

Wikimedia Endowment

Financial Statements
Year Ended June 30, 2025
and the Period from
September 30, 2023 (Inception)
Through June 30, 2024

The report accompanying these financial statements was issued by BDO USA, P.C., a Virginia professional corporation, and the U.S. member of BDO International Limited, a UK company limited by guarantee.



Wikimedia Endowment

Financial Statements
Year Ended June 30, 2025
and the Period from September 30, 2023 (Inception) Through June 30, 2024

Wikimedia Endowment

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Independent Auditor's Report

The Board of Directors
Wikimedia Endowment
San Francisco, California

Opinion

We have audited the financial statements of the Wikimedia Endowment (the Endowment), which comprise the statements of financial position as of June 30, 2025 and 2024, and the related statements of activities and cash flows for the year ended June 30, 2025 and the period from September 30, 2023 (inception) through June 30, 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 Endowment as of June 30, 2025 and 2024, and the changes in its net assets and its cash flows for the year ended June 30, 2025 and the period from September 30, 2023 (inception) through June 30, 2024, 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 the Endowment 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.

Emphasis of Matter - Restatement

As discussed in Note 10 to the financial statements, the 2024 financial statements have been restated to correct a misstatement related to the classification of contributions with donor restrictions and the related investment earnings. Our opinion is not modified with respect to this matter.

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.

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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 Endowment's ability to continue as a going concern within 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 Endowment'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 Endowment'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.

BDO USA, P.C.

March 6, 2026

Wikimedia Endowment
Statements of Financial Position

<i>June 30,</i>	2025	2024 (As Restated)
Assets		
Endowment investments	\$ 169,700,423	\$ 143,620,919
Contributions receivable - endowment	409,821	704,703
Total Assets	\$ 170,110,244	\$ 144,325,622
Liabilities and Net Assets		
Liabilities		
Accrued expenses	\$ 702,431	\$ -
Total Liabilities	702,431	-
Net Assets		
Without donor restrictions	306,259	46,573
With donor restrictions	169,101,554	144,279,049
Total Net Assets	169,407,813	144,325,622
Total Liabilities and Net Assets	\$ 170,110,244	\$ 144,325,622

See accompanying notes to financial statements.

Wikimedia Endowment

Statements of Activities

	Year Ended June 30, 2025			Period from September 30, 2023 (Inception) Through June 30, 2024 (As Restated)		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Support and Revenue						
Contribution received in donation of Tides Foundation	\$ -	\$ -	\$ -	\$ -	\$ 116,189,376	\$ 116,189,376
Contributions of cash and other financial assets	-	11,863,214	11,863,214	-	13,416,423	13,416,423
Investment income, net	-	21,224,604	21,224,604	-	2,380,817	2,380,817
Foreign currency losses	(6,648)	-	(6,648)	-	-	-
Net assets released from restrictions	5,600,000	(5,600,000)	-	5,000,000	(5,000,000)	-
Total Support and Revenue	5,593,352	27,487,818	33,081,170	5,000,000	126,986,616	131,986,616
Operating Expenses						
Project funding	3,396,880	-	3,396,880	2,878,345	-	2,878,345
Donation processing expenses	342,239	-	342,239	551,671	-	551,671
Professional service expenses	1,292,150	-	1,292,150	1,244,936	-	1,244,936
Other operating expenses	277,667	-	277,667	267,607	-	267,607
Travel and conferences	24,730	-	24,730	10,868	-	10,868
Total Operating Expenses	5,333,666	-	5,333,666	4,953,427	-	4,953,427
Change in Net Assets from Operating Activities	259,686	27,487,818	27,747,504	46,573	126,986,616	127,033,189
Non-Operating Activities						
Unrealized gains (losses) on investments, net	-	(2,665,313)	(2,665,313)	-	17,292,433	17,292,433
Total Change in Net Assets	259,686	24,822,505	25,082,191	46,573	144,279,049	144,325,622
Net Assets, beginning of year	46,573	144,279,049	144,325,622	-	-	-
Net Assets, end of year	\$ 306,259	\$ 169,101,554	\$ 169,407,813	\$ 46,573	\$ 144,279,049	\$ 144,325,622

See accompanying notes to financial statements.

