

REPORT OF
MIDWAY USA FOUNDATION, INC.
DECEMBER 31, 2025 AND 2024

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Midway USA Foundation, Inc.

Opinion

We have audited the financial statements of Midway USA Foundation, Inc. (the Foundation), which comprise the statements of financial position as of December 31, 2025 and 2024, and the related statements of activities for the year ended December 31, 2025, the statements of functional expenses and cash flows for the years ended December 31, 2025 and 2024, 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 the Foundation as of December 31, 2025 and 2024, and the changes in its net assets for the year ended December 31, 2025, and its cash flows for the years ended December 31, 2025 and 2024, in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit 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 the Foundation and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. 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 these 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 the 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 the Foundation's ability to continue as a going concern for one year after the date that the 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 the Foundation'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 the Foundation'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.

Report on Summarized Comparative Information

We have previously audited the Foundation's December 31, 2024 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated July 30, 2025. In our opinion, the summarized comparative information in the statements of activities for the year ended December 31, 2024 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Williams - Keepers LLC

Columbia, Missouri
September 9, 2026

MIDWAY USA FOUNDATION, INC.

STATEMENTS OF FINANCIAL POSITION

December 31, 2025 and 2024

	<u>2025</u>	<u>2024</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 9,600,568	\$ 12,354,700
Investments	385,455,661	338,709,823
Accrued interest receivable	285,800	268,760
Prepaid expenses	<u>990,037</u>	<u>762,746</u>
Total current assets	396,332,066	352,096,029
LAND, BUILDING, AND EQUIPMENT, NET	7,456,494	7,626,854
OTHER ASSETS	<u>19,500</u>	<u>-</u>
Total assets	<u><u>\$ 403,808,060</u></u>	<u><u>\$ 359,722,883</u></u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 45,642	\$ 46,278
Accrued liabilities	<u>241,978</u>	<u>220,436</u>
Total current liabilities	287,620	266,714
NET ASSETS		
Without donor restrictions	403,520,440	312,618,379
With donor restrictions	<u>-</u>	<u>46,837,790</u>
Total net assets	<u><u>403,520,440</u></u>	<u><u>359,456,169</u></u>
Total liabilities and net assets	<u><u>\$ 403,808,060</u></u>	<u><u>\$ 359,722,883</u></u>

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

MIDWAY USA FOUNDATION, INC.

STATEMENTS OF ACTIVITIES

Year Ended December 31, 2025

(with comparative totals for 2024)

	2025			2024
	Without Donor Restrictions	With Donor Restrictions	Total	Total
OPERATING REVENUES AND OTHER SUPPORT				
Contributions	\$ 13,636,928	\$ -	\$ 13,636,928	\$ 30,006,602
Grant income	226,500	-	226,500	-
In-kind contributions	666,609	-	666,609	586,915
Total operating revenues and other support	14,530,037	-	14,530,037	30,593,517
OPERATING EXPENSES				
Program services	16,668,512	-	16,668,512	13,798,115
Supporting services				
Management and general	937,096	-	937,096	808,053
Fundraising	658,709	-	658,709	578,200
Total operating expenses	18,264,317	-	18,264,317	15,184,368
Change in net assets from operating activities	(3,734,280)	-	(3,734,280)	15,409,149
OTHER REVENUE (EXPENSE)				
Net investment return	47,651,973	-	47,651,973	36,296,586
Net rental income	239,790	-	239,790	227,197
Loss on sale of donated property	-	-	-	(6,550,113)
Release from restriction	46,837,790	(46,837,790)	-	-
Other expense	(93,212)	-	(93,212)	(79,260)
Total other revenue (expense)	94,636,341	(46,837,790)	47,798,551	29,894,410
Change in net assets	90,902,061	(46,837,790)	44,064,271	45,303,559
Net assets, beginning of year	312,618,379	46,837,790	359,456,169	314,152,610
Net assets, end of year	\$ 403,520,440	\$ -	\$ 403,520,440	\$ 359,456,169

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

MIDWAY USA FOUNDATION, INC.

