



A Community Foundation

February 5, 2021

Ms. Angela Calvillo
Clerk of the Board
San Francisco Board of Supervisors
City Hall, Room 244
1 Dr. Carlton B. Goodlett Place
San Francisco, CA 94102

Dear Ms. Calvillo:

The Asian Pacific Fund is pleased to apply for participation in the 2021 San Francisco City and County Employees Combined Charities Campaign.

Founded in 1993, the Asian Pacific Fund is a charitable community foundation that is a federation representing 48 organizations who serve the Asian and Pacific Islander community in the Bay Area. Given that over 32% of the population in San Francisco is Asian or Pacific Islander American, we believe that many donors would appreciate having options that directly benefit this substantial constituent of our San Francisco community.

Enclosed please find all required materials in accordance with our understanding of the Administrative Code set forth by the Board of Supervisors in Section 16.93-2, which includes:

1. A list of current Asian Pacific Fund affiliate organizations, all of which are located in one of the 6 counties listed in Section 16.93-2. (Criteria A)
2. A copy of our IRS 501(c)(3) Tax Exempt letter (Criteria B)
3. Asian Pacific Fund's most recent CCSF brochure (Criteria C)
4. A copy of the Asian Pacific Fund's most recent certified audit (Criteria D)

Any additional information we can present in order to support this application, please let us know.

Best regards,

A handwritten signature in black ink that reads "Audrey Yamamoto".

Audrey Yamamoto
President & Executive Director

Board of Directors

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Co-Founder & CFO, Pantastic

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Co-Founder, Yahoo!

President & Executive Director
Audrey Yamamoto



A Community Foundation

2021 LIST OF AFFILIATE ORGANIZATIONS

	Organization Name	Organization Phone	Website
800	Asian Pacific Fund	(415) 395-9985	www.asianpacificfund.org
801	APA Family Support Services	(415) 617-0061	www.apafss.org
802	Asian & Pacific Islander American Health Forum	(415) 954-9988	www.apiahf.org
803	Asian Pacific Environmental Network	(510) 834-8920	www.apen4ej.org
804	Asian Pacific Islander Legal Outreach	(415) 567-6255	www.apilegaloutreach.org
805	Asian Women's Shelter	(415) 751-7110	www.sfaws.org
806	Center for Asian American Media	(415)863-0814	www.caamedia.org
807	Chinatown Community Children's Center	(415) 986-2528	www.childrencenter.org
808	Chinatown YMCA	(415)576-9622	www.ymcasf.org/chinatown
809	Chinese Newcomers Service Center	(415) 421-2111	www.chinesenewcomers.org
810	Chinese Progressive Association	(415) 391-6986	www.cpasf.org
811	Community Youth Center of San Francisco	(415) 775 - 2636	www.cycsf.org
812	Donaldina Cameron House	(415) 781-0401	www.cameronhouse.org
813	East Bay Asian Youth Center	(510) 533-1092	www.ebayc.org
814	Eth-Noh-Tec	(415) 282-8705	www.ethnohtec.org
815	Filipino Advocates for Justice	(510) 465-9876	www.filipinos4justice.org
816	Filipino Community Center (Fiscal Sponsor: Filipino-American Development Foundation)	(415) 333-6267	www.filipinocc.org
817	Friends of Children With Special Needs	(510) 739-6900	www.fcsn1996.org
818	Gum Moon	(415) 421-8827	www.gummoon.org
837	Helping Hands East Bay	(510) 871-2187	www.hheb.org
819	J-Sei, Inc.	(510) 654-4000	www.j-sei.org
820	Japanese Community Youth Council	(415) 202-7900	www.jcyc.org
821	Kimochi, Inc.	(415) 931-2294	www.kimochi-inc.org
822	Kokoro Assisted Living Inc.	(415) 776-8066	www.kokoroassistedliving.org
823	Korean Community Center of the East Bay	(510) 547-2662	www.kceeb.org
824	Lotus Bloom	(510) 735-9222	www.lotusbloomfamily.org
825	Narika	(510) 444-6068	www.narika.org
826	Nichi Bei Foundation	415-673-1009	www.nichibei.org
827	North East Medical Services	(415) 391-9686	www.nems.org
828	Oakland Asian Cultural Center	(510) 637-0455	www.oacc.cc
829	Richmond Area Multi-Services, Inc.	(415) 800-0699	www.ramsinc.org
838	Southeast Asian Community Center	(415) 885-2743	www.seaccusa.org
830	Santa Clara County Asian Law Alliance	(408) 287-9710	www.asianlawalliance.org
831	SteppingStone	(415) 974-6784	www.steppingstonehealth.org

2021 APF Affiliate Organizations continued/

832	Vietnamese American Community Center of the East Bay	(510) 891-9999	www.vacceb.net
833	Vietnamese Youth Development Center	(415) 771-2600	www.vydc.org
834	Wu Yee Children's Services	(415) 677-0100	www.wuyee.org
835	Yu-Ai Kai / Japanese American Community Senior Service	(408) 294-2505	www.yuaikai.org
850	Asian & Pacific Islander Wellness Center	(415) 292-3400	www.apiwellness.org
851	Asian Americans for Community Involvement	(408) 975-2730	www.aaci.org
852	Asian Immigrant Women Advocates	(510) 268-0192	www.aiwa.org
853	Chinatown Community Development Center	(415) 984-1450	www.chinatowncdc.org
854	Family Bridges, Inc.	(510) 839-2022	www.fambridges.org
855	Filipino-American Development Foundation	415.348.8042	www.bayanihancc.org
856	International Children Assistance Network	(408) 509-8788	www.ican2.org
857	Nihonmachi Little Friends	(415) 922-8898	www.nlfchildcare.org
858	On Lok Senior Health Services	(415) 292-8600	www.onlok.org
859	Philippine International Aid	(650) 231-8202	www.phil-aid.org

OGDEN UT 84201-0038

In reply refer to: 0437874133
June 27, 2012 LTR 4168C 0
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BODC: TE

ASIAN PACIFIC FUND
225 BUSH ST STE 590
SAN FRANCISCO CA 94104-4294

021248

Employer Identification Number: 94-3201522
Person to Contact: M. Pritchett
Toll Free Telephone Number: 1-877-829-5500

Dear Taxpayer:

This is in response to your June 18, 2012, request for information regarding your tax-exempt status.

Our records indicate that you were recognized as exempt under section 501(c)(3) of the Internal Revenue Code in a determination letter issued in December 1994.

Our records also indicate that you are not a private foundation within the meaning of section 509(a) of the Code because you are described in section(s) 509(a)(1) and 170(b)(1)(A)(vi).

Donors may deduct contributions to you as provided in section 170 of the Code. Bequests, legacies, devises, transfers, or gifts to you or for your use are deductible for Federal estate and gift tax purposes if they meet the applicable provisions of sections 2055, 2106, and 2522 of the Code.


Please refer to our website www.irs.gov/eo for information regarding filing requirements. Specifically, section 6033(j) of the Code provides that failure to file an annual information return for three consecutive years results in revocation of tax-exempt status as of the filing due date of the third return for organizations required to file. We will publish a list of organizations whose tax-exempt status was revoked under section 6033(j) of the Code on our website beginning in early 2011.

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June 27, 2012 LTR 4168C 0
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ASIAN PACIFIC FUND
225 BUSH ST STE 590
SAN FRANCISCO CA 94104-4294

If you have any questions, please call us at the telephone number shown in the heading of this letter.

Sincerely yours,

A handwritten signature in cursive script that reads "Sharon Davies".

Sharon Davies
Accounts Management I

Supporting Families & Children

A801 APA Family Support Services (415) 617-0061 | apafss.org

Promote healthy Asian/Pacific Islander children and families by providing family support services to prevent child abuse and domestic violence. APA also advocates for culturally competent services for APIs through education, communicating building and leadership development.

A812 Donaldina Cameron House (415) 781-0401 | cameronhouse.org

Cameron House empowers generations of Chinese American individuals and their families to fully participate in and contribute positively toward a healthy society. We put our Christian faith in action to help people learn, heal and thrive.

A817 Friends of Children with Special Needs (510) 739-6900 | fcsn1996.org

FCSN's mission is to help children and adults with special needs (developmental disabilities) and their families to find love, hope, and respect through integrated community involvement.

A818 Gum Moon (415) 421-8827 | gummoon.org

Gum Moon supports women and children in geographic and social transition. By providing a safe sanctuary to live in and programs that develop life skills, Gum Moon fosters stability, self-reliance, and full access to opportunity.

A856 International Children Assistance Network (408) 509-8788 | ican2.org

ICAN's mission is to engage, inform, and inspire Vietnamese-Americans to raise the next generation of caring leaders through humanitarian programs and culturally responsive social programs.

A823 Korean Community Center of the East Bay (510) 547-2662 | kcceb.org

KCCEB's mission is to empower the Korean American and other communities of the Bay Area through education, advocacy, service and the development of community-based resources.

