCAN determines if an arrangement is a lease or contains a lease at inception. Leases result in the recognition of right-of-use (ROU) assets and lease liabilities on the statement of financial position. ROU assets represent the right to use an underlying asset for the lease term, and lease liabilities represent the obligation to make lease payments arising from the lease, measured on a discounted basis. PanCAN determines lease classification as operating or finance at the lease commencement date.

PanCAN accounts for the lease and nonlease components separately. The lease component consists of office space and nonlease components consist of common area maintenance charges. Lease and nonlease components are clearly defined on the monthly invoice, therefore, PanCAN allocates the consideration to the lease and nonlease components using their relative standalone values.

At lease commencement, the lease liability is measured at the present value of the lease payments over the lease term. The ROU asset equals the lease liability adjusted for any initial direct costs, prepaid or deferred rent, and lease incentives. PanCAN has made a policy election to use a risk-free rate (the rate of a zero-coupon U.S. Treasury instrument) for the initial and subsequent measurement of all lease liabilities. The risk-free rate is determined using a period comparable with the lease term.

The lease term may include options to extend or to terminate the lease that PanCAN is reasonably certain to exercise. Lease expense is generally recognized on a straight-line basis over the lease term.

PanCAN has elected not to record leases with an initial term of 12 months or less on the statement of financial position. Lease expense on such leases is recognized on a straight-line basis over the lease term.

Nature of Lease

PanCAN has entered into the following lease arrangements:

Operating Lease

During fiscal year 2025, PanCAN officially commenced a new lease with their landlord on October 1, 2024, for new office space. The new lease contains a right of renewal for one year that PanCAN is reasonably certain to exercise as a result of significant leasehold improvements being made. Lease payments on the new lease agreement have an escalating fee schedule, which is approximately 3% each year. Termination of the new lease is generally prohibited unless there is a violation under the lease agreement. PanCAN had an agreement in place with the landlord that when the new space became available, PanCAN was no longer required to make payments on the old lease space, effectively terminating the original lease on the date of the new lease.

During fiscal year 2025, the landlord of the original lease space amended the payments required on the lease, significantly reducing the monthly rent payments by approximately $39,000 each month through the commencement of the new lease. As the new lease commencement date was unknown as of the lease modification date, PanCAN estimated the modified lease term to be through October 2026 which is consistent with the previous lease term. This resulted in a remeasurement of the ROU asset, lease liability, and discount rate on the old lease. The discount rate on the original lease increased from 0.52% to 4.76% and total payments to the end of the lease decreased by approximately $1,388,000 as of June 30, 2025.

Quantitative Disclosures

The lease cost and other required information for the years ended June 30, 2026 and 2025 are:

	2026	2025
Lease cost		
Operating lease cost	$ 664,334	$ 605,696
Other information		
Cash paid for amounts included in the measurement of lease liabilities		
Operating cash flows from operating leases	$ 629,749	$ 412,326
Right-of-use assets obtained in exchange for new operating lease liabilities	$ -	$ 4,448,697
Weighted-average remaining lease term		
Operating leases	6.22 years	7.21 years
Weighted-average discount rate		
Operating leases	3.66%	3.66%

Future minimum lease payments and reconciliation to the statement of financial position at June 30, 2026 are as follows:

	Operating Lease
2027	$ 648,106
2028	653,624
2029	668,636
2030	688,695
2031	709,356
Thereafter	914,637
Total future undiscounted lease payments	4,283,054
Less present value discount	(458,336)
Lease liability	$ 3,824,718

Note 10. Retirement Plan

PanCAN has a 401(k) profit-sharing plan (the Plan) covering all eligible employees. The Plan provides for participants to make pre-tax contributions, with PanCAN matching 100% of contributions up to 3% of the participant's compensation and matching 50% of contributions for the next 2% of compensation. In addition, PanCAN may make discretionary additional contributions for its employees. During the years ended June 30, 2026 and 2025, PanCAN made nondiscretionary contributions of $567,536 and $653,213, respectively, toward its employees' 401(k) retirement accounts.

Note 11. Deferred Compensation Plans

In July 2015, PanCAN adopted a deferred compensation plan in accordance with Section 457(f) of the Internal Revenue Code. In September 2020, PanCAN adopted a deferred compensation plan in accordance with Section 457(b) of the Internal Revenue Code. The purpose of these plans is to offer certain eligible employees of PanCAN the opportunity to defer specified amounts of compensation on a pre-tax basis. During the years ended June 30, 2026 and 2025, PanCAN made nondiscretionary contributions of $23,500 and $23,000, respectively, to employees' 457(b) plans. As of June 30, 2026, PanCAN had accrued discretionary contributions of $315,065 During the years ended June 30, 2026 and 2025, PanCAN made no contributions to employees' 457(f) plans.

Note 12. Significant Estimates and Concentrations

Accounting principles generally accepted in the United States of America require disclosure of certain significant estimates and current vulnerabilities due to certain concentrations. Those matters include the following:

Accounts Receivable

Estimates associated with the allowance for uncollectible receivables are discussed in Note 1.

Pledges Receivable

As of June 30, 2026 and 2025, approximately 41% and 47% of pledges receivable were due from two donors and one donor.

Contributions

For the years ended June 30, 2026 and 2025, approximately 32% and 38%, respectively, of total revenue was from special events. This represents concentration of risk to PanCAN due to the PurpleStride event.

Grant Obligations

As of June 30, 2026 and 2025, approximately 62% and 70%, respectively, of grant obligations were due to three grantees and two grantees.

Investments

PanCAN invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such change could materially affect the amounts reported in the accompanying statements of financial position.

Functional Allocation of Expenses

Estimates used to allocate certain costs on a functional basis are discussed in Note 1 and Note 13.

Note 13. Allocation of Joint Costs

PanCAN hires consultants to assist in digital and physical direct mail campaigns. Campaign communications include information for three distinct categories: public education, program specific, and fundraising. Effective July 1, 2023, PanCAN updated its policy for allocation of functional expenses related to advertising campaigns. Expenses from the campaigns are allocated based on the number of lines of content related to each of the three categories. The costs of conducting those activities were $698,076 and $505,417 for the years ended June 30, 2026 and 2025, which were categorized under general purpose, program specific, and fundraising. The joint costs were allocated as follows:

	2026		2025	
	Expenses	Average Allocation Percentage	Expenses	Average Allocation Percentage
Categories				
Public education	$ 218,605	31%	$ 138,535	27%
Program specific	134,647	19%	78,542	16%
Fundraising	344,824	49%	288,340	57%
Total joint costs	$ 698,076		$ 505,417	

Note 14. Subsequent Events

Subsequent events have been evaluated through November 10, 2026, which is the date the financial statements were available to be issued.