STATEMENTS OF FUNCTIONAL EXPENSES

Years Ended December 31, 2025 and 2024

	2025			
	Supporting Services			
		Management and		
	Program	General	Fundraising	Total
Grants and awards	\$ 14,750,587	\$ -	\$ -	\$ 14,750,587
Employee compensation and payroll taxes	928,104	406,803	371,480	1,706,387
Donated advertising and products	272,211	-	-	272,211
Travel and meals	113,285	49,654	45,343	208,282
Amortization and depreciation	-	170,361	-	170,361
Insurance	88,225	38,671	35,314	162,210
Information technology services	75,156	32,942	30,082	138,180
Professional fees	-	45,392	-	45,392
Miscellaneous	440,944	193,273	176,490	810,707
Total expenses	<u>\$ 16,668,512</u>	<u>\$ 937,096</u>	<u>\$ 658,709</u>	<u>\$ 18,264,317</u>
	2024			
	Supporting Services			
		Management and		
	Program	General	Fundraising	Total
Grants and awards	\$ 12,194,824	\$ -	\$ -	\$ 12,194,824
Employee compensation and payroll taxes	821,200	347,158	340,369	1,508,727
Donated advertising and products	208,280	-	-	208,280
Travel and meals	94,688	40,028	39,246	173,962
Amortization and depreciation	-	170,927	-	170,927
Insurance	82,842	35,021	34,336	152,199
Information technology services	65,070	27,508	26,970	119,548
Professional fees	-	47,388	-	47,388
Miscellaneous	331,211	140,023	137,279	608,513
Total expenses	<u>\$ 13,798,115</u>	<u>\$ 808,053</u>	<u>\$ 578,200</u>	<u>\$ 15,184,368</u>

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

MIDWAY USA FOUNDATION, INC.

STATEMENTS OF CASH FLOWS
For the Years Ended December 31, 2025 and 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 44,064,271	\$ 45,303,559
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	170,360	170,928
Amortization of investment premiums	816,073	64,799
Unrealized (gains) losses on investments	(35,551,287)	(24,685,671)
Realized (gains) losses on investments	(3,815,378)	(2,216,014)
Expenses related to sale of contributed land	-	606,267
Loss on sale of contributed land	-	5,949,480
Contributions of property	-	(17,471,700)
Contributions of stock	(107,499)	(285,721)
Adjustments for (increases) decreases in operating assets and increases (decreases) in operating liabilities:		
Accrued interest receivable	(17,040)	(36,307)
Prepaid expenses	(227,291)	31,371
Other assets	(19,500)	-
Accounts payable	(636)	12,553
Accrued liabilities	21,542	29,251
Net cash provided by operating activities	5,333,615	7,472,795
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investments	(83,656,740)	(68,390,794)
Distributions of investments	10,472,105	8,247,576
Proceeds from sale of investments	65,096,888	40,236,238
Proceeds from sale of land	-	10,915,953
Net cash used by investing activities	(8,087,747)	(8,991,027)
Net change in cash and cash equivalents	(2,754,132)	(1,518,232)
Cash and cash equivalents, beginning of year	12,354,700	13,872,932
Cash and cash equivalents, end of year	<u>\$ 9,600,568</u>	<u>\$ 12,354,700</u>
Supplemental disclosures of cash flow information:		
Non-cash investing activity:		
Contributions of property	\$ -	\$ 17,471,700
Contributions of stock	\$ 107,499	\$ 285,721

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

MIDWAY USA FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS

1. SIGNIFICANT ACCOUNTING POLICIES

Nature of activities: The Midway USA Foundation, Inc. (the Foundation) was incorporated on December 19, 2007, with a mission to raise and invest money to support charitable and educational programs which teach firearms safety, shooting, hunting and outdoor skills. During 2008, the Foundation established the Team Endowment Account Program, which accepts donations to provide funding to schools to begin or enhance shooting sports programs. During 2014, the Foundation established an agency endowment program which accepts donations to provide funding for non-profit organizations with missions that complement the mission of the Foundation. During 2015, the Foundation also established a designated funds program, which is similar to the Agency Endowment Account Program but with a wider mission. Grants from the designated funds program will be issued for the benefit of youth shooting sports, youth education and conservation programs within the mission of the Foundation. During 2019, the Foundation established programs to manage Donor-Advised Funds as well as two Special Purpose Endowments, which will help support Coach Training and Range Development.

Basis of accounting: The financial statements of the Foundation have been prepared on the accrual basis of accounting. Therefore, revenues are recognized when earned, and expenses are recognized when incurred.

Financial statement presentation: The Foundation reports information regarding its financial position and activities based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Net assets without donor restrictions: Net assets without donor restrictions are available for use in general operations and not subject to donor restrictions. Gifts of cash and other assets received without donor stipulations are reported as revenue without donor restrictions.

Net assets with donor restrictions: Net assets with donor restrictions are subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource has been fulfilled, or both.

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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and cash equivalents: The Foundation considers all highly liquid investments with a maturity of three months or less, when purchased, to be cash equivalents.

Periodically, the Foundation maintains cash on deposit at financial institutions in excess of amounts insured by the U.S. Federal Deposit Insurance Corporation (FDIC).

Valuation of investments: Investments in debt and equity securities are reported in the financial statements at fair value as of the end of the fiscal year. Fair value is determined by quoted market prices for securities listed on national exchanges or over-the-counter markets. Fair values for hedge funds and private equity limited partnership investments for which market quotations are not readily available represent net asset value or other valuations provided by the investment funds' managers. Purchases and sales of securities are recorded on a trade date basis. Realized investment gains and losses are determined on the specific identification basis. Dividends are recorded on the declaration date. Interest is recorded when earned.