A824 Lotus Bloom (510) 735-9222 | lotusbloomfamily.org

Lotus Bloom is a multicultural, community-led organization that empowers underserved community members with young children. We create early childhood family resources centers with innovative programming ensuring all children have a strong start in life.

A857 Nihonmachi Little Friends (415) 922-8898 | nlfchildcare.org

Nihonmachi Little Friends is a private, nonprofit childcare center with a mission to provide Japanese/English bilingual, educational childcare in a multicultural context for preschool through elementary school-aged children from throughout the San Francisco Bay Area.

A834 Wu Yee Children's Services (415) 677-0100 | wuyee.org

Wu Yee's mission is to create opportunities for children to be healthy, for families to thrive and for communities to be strong.

Supporting Seniors

A854 Family Bridges, Inc. (510) 839-2022 | fambridges.org

Family Bridges' mission is to empower the most vulnerable – the young, the elderly, immigrants, those with health conditions, and those with limited English proficiency (LEP) in the Asian community to lead self-sufficient, independent lives.

A819 J-Sei, Inc. (510) 654-4000 | j-sei.org

The mission of J-Sei is to be a community and cultural organization that brings generations and families together to nurture Nikkei values and tradition through a broad array of senior services and educational community programs.

A821 Kimochi, Inc. (415) 931-2294 | kimochi-inc.org

The mission of Kimochi, Inc. is to provide culturally-sensitive programs and services to all seniors and their families to preserve their dignity and independence, with a focus on the Japanese American and Japanese speaking community.

A822 Kokoro Assisted Living Inc. (415) 776-8066 | kokoroassistedliving.org

Located in the heart of San Francisco's historic Japantown, Kokoro is a non-profit assisted and independent living community that blends Japanese and American heritage, culture and cuisine through activities, celebrations and dining.

A858 On Lok Senior Health Services (415) 292-8600 | onlok.org

On Lok is a family of community-based, non-for-profit organizations whose mission is to relentlessly pursue quality of life and quality of care for older adults and their families.

A831 SteppingStone (415) 974-6784 | steppingstonehealth.org

SteppingStone supports independent living for elders and adults with medical challenges through a day health program that optimizes the physical and psycho-social well-being of San Francisco's culturally diverse community.

A835 Yu-Ai Kai / Japanese American Community Senior Service (408) 294-2505 | yuaikai.org

Yu-Ai Kai promotes healthy aging, successful independent living, and advocates for all seniors, while embracing Japanese American tradition.

For more information, please contact us:

Asian Pacific Fund
465 California Street, Suite 809
San Francisco, CA 94104
(415) 395-9985 | info@asianpacificfund.org
www.asianpacificfund.org

The City and County of San Francisco Combined Charities Campaign 2019



The Asian Pacific Fund is a nonprofit foundation dedicated to strengthening the Bay Area's Asian and Pacific Islander (API) communities. Since 1993, we have been committed to increasing philanthropy and supporting organizations that provide vital services to those who need it the most. We also give visibility to the often hidden needs of our community. For example:

- Asians now make up the largest ethnic group living in poverty in San Francisco.
- Anti-Asian and anti-immigrant hate incidents are at the highest levels they have been since the year after 9/11.
- There has been an increase in bullying of API youth simply for being Asian, in fact a 50% chance.

APIs make up over 26 percent of the Bay Area population. Many are newer immigrants and refugees who face poverty, isolation, limited access to healthcare and other challenges. Despite the high level of need that exists within our community, non-profits who serve the API community receive less than 1 percent of foundation funding.

By supporting the Asian Pacific Fund, or one of our affiliates, you will be making an investment to help address these needs and beyond for our most vulnerable API community members.

A800 Asian Pacific Fund

(415) 395-9985 | asianpacificfund.org

The Fund is a nonprofit foundation dedicated to strengthening the Bay Area's Asian and Pacific Islander community. We mobilize philanthropic giving from donors, support organizations that serve our most vulnerable, and raise awareness about pressing community needs.

Building Strong Communities

A802 Asian & Pacific Islander American Health Forum

(415) 954-9988 | apiahf.org

APIAHF influences policy, mobilizes communities, and strengthens programs and organizations to improve the health of Asian Americans, Native Hawaiians, and Pacific Islanders.

A803 Asian Pacific Environmental Network

(510) 834-8920 | apen4ej.org

All people have a right to a clean and healthy environment in which their communities can live, work, learn, play and thrive. APEN holds this vision of environmental justice for all people.

A853 Chinatown Community Development Center

(415) 984-1450 | chinatowncdc.org

Chinatown CDC builds community and enhances the quality of life for San Francisco residents by serving as neighborhood advocates, organizers and planners, and as developers and managers of affordable housing.

A809 Chinese Newcomers Service Center

(415) 421-2111 | chinesenewcomers.org

The Chinese Newcomers Service Center (CNSC) mission is to provide underserved communities with social, economic, workforce, and business services to transform their lives.

A810 Chinese Progressive Association

(415) 391-6986 | cpasf.org

Through organizing and leadership development, the Chinese Progressive Association empowers the low-income immigrant Chinese community in San Francisco to improve their living and working conditions.

A815 Filipino Advocates for Justice

(510) 465-9876 | filipinos4justice.org

FAJ's mission is to build a strong and empowered Filipino community by organizing constituents, developing leaders, providing services, and advocating for policies that promote social and economic justice and equity.

A855 Filipino-American Development Foundation

(415) 348-8042 | bayanihancc.org

The Filipino-American Development Foundation is a nonprofit organization founded in 1997 to develop initiatives and resources to strengthen the social, physical, and economic well-being of the Filipino-American community in San Francisco.

A816 Filipino Community Center (Fiscal Sponsor: Filipino-American Development Foundation)

(415) 333-6267 | filipinocc.org

FCC is dedicated to providing a safe space where Filipino families can access culturally competent programs and services, receive support, build community, and connect to grassroots organizations and advocates.

A826 Nichi Bei Foundation

(415) 673-1009 | nichibei.org

An educational and charitable nonprofit organization dedicated to keeping the Japanese American community connected, informed and empowered — primarily through a community newspaper and website as well as educational programming.

A832 Vietnamese American Community Center of the East Bay

(510) 891-9999 | vacceb.net

To serve the needs of refugees and immigrants within the Southeast Asian communities through educational, cultural, and social support services while promoting self-sufficiency and expediting the community's assimilation into American society.

A838 Southeast Asian Community Center

(415) 885-2743 | seaccusa.org

SEACC develops and administers programs that serve the needs of the Southeast Asian communities of Northern California. Programs include self-sufficiency, advocacy, leadership development, and cultural preservation.

Supporting Domestic Violence Survivors

A805 Asian Women's Shelter

(415) 751-7110 | sfaws.org

AWS is dedicated to eliminating domestic violence by promoting the social, economic, and political self-determination of women and all survivors of violence and oppression through multilingual, multi-ethnic shelters and non-residential services.

A825 Narika

(510) 444-6068 | narika.org

Narika promotes women's independence, economic empowerment, and well-being by helping domestic violence survivors with advocacy, support, and education.

Fostering Cultural Preservation / Arts

A806 Center for Asian American Media

(415) 863-0814 | caamedia.org

CAAM presents stories that convey the richness and diversity of Asian American experiences to the broadest audience possible. We do this by funding, producing, distributing and exhibiting works in film, television and digital media.

A814 Eth-Noh-Tec

(415) 282-8705 | ethnohtec.org

ENT creates art that heals the divides within us and between us. Through storytelling arts, ENT presents performances and workshops to all ages that address our common values, inspiring individuals to connect as community.

A828 Oakland Asian Cultural Center

(510) 637-0455 | oacc.cc

OACC builds vibrant communities through Asian and Pacific Islander American arts and culture programs that foster intergenerational and cross-cultural dialogue, cultural identity, collaborations, and social justice.

Supporting Individual Rights

A852 Asian Immigrant Women Advocates

(510) 268-0192 | aiwa.org

AIWA seeks to empower immigrant workers in low-wage industries and low-income immigrant youth in Oakland to fight for dignity and justice to improve their daily working and living conditions.

A804 Asian Pacific Islander Legal Outreach

(415) 567-6255 | apilegaloutreach.org

Provides culturally and linguistically appropriate legal and social services for Bay Area API communities in areas of violence against women, family law, immigration, elder abuse, disability rights, human trafficking, and housing.

A830 Santa Clara County Asian Law Alliance

(408) 287-9710 | asianlawalliance.org

Asian Law Alliance exists to provide equal access to the justice system to the Asian/Pacific Islander and low income residents of Santa Clara County.

A837 Helping Hands East Bay

(510) 871-2187 | hheb.org

Helping Hands East Bay seeks to empower Asian immigrant families impacted by developmental disabilities to live dignified and satisfied lives by providing information, education, support and services.

