Consolidated Financial Statements and Report of Independent Certified Public Accountants

Experimental Aircraft Association, Inc. and EAA Aviation Foundation, Inc.

February 28, 2026 and 2025

Contents

GRANT THORNTON LLP
2501 E. Enterprise Ave., Suite 300
Appleton, WI 54913

D +1 920 968 6700
F +1 920 968 6719

REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

Board of Directors
Experimental Aircraft Association, Inc.
Board of Trustees
EAA Aviation Foundation, Inc.

Opinion

We have audited the consolidated financial statements of Experimental Aircraft Association, Inc. and EAA Aviation Foundation, Inc. (the "Entity"), which comprise the consolidated statements of financial position as of February 28, 2026 and 2025, and the related consolidated statements of activities and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Entity as of February 28, 2026 and 2025, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for opinion

We conducted our audits of the consolidated financial statements in accordance with auditing standards generally accepted in the United States of America (US 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 Entity and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of management for the financial statements

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Entity's ability to continue as a going concern for one year after the date 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 consolidated 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 US 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 consolidated financial statements.

In performing an audit in accordance with US GAAS, we:

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

Supplementary information
Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating statements of financial position as of February 28, 2026 and 2025; consolidating statements of activities for the years ended February 28, 2026 and 2025; Experimental Aircraft Association, Inc.'s consolidated statements of financial position as of February 28, 2026 and 2025; Experimental Aircraft Association Inc.'s consolidated statements of activities for the years ended February 28, 2026 and 2025; EAA Aviation Foundation, Inc.'s statements of financial position as of February 28, 2026 and 2025; and EAA Aviation Foundation, Inc.'s statements of activities for the years ended February 28, 2026 and 2025, are presented for purposes of additional analysis, rather than to present the financial position and results of operations of the individual entities and are not a required part of the consolidated financial statements. Such supplementary information is the responsibility of management and was derived from and relates

Grant Thornton

directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audits of the consolidated financial statements and certain additional procedures. These additional procedures included comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with US GAAS. In our opinion, the consolidating information is fairly stated, in all material respects, in relation to the consolidated financial statements as a whole.

Grant Thornton LLP

Appleton, Wisconsin
June 24, 2026

Experimental Aircraft Association, Inc. and EAA Aviation Foundation, Inc.

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

February 28,

	2026	2025
ASSETS		
Current assets		
Cash and cash equivalents	$ 16,742,058	$ 11,568,059
Accounts receivable, less allowance for credit losses of $39,428 and $70,049 at February 28, 2026 and 2025, respectively	574,280	509,922
Current portion of pledges receivable, less allowance for uncollectible pledges of $36,593 and $35,487 at February 28, 2026 and 2025, respectively	26,611	522,686
Inventories, net	1,949,008	1,512,694
Prepaid expenses	1,939,478	1,783,564
Total current assets	21,231,435	15,896,925
Investments - at fair value	79,412,110	69,100,476
Property and equipment		
Land improvements	9,145,876	8,790,941
Buildings	30,234,060	29,723,065
Leasehold improvements	25,183,355	24,867,295
Office furniture and fixtures	3,904,311	3,964,000
Computer equipment and software	7,720,525	7,850,611
Transportation and maintenance equipment	3,692,766	3,972,921
Museum display equipment	3,056,439	3,086,935
Aircraft equipment	151,159	151,159
Aircraft parts	1,229,188	1,129,731
Film library	152,574	152,574
Flyable aircraft	6,570,566	6,823,458
Total property and equipment	91,040,819	90,512,690
Less accumulated depreciation and amortization	50,928,047	49,940,676
	40,112,772	40,572,014
Land	4,461,413	4,461,413
Capital addition projects in progress	885,557	593,024
Net property and equipment	45,459,742	45,626,451
Other assets		
Operating lease right-of-use asset, net	480,470	610,935
Finance lease right-of-use asset, net	15,197	43,840
Collections	14,577,470	13,124,477
Beneficial interest in perpetual trust	4,409,608	3,902,306
Beneficial interest in split-interest agreements	234,326	213,467
Cash value of life insurance	72,724	70,741
Other noncurrent assets	23,203	-
Total other assets	19,812,998	17,965,766
Total assets	$ 165,916,285	$ 148,589,618

The accompanying notes are an integral part of these consolidated financial statements.

Experimental Aircraft Association, Inc. and EAA Aviation Foundation, Inc.