Investment securities of the Foundation are exposed to various risks, such as interest rate, market, and credit. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in risks in the near term would materially affect the amounts reported in the statements of financial position.

Prepaid expenses: Prepaid expenses include purchases of fundraising supplies to be donated as non-cash grants to eligible schools and programs to use in their fundraising activities. The expense is recorded when the supplies are shipped to the school or program. Total fundraising supplies included in prepaid expenses were \$881,167 and \$723,921 at December 31, 2025 and 2024, respectively. See Note 4 for related expense included in program services – grants and awards in the Statement of Activities.

Land, building and equipment: Land, building and equipment are recorded at cost, and buildings and equipment are depreciated over their estimated useful lives using the straight-line method. Donated assets are recorded at fair value at the date of the donation. During 2015, the Foundation adopted a capitalization policy whereby purchases of software and equipment totaling \$5,000 or more will be capitalized. Maintenance, repairs, and minor improvements are charged to expense as incurred.

Other assets: Other assets consists of deposits made related to building improvements to be completed in 2026.

Contributions: The Foundation reports gifts of cash and other assets as net assets without donor restrictions. Contributions, including unconditional promises to give, are recognized as revenues in the period in which the promises are made, at net realizable value. Contributions which are conditional promises to give, including bequests, are recognized at their estimated fair value in the period in which the conditions were met. As of December 31, 2025 and 2024, the Foundation has no unconditional promises to give.

Donated property, securities, materials, and services: Donated property is recorded at its market value as of the date of receipt. Donated securities are recorded at the underlying security's fair value as of the date of donation. Donated materials are recorded as contributions at their estimated value on the date of receipt. Donated services are reported if they create a nonfinancial asset or would typically need to be purchased by the Foundation if the services had not been provided by the contribution, require specialized skills, and are provided by individuals with those skills. If donated services meet the definition, they are recorded at the fair value of the services received. During the years ended December 31, 2025 and 2024, the Foundation received \$774,108 and \$18,344,336 in donated property, securities, materials, and services, respectively.

Statement of Functional Expenses: The costs of providing programs and other activities have been summarized on a functional basis in the Statement of Functional Expenses. Accordingly, certain costs have been allocated among the program and supporting services benefited.

Advertising: The Foundation expenses advertising and promotion costs as incurred. Advertising and promotion costs for the years ended December 31, 2025 and 2024, totaled \$106,046 and \$65,543, respectively.

Tax status: The Foundation is exempt from federal income taxes as a public charity under the provisions of Internal Revenue Code section 501(c)(3). The Foundation's tax returns are subject to examination by the Internal Revenue Service. Any interest or penalties incurred related to income tax filings are reported within general and administrative expenses in the statements of activities.

Subsequent events: Events that have occurred subsequent to December 31, 2025, have been evaluated through September 9, 2026, which represents the date the Foundation's financial statements were approved by management and therefore available to be issued.

2. INVESTMENTS

Investments include the following at December 31:

	2025		2024	
	Cost	Fair Value	Cost	Fair Value
Investments:				
Mutual funds - equity	\$ 100,705,190	\$ 171,331,111	\$ 98,178,562	\$ 146,978,655
Mutual funds - fixed income	17,784,796	17,849,735	14,688,021	15,036,394
Common stock	7,758,713	8,728,229	12,863,125	16,000,625
Bonds	40,269,272	40,694,150	33,889,687	33,221,791
Hedge Funds	35,565,000	44,988,480	33,865,000	38,710,957
Private Equity	49,778,482	101,863,956	48,104,482	88,761,401
Total	<u>\$ 251,861,453</u>	<u>\$ 385,455,661</u>	<u>\$ 241,588,877</u>	<u>\$ 338,709,823</u>

The following summarizes the net investment return for the years ended December 31:

	2025	2024
Interest and dividend income	\$ 9,538,164	\$ 10,810,309
Realized and unrealized investment gains	39,366,357	26,898,584
Investment fees	<u>(1,252,548)</u>	<u>(1,412,307)</u>
Net investment return	<u>\$ 47,651,973</u>	<u>\$ 36,296,586</u>

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. For assets and liabilities required to be reported at fair value, accounting principles generally accepted in the United States of America prescribes a framework for measuring fair value and financial statement disclosures about fair value measurements. A fair value hierarchy has been established that distinguishes between market participant assumptions based on market data obtained from sources independent of the reporting entity (observable inputs that are classified within Levels 1 and 2 of the hierarchy) and the reporting entity's own assumptions about market participant assumptions (unobservable inputs classified within Level 3 of the hierarchy).