Promoting Health & Well-Being

A851 Asian Americans for Community Involvement

(408) 975-2730 | aaci.org

AACI is one of the largest community-based organizations in Santa Clara County advocating for and serving marginalized and vulnerable ethnic communities, strengthening their hope and resilience by improving health, mental health and well-being.

A850 Asian & Pacific Islander Wellness Center (Now as: San Francisco Community Health Center)

(415) 292-3400 | sfcommunityhealth.org

The Center's mission is to transform lives by advancing health, wellness, and equality. We are an LGBTQ and people of color organization that believes everyone deserves to be healthy and needs access to the highest quality health care.

A827 North East Medical Services

(415) 391-9686 | nems.org

NEMS provides affordable, comprehensive, compassionate and quality health care services in a linguistically competent and culturally sensitive manner to improve the health and well-being of our community.

A829 Richmond Area Multi-Services, Inc.

(415) 800-0699 | ramsinc.org

RAMS, a mental health agency, advocates for and provides a holistic continuum of community based, culturally responsive services in the Bay Area, with cultural and linguistic expertise serving the AAPI and Russian-speaking populations.

Promoting Youth Development

A836 AYPAL: Building API Community Power (Fiscal Sponsor: Asian Pacific Environmental Network)

(510) 834-8920 | aypal.org

AYPAL's mission is to empower Oakland's low-income Asian & Pacific Islander immigrant and refugee families to be leaders for school reform and neighborhood change.

A807 Chinatown Community Children's Center

(415) 986-2528 | childrencenter.org

Providing quality early education and social services to meet the needs of new immigrant and bilingual/bicultural families in San Francisco. We integrate families into society to help them gain economic stability while maintaining their cultural identity.

A808 Chinatown YMCA

(415) 576-9622 | ymcasf.org/chinatown

The Chinatown YMCA builds strong kids, strong families, and strong communities with programs for all in spirit, mind, and body.

A811 Community Youth Center of San Francisco

(415) 986-2528 | cycsf.org

CYC's mission is to empower and strengthen high-need Asian youth and their families by providing comprehensive youth development through education, employment training, advocacy, and other support services.

A813 East Bay Asian Youth Center

(510) 533-1092 | ebayc.org

EBAYC supports underserved youth to be safe, smart and socially responsible by providing trusted mentors, educational programs, and grassroots policy work, so that they may realize their aspirations and personal paths to success.

A820 Japanese Community Youth Council (JCYC)

(415) 202-7909 | jcyc.org

The mission of JCYC is to cultivate and enrich the lives of children and youth from diverse, multi-cultural communities throughout San Francisco and beyond.

A859 Philippine International Aid

(650) 231-8202 | phil-aid.org

Philippine International Aid's (PIA) core programs provide educational assistance to more children in the Philippines than any other U.S.-based charity. Annually, PIA provides aid to more than 2,500 students.

A833 Vietnamese Youth Development Center

(415) 771-2600 | vydc.org

VYDC empowers underserved Asian-Pacific Islander and urban youth with the knowledge and confidence to define their future and reach their potential.



Certified Public Accountants
and Financial Advisors

ASIAN PACIFIC FUND
Financial Statements
December 31, 2019 and 2018

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Asian Pacific Fund

Report on the Financial Statements

We have audited the accompanying financial statements of Asian Pacific Fund (a nonprofit organization), which comprise the statements of financial position as of December 31, 2019 and 2018, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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



Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Asian Pacific Fund as of December 31, 2019 and 2018, 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.

SQUAR MILNER LLP

San Francisco, California
August 4, 2020

ASIAN PACIFIC FUND
STATEMENTS OF FINANCIAL POSITION
December 31, 2019 and 2018

ASSETS	<u>2019</u>	<u>2018</u>
Cash and cash equivalents	\$ 687,729	\$ 685,202
Pledges receivable	20,000	16,500
Prepaid expenses and other assets	36,539	41,173
Investments, at fair value	14,580,312	13,352,000
Investments held in charitable remainder trusts, at fair value	359,239	611,101
Furniture and equipment, net	<u>3,048</u>	<u>5,769</u>
Total assets	<u>\$ 15,686,867</u>	<u>\$ 14,711,745</u>
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable and accrued expenses	\$ 52,234	\$ 57,322
Scholarships and grants payable, net	21,709	33,479
Liabilities to beneficiaries of charitable remainder trusts	114,670	190,879
Liabilities under split-interest agreements	<u>30,010</u>	<u>26,968</u>
Total liabilities	<u>218,623</u>	<u>308,648</u>
Net assets:		
Without donor restrictions	2,224,818	2,633,461
With donor restrictions	<u>13,243,426</u>	<u>11,769,636</u>
Total net assets	<u>15,468,244</u>	<u>14,403,097</u>
Total liabilities and net assets	<u>\$ 15,686,867</u>	<u>\$ 14,711,745</u>

ASIAN PACIFIC FUND
STATEMENTS OF ACTIVITIES
For the Years Ended December 31, 2019 and 2018

	2019			2018		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and support:						
Contributions	\$ 527,038	\$ 51,165	\$ 578,203	\$ 559,576	\$ 324,459	\$ 884,035
Foundation and corporate grants	119,599	382,610	502,209	434,659	62,099	496,758
Investment return, net	174,697	2,065,081	2,239,778	(4,742)	(690,695)	(695,437)
Fundraising event income	418,110	-	418,110	542,311	-	542,311
Cost of direct benefits to donors	(110,958)	-	(110,958)	(148,275)	-	(148,275)
Other income	-	-	-	58	-	58
Change in value of split-interest agreements	-	123,223	123,223	-	(18,372)	(18,372)
Release of restricted net assets	1,148,289	(1,148,289)	-	1,017,709	(1,017,709)	-
Total revenues and support	2,276,775	1,473,790	3,750,565	2,401,296	(1,340,218)	1,061,078
Expenses:						
Program services	2,349,811	-	2,349,811	1,613,683	-	1,613,683
Management and general	203,886	-	203,886	192,070	-	192,070
Fundraising	131,721	-	131,721	113,244	-	113,244
Total expenses	2,685,418	-	2,685,418	1,918,997	-	1,918,997
Change in net assets	(408,643)	1,473,790	1,065,147	482,299	(1,340,218)	(857,919)
Net assets, beginning of year	2,633,461	11,769,636	14,403,097	2,151,162	13,109,854	15,261,016
Net assets, end of year	\$ 2,224,818	\$ 13,243,426	\$ 15,468,244	\$ 2,633,461	\$ 11,769,636	\$ 14,403,097

ASIAN PACIFIC FUND
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended December 31, 2019

	Program Services			Supporting Services		Total
	Educational Programs	Grants and Services to Agencies	Program Services Total	Management and General	Fundraising	
Expenses:						
Salaries	\$ 104,957	\$ 202,607	\$ 307,564	\$ 22,279	\$ 96,170	\$ 426,013
Employee benefits	9,293	14,883	24,176	12,445	-	36,621
Payroll taxes	7,487	14,083	21,570	1,412	7,185	30,167
Total salaries and related expenses	121,737	231,573	353,310	36,136	103,355	492,801
Grants and scholarships	165,939	1,695,605	1,861,544	-	-	1,861,544
Travel and hospitality	65,458	1,951	67,409	13,085	116,060	196,554
Rent	17,712	28,366	46,078	23,108	-	69,186
Accounting fees	-	-	-	58,190	-	58,190
Legal fees	-	-	-	22,293	-	22,293
Professional fees	660	5,056	5,716	11,876	3,650	21,242
Supplies	837	1,307	2,144	7,903	4,644	14,691
Bank charges	15	-	15	10,879	-	10,894
Printing and production	2,465	165	2,630	146	5,236	8,012
Equipment rental and maintenance	1,672	2,678	4,350	2,182	-	6,532
Telephone	1,524	2,441	3,965	1,989	-	5,954
Dues, licenses, and fees	-	-	-	4,114	-	4,114
Insurance	907	1,453	2,360	1,183	-	3,543
Depreciation	-	-	-	3,412	-	3,412
Employment fees	-	-	-	3,412	-	3,412
Bad debt expense	-	-	-	3,000	-	3,000
Postage	123	167	290	110	400	800
Advertising and promotion	-	-	-	380	-	380
Website development	-	-	-	233	-	233
Other	-	-	-	255	9,334	9,589
Total expenses	379,049	1,970,762	2,349,811	203,886	242,679	2,796,376
Less expenses netted against revenue	-	-	-	-	(110,958)	(110,958)
	\$ 379,049	\$ 1,970,762	\$ 2,349,811	\$ 203,886	\$ 131,721	\$ 2,685,418

ASIAN PACIFIC FUND
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended December 31, 2018