Wikimedia Endowment

Statements of Cash Flows

	Year Ended June 30, 2025	Period from September 30, 2023 (Inception) Through June 30, 2024 (As Restated)
Cash Flows from Operating Activities		
Change in net assets	\$ 25,082,191	\$ 144,325,622
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Investment income and unrealized (gains) and losses, net	(18,559,291)	(19,673,250)
Stock donations restricted for endowment	(27,105)	(102,698,530)
Contributions restricted for endowment	(11,836,109)	(26,907,269)
Changes in operating assets and liabilities:		
Accrued expenses	702,431	-
Net Cash Used in Operating Activities	(4,637,883)	(4,953,427)
Cash Flows from Investing Activities		
Purchases of investments	(30,717,387)	(148,574,346)
Proceeds from sales of investments	4,637,883	4,953,427
Net Cash Used in Investing Activities	(26,079,504)	(143,620,919)
Cash Flows from Financing Activities		
Proceeds from stock donations restricted for endowment	27,105	102,698,530
Proceeds from contributions restricted for endowment	12,130,991	26,202,566
Investment income and unrealized (gains) and losses, net	18,559,291	19,673,250
Net Cash Provided by Financing Activities	30,717,387	148,574,346
Net Change in Cash	-	-
Cash, beginning of period	-	-
Cash, end of period	\$ -	\$ -

See accompanying notes to financial statements.

Wikimedia Endowment

Notes to Financial Statements

1. Organization and Summary of Significant Accounting Policies

Organization and Purpose

The accompanying financial statements present the financial position, change in net assets, and cash flows of the Wikimedia Endowment (the Endowment).

The Endowment's mission is to act as a permanent fund that can support in perpetuity the operations and activities of current and future Wikimedia projects, which are projects that are approved by and advance the purposes of the Wikimedia Foundation or its successor if the Wikimedia Foundation ceases to exist. The Endowment is funded primarily through donations and contributions.

Transition to a Standalone Entity and Initial Funding

The Endowment received recognition of tax-exempt status from the Internal Revenue Service in June 2022 as part of preparing to become a stand-alone entity. Effective September 30, 2023, the Endowment transitioned to a stand-alone organization, and during the period from September 30, 2023 (inception) through June 30, 2024, the Endowment received a one-time contribution from the Tides Foundation consisting of net assets previously held on behalf of the Endowment.

Basis of Presentation

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP).

Risks and Uncertainties

The Endowment's operations are funded primarily by public donations from individuals as well as gifts from foundations and corporations. External factors such as global geopolitics, economic circumstances, and currency markets may impact the Endowment's ability to raise funds. As of the date of this report, the Endowment has not experienced an adverse impact on its business operations.

Income Taxes

The Endowment is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code and from state income tax Sections 23701d of the Revenue and Taxation Code of the State of California. The Internal Revenue Service has determined that the Endowment is not a private foundation, and contributions to it qualify as charitable contributions.

The Endowment has evaluated the financial statement impact of positions taken or expected to be taken in its tax returns. The Endowment is subject to income taxes on any net income that is derived from a trade or business, regularly carried on, and not in furtherance of the purposes for which it was granted exemption. Net income from any unrelated trade or business, in the opinion of management, is not material to the financial statements taken as a whole.

Wikimedia Endowment

Notes to Financial Statements

Financial Statement Presentation

Net assets, support and revenue, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions in accordance with Accounting Standards Codification (ASC) Topic 958, *Not-for-Profit Entities*.

The Endowment reports information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions.

Accordingly, the net assets of the Endowment and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions - These include net assets that are not subject to donor-imposed stipulations.

Net Assets with Donor Restrictions - These include net assets subject to donor-imposed stipulations that are restricted in perpetuity where the principal of the contributions is restricted in perpetuity and the income from which is utilized for a specific purpose. Net assets with donor restrictions are transferred to net assets without donor restrictions as expenditures are incurred for the restricted purpose. As an endowment, there are generally no net assets subject to donor-imposed stipulations that will be met by the passage of time.