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION - CONTINUED

February 28,

	2026	2025
LIABILITIES AND NET ASSETS		
Current liabilities		
Current portion of long-term debt	$ 600,000	$ 600,000
Current portion of gift annuity liability	10,124	10,124
Accounts payable	1,460,874	1,884,558
Accounts payable - related parties	49,799	38,219
Accrued expenses and other payables	2,267,848	2,103,043
Current portion of unearned income	11,694,407	11,211,668
Current portion of operating lease obligations	175,625	248,129
Current portion of finance lease obligations	15,588	30,348
Total current liabilities	16,274,265	16,126,089
Operating lease obligations, less current portion	235,684	280,496
Finance lease obligations, less current portion	11	15,591
Long-term debt, less current portion	1,000,000	1,600,000
Gift annuity liability, less current portion	126,397	127,787
Unearned income, less current portion	10,485,772	10,606,534
Total liabilities	28,122,129	28,756,497
Net assets		
Without donor restrictions	92,488,971	81,661,209
With donor restriction	45,305,185	38,171,912
Total net assets	137,794,156	119,833,121
Total liabilities and net assets	$ 165,916,285	$ 148,589,618

The accompanying notes are an integral part of these consolidated financial statements.

Experimental Aircraft Association, Inc. and EAA Aviation Foundation, Inc.

CONSOLIDATED STATEMENT OF ACTIVITIES

For the year ended February 28, 2026

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, gains and other support			
Membership dues and subscriptions	$ 7,009,673	$ -	$ 7,009,673
Advertising	2,222,018	-	2,222,018
Rentals	6,299,239	-	6,299,239
Admissions and registrations	18,913,071	-	18,913,071
Merchandise sales	5,179,024	-	5,179,024
Commissions and royalties	2,720,106	-	2,720,106
Investment return	5,391,128	5,332,961	10,724,089
Change in beneficial interests	-	528,160	528,160
Administrative fees	1,577,397	-	1,577,397
Donations, cash and pledges	5,199,955	5,412,155	10,612,110
Donations, contributed services and property	3,674,117	12,726	3,686,843
Donations, sponsorship	2,683,529	-	2,683,529
Gain on disposal of property and equipment	4,461	-	4,461
Miscellaneous	1,162,719	-	1,162,719
Net assets released from restrictions	4,178,137	(4,178,137)	-
Total revenues, gains and other support	66,214,574	7,107,865	73,322,439
Expenses			
AirVenture expenses	17,861,165	-	17,861,165
Membership services	7,039,456	-	7,039,456
Other program expenses	20,633,221	-	20,633,221
Management and general	6,844,627	-	6,844,627
Fundraising	3,008,343	(25,408)	2,982,935
Total expenses	55,386,812	(25,408)	55,361,404
CHANGE IN NET ASSETS	10,827,762	7,133,273	17,961,035
Net assets at beginning of year	81,661,209	38,171,912	119,833,121
Net assets at end of year	$ 92,488,971	$ 45,305,185	$ 137,794,156

The accompanying notes are an integral part of this consolidated financial statement.

Experimental Aircraft Association, Inc. and EAA Aviation Foundation, Inc.

CONSOLIDATED STATEMENT OF ACTIVITIES

For the year ended February 28, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, gains and other support			
Membership dues and subscriptions	$ 6,910,906	$ -	$ 6,910,906
Advertising	2,383,892	-	2,383,892
Rentals	6,410,570	-	6,410,570
Admissions and registrations	17,617,361	-	17,617,361
Merchandise sales	4,747,474	-	4,747,474
Commissions and royalties	2,777,770	-	2,777,770
Investment return	3,082,884	2,416,708	5,499,592
Change in beneficial interests	-	368,908	368,908
Administrative fees	1,740,298	-	1,740,298
Donations, cash and pledges	5,412,436	4,154,817	9,567,253
Donations, contributed services and property	2,462,099	15,960	2,478,059
Donations, sponsorship	2,585,929	-	2,585,929
Loss on disposal of property and equipment	(1,507)	-	(1,507)
Miscellaneous	899,661	-	899,661
Net assets released from restrictions	3,740,973	(3,740,973)	-
Total revenues, gains and other support	60,770,746	3,215,420	63,986,166
Expenses			
AirVenture expenses	16,136,205	-	16,136,205
Membership services	6,890,507	-	6,890,507
Other program expenses	20,979,606	-	20,979,606
Management and general	6,539,205	-	6,539,205
Fundraising	2,366,063	(60,073)	2,305,990
Total expenses	52,911,586	(60,073)	52,851,513
CHANGE IN NET ASSETS	7,859,160	3,275,493	11,134,653
Net assets at beginning of year	73,802,049	34,896,419	108,698,468
Net assets at end of year	$ 81,661,209	$ 38,171,912	$ 119,833,121

The accompanying notes are an integral part of this consolidated financial statement.