The three levels of the fair value hierarchy as prescribed by GAAP are as follows:

- Level 1 Valuation is based upon quoted prices (unadjusted) in active markets for identical assets or liabilities that the Foundation has the ability to access.
- Level 2 Valuation is based upon quoted prices for similar assets or liabilities in active markets, quoted market prices for identical or similar assets or liabilities in inactive markets, inputs other than quoted prices that are observable for the asset or liability, or inputs that are derived principally from or corroborated by observable market data by correlation or other means. Observable inputs may include interest rates, foreign exchange rates, and yield curves that are observable at commonly quoted intervals.
- Level 3 Valuation is based on methodologies that are unobservable and significant to the fair value measure. These may be generated from model-based techniques that use at least one significant assumption based on unobservable inputs for the asset or liability, which are typically based on an entity's own assumptions, as there is little, if any, related market activity.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. The Foundation's assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment and considers factors specific to the asset or liability. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following is a description of valuation methodologies used for assets and liabilities recorded at fair value.

Mutual funds: Valued at quoted market prices available on an active market which is based on the underlying net asset value (NAV) of shares held by the Foundation at year-end.

Common stock and master limited partnerships: Valued at closing price reported on the active market on which the individual securities/limited partnerships are traded.

U.S. government bonds: U.S. treasury notes and bonds are valued at the closing price reported in the market in which the individual security is traded. Other U.S. government bonds are valued at the closing price reported in the inactive market in which the bond is traded or valued based on yields currently available on comparable securities of issuers with similar credit ratings.

State and local government bonds: Certain bonds are valued at the closing price reported in the market in which the individual security is traded. Other state and local government bonds are valued at the closing price reported in the inactive market in which the bond is traded or valued based on yields currently available on comparable securities of issuers with similar credit ratings. When quoted prices are not available for identical or similar bonds, the bond is valued under a discounted cash flows approach that maximizes observable inputs such as current yields of similar instruments, but includes adjustments for certain risks that may not be observable, such as credit and liquidity risks.

Corporate bonds: Certain corporate bonds are valued at the closing price reported in the inactive market in which the bond is traded. Other corporate bonds are valued based on yields currently available on comparable securities of issuers with similar credit ratings. When quoted prices are not available for identical or similar bonds, the bond is valued under a discounted cash flows approach that maximizes observable inputs such as current yields of similar instruments, but includes adjustments for certain risks that may not be observable, such as credit and liquidity risks.

Special limited partnership interests: Investments in special limited partnership interests are recorded at fair value, as valued by the General Partner (GP) in the absence of readily ascertainable market values and based on significant unobservable inputs. These inputs include discounted cash flow models, production forecasts, appraisals, and sales of comparable underlying investments when available and are based on the best available information in the circumstances without further adjustment by the Foundation.

Hedge funds: Valued based on the NAV per share, without further adjustment by the Foundation. NAV is based upon the fair value of the underlying investments.

The table below presents the Foundation's assets measured at fair value on a recurring basis as of December 31, 2025 and 2024, aggregated by the level in the fair value hierarchy within which those measurements fall:

	Level 1	Level 2	Level 3	Total
<u>2025</u>				
Bonds				
U.S. agencies	\$ -	\$ 9,921,957	\$ -	\$ 9,921,957
Corporate bonds	-	30,772,193	-	30,772,193
Total fixed income	-	40,694,150	-	40,694,150
Common stock and master limited partnerships				
Energy	8,728,229	-	-	8,728,229
Total common stock and master limited partnerships	8,728,229	-	-	8,728,229
Mutual funds				
Fixed income				
High yield	17,849,735	-	-	17,849,735
Equity				
Diversified emerging market funds	3,577,432	-	-	3,577,432
International funds	29,854,808	-	-	29,854,808
Real-estate funds	6,423,891	-	-	6,423,891
Small cap blend funds	6,659,911	-	-	6,659,911
Mid cap blend funds	124,815,069	-	-	124,815,069
Total mutual funds	189,180,846	-	-	189,180,846
Special limited partnership interests	-	-	101,863,956	101,863,956
Investments at fair value	<u>\$ 197,909,075</u>	<u>\$ 40,694,150</u>	<u>\$ 101,863,956</u>	340,467,181
Investments at net asset value (NAV)				
Hedge funds				<u>44,988,480</u>
Total investments				<u>\$ 385,455,661</u>