	Program Services			Supporting Services		Total
	Educational Programs	Grants and Services to Agencies	Program Services Total	Management and General	Fundraising	
Expenses:						
Salaries	\$ 97,681	\$ 206,137	\$ 303,818	\$ 36,031	\$ 105,281	\$ 445,130
Employee benefits	9,924	16,943	26,867	13,653	-	40,520
Payroll taxes	7,108	14,761	21,869	1,934	7,861	31,664
Total salaries and related expenses	114,713	237,841	352,554	51,618	113,142	517,314
Grants and scholarships	242,616	897,654	1,140,270	-	-	1,140,270
Travel and hospitality	47,121	4,156	51,277	12,054	112,939	176,270
Rent	16,708	28,526	45,234	22,685	-	67,919
Accounting fees	-	-	-	64,827	-	64,827
Professional fees	-	2,230	2,230	8,767	4,730	15,727
Supplies	808	1,728	2,536	4,273	6,264	13,073
Bank charges	4	-	4	10,534	-	10,538
Advertising and promotion	-	-	-	336	8,772	9,108
Printing and production	4,473	1,882	6,355	-	2,341	8,696
Telephone	1,843	3,146	4,989	2,502	-	7,491
Equipment rental and maintenance	1,800	3,074	4,874	2,444	-	7,318
Insurance	901	1,538	2,439	1,223	-	3,662
Depreciation	-	-	-	3,325	-	3,325
Website development	-	-	-	2,470	-	2,470
Legal fees	-	-	-	2,200	-	2,200
Postage	343	578	921	423	770	2,114
Dues, licenses, and fees	-	-	-	1,909	-	1,909
Other	-	-	-	480	12,561	13,041
Total expenses	431,330	1,182,353	1,613,683	192,070	261,519	2,067,272
Less expenses netted against revenue	-	-	-	-	(148,275)	(148,275)
	\$ 431,330	\$ 1,182,353	\$ 1,613,683	\$ 192,070	\$ 113,244	\$ 1,918,997

ASIAN PACIFIC FUND
STATEMENTS OF CASH FLOWS
For the Years Ended December 31, 2019 and 2018

	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 1,065,147	\$ (857,919)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	3,412	3,325
Net realized and unrealized (gain) loss on investments	(1,867,366)	1,123,847
Change in value of charitable remainder trusts and split-interest agreement	(152,396)	63,795
Bad debt expense	3,000	-
Proceeds from contributions restricted for endowments	(10,750)	(16,271)
Donated securities	(204,214)	(27,460)
Changes in operating assets and liabilities:		
Pledges receivable	(3,500)	71,500
Prepaid expenses and other assets	4,634	(9,451)
Accounts payable and accrued expenses	(5,088)	17,038
Scholarships and grants payable, net	(11,770)	2,427
Net cash (used in) provided by operating activities	(1,178,891)	370,831
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of furniture and equipment	(691)	(1,153)
Proceeds from sales of investments	6,405,984	9,443,560
Distributions from charitable remainder trust	301,917	-
Purchases of investments	(5,507,369)	(9,874,200)
Net cash provided by (used in) investing activities	1,199,841	(431,793)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments to beneficiaries of charitable remainder trusts	(29,173)	(45,424)
Proceeds from contributions restricted for endowments	10,750	16,271
Net cash used in financing activities	(18,423)	(29,153)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	2,527	(90,115)
Cash and cash equivalents - beginning of year	685,202	775,317
Cash and cash equivalents - end of year	\$ 687,729	\$ 685,202

ASIAN PACIFIC FUND
NOTES TO FINANCIAL STATEMENTS
December 31, 2019 and 2018

1. ORGANIZATION

The Asian Pacific Fund (the “Fund”) is a California nonprofit public benefit corporation organized in 1993. The Fund’s mission is to strengthen the Asian and Pacific Islander (API) community in the Bay Area by increasing philanthropy and supporting the organizations that serve our most vulnerable community members. Its core areas of focus are as follows: 1) Philanthropy: Increasing and mobilizing resources from donors, corporations and institutions to support the Bay Area’s underserved APIs; 2) Community: Supporting a network of over 70 affiliate organizations who serve APIs across a wide range of needs including senior and youth services, health and well-being, counseling, legal services, advocacy, civic engagement, and arts and culture; 3) Leadership: Cultivating leadership by recognizing current and future API leaders who have achieved success and are role models for giving back and making a difference among our youth, in higher education and in philanthropy; and 4) Awareness: Shedding light on emerging issues as they impact APIs in the Bay Area.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting and Presentation

The financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (“GAAP”). Net assets and revenues, expenses, gains, and losses are classified 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

Those net assets and activities which represent the portion of expendable funds that have no use or time restrictions. The Board of Directors may designate a portion of these net assets for specified purposes.

Also classified as net assets without donor restrictions are donor-advised funds which may have been established to enable donors to make recommendations from time to time about the distributions from the funds. The donors’ advice in the grant-making process is considered by the Board of Directors in making grants from these resources.

Net Assets With Donor Restrictions

Those net assets that are subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by 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 specified criteria are met.

Use of Estimates

Preparation of financial statements, in accordance with GAAP requires management to make estimates and assumptions that affect reported amounts of assets, liabilities, revenues, and expenses and to disclose any material contingent amounts. Accordingly, actual results could differ from such estimates. Significant estimates include the fair value of investments, liabilities to charitable remainder trust beneficiaries, and the functional allocation of expenses.

ASIAN PACIFIC FUND
NOTES TO FINANCIAL STATEMENTS
December 31, 2019 and 2018

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Cash and Cash Equivalents

Cash and cash equivalents include cash balances and highly liquid investments with original maturities of three months or less at acquisition which are not managed as part of long-term investment strategies and are not legally restricted.

Pledges Receivable

The Fund records pledges receivable at net realizable value, net of allowance for uncollectible pledges. The allowance is based on estimated losses recorded to specific accounts. Unconditional pledges receivable which are expected to be collected after one year are recorded at the net present value of their estimated future cash flows. Amortization of these discounts is included in contribution revenue in the accompanying statement of activities. At December 31, 2019 and 2018, all pledges receivable are unconditional and expected to be collected within one year. The Fund believes all of its pledges receivable at December 31, 2019 and 2018 are collectible; therefore there is no allowance for uncollectible pledges.

Investments

Investments are stated at fair value based on quoted market prices. The Fund has engaged professional investment advisors to manage its portfolio. The Board of Directors has provided the firms with guidelines consistent with a socially responsible prudent investment policy and the balanced nature of the Fund. Gains and losses that result from market fluctuations are recognized in the period in which such fluctuation occurs. Cash equivalents held within the Fund's investment accounts are classified as investments. Investment return is reported net of investment management fees on the statement of activities. For the years ended December 31, 2019 and 2018, investment management fees amounted to \$65,041 and \$66,431, respectively.

The Fund has several endowment funds and long-term donor advised funds that are pooled for investment purposes.

Charitable Remainder Trusts

The Fund has been designated as the trustee for irrevocable charitable remainder trusts ("CRT"). The trust agreements require the Fund to make annual payments to the trust beneficiaries based on stipulated payment rates ranging from 5% to 10%, applied to the fair value of the trust assets, as determined annually, or based on amounts fixed in the original trust agreement. Upon the death of the beneficiaries, or other termination of the trusts as may be defined in the individual agreements, the remaining trust assets will be distributed by the Fund to itself (and to other beneficiaries, as applicable), as stipulated in the trust agreements.

The fair value of CRT assets has been included in the Fund's statements of financial position. A corresponding liability, reported as liabilities under CRT in the accompanying statements of financial position, has been recorded to reflect the present value of required lifetime payments to the named income beneficiaries using the discount rate provided in Internal Revenue Service guidelines and actuarial tables of approximately 60% - 73% for the years ended December 31, 2019 and 2018. Management calculates valuations annually by updating life expectancy of the income beneficiaries and investment values.

ASIAN PACIFIC FUND
NOTES TO FINANCIAL STATEMENTS
December 31, 2019 and 2018

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Charitable Remainder Trusts (continued)

Liabilities under split-interest agreements represent the present value of the investments held in charitable remainder trusts owed to remainder beneficiaries other than the Fund, at the settlement of the trusts. These liabilities are calculated as a percentage of the present value of the investments held in charitable remainder trusts. Split-interest agreements are charitable remainder trust agreements that name the Fund and one or more other charities as remainder beneficiaries.

The difference between the fair value of the assets received and present value of the obligation to named beneficiaries under the agreements is recognized as contribution revenue in the year the agreement is signed. Realized and unrealized gains and losses, interest and dividend income from the investments and payments of the obligations are reflected as adjustments to obligations under split-interest agreements in the accompanying statements of financial position. Amortization of discounts and changes in actuarial assumptions are reflected in the statements of activities and changes in net assets as a change in value of split-interest agreements.

During the year ended December 31, 2019, an irrevocable remainder trust terminated upon the death of the surviving beneficiary. As a result, the remaining trust assets of approximately \$300,000 were distributed to the Fund.

Property and Equipment

All acquisitions and major improvements of property and equipment in excess of \$1,000 are capitalized; maintenance and repairs which do not extend the useful life of the respective assets are expensed. Property and equipment are stated at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives on the property and equipment. Estimated useful lives range from three to seven years.