Experimental Aircraft Association, Inc. and EAA Aviation Foundation, Inc.

CONSOLIDATED STATEMENTS OF CASH FLOWS

For the years ended February 28,

	2026	2025
Cash flows from operating activities:		
Change in net assets	$ 17,961,035	$ 11,134,653
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization of property and equipment	2,720,283	2,724,227
Amortization of right-of-use financing leases	28,643	28,643
(Gain) loss on disposal of property and equipment	(4,461)	14,516
Donations of collections	(1,280,100)	(1,140,000)
Donations of property and equipment	-	(311,118)
Donations of investments	(739,066)	(58,683)
Gain on investments	(8,561,079)	(3,448,465)
Change in beneficial interests	(528,161)	(368,907)
Changes in operating assets and liabilities:		
Accounts receivable	(64,358)	176,814
Pledges receivable	496,075	696,114
Inventories, net	(436,314)	(202,131)
Prepaid expenses	(155,914)	179,988
Other noncurrent assets	(23,203)	-
Accounts payable	(458,790)	256,886
Accounts payable - related parties	11,580	(415,652)
Accrued expenses and other payables	163,415	(49,425)
Unearned income	361,977	1,044,590
Change in operating right-of-use assets and lease obligations, net	13,149	(47,735)
Net cash provided by operating activities	9,504,711	10,214,315
Cash flows from investing activities:		
Proceeds from sale of investments	23,569,553	18,985,098
Purchases of investments	(24,581,042)	(23,537,548)
Purchases of property and equipment	(2,686,900)	(2,909,047)
Proceeds from disposal of property and equipment	-	2,903
Increase in cash value of life insurance	(1,983)	(3,391)
Net cash used in investing activities	(3,700,372)	(7,461,985)
Cash flows from financing activities:		
Payments of long-term debt	(600,000)	(600,000)
Payments on finance lease obligations	(30,340)	(29,295)
Net cash used in financing activities	(630,340)	(629,295)
NET INCREASE IN CASH AND CASH EQUIVALENTS	5,173,999	2,123,035
Cash and cash equivalents at beginning of year	11,568,059	9,445,024
Cash and cash equivalents at end of year	$ 16,742,058	$ 11,568,059
Supplemental disclosure of cash flow information:		
Interest paid	$ 82,463	$ 126,499
Non-cash investing and financing activities:		
Operating lease right-of-use assets acquired with operating lease obligations	$ 149,226	$ 367,344
Purchases of property and equipment in accounts payable	35,106	-

The accompanying notes are an integral part of these consolidated financial statements.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Experimental Aircraft Association, Inc. (the “Association”) is a membership organization dedicated to growing participation in aviation by promoting the “Spirit of Aviation”; cooperating with and assisting governmental agencies in the development of programs related to aviation activities; promoting and encouraging aviation safety in the design, construction and operation of all types of aircraft; and promoting and encouraging grass roots efforts relating to aviation research and development. The Association accomplishes its mission by providing aviation-related education programs and services, encouraging and supporting clear pathways that ignite and nurture interest, providing a welcoming and supportive environment, creating opportunities to participate in all aspects of aviation, fostering the camaraderie and community of aviators and enthusiasts, and making aviation more accessible. Each year the Association holds its annual convention and fly-in, AirVenture, in Oshkosh, Wisconsin. AirVenture’s primary purpose is aviation-oriented education. AirVenture hosts 962 exhibitors and more than 1,600 workshops, forums and special events during the weeklong event in pursuit of that goal.

The purpose of the EAA Aviation Foundation, Inc. (the “Foundation”) is to receive, hold and invest endowment funds, and remit earnings therefrom to support the Association in promoting aviation education, safety and technology. The Foundation also owns and maintains certain buildings and museum assets to benefit the educational, charitable and scientific purpose of the Association.

A summary of the Association’s and Foundation’s significant accounting policies applied in the preparation of the accompanying consolidated financial statements follows.

Principles of Consolidation

The consolidated financial statements as of and for the years ended February 28, 2026 and 2025, include the accounts of the Association and the Foundation, and the Association’s subsidiaries, Blue Sky Holdings, LLC and EAA STC, LLC. All significant intercompany balances and transactions have been eliminated in consolidation.

Use of Estimates

In preparing consolidated financial statements in conformity with accounting principles generally accepted in the United States of America (“U.S. GAAP”), management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of the consolidated statements of cash flows, the Association and the Foundation consider all highly liquid debt instruments purchased with original maturities of three months or less to be cash equivalents.

The Association and the Foundation have cash and cash equivalents deposited with financial institutions in which the balances may at times exceed the Federal Deposit Insurance Corporation insured limit. The Association and the Foundation have not experienced any losses in such accounts and management believes it is not exposed to any significant credit risk.