	Level 1	Level 2	Level 3	Total
<u>2024</u>				
Bonds				
U.S. agencies	\$ -	\$ 9,039,859	\$ -	\$ 9,039,859
Corporate bonds	-	24,181,932	-	24,181,932
Total fixed income	-	33,221,791	-	33,221,791
Common stock and master limited partnerships				
Communication services	121,884	-	-	121,884
Consumer discretionary	411,079	-	-	411,079
Consumer staples	442,044	-	-	442,044
Energy	7,557,717	-	-	7,557,717
Financials	900,098	-	-	900,098
Health care	1,446,034	-	-	1,446,034
Industrials	2,737,524	-	-	2,737,524
Information technology	1,548,687	-	-	1,548,687
Materials	404,670	-	-	404,670
Real Estate	430,888	-	-	430,888
Total common stock and master limited partnerships	16,000,625	-	-	16,000,625
Mutual funds				
Fixed income				
High yield	15,036,394	-	-	15,036,394
Equity				
Diversified emerging market funds	6,113,503	-	-	6,113,503
International funds	30,982,006	-	-	30,982,006
Real-estate funds	5,415,288	-	-	5,415,288
Mid cap blend funds	104,467,858	-	-	104,467,858
Total mutual funds	162,015,049	-	-	162,015,049
Special limited partnership interests	-	-	88,761,401	88,761,401
Investments at fair value	\$ 178,015,674	\$ 33,221,791	\$ 88,761,401	299,998,866
Investments at net asset value (NAV)				
Hedge funds				38,710,957
Total investments				\$ 338,709,823

Special limited partnership interests – The Foundation’s equity investments include special limited partnership interests, which are considered alternative investments. These interests are considered Level 3 investments as defined above and as shown in the tables above. The Foundation has used unadjusted third-party pricing for which information on quantitative unobservable inputs has not been provided, and the Foundation has not developed its own quantitative unobservable inputs. The Foundation is not aware of any changes that should be made to those values. Therefore, the disclosure in tabular format of quantitative information about unobservable inputs used in fair value estimates for Level 3 investments is not disclosed.

The investment objective is to realize long-term compounded returns in excess of those available through conventional investments in public equity markets. The fair values are provided by the partnerships’ General Partners, who use the best information reasonably available in determining fair values of the underlying investments. Underlying investments that are publicly traded securities are valued at quoted market prices. For underlying investments that are not publicly traded, the primary input is the net asset values of the underlying investee limited partnerships or most recent information provided by each investee partnership’s general partner or lead investor. Adjustments to these values may be made by the general partners based on various factors, including comparable market transactions, discount rates, cash flow projections, and/or liquidity, credit and market risk factors, company performance, current capital structure, applicable market trading and transaction comparables, applicable market yields, timing of future expected cash flows, and recent trades in the secondary market for the security.

Due to the illiquid nature of special limited partnership interests, it is expected that the Foundation will retain ownership of the partnership interests until the termination and final liquidation of the respective partnerships. Termination and final liquidation of the partnerships generally occur over a period of ten years from the initial commitment date but may take longer.

The following are the Level 3 private equity limited partnership investments and their fair values:

	2025	2024
8VC Opportunities Access Offshore LP	\$ 2,421,600	\$ 1,734,645
Ares Special Opportunities Access Offshore LP	976,588	1,681,189
Ares Special Opportunities II Access Offshore LP	2,893,871	2,180,652
Broad Street Real Estate Credit Partners III	174,362	189,511
China-US Industrial Cooperation Partnership LP	1,824,159	1,255,227
Dragoneer Opportunities VI Access Offshore LP	519,181	244,875
H.I.G. Private Equity Opportunities Access Offshore LP	331,083	306,496
King Street Global Drawdown II	2,942,763	2,061,807
Menlo Special Opportunities III Access Offshore LP	2,880,064	1,070,496
Pretium Single Family Rental VI Access Offshore LP	564,965	539,879
Private Credit Managers II Offshore	5,826,722	7,370,936
Private Credit Managers III Offshore	7,782,206	9,246,072
Private Equity Co-Investment Partners IV Offshore LP	337,948	(6,665)
Private Equity Managers (2015) Offshore SCSp Fund	1,452,335	1,592,412
Private Equity Managers (2016) Offshore SCSp Fund	5,662,025	7,682,326
Private Equity Managers (2017) Offshore SCSp Fund	6,792,555	6,921,852
Private Equity Managers (2018) Offshore SCSp Fund	7,036,659	6,620,198
Private Equity Managers (2019) Offshore SCSp Fund	6,063,538	5,879,954
Private Equity Managers (2020) Offshore SCSp Fund	5,201,820	4,873,046
Private Equity Managers (2021) Offshore SCSp Fund	5,144,127	3,925,483
Private Equity Managers (2022) Offshore SCSp Fund	5,437,568	2,666,283
Private Equity Managers (2023) Offshore SCSp Fund	2,018,698	17,891
Private Equity Managers (2024) Offshore SCSp Fund	(65,809)	(101,389)
Private Equity Managers (2025) Offshore SCSp Fund	56,045	-
Sculptor Real Estate V Access Offshore LP	212,340	-
Silver Point Distressed Opportunities Access Offshore LP	414,356	494,655
Silver Point Distressed Opportunities Access Offshore LP II	425,424	331,974
SLR Prive Credit II	805,104	789,269
TPG Tech Adjacencies Access Offshore LP and TPG Tech Adjacencies Access Offshore Holdings LP	772,084	854,473
Thrive Opportunities Access Offshore LP	221,292	-
Vintage VII Offshore SCSp Fund	3,445,476	3,473,547
Vintage VIII Offshore SCSp and Vintage VIII Offshore Holdings LP	8,806,773	9,325,261
Vintage IX B Offshore SCSp Fund	9,612,610	5,362,717
Vintage X (Flagship) Offshore	582,309	-
Vintage Real Estate Partners III	1,203,562	176,329
West Street Growth Equity Partners II	1,087,553	-
	<u>\$ 101,863,956</u>	<u>\$ 88,761,401</u>