Endowment Investments

The Endowment considers all cash held at banks, and short-term, highly liquid investments with an original maturity of three months or less when purchased to be cash or cash equivalents, and holds these funds as part of its endowment investments. Cash balances are insured by the Federal Deposit Insurance Corporation (FDIC) up to the applicable limits. Cash balances held in these financial institutions exceed the applicable FDIC insurance limits.

Investments consist primarily of cash and cash equivalents, fixed income, and equity securities. The Endowment holds no shares of donated stock as of June 30, 2025 and 2024, consistent with its policy to sell stock received through donations as soon as possible.

Interest is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. Realized gains and losses are included in investment income on the statements of activities. Investment return (including realized and unrealized gains and losses) is reported as increases or decreases in net assets without donor restrictions unless a donor restricts its use.

Investments, in general, are exposed to various risks, such as interest rate, credit, and overall market volatility. As such, it is reasonably possible that changes in the fair value of the investments will occur in the near term and that such changes could materially affect the amounts reported in the financial statements.

ASC Topic 820, *Fair Value Measurement*, establishes a fair value hierarchy that prioritizes observable inputs to valuation techniques used to measure fair value. Fair value is defined as an exit price, representing the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants. As such, fair value is a market-based measurement determined based on assumptions that market participants would use in pricing an asset or liability.

Wikimedia Endowment

Notes to Financial Statements

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements).

An asset's or liability's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

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

Level 1 - Inputs are quoted prices (unadjusted) in active markets for identical investments that the Endowment has the ability to access at the measurement date.

Level 2 - Inputs are inputs other than quoted prices included in Level 1 that are observable for the investment, either directly or indirectly.

Level 3 - Inputs are unobservable inputs from investments. Level 3 inputs incorporate assumptions about the factors that market participants would use in pricing the instrument.

The Endowment's invested assets are marketable securities, primarily comprised of indexed funds (equity and fixed income), which are reported at fair value using Level 1 inputs.

Project Funding

Project funding is donations to other organizations to support Wikipedia and other wiki-based projects, such as Kiwix for offline Wikipedia.

Other Operating Expenses

Other operating expenses primarily include general administrative expenses.

Contributions of Cash and Other Financial Assets

Unconditional promises to give are recognized as revenue when the underlying promises are received by the Endowment. Long-term pledges are recognized at fair value (at the time of donation, if unconditional) and are measured at the present value of the estimated cash flows. In arriving at fair value, the promises to give are discounted using an estimated market rate, which includes a present-value discount rate and an estimated rate for an allowance for doubtful accounts.

Contributions that are conditional are not recorded until the condition is substantially met. Conditional contributions must include both (1) one or more barriers that need to be overcome before the Endowment is entitled to the contribution, and (2) a right of return or a right of release from the donor's obligation to provide the contribution. Upon the satisfaction of the conditions, the Endowment will recognize the contribution in the financial statements. There were no such conditional promises to give outstanding at June 30, 2025 or 2024.

Operating and Non-Operating Activities

Operating activities represent support, revenues, and expenses solely related to operating and fundraising for the Endowment's support of Wikimedia projects. Non-operating activities relate to unrealized gains or losses on investments.

Wikimedia Endowment

Notes to Financial Statements

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Items subject to such estimates and assumptions include investment valuations. Accordingly, actual results could differ from those estimates.

Recently Issued Accounting Pronouncements

In July 2025, the Financial Accounting Standards Board issued Accounting Standards Update (ASU) 2025-05, *Financial Instruments – Credit Losses (Topic 326): Measurement of Credit Losses for Accounts Receivable and Contract Assets*. The amendments in this ASU address challenges encountered when applying the guidance in Topic 326 to current accounts receivable and current contract assets arising from transactions accounted for under ASC 606, *Revenue from Contracts with Customers*. The ASU provides (1) all entities with a practical expedient and (2) entities other than public business entities with an accounting policy election when estimating expected credit losses for current accounts receivable and current contract assets arising from transactions accounted for under ASC 606.

The practical expedient permits all entities to assume that current conditions as of the statement of financial position date do not change for the remaining life of the asset. The accounting policy election permits the entity to consider collection activity after the statement of financial position date when estimating expected credit losses.

The amendments are effective, on a prospective basis, for annual reporting periods beginning after December 15, 2025, with early adoption permitted. Management does not anticipate this ASU to have an impact on the financial statements.