Fair Value Measurements

The Fund carries certain assets and liabilities at fair value. Fair value is defined as 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 measurement standards also require the Fund to classify these financial instruments into a three-level hierarchy, based on the priority of inputs to the valuation technique. The Fund classifies its financial assets and liabilities according to three levels, and maximizes the use of observable inputs and minimizes the use of unobservable inputs when measuring fair value.

Level 1 – quoted prices in active markets for identical investments.

Level 2 – other significant observable inputs (including quoted prices for similar instruments, interest rates, prepayment speeds, credit risk, etc.).

Level 3 – significant unobservable inputs (including the Fund's own assumptions in determining fair value instruments).

ASIAN PACIFIC FUND
NOTES TO FINANCIAL STATEMENTS
December 31, 2019 and 2018

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fair Value Measurements (continued)

Beneficial interests in charitable trusts are valued using the income approach and market inputs. The net present value of these assets was determined using an investment return rate of 5% - 10%, consistent with the composition of the asset portfolios, single or joint life expectations from the IRS Publication 1457 tables, and a net present value factor of 60% - 73% for the liability for lifetime payments to beneficiaries. Liabilities under the Fund's charitable remainder trusts are considered to be in Level 3 of the fair value hierarchy.

Endowment Funds

Interpretation of Relevant Law

The Board of Directors of the Fund has interpreted California's enacted version of the 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 fund, absent explicit donor stipulations to the contrary. As a result, for those endowment funds which do not have explicit donor stipulations to the contrary the Fund retain in perpetuity (1) the original value of gifts donated to the endowment, (2) the original value of subsequent gifts donated to the endowment, and (3) additions to the endowment in accordance with donor directions. Donor restricted amounts not retained in perpetuity are subject to appropriation for expenditure in a manner consistent with the standard of prudence prescribed by UPMIFA.

In accordance with the State of California's enacted version of UPMIFA, the Fund considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- (1) The duration and preservation of the endowment fund
- (2) The purposes of the Fund and the endowment funds
- (3) General economic conditions
- (4) The possible effect of inflation and deflation
- (5) The expected total return from income and the appreciation of investments
- (6) Other resources of the Fund
- (7) The investment policies of the Fund

Return Objectives and Risk Parameters

The Fund has adopted investment and spending policies for endowment assets that attempt to achieve a growth in principal that will support a continuing rise in charitable distributions from its endowments, avoid a high degree of risk and ensure endowment funds will operate in perpetuity. Accordingly, the investment process seeks to achieve an after-cost total real rate of return, including investment income as well as capital appreciation, which exceeds the annual distribution with acceptable levels of risk.

ASIAN PACIFIC FUND
NOTES TO FINANCIAL STATEMENTS
December 31, 2019 and 2018

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Endowment Funds (continued)

Return Objectives and Risk Parameters (continued)

Endowment assets are invested in a well-diversified asset mix, which includes equity and debt securities that is intended to result in a consistent inflation-protected rate of return that has sufficient liquidity to make an annual distribution of at least 5%, while growing the funds if possible. Actual returns in any given year may vary from this amount. Investment risk is measured in terms of the total endowment fund; investment assets and allocation between asset classes and strategies are managed to not expose the Fund to unacceptable levels of risk.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, the Fund relies on a total return strategy in which investment returns achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Fund 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.

Spending Policy

The spending rate is set each year as part of the annual budget process for the subsequent fiscal year and is calculated every quarter as a percentage of the average endowed fund balance over the previous 36 months. In accordance with donor instructions, this amount is expendable for either general or specific purposes. Appropriations made from the endowments for the years ending December 31, 2019 and 2018 were \$525,987 and \$332,164, respectively, inclusive of administration fees.

Funds with Deficiencies

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the original endowment corpus or amounts required to be maintained by donors or by law (or become “underwater”). Management has interpreted UPMIFA to permit spending from underwater endowments in accordance with prudent measures required under law. At December 31, 2019, funds with original gift values of \$1,373,666, fair values of \$1,087,522, and deficiencies of \$286,144 were reported in net assets with donor restrictions. At December 31, 2018, funds with original gift values of \$7,813,611, fair values of \$7,241,509, and deficiencies of \$572,102 were reported in net assets with donor restrictions. These deficiencies resulted from poor performance of historically held investments during periods of unfavorable market fluctuations and continued spending in line with the Fund’s spending policy.

ASIAN PACIFIC FUND
NOTES TO FINANCIAL STATEMENTS
December 31, 2019 and 2018

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Contributions

Contributions are recorded as with or without donor restrictions, depending on the existence and/or nature of any donor restrictions. Unconditional contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Conditional contributions are recognized as revenue in the period in which the Fund meets the terms of the conditions. Restricted contributions are recorded to recognize donor-imposed or timing restrictions, including bequests and split-interest agreements. In the event that the Fund receives donated securities, the securities are liquidated shortly after receipt. Investments received through gifts are recorded at fair value at the date of donation.

Certain contributions received by the Fund include donor recommendations for use of those contributions and are subject to a variance power agreement approved by the donor. This variance power provides the Fund the ability to modify the use of the contribution in a manner that differs from a donor's original recommendation. As a result of this variance power, such contributions are classified as without donor restrictions for financial statements reporting purposes.

Functional Expenses

The costs of the Fund's various activities have been summarized on a functional basis in the accompanying statements of activities and functional expenses. Expenses are allocated to program and supporting services based on the purpose of each expenditure, services provided for each function, and the respective usage of the Fund's assets. Expenses relating to more than one function are allocated to program service, management and general and fundraising costs based on employee time estimates or other appropriate usage factors.

Grants and Scholarships

Grant and scholarship expenses are recognized in the period the grant or scholarship is approved provided the grant or scholarship is not subject to significant future conditions. Grants and scholarships payable that are expected to be paid after one year are recorded at the present value of expected future payments. Conditional grants and scholarships are recognized as grants and scholarships expense and as grants and scholarships payable in the period in which the grantee or student meets the terms of the conditions. Grants and scholarships are returned to the Fund if certain conditions are not met. Returned grants and scholarships are included as a reduction of grants and scholarship expense in the accompanying statements of activities and changes in net assets.

Income Taxes

The Fund is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and from California franchise taxes under Section 23701d of the Revenue and Taxation Code. In addition, the Fund qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a). However, income from activities not related to the Fund's tax-exempt purpose may be subject to taxation as unrelated business income.

ASIAN PACIFIC FUND
NOTES TO FINANCIAL STATEMENTS
December 31, 2019 and 2018

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Income Taxes (continued)

Each year, management considers whether the Fund has any uncertain tax positions that require recognition in the financial statements, including whether the Fund has engaged in any activities that could affect the Fund's income tax status or result in taxable income. Management believes that any positions the Fund has taken are supported by substantial authority and would more likely than not be sustained upon examination by the applicable taxing authority. Management has determined that the Fund does not have any material uncertain tax positions that require recognition or disclosure in the financial statements.

Recently Issued Accounting Standards

The Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") No. 2016-02, *Leases* (Topic 842) ("ASU 2016-02") for lease accounting to increase transparency and comparability among companies by requiring the recognition of lease assets and lease liabilities by lessees. The new standard will be effective for the Fund for the year ending December 31, 2022, and early adoption is permitted. The Fund is currently evaluating the timing of its adoption and its impact on its financial statements.

3. NEWLY ADOPTED ACCOUNTING STANDARDS

In June 2018, the FASB issued ASU 2018-08, *Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made* (Topic 958). The ASU clarified and improved the scope and accounting guidance around contributions of cash and other assets received and made by all entities, including business entities. The ASU assists entities in (1) evaluating whether transactions should be accounted for as contributions (nonreciprocal transactions), or as exchange (reciprocal) transactions and (2) determining whether a contribution is conditional or unconditional. The adoption of ASU 2018-08 did not have a material effect on the Fund's financial position or results of operations.

ASIAN PACIFIC FUND
NOTES TO FINANCIAL STATEMENTS
December 31, 2019 and 2018

4. LIQUIDITY AND AVAILABILITY OF FINANCIAL RESOURCES

Financial assets available for general expenditures, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date comprise the following at December 31, 2019 and 2018:

	<u>2019</u>	<u>2018</u>
Cash	\$ 687,729	\$ 685,202
Pledges receivable	20,000	16,500
Investments, at fair value	14,580,312	13,352,000
Investments held in charitable remainder trusts, at fair value	<u>359,239</u>	<u>611,101</u>
	<u>15,647,280</u>	<u>14,664,803</u>
Add: Estimated endowment spending rate distributions	309,372	271,600
Add: Distributions from CRT	-	284,349
Less: Net assets with donor restrictions	(13,243,426)	(11,769,636)
Less: Investments held for donor advised funds	(1,624,155)	(2,207,530)
Less: CRT and split interest liabilities	<u>(144,680)</u>	<u>(217,847)</u>
	<u>(14,702,889)</u>	<u>(13,639,064)</u>
Financial assets available for general expenditures within one year	<u>\$ 944,391</u>	<u>\$ 1,025,739</u>

The Fund's endowment funds consist of donor-restricted endowments. Income from donor-restricted endowments is restricted for specific purpose, with the exception of the amounts available for general use. Donor-restricted endowment funds are not available for general expenditure.