The Foundation is contractually committed to funding the following private equity limited partnerships up to the commitment amount noted. Unfunded commitments are funded upon demand of the private equity limited partnerships and constitute capital called. The following summarizes commitments, capital calls, and recallable distributions as of December 31, 2025:

	Commitment	Capital Calls	Recallable Distributions	Unfunded Commitment
8VC Opportunities Access Offshore LP	\$ 2,000,000	\$ 1,915,153	\$ -	\$ 84,847
Ares Special Opportunities Access Offshore LP	2,500,000	2,383,447	1,135,053	1,251,606
Ares Special Opportunities II Access Offshore LP	2,700,000	2,314,062	-	385,938
Broad Street Real Estate Credit Partners III	1,000,000	738,420	-	261,580
China-US Industrial Cooperation Partnership LP	1,110,000	939,750	-	170,250
Dragoneer Opportunities VI Access Offshore LP	460,000	425,168	14,462	49,294
H.I.G. Private Equity Opportunities Access Offshore LP	2,000,000	318,819	59,469	1,740,650
King Street Global Drawdown II	3,000,000	2,531,929	-	468,071
Menlo Special Opportunities III Access Offshore LP	2,000,000	1,963,509	-	36,491
Private Credit Managers II Offshore	10,500,000	8,154,423	3,151,439	5,497,016
Private Credit Managers III Offshore	11,500,000	8,984,289	3,120,749	5,636,460
Private Equity Co-Investment Partners IV Offshore LP	2,000,000	327,487	-	1,672,513
Private Equity Managers (2015) Offshore SCSp Fund	1,700,000	1,656,132	605,489	649,357
Private Equity Managers (2016) Offshore SCSp Fund	6,100,000	5,522,922	1,022,126	1,599,204
Private Equity Managers (2017) Offshore SCSp Fund	5,000,000	4,527,790	1,242,490	1,714,700
Private Equity Managers (2018) Offshore SCSp Fund	5,000,000	4,389,370	864,369	1,474,999
Private Equity Managers (2019) Offshore SCSp Fund	4,000,000	3,576,257	719,013	1,142,756
Private Equity Managers (2020) Offshore SCSp Fund	5,100,000	4,444,463	499,800	1,155,337
Private Equity Managers (2021) Offshore SCSp Fund	5,000,000	3,759,083	-	1,240,917
Private Equity Managers (2022) Offshore SCSp Fund	9,000,000	4,360,906	-	4,639,094
Private Equity Managers (2023) Offshore SCSp Fund	8,000,000	1,751,824	-	6,248,176
Private Equity Managers (2024) Offshore SCSp Fund	9,000,000	-	-	9,000,000
Private Equity Managers (2025) Offshore SCSp Fund	9,000,000	45,000	-	8,955,000
Sculptor Real Estate V Access Offshore LP	3,000,000	271,013	7,594	2,736,581
Silver Point Distressed Opportunities Access Offshore LP	1,000,000	659,080	489,835	830,755
Silver Point DOIP II Access Offshore LP	2,500,000	333,764	74,891	2,241,127
SLR Private Credit II	3,300,000	839,313	-	2,460,687
TPG Tech Adjacencies Access Offshore LP and TPG Tech Adjacencies Access Offshore Holdings LP	1,000,000	1,021,551	75,695	54,144
Vintage VII Offshore SCSp Fund	6,100,000	4,913,876	2,511,190	3,697,314
Vintage VIII Offshore SCSp and Vintage VIII Offshore Holdings LP	10,000,000	6,913,577	4,273,969	7,360,392
Vintage IX B Offshore SCSp Fund	15,000,000	6,309,387	932,322	9,622,935
Vintage X Flagship Offshore SCSp Fund	22,000,000	440,000	-	21,560,000
Pretium Single Family Rental VI Access Offshore LP	1,500,000	622,225	84,828	962,603
Vintage Real Estate Partners III	5,000,000	1,000,044	41,668	4,041,624
Thrive Opportunities Access Offshore LP	2,780,000	-	-	2,780,000
West Street Growth Equity Partners II Offshore Feeder Fund LLC	5,500,000	770,000	-	4,730,000
	<u>\$ 186,350,000</u>	<u>\$ 89,124,033</u>	<u>\$ 20,926,451</u>	<u>\$ 118,152,418</u>