2. Contributions Receivable

As of June 30, 2025 and 2024, contributions receivable represent contributions from the Wikimedia Foundation for donations raised on behalf of the Endowment that are in the process of being transferred to the Endowment. All outstanding contributions at June 30, 2025 and 2024 are expected to be collected within one year. See Note 7.

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Wikimedia Endowment
Notes to Financial Statements

3. Investments

Investments consist of the following:

<i>June 30,</i>	2025	2024 (As Restated)
Cash and cash equivalents	\$ 19,504,147	\$ 20,103,604
Equity funds		
U.S. large-cap	87,745,097	41,307,492
International developed	22,931,827	20,640,154
Emerging markets	4,572,331	4,236,461
U.S. mid-cap	4,011,851	5,113,257
U.S. large-growth	-	22,458,526
Fixed income funds		
Investment-grade taxable	30,935,170	29,761,425
	\$ 169,700,423	\$ 143,620,919

4. Net Assets with Donor Restrictions

Net assets with donor restrictions are as follows:

<i>June 30,</i>	2025	2024 (As Restated)
Perpetual endowment restrictions	\$ 141,469,013	\$ 129,605,799
Unappropriated endowment earnings	27,632,541	14,673,250
Total Net Assets with Endowment Restrictions and with Donor Restrictions	\$ 169,101,554	\$ 144,279,049

5. Functional Allocation of Expenses

Costs of providing the Endowment's activities have been summarized below on a functional basis. Programs comprise various initiatives that focus on issuing funding to support Wikipedia and other wiki-based projects. The allocation between programs, general and administrative, and fundraising expenses is based on direct costs incurred for the relevant activities and is as follows:

Year ended June 30, 2025

	Programs	General and Administrative	Fundraising	Total
Project funding	\$ 3,396,880	\$ -	\$ -	\$ 3,396,880
Donation processing expenses	-	-	342,239	342,239
Professional service expenses	268,096	262,945	761,109	1,292,150
Other operating expenses	11,548	264,100	2,019	277,667
Travel and conferences	2,684	1,397	20,649	24,730
Total	\$ 3,679,208	\$ 528,442	\$ 1,126,016	\$ 5,333,666

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Notes to Financial Statements

Period from September 30, 2023 (inception) through June 30, 2024 (as restated)

	Programs	General and Administrative	Fundraising	Total
Project funding	\$ 2,878,345	\$ -	\$ -	\$ 2,878,345
Donation processing expenses	-	-	551,671	551,671
Professional service expenses	219,408	435,691	589,837	1,244,936
Other operating expenses	10,002	238,181	19,424	267,607
Travel and conferences	-	1,116	9,752	10,868
Total	\$ 3,107,755	\$ 674,988	\$ 1,170,684	\$ 4,953,427

6. Liquidity and Availability of Financial Assets

The total financial assets held by the Endowment and the amounts of those financial assets available for general expenditure within one year of the statement of financial position date are as follows:

<i>June 30,</i>	2025	2024 (As Restated)
Endowment investments	\$ 169,700,423	\$ 143,620,919
Contributions receivable - endowment	409,821	704,703
	170,110,244	144,325,622
Less: net assets with endowment restrictions	(169,101,554)	(144,279,049)
Plus: annual appropriation from endowment assets available for expenditures	5,700,000	5,600,000
Financial Assets Available to Meet Cash Needs for General Expenditures within One Year	\$ 6,708,690	\$ 5,646,573

The Endowment's liquidity management includes a policy of structuring its financial assets to be available to meet its general expenditures, liabilities, grant-making, and other obligations as they come due. Annually, in July, the Endowment's Board of Directors appropriates funds to be used for the annual operating budget. Once appropriated, these funds are available for distribution for operational expenses and grants for Wikimedia projects. Additional funds can be appropriated by the Board in accordance with the Endowment's spending policy. See Note 9.

7. Related Party Transactions

The Wikimedia Foundation (the Foundation), a stand-alone tax-exempt 501(c)(3) organization, operates Wikipedia, a free online encyclopedia. The Foundation does not have control or a controlling financial interest in the Endowment, and the Endowment has a separate Board of Directors. However, the Foundation is considered a related party to the Endowment because the Foundation management also manages the Endowment.