As part of the Fund's liquidity management plan, the Fund may invest cash in excess of daily requirements in short term investments, money market funds or mutual funds.

ASIAN PACIFIC FUND
NOTES TO FINANCIAL STATEMENTS
December 31, 2019 and 2018

5. INVESTMENTS AND FAIR VALUE MEASUREMENTS

At December 31, 2019 and 2018, the Fund's investment portfolio and investments by the fair value hierarchy levels consists of the following:

	<u>2019</u>	<u>2018</u>
	<u>Fair Value</u>	<u>Fair Value</u>
	<u>(Level 1)</u>	<u>(Level 1)</u>
Cash and cash equivalents	\$ 164,801	\$ 181,589
Equity securities:		
US large cap equity	5,001,963	3,936,723
EAFE equity	1,779,816	1,744,253
Japanese large cap equity	127,781	203,166
European large cap equity	321,013	474,827
Fixed income:		
US fixed income	3,755,992	3,895,050
Non-US fixed income	1,685,250	1,005,848
Global fixed income	-	110,756
Balanced mutual funds:	1,146,357	1,261,536
Hedge funds:		
Long short equity	115,044	195,181
Multi-strategy	361,897	222,852
Event driven	120,398	-
Major markets	-	120,219
	<u>\$ 14,580,312</u>	<u>\$ 13,352,000</u>

There have been no changes in valuation techniques and related inputs during the years ended December 31, 2019 and 2018.

ASIAN PACIFIC FUND
NOTES TO FINANCIAL STATEMENTS
December 31, 2019 and 2018

6. CHARITABLE REMAINDER TRUSTS AND FAIR VALUE DISCLOSURES

At December 31, 2019 and 2018, investments held in CRT consist of the following:

	<u>2019</u>	<u>2018</u>
Equities:		
US Large cap equity	\$ 143,754	\$ 216,651
EAFE equity	51,783	100,218
European large cap equity	9,176	-
Japanese large cap equity	3,732	11,303
Global equity	-	26,772
Fixed income securities:		
US fixed income	107,573	204,702
Non-US fixed income	37,887	43,929
Cash and cash equivalents	<u>5,334</u>	<u>7,526</u>
	<u>\$ 359,239</u>	<u>\$ 611,101</u>

The following tables present the fair value of the CRT assets and liabilities by fair value hierarchy at December 31, 2019 and 2018. There have been no changes in valuation techniques and related inputs during the years ended December 31, 2019 and 2018.

	<u>2019</u>		
	<u>Level 1</u>	<u>Level 3</u>	<u>Total</u>
Investments held in CRT	\$ 359,239	\$ -	\$ 359,239
Liabilities under CRT	-	(114,670)	(114,670)
Liabilities under split-interest agreements	-	(30,010)	(30,010)
	<u>2018</u>		
	<u>Level 1</u>	<u>Level 3</u>	<u>Total</u>
Investments held in CRT	\$ 611,101	\$ -	\$ 611,101
Liabilities under CRT	-	(190,879)	(190,879)
Liabilities under split-interest agreements	-	(26,968)	(26,968)

ASIAN PACIFIC FUND
NOTES TO FINANCIAL STATEMENTS
December 31, 2019 and 2018

6. CHARITABLE REMAINDER TRUSTS AND FAIR VALUE DISCLOSURES (continued)

The following tables provide a roll forward of the liabilities listed above measured at fair value using significant unobservable inputs (Level 3).

	<u>2019</u>	<u>2018</u>
Liabilities under charitable remainder trusts:		
Beginning balance	\$ 190,879	\$ 248,356
Payments to beneficiaries of charitable remainder trusts	(29,173)	(45,424)
Decrease upon CRT termination	(80,977)	-
Increase (decrease) in value due to change in actuarial life expectancy and fair value of investments	<u>33,941</u>	<u>(12,053)</u>
Ending balance	<u>\$ 114,670</u>	<u>\$ 190,879</u>
Liabilities under split-interest agreements:		
Beginning balance	\$ 26,968	\$ 30,626
Increase (decrease) in liabilities due to change in value of liabilities under charitable remainder trusts	<u>3,042</u>	<u>(3,658)</u>
Ending balance	<u>\$ 30,010</u>	<u>\$ 26,968</u>

7. FURNITURE AND EQUIPMENT, NET

At December 31, 2019 and 2018, furniture and equipment, net consist of the following:

	<u>2019</u>	<u>2018</u>
Furniture	\$ 7,625	\$ 7,625
Equipment	<u>19,427</u>	<u>18,736</u>
	27,052	26,361
Accumulated depreciation	<u>(24,004)</u>	<u>(20,592)</u>
	<u>\$ 3,048</u>	<u>\$ 5,769</u>

Depreciation expense for the years ended December 31, 2019 and 2018 was \$3,412 and \$3,325, respectively.

ASIAN PACIFIC FUND
NOTES TO FINANCIAL STATEMENTS
December 31, 2019 and 2018

8. SCHOLARSHIPS AND GRANTS PAYABLE

The Fund has commitments to various scholars to fund their education. Grant awards require the fulfillment of certain conditions as set forth in the grant agreements.

At December 31, 2019 and 2018, the Fund was liable for awarded scholarships in the amount of \$1,667 and \$32,865, respectively, which were all due in less than one year. As of December 31, 2019 and 2018, the Fund was liable for awarded grants in the amount of \$20,042 and \$614, respectively.

9. NET ASSETS WITH DONOR RESTRICTIONS

At December 31, 2019 and 2018, net assets with donor restrictions are restricted for the following purposes or periods:

	<u>2019</u>	<u>2018</u>
Subject to passage of time:		
Charitable remainder trusts	\$ 212,939	\$ 393,428
Subject to expenditure for specified purpose:		
Financial aid	135,700	142,017
Education programs	491,817	362,838
Grant making	491,902	406,514
	<u>1,119,419</u>	<u>911,369</u>
Endowments:		
Subject to spending policy and appropriation:		
Financial aid	627,263	617,513
Education programs	3,879,923	3,878,923
General purpose	6,318,275	6,318,275
Underwater endowments	(286,144)	(572,102)
	<u>10,539,317</u>	<u>10,242,609</u>
Subject to appropriation and expenditure when specified event occurs:		
Restricted by donors for:		
Financial aid	9,092	-
Education programs	636,938	-
General purpose	725,721	222,230
	<u>1,371,751</u>	<u>222,230</u>
Total endowments	<u>11,911,068</u>	<u>10,464,839</u>
Total net assets with donor restrictions	<u>\$ 13,243,426</u>	<u>\$ 11,769,636</u>

ASIAN PACIFIC FUND
NOTES TO FINANCIAL STATEMENTS
December 31, 2019 and 2018

10. ENDOWMENTS

The Fund's endowments consist of several individual funds established for a variety of purposes. The Fund's endowments includes only donor-restricted endowments.

At December 31, 2019 and 2018, endowment net assets comprises the following:

	<u>2019</u>	<u>2018</u>
Original donor gift amount and amounts required to be maintained in perpetuity by donor	\$ 10,825,461	\$ 10,814,711
Accumulated investment gains (losses)	<u>1,085,607</u>	<u>(349,872)</u>
	<u>\$ 11,911,068</u>	<u>\$ 10,464,839</u>

During the years ended December 31, 2019 and 2018, changes in endowment net assets are as follows:

	<u>2019</u>	<u>2018</u>
Endowment net assets, beginning of year	\$ 10,464,839	\$ 11,452,034
Contributions	10,750	7,871
Investment return, net	1,961,466	(662,902)
Appropriations pursuant to spending policy	<u>(525,987)</u>	<u>(332,164)</u>
Endowment net assets, end of year	<u>\$ 11,911,068</u>	<u>\$ 10,464,839</u>

11. LEASE COMMITMENTS

The Fund occupies its office facilities in San Francisco under an operating lease which expires in December 2022. Rent payments are payable monthly and annually increase in January. Rent expense for the years ended December 31, 2019 and 2018 were \$69,186 and \$67,919, respectively.

During the year, the Fund also leased office equipment under non-cancelable leases which expires in October 2024.