Through September 9, 2026, the Foundation paid capital calls on the above partnerships totaling \$6,041,971 and received partnership distributions totaling \$8,629,250. Subsequent to December 31, 2025, the Foundation entered into the following new special limited partnership agreement. There were no subsequent capital calls related to these partnerships through September 9, 2026.

	Subsequent Commitment
Special limited partnership	
LGP Equity Investors X Access	
Offshore SCSp	\$ 5,500,000
Private Equity Managers	
(2026) Offshore SCSp Fund	14,000,000
	<u>\$ 19,500,000</u>

A reconciliation of the beginning and ending balance of the Level 3 assets that are measured at fair value on a recurring basis using unobservable inputs is as follows:

	Private Equity	
	2025	2024
Balance, beginning of year	\$ 88,761,401	\$ 80,921,744
Capital contributions	12,664,493	11,325,628
Distributions	(11,590,829)	(10,555,517)
Included in investment return:		
Unrealized gains (losses)	12,028,891	7,069,546
Balance, end of year	<u>\$ 101,863,956</u>	<u>\$ 88,761,401</u>

Investments Measured at Net Asset Value (NAV) - The Foundation is permitted, as a practical expedient, to estimate the fair value of an investment that does not have a readily determinable fair value using the net asset value per share (or its equivalent) of the investment, if the net asset value per share of the investment is calculated in a manner consistent with the measurement principles of an investment company as of the Foundation's reporting date. It is not permitted if it is probable the Foundation will sell the investment for an amount different from the reported net asset value. The Foundation has the ability to redeem these investments at NAV reported by the investment manager and, therefore, uses NAV as the reported fair value.

Hedge funds are valued at net asset value (NAV) based on the underlying value of the fund assets and are considered to be redeemable in the short term. The Foundation estimates the fair value of certain alternative investments using the net asset value (NAV) practical expedient. Because NAV is used to estimate fair value, these investments are not classified in the fair value hierarchy. Accordingly, the inputs or methodology used for valuing or classifying investments for financial reporting purposes are not necessarily an indication of the risk associated with investing in those investments or a reflection on the liquidity of each fund's underlying assets and liabilities.

The following table summarizes the net asset value and redemption information for the Foundation's investments reported at NAV as of December 31:

	NAV		Redemption Frequency	Redemption Notice
	2025	2024		
Private investment hedge funds:				
Aptitude Partners Ltd	\$ 21,996,428	\$ 19,475,919	Quarterly	65 Days
Princeton Fund Ltd	22,992,052	19,235,038	Quarterly	90 Days
	<u>\$ 44,988,480</u>	<u>\$ 38,710,957</u>		

The following table lists any additional redemption restrictions for investments measured at fair value using NAV as of December 31, 2025:

	Additional Redemption Restrictions
Private investment hedge funds:	
Aptitude Partners Ltd	Three year lock on investments. No additional restrictions on redemptions.
Princeton Fund Ltd	One year lock on investments. No additional restrictions on redemptions.

The following table briefly describes the investment objectives of the investments measured at fair value using NAV as of December 31, 2025:

	Investment Objective
Private investment hedge funds:	
Aptitude Partners Ltd	Target attractive risk-adjusted long-term returns.
Princeton Fund Ltd	Target attractive total returns on a leveraged basis with low correlation and beta to the broad equity markets.

As of December 31, 2025, the Foundation had no unfunded commitments on the above investments measured at NAV.

3. LAND, BUILDING AND EQUIPMENT

Land, building and equipment consist of the following at December 31:

	2025	2024
Building	\$ 6,581,483	\$ 6,581,483
Land	1,658,760	1,658,760
Equipment	8,497	8,497
Total	<u>8,248,740</u>	<u>8,248,740</u>
Less accumulated depreciation and amortization	<u>(792,246)</u>	<u>(621,886)</u>
Land, building, and equipment, net	<u>\$ 7,456,494</u>	<u>\$ 7,626,854</u>

4. GRANTS AND GRANTS PAYABLE

The following summarizes the amounts included in grants and awards reported on the Statement of Activities for the years ended December 31:

	2025	2024
Youth shooting sports program grants	\$ 7,770,622	\$ 6,989,328
Agency endowment distribution grants	2,111,089	1,393,539
Donor designated endowment distribution grants	468,242	375,890
Donor advised fund grants	75,500	25,000
Special purpose program grants	3,871,468	2,782,500
	<u>14,296,921</u>	<u>11,566,257</u>
Non-cash grants (Note 1)	643,502	817,938
Less: Purchase discounts for fundraising products	<u>(189,836)</u>	<u>(189,371)</u>
Total grants and awards	<u>\$ 14,750,587</u>	<u>\$ 12,194,824</u>

The Foundation awards grants to organizations for the support of youth shooting sports programs. These grants are recorded by the Foundation when approved by the Board. The Foundation awarded 1,487 and 1,514 grants in 2025 and 2024, respectively, to youth shooting sports teams.

In addition, the Foundation awarded 45 and 41 grants in 2025 and 2024, respectively, to organizations with approved “Agency Endowment Fund Agreements.” Organizations with “Designated Endowments” were awarded 17 grants in 2025 and 20 grants in 2024. The program became active in 2015. During 2021, the “Donor Advised Funds” and “Special Purpose Program Funds” programs became active and awarded four grants and 194 grants in 2025, respectively, and four grants and 153 grants in 2024, respectively.

Accounts payable included no unpaid grants and awards as of December 31, 2025 and 2024, respectively.

5. RETIREMENT PLAN

The Foundation participates in a defined contribution IRA plan. The plan covers all full-time employees of the Foundation who earn more than \$5,000. Matching contributions are up to 3% of each eligible employee’s salary and totaled \$45,392 and \$39,919 for the years ended December 31, 2025 and 2024, respectively.

6. RELATED PARTY TRANSACTIONS

The Foundation utilizes various personnel of Midway Arms, Inc. for grounds maintenance, janitorial services, and utilities. During 2025 and 2024, the Foundation incurred expenses to Midway Arms, Inc. of \$12,457 and \$10,860, respectively. As of December 31, 2025 and 2024, payables to related parties totaled \$850 and \$19,691, respectively.

The Foundation leases office space to two related parties under twelve-month lease agreements with no renewal options. Net rental income for the office space totaled \$239,790 and \$227,197 for the years ended December 31, 2025 and 2024, respectively.

7. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The Foundation receives significant support without donor restrictions and investment income without donor restrictions.

The Foundation considers investment income without donor restrictions and contributions without donor restrictions for use in current programs which are ongoing and central to its annual operations to be available to meet cash needs for general expenditures. General expenditures include management and general expenses, fundraising expenses and grant commitments expected to be paid in the subsequent year. Annual operations are defined as activities occurring during the Foundation's fiscal year.

The Foundation manages its cash available to meet general expenditures following three guiding principles:

- Operating within a prudent range of financial soundness and stability,
- Maintaining adequate liquid assets, and
- Maintaining sufficient reserves to provide reasonable assurance that long-term grant and award commitments that support mission fulfillment will continue to be met, ensuring the sustainability of the Foundation.

The Foundation's Grant Committee meets semi-annually to review and approve grant and award requests. Due to this timing, the Foundation strives to maintain financial assets available to meet general expenditures at a level that represents 180 days of normal expenses for administrative, general, and fundraising expenses plus an amount that represents the next expected payment for semi-annual grant and award commitments approved by the Committee.

The table below presents financial assets available for general expenditures within one year at December 31:

	2025	2024
Cash and cash equivalents	\$ 9,600,568	\$ 12,354,700
Investments	385,455,661	338,709,823
Interest income receivable	285,800	268,760
Total financial assets	395,342,029	351,333,283
Donor-imposed restrictions:		
Funds subject to purpose or time restrictions	-	46,837,790
Net financial assets after donor-imposed restrictions	395,342,029	304,495,493
Less amounts not available within one year:		
Long-term and non-liquid investments		
Bonds	38,586,985	27,605,292
Hedge Funds	44,988,480	38,710,957
Private Equity	101,863,956	88,761,401
Total financial assets not available within one year	185,439,421	155,077,650
Total financial assets available within one year	<u>\$ 209,902,608</u>	<u>\$ 149,417,843</u>

8. DONATION OF PROPERTY

During February 2024, the Foundation received a donation of land with a total appraised value of \$17,471,700 from a related party. The land was sold in May 2024 for \$10,915,953, net of closing costs.

9. CONCENTRATIONS

Donations to the Foundation totaled \$14,303,537 and \$30,593,517 for the years ended December 31, 2025 and 2024, respectively. The owners of MidwayUSA (a related party), who are also members of the Foundation's Board of Directors, contributed \$286,843, or 2%, of these contributions in 2025 and \$17,681,700, or 58%, in 2024. Subsequent to December 31, 2025, the owners donated an additional \$17,775.