The Foundation and the Endowment have a cost sharing agreement, in which a majority of the Endowment's operating expenditures are paid for by the Foundation and reimbursed by the Endowment. The Endowment also reimburses the Foundation for certain operational staffing and administrative costs that are incurred on behalf of the Foundation in support of the Endowment. The costs paid to the Foundation for operation and administrative support, plus a 15%

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Notes to Financial Statements

administrative cost fee totaled \$1,466,361 and \$1,319,778 during the year ended June 30, 2025 and the period ended June 30, 2024, respectively. As of June 30, 2025 amounts payable to the Foundation for expenses under the cost sharing agreement totaled \$702,430. There were no amounts due at June 30, 2024. The cost sharing agreement automatically renews for successive one-year periods.

Under the cost sharing agreement, the Foundation also agrees to transfer any donations collected on behalf of the Endowment from third-party donors on a monthly basis. The Foundation also makes independent donations to the Endowment, and has a policy that unrestricted estate gifts that the Foundation receives will be donated to the Endowment, as unconditional endowment contributions. The Foundation contributed \$1,490,207 and \$624,138, during the year ended June 30, 2025 and the period ended June 30, 2024, respectively. At June 30, 2025 and 2024, contributions receivable of \$187,674 and \$525,607, respectively, are included in contributions receivable - endowment on the statements of financial position.

During the fiscal year ended June 30, 2025, the Endowment also provided the Foundation with fundings of \$950,000 for the Abstract Wikipedia project, \$1,000,000 for artificial intelligence and machine learning, \$150,000 for Wikimedia Commons, and \$1,000,000 for the Wikidata project. During the period from September 30, 2023 (inception) through June 30, 2024, the Endowment provided the Foundation with grants of \$1,500,000 for MediaWiki improvements, \$600,000 for the Abstract Wikipedia project, and \$500,000 for exploring strategies for expanding beyond the Foundation's existing audiences of consumers and contributors. These costs are recorded within project funding.

8. Subsequent Events

The Endowment has evaluated its subsequent events through March 6, 2026, the date on which the financial statements were available to be issued, and determined there are no items to disclose.

9. Endowment

The Endowment's endowment consists of one fund to support the operations and activities of current and future Wikimedia projects. Net assets associated with the endowment fund are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of Relevant Law

The Board of Directors of the Endowment has interpreted the State of California Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, when reviewing the donor-restricted endowment fund, the Endowment considers a fund to be underwater if the fair value of the fund is less than the sum of (a) the original value of initial and subsequent gift amounts donated to the fund and (b) any accumulations to the fund that are required to be maintained in perpetuity in accordance with the direction of the applicable donor gift instrument. The remaining portion of the donor-restricted endowment fund that is not classified as perpetually restricted net assets is classified as unappropriated endowment earnings until those amounts are appropriated for expenditure by the Endowment in a manner consistent with the standard of prudence prescribed by UPMIFA.

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The Endowment has interpreted UPMIFA to permit spending from underwater funds in accordance with the prudent measures required under the law.

Additionally, in accordance with UPMIFA, the Endowment considers the following factors in making a determination to appropriate or accumulate the donor-restricted endowment fund:

- The duration and preservation of the fund.
- The purposes of the Endowment and the donor-restricted endowment fund.
- General economic conditions.
- The possible effect of inflation and deflation.
- The expected total return from income and the appreciation of investments.
- Other resources of the Endowment.
- The investment policies of the Endowment.

Endowment funds consist of the following:

June 30, 2025

		With Donor Restrictions		
	Without Donor Restrictions	Unappropriated Earnings	Perpetual	Total
Donor-restricted endowment funds	\$ 1,008,690	\$ 27,632,541	\$ 141,059,192	\$ 169,700,423

June 30, 2024 (as restated)

		With Donor Restrictions		
	Without Donor Restrictions	Unappropriated Earnings	Perpetual	Total
Donor-restricted endowment funds	\$ 46,573	\$ 14,673,250	\$ 128,901,096	\$ 143,620,919

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Notes to Financial Statements

Changes in endowment investments for the year ended June 30, 2025 and the period ended June 30, 2024 are as follows:

	With Donor Restrictions			
	Without Donor Restrictions	Unappropriated Earnings	Perpetual	Total
Endowment Investments,				
September 30, 2023 (as restated)	\$ -	\$ -	\$ -	\$ -
Investment return				
Investment income, net	-	2,380,817	-	2,380,817
Unrealized gains	-	17,292,433	-	17,292,433
Total Investment Return	-	19,673,250	-	19,673,250
Contributions	-	-	128,901,096	128,901,096
Appropriations	5,000,000	(5,000,000)	-	-
Withdrawals	(4,953,427)	-	-	(4,953,427)
Endowment Investments,				
June 30, 2024 (as restated)	46,573	14,673,250	128,901,096	143,620,919
Investment return				
Investment income, net	-	21,224,604	-	21,224,604
Unrealized losses	-	(2,665,313)	-	(2,665,313)
Total Investment Return	-	18,559,291	-	18,559,291
Contributions	-	-	12,158,096	12,158,096
Appropriations	5,600,000	(5,600,000)	-	-
Withdrawals	(4,637,883)	-	-	(4,637,883)
Endowment Investments,				
June 30, 2025	\$ 1,008,690	\$ 27,632,541	\$ 141,059,192	\$ 169,700,423

Return Objectives and Risk Parameters

The Endowment has adopted investment and spending policies that attempt to provide a predictable stream of funding while seeking to maintain the purchasing power of the Endowment's assets. Under this policy, as approved by the Board of Directors, the Endowment's assets are invested in a manner that is intended to produce results, over the long term, with an average annual real total return of 6.0%, net of fees. Actual returns in any given year may vary from this amount.

The risk tolerance per the Endowment's investment policy seeks volatility resulting in a blended rate from combining the benchmark indices for each asset class using their respective target allocation weights per the asset allocation in the Endowment's investment policy.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, the Endowment relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Endowment targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

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Notes to Financial Statements

Spending Policy and How the Investment Objectives Relate to Spending Policy

The Endowment has a spending policy of appropriating for distribution each a target spending rate of 4.0% of the rolling average of the ending market value of the Endowment's investment portfolio over the prior three fiscal years. The Finance Committee, a sub-committee of the Board of Directors, has the ability to adjust the spending rate down to 2.5% and up to 4.0%. In establishing this policy, the Endowment considered the long-term expected return. Accordingly, over the long term, the Endowment expects the current spending policy to allow the Endowment to grow at an average of 6% annually. The Endowment has a policy that permits spending from underwater endowment funds depending on the degree to which the fund is underwater, unless otherwise precluded by donor intent or relevant laws and regulations.

Funds with Deficiencies

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or UPMIFA requires the Endowment to retain as a fund of perpetual duration, either due to losses on investments or from withdrawals from the endowment investments to fund operations. In accordance with GAAP, deficiencies of this nature are to be reported in net assets with donor restrictions. There were no such deficiencies of this nature as of June 30, 2025 or 2024.

The perpetual balance of net assets is as follows at:

<i>June 30,</i>	2025	2024 (As Restated)
Endowment investments	\$ 169,700,423	\$ 143,620,919
Less: without donor restrictions	(1,008,690)	(46,573)
Plus: contributions receivable - endowment	409,821	704,703
Perpetual Endowment Net Assets	\$ 169,101,554	\$ 144,279,049

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Wikimedia Endowment
Notes to Financial Statements

10. Restatement of Previously Issued Financial Statements for the Period Ended June 30, 2024

During the year ended June 30, 2025, management discovered an error in the classification of the contributions and investment earnings recognized during the period ended June 30, 2024. Management determined that all contributions should have been classified as donor-restricted for the endowment fund, and that as a result, the investment income and realized gains earned on these contributions should have also been classified as with donor restrictions based on the donor-imposed stipulations. The accompanying June 30, 2024 financial statements have been restated to report the change in net assets with donor restrictions and net assets without donor restrictions. This correction also impacts certain notes to the financial statements including Note 3, Investments, Note 4, Net Assets with Donor Restrictions, Note 6, Liquidity and Availability of Financial Assets, and Note 9, Endowment. The effect of this restatement is as follows:

June 30, 2024

Statement of Financial Position	As Previously Reported	Adjustment	As Restated
Assets			
Cash and cash equivalents	\$ 20,102,689	\$ (20,102,689)	\$ -
Contributions receivable	525,607	(525,607)	-
Short-term investments	123,441,359	(123,441,359)	-
Prepaid expenses and other current assets	255,967	(255,967)	-
Endowment investments	-	143,620,919	143,620,919
Contributions receivable - endowment	-	704,703	704,703
Total Assets	\$ 144,325,622	\$ -	\$ 144,325,622
Liabilities and Net Assets			
Net Assets			
Net assets without donor restrictions	\$ 144,325,622	\$ (144,279,049)	\$ 46,573
Net assets with donor restrictions	-	144,279,049	144,279,049
Total Net Assets	144,325,622	-	144,325,622
Total Liabilities and Net Assets	\$ 144,325,622	\$ -	\$ 144,325,622

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Wikimedia Endowment

Notes to Financial Statements

Period ended June 30, 2024

Statement of Activities - Without Donor Restrictions	As Previously Reported	Adjustment	As Restated
Support and Revenue			
Contribution received in donation of Tides Foundation	\$ 116,189,376	\$ (116,189,376)	\$ -
Contributions of cash and other financial assets	13,416,423	(13,416,423)	-
Investment income, net	2,380,817	(2,380,817)	-
Release of restrictions	-	5,000,000	5,000,000
Total Support and Revenue	131,986,616	(126,986,616)	5,000,000
Change in Net Assets Without Donor Restrictions from Operating Activities	127,033,189	(126,986,616)	46,573
Non-Operating Activities			
Unrealized gains on investments, net	17,292,433	(17,292,433)	-
Total Change in Net Assets Without Donor Restrictions	144,325,622	(144,279,049)	46,573
Net Assets Without Donor Restrictions, end of year	\$ 144,325,622	\$ (144,279,049)	\$ 46,573

Period ended June 30, 2024

Statement of Activities - With Donor Restrictions	As Previously Reported	Adjustment	As Restated
Support and Revenue			
Contribution received in donation of Tides Foundation	\$ -	\$ 116,189,376	\$ 116,189,376
Contributions of cash and other financial assets	-	13,416,423	13,416,423
Investment income, net	-	2,380,817	2,380,817
Release of restrictions	-	(5,000,000)	(5,000,000)
Total Support and Revenue	-	126,986,616	126,986,616
Change in Net Assets With Donor Restrictions from Operating Activities	-	126,986,616	126,986,616
Non-Operating Activities			
Unrealized gains on investments, net	-	17,292,433	17,292,433
Total Change in Net Assets With Donor Restrictions	-	144,279,049	144,279,049
Net Assets With Donor Restrictions, end of year	\$ -	\$ 144,279,049	\$ 144,279,049

Wikimedia Endowment

Notes to Financial Statements

Period ended June 30, 2024

Statement of Cash Flows	As Previously Reported	Adjustment	As Restated
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:			
Unrealized and realized gain on investments, net	\$ (14,217,644)	\$ (5,455,606)	\$ (19,673,250)
Contributions restricted for endowment	-	(26,907,269)	(26,907,269)
Changes in operating assets and liabilities:			
Contributions receivable	(525,607)	525,607	-
Prepaid expenses and other current assets	(255,967)	255,967	-
Net Cash Provided by (Used in) Operating Activities	26,627,874	(31,581,301)	(4,953,427)
Purchase of investments	(9,391,832)	(139,182,514)	(148,574,346)
Proceeds from sales of investments	2,866,647	2,086,780	4,953,427
Net Cash Used in Investing Activities	(6,525,185)	(137,095,734)	(143,620,919)
Proceeds from stock donations restricted for endowment	-	102,698,530	102,698,530
Proceeds from contributions restricted for endowment	-	26,202,566	26,202,566
Unrealized and realized gain on investments, net	-	19,673,250	19,673,250
Net Cash Provided by Financing Activities	-	148,574,346	148,574,346
Net Change in Cash	20,102,689	(20,102,689)	-
Cash, end of period	\$ 20,102,689	\$ (20,102,689)	\$ -