The following is a schedule of minimum lease payments under these operating leases:

<u>Year ending December 31,</u>	<u>Office</u>	<u>Equipment</u>	<u>Total</u>
2020	\$ 71,500	\$ 2,808	\$ 74,308
2021	73,495	2,808	76,303
2022	75,702	2,808	78,510
2023	-	2,808	2,808
2024	<u>-</u>	<u>2,340</u>	<u>2,340</u>
	<u>\$ 220,697</u>	<u>\$ 13,572</u>	<u>\$ 234,269</u>

ASIAN PACIFIC FUND
NOTES TO FINANCIAL STATEMENTS
December 31, 2019 and 2018

12. CONCENTRATIONS

Credit Risk

Financial instruments that potentially subject the Fund to credit risk consist primarily of cash, cash equivalents, and investments. Risks associated with cash and cash equivalents are mitigated by banking with creditworthy institutions. Such balances with any one institution may, at times, be in excess of federally insured amounts (currently \$250,000 per depositor). The Fund has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk.

Investments are managed by an investment advisor and, in general, are exposed to various risks, such as interest rate, credit and overall market volatility. To address the risk of investments, the Fund maintains a diversified portfolio subject to an investment policy that sets out performance criteria, investment guidelines, asset allocation guidelines, and requires review of the investment advisor's performance. This entire process is actively overseen by the Board of Directors. Investments are secured up to the limit set by the Securities Investor Protection Corporation ("SIPC"). As of December 31, 2019 and 2018 the Fund held investments in excess of the SIPC insurance limits (currently \$500,000 per depositor).

Major Donor

During the year ended December 31, 2018, 13% of contribution revenue was received from one donor.

Major Grants and Scholarships Award Recipients

During the year ended December 31, 2019, 43% of grants and scholarships was awarded to two recipients. During the year ended December 31, 2018, 14% of grants and scholarships was awarded to one recipient.

13. SUBSEQUENT EVENTS

The Fund has evaluated subsequent events for potential recognition and/or disclosure through August 4, 2020, the date which the financial statements were available to be issued.

Subsequent to December 31, 2019, the COVID 19 outbreak caused severe disruptions to the U.S. economy, credit and capital markets and funding sources. In March 2020, the State of California ordered the closure of physical locations of every business except those identified in the "critical infrastructure sectors", for what may be an extended period of time. As a result the Fund closed its office and all employees were required to work remotely. The future potential impact of the outbreak includes, impairment of the Fund's ability to raise funds and mobilize volunteers, restriction of the Fund's ability to offer physical programs and events, and disruption of our employees' ability to perform their duties. The financial effect of the potential impact is unknown.

Additionally, subsequent to December 31, 2019, the Fund applied for and received a loan in the amount of \$75,191, under the Coronavirus Aid, Relief, and Economic Security (CARES) Act Paycheck Protection Program. This loan may be forgiven partially or in total based on meeting certain requirements.



CERTIFICATE OF LIABILITY INSURANCE

DATE (MM/DD/YYYY)

1/29/2021

THIS CERTIFICATE IS ISSUED AS A MATTER OF INFORMATION ONLY AND CONFERS NO RIGHTS UPON THE CERTIFICATE HOLDER. THIS CERTIFICATE DOES NOT AFFIRMATIVELY OR NEGATIVELY AMEND, EXTEND OR ALTER THE COVERAGE AFFORDED BY THE POLICIES BELOW. THIS CERTIFICATE OF INSURANCE DOES NOT CONSTITUTE A CONTRACT BETWEEN THE ISSUING INSURER(S), AUTHORIZED REPRESENTATIVE OR PRODUCER, AND THE CERTIFICATE HOLDER.

IMPORTANT: If the certificate holder is an ADDITIONAL INSURED, the policy(ies) must have ADDITIONAL INSURED provisions or be endorsed. If SUBROGATION IS WAIVED, subject to the terms and conditions of the policy, certain policies may require an endorsement. A statement on this certificate does not confer rights to the certificate holder in lieu of such endorsement(s).

PRODUCER Arthur J. Gallagher & Co. Insurance Brokers of CA., Inc. 505 N Brand Blvd, Suite 600 Glendale CA 91203	CONTACT NAME: Elena Ibarra PHONE (A/C No. Ext): 818. 539. 8671 E-MAIL ADDRESS: Elena_Ibarra@ajg.com	FAX (A/C, No): 818. 539. 8771
	INSURER(S) AFFORDING COVERAGE	
License#: 0726293 ASIAPAC-07	INSURER A : Nonprofits' Insurance Alliance of CA	NAIC #
INSURED Asian Pacific Fund 465 California Street, Suite 809 San Francisco, CA 94104	INSURER B : Employers Preferred Insurance Company	10346
	INSURER C :	
	INSURER D :	
	INSURER E :	
	INSURER F :	

COVERAGES

CERTIFICATE NUMBER: 244280525

REVISION NUMBER:

THIS IS TO CERTIFY THAT THE POLICIES OF INSURANCE LISTED BELOW HAVE BEEN ISSUED TO THE INSURED NAMED ABOVE FOR THE POLICY PERIOD INDICATED. NOTWITHSTANDING ANY REQUIREMENT, TERM OR CONDITION OF ANY CONTRACT OR OTHER DOCUMENT WITH RESPECT TO WHICH THIS CERTIFICATE MAY BE ISSUED OR MAY PERTAIN, THE INSURANCE AFFORDED BY THE POLICIES DESCRIBED HEREIN IS SUBJECT TO ALL THE TERMS, EXCLUSIONS AND CONDITIONS OF SUCH POLICIES. LIMITS SHOWN MAY HAVE BEEN REDUCED BY PAID CLAIMS.

INSR LTR	TYPE OF INSURANCE	ADDL INSD	SUBR WVD	POLICY NUMBER	POLICY EFF (MM/DD/YYYY)	POLICY EXP (MM/DD/YYYY)	LIMITS
A	<input checked="" type="checkbox"/> COMMERCIAL GENERAL LIABILITY <input type="checkbox"/> CLAIMS-MADE <input checked="" type="checkbox"/> OCCUR GEN'L AGGREGATE LIMIT APPLIES PER: <input checked="" type="checkbox"/> POLICY <input type="checkbox"/> PRO-JECT <input type="checkbox"/> LOC OTHER:	Y		202003865	7/10/2020	7/10/2021	EACH OCCURRENCE \$ 1,000,000 DAMAGE TO RENTED PREMISES (Ea occurrence) \$ 500,000 MED EXP (Any one person) \$ 20,000 PERSONAL & ADV INJURY \$ 1,000,000 GENERAL AGGREGATE \$ 2,000,000 PRODUCTS - COMP/OP AGG \$ 2,000,000 \$
A	AUTOMOBILE LIABILITY <input type="checkbox"/> ANY AUTO <input type="checkbox"/> OWNED AUTOS ONLY <input type="checkbox"/> SCHEDULED AUTOS <input checked="" type="checkbox"/> HIRED AUTOS ONLY <input checked="" type="checkbox"/> NON-OWNED AUTOS ONLY	Y		202003865	7/10/2020	7/10/2021	COMBINED SINGLE LIMIT (Ea accident) \$ 1,000,000 BODILY INJURY (Per person) \$ BODILY INJURY (Per accident) \$ PROPERTY DAMAGE (Per accident) \$ \$
	UMBRELLA LIAB <input type="checkbox"/> OCCUR EXCESS LIAB <input type="checkbox"/> CLAIMS-MADE DED <input type="checkbox"/> RETENTION \$						EACH OCCURRENCE \$ AGGREGATE \$ \$
B	WORKERS COMPENSATION AND EMPLOYERS' LIABILITY ANY PROPRIETOR/PARTNER/EXECUTIVE OFFICER/MEMBER EXCLUDED? (Mandatory in NH) <input type="checkbox"/> Y/N If yes, describe under DESCRIPTION OF OPERATIONS below		Y	EIG297563001	2/13/2021	2/13/2022	<input checked="" type="checkbox"/> PER STATUTE <input type="checkbox"/> OTH-ER E.L. EACH ACCIDENT \$ 1,000,000 E.L. DISEASE - EA EMPLOYEE \$ 1,000,000 E.L. DISEASE - POLICY LIMIT \$ 1,000,000

DESCRIPTION OF OPERATIONS / LOCATIONS / VEHICLES (ACORD 101, Additional Remarks Schedule, may be attached if more space is required)

Nonprofits' Insurance Alliance of CA - A.M. Best #: 011845

Policy: CRIME
 Policy#: 202003865PROP
 Carrier: Nonprofits' Insurance Alliance of CA
 Policy Term: 7/10/2020 To 7/10/2021
 Employee theft: Limit: \$100,000 / Deductible: \$500
 Forgery or Alteration: Limit: \$2,500 / Deductible: \$500
 See Attached...

CERTIFICATE HOLDER**CANCELLATION**

City & County of San Francisco, Its officers, agents and employees
 City Hall, Room 362
 1 Dr. Carlton B. Goodlett Place
 San Francisco CA 94102

SHOULD ANY OF THE ABOVE DESCRIBED POLICIES BE CANCELLED BEFORE THE EXPIRATION DATE THEREOF, NOTICE WILL BE DELIVERED IN ACCORDANCE WITH THE POLICY PROVISIONS.

AUTHORIZED REPRESENTATIVE

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ADDITIONAL REMARKS SCHEDULE

AGENCY Arthur J. Gallagher & Co.		NAMED INSURED Asian Pacific Fund 465 California Street, Suite 809 San Francisco, CA 94104	
POLICY NUMBER		EFFECTIVE DATE:	
CARRIER	NAIC CODE		

ADDITIONAL REMARKS

THIS ADDITIONAL REMARKS FORM IS A SCHEDULE TO ACORD FORM,
FORM NUMBER: 25 **FORM TITLE:** CERTIFICATE OF LIABILITY INSURANCE

City and County of San Francisco, its Officers, Agents, and Employees are named additional insured under General Liability/Automobile Liability Coverage with respect to the operations of the named insured. Waiver of Subrogation on Workers Compensation applies in favor of Additional insured. Such insurance is Primary and Non-Contributory.

WAIVER OF OUR RIGHT TO RECOVER FROM OTHERS ENDORSEMENT-CALIFORNIA

We have the right to recover our payments from anyone liable for an injury covered by this policy. We will not enforce our right against the person or organization named in the Schedule. (This agreement applies only to the extent that you perform work under a written contract that requires you to obtain this agreement from us.)

You must maintain payroll records accurately segregating the remuneration of your employees while engaged in the work described in the Schedule.

The additional premium for this endorsement shall be 0 % of the California workers' compensation premium otherwise due on such remuneration.

Schedule

Person or Organization

Job Description

CITY & COUNTY OF SAN FRANCISCO
CITY HALL, ROOM 362
1 DR CARLTON B GOODLETT PL
SAN FRANCISCO CA 94102

The charge for this endorsement is \$ 250

This endorsement changes the policy to which it is attached and is effective on the date issued unless otherwise stated.
(The information below is required only when this endorsement is issued subsequent to preparation of the policy.)

This endorsement, effective 02/13/2021 at 12:01 AM standard time, forms a part of
Policy No. EIG 2975630 01 Of the EMPLOYERS PREFERRED INS. CO.
Carrier Code 00920

Issued to ASIAN PACIFIC FUND

Endorsement No.

Premium

Countersigned at _____ on _____ By:  _____

Authorized Representative

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

ADDITIONAL INSURED – DESIGNATED PERSON OR ORGANIZATION

This endorsement modifies insurance provided under the following:

COMMERCIAL GENERAL LIABILITY COVERAGE PART

SCHEDULE

Name Of Additional Insured Person(s) Or Organization(s):

Any person or organization that you are required to add as an additional insured on this policy, under a written contract or agreement currently in effect, or becoming effective during the term of this policy. The additional insured status will not be afforded with respect to liability arising out of or related to your activities as a real estate manager for that person or organization.

Information required to complete this Schedule, if not shown above, will be shown in the Declarations.

- A. Section II – Who Is An Insured** is amended to include as an additional insured the person(s) or organization(s) shown in the Schedule, but only with respect to liability for "bodily injury", "property damage" or "personal and advertising injury" caused, in whole or in part, by your acts or omissions or the acts or omissions of those acting on your behalf:
1. In the performance of your ongoing operations; or
 2. In connection with your premises owned by or rented to you.

However:

1. The insurance afforded to such additional insured only applies to the extent permitted by law; and
2. If coverage provided to the additional insured is required by a contract or agreement, the insurance afforded to such additional insured will not be broader than that which you are required by the contract or agreement to provide for such additional insured.

- B. With respect to the insurance afforded to these additional insureds, the following is added to Section III – Limits Of Insurance:**

If coverage provided to the additional insured is required by a contract or agreement, the most we will pay on behalf of the additional insured is the amount of insurance:

1. Required by the contract or agreement; or
2. Available under the applicable Limits of Insurance shown in the Declarations; whichever is less.

This endorsement shall not increase the applicable Limits of Insurance shown in the Declarations.

**BUSINESS AUTO COVERAGE
ADDITIONAL INSURED/LOSS PAYEE EXTENSION**

POLICY NUMBER: 2020-03865-NPO

Schedule AI

NAME OF INSURED: Asian Pacific Fund

Page 1

**ADDITIONAL INSUREDS /
LOSS PAYEE**

Additional Insured - NIAC A1

City & County of San Francisco, its officers, agents and employees

One Carlton B. Goodlett Place, Room 362

San Francisco, CA 94102

As respects vehicle(s): N/A

Additional Insured - NIAC A1

City and County of San Francisco; Its officers, agents and employees

850 Bryant St., Rm. 458

San Francisco, CA 94103

As respects vehicle(s): N/A

COUNTERSIGNED: 6/22/2020

BY



(AUTHORIZED REPRESENTATIVE)

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

**ADDITIONAL INSURED
PRIMARY AND NON-CONTRIBUTORY
ENDORSEMENT FOR PUBLIC ENTITIES**

This endorsement modifies insurance provided under the following:

COMMERCIAL GENERAL LIABILITY COVERAGE PART

SCHEDULE

Name of Person or Organization:
--

A. Section II – WHO IS AN INSURED is amended to include:

4. Any public entity as an additional insured, and the officers, officials, employees, agents and/or volunteers of that public entity, as applicable, who may be named in the Schedule above, when you have agreed in a written contract or written agreement presently in effect or becoming effective during the term of this policy, that such public entity and/or its officers, officials, employees, agents and/or volunteers be added as an additional insured(s) on your policy, but only with respect to liability for “bodily injury”, “property damage” or “personal and advertising injury” caused, in whole or in part, by:
- a. Your negligent acts or omissions; or
 - b. The negligent acts or omissions of those acting on your behalf;

in the performance of your ongoing operations.

No such public entity or individual is an additional insured for liability arising out of the sole negligence by that public entity or its designated individuals. The additional insured status will not be afforded with respect to liability arising out of or related to your activities as a real estate manager for that person or organization.

B. Section III – LIMITS OF INSURANCE is amended to include:

8. The limits of insurance applicable to the public entity and applicable individuals identified as an additional insured(s) pursuant to Provision A.4. above, are those specified in the written contract between you and that public entity, or the limits available under this policy, whichever are less. These limits are part of and not in addition to the limits of insurance under this policy.

C. With respect to the insurance provided to the additional insured(s), Condition 4. Other Insurance of SECTION IV – COMMERCIAL GENERAL LIABILITY CONDITIONS is replaced by the following:

4. Other Insurance

a. Primary Insurance

This insurance is primary if you have agreed in a written contract or written agreement:

- (1) That this insurance be primary. If other insurance is also primary, we will share with all that other insurance as described in **c.** below; or

- (2) The coverage afforded by this insurance is primary and non-contributory with the additional insured(s)' own insurance.

Paragraphs (1) and (2) do not apply to other insurance to which the additional insured(s) has been added as an additional insured or to other insurance described in paragraph **b.** below.

b. Excess Insurance

This insurance is excess over:

1. Any of the other insurance, whether primary, excess, contingent or on any other basis:
 - (a) That is Fire, Extended Coverage, Builder's Risk, Installation Risk or similar coverage for "your work";
 - (b) That is fire, lightning, or explosion insurance for premises rented to you or temporarily occupied by you with permission of the owner;
 - (c) That is insurance purchased by you to cover your liability as a tenant for "property damage" to premises temporarily occupied by you with permission of the owner; or
 - (d) If the loss arises out of the maintenance or use of aircraft, "autos" or watercraft to the extent not subject to Exclusion **g.** of **SECTION I – COVERAGE A – BODILY INJURY AND PROPERTY DAMAGE.**
 - (e) Any other insurance available to an additional insured(s) under this Endorsement covering liability for damages which are subject to this endorsement and for which the additional insured(s) has been added as an additional insured by that other insurance.
- (1) When this insurance is excess, we will have no duty under Coverages **A** or **B** to defend the additional insured(s) against any "suit" if any other insurer has a duty to defend the additional insured(s) against that "suit". If no other insurer defends, we will undertake to do so, but we will be entitled to the additional insured(s)' rights against all those other insurers.
- (2) When this insurance is excess over other insurance, we will pay only our share of the amount of the loss, if any, that exceeds the sum of:
 - (a) The total amount that all such other insurance would pay for the loss in the absence of this insurance; and
 - (b) The total of all deductible and self-insured amounts under all that other insurance.
- (3) We will share the remaining loss, if any, with any other insurance that is not described in this **Excess Insurance** provision and was not bought specifically to apply in excess of the Limits of Insurance shown in the Declarations of this Coverage Part.

c. Methods of Sharing

If all of the other insurance available to the additional insured(s) permits contribution by equal shares, we will follow this method also. Under this approach each insurer contributes equal amounts until it has paid its applicable limit of insurance or none of the loss remains, whichever comes first.

If any other the other insurance available to the additional insured(s) does not permit contribution by equal shares, we will contribute by limits. Under this method, each insurer's share is based on the ratio of its applicable limit of insurance to the total applicable limits of insurance of all insurers.