Accounts Receivable

Receivables are stated net of any allowance for credit losses. The allowance for credit losses is determined by considering the number of days past due, collection history and any specific circumstances related to an individual account. Accounts receivable are written off when they become uncollectible and payments subsequently received are credited to the allowance for credit losses.

Accounts receivable and allowance for credit losses as of March 1, 2024 was $686,736 and $49,531, respectively.

Pledges Receivable

Promises to give that are expected to be collected within one year are recorded at net realizable value. Promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed at the estimated risk-free interest rate applicable to the years in which the amounts promised are expected to be received. Amortization of these discounts is included in donations revenue.

Inventories

Inventories consist of merchandise goods, print shop materials, office supplies and aircraft spare parts. Merchandise goods, print shop materials and office supplies are determined by the average-cost method. Aircraft spare parts are valued at cost.

Investments

Investment transactions are recorded on the trade date. Realized gains and losses on the sale of investments are calculated on the basis of specific identification of the securities sold. Unrealized gains and losses are included in the change in net assets. Investment management fees are classified as a reduction in investment return for financial reporting purposes.

Investment securities are exposed to various risks including, but not limited to, interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term.

Property and Equipment

Property and equipment are recorded at cost or, if donated, at the estimated fair value at the date of donation, and are depreciated and amortized using straight-line methods for book purposes over estimated useful lives. The lives used for depreciation and amortization purposes are as follows:

Land improvements	40 years
Buildings	40 years
Flyable aircraft	35 years
Office furniture and fixtures	7 years
Computer equipment and software	3 years
Transportation and maintenance equipment	5 to 7 years
Museum display equipment	12 years
Aircraft parts	Dependent on aircraft flight hours
Aircraft equipment	5 to 7 years
Film library	8 years

Leasehold improvements are depreciated over the lesser of their useful life or lease term.

Collections

The Foundation, together with the Association, maintain a collection of historic artifacts and archival materials related to the history of recreational aviation including aircraft, engines, aircraft components, books, periodicals, photographs, video and other artifacts. Collections are held for public exhibition, education or research. The Foundation and Association acquire their collections by purchase or by donation.

Costs to acquire or restore collections are accumulated. Donated items are recorded at the estimated fair value as of the date of donation. Such values are meant to represent the intrinsic value of the item. Library items are recorded at cost when purchased or at fair value when donated. In accordance with U.S. GAAP, inexhaustible collections are not depreciated. Adjustments are recorded as required to reduce the collection to the lower of cost or fair value.

Net Assets

Net assets, revenues, gains and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

<u>Net Assets Without Donor Restrictions</u>

Net assets available for general use in general operations and not subject to donor restrictions. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve and board-designated endowment.

<u>Net Assets With Donor Restrictions</u>

Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue when the assets are placed in service. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Beneficial Interest in Perpetual Trust

The Foundation is the beneficiary of a trust created by one donor. The assets of the trust are not now and are never intended to be the property of the Foundation. The Foundation has an irrevocable right to a portion of the net income of the trust. The Foundation has no right pursuant to the terms of the governing trust instrument to determine or affect trust instruments, to remove or appoint the trustee(s), or to request distributions of income or principal. As required under U.S. GAAP, the Foundation is required to record its interest in the trust at fair value and classify it as net assets with donor restrictions. Distributions received from the trust are recorded as investment return within net assets with donor restrictions and the change in fair value is recorded as gains or losses within net assets with donor restriction. Distributions received from the trust totaled $76,186 and $71,849 for the years ended February 28, 2026 and 2025, respectively.

Revenue Recognition

The Association and Foundation recognize revenue in accordance with Accounting Standards Codification (“ASC”) Topic 606, *Revenue from Contracts with Customers* (“ASC 606”). The Association recognizes revenue when control of the promised goods or services are transferred to outside parties in an amount that reflects the consideration the Association expects to be entitled to in exchange for those goods or services. The Association has identified membership dues and subscriptions, advertising fees, rentals, admissions and registrations, merchandise sales, commissions and royalties, and administrative fees as revenue categories subject to ASC 606. Generally, advance receipts are deferred to the applicable period when performance obligations are met, and receivables are generally due 30 days from the invoice date.

A description of the Association's revenue categories accounted for under ASC 606 follows:

Membership dues and subscription revenues are recognized on a straight-line ratable basis over the terms of the various memberships. Memberships are most often purchased for a single year, but can be purchased for multiple years. Membership dues, which include subscriptions, and amounts received in advance are deferred to the applicable period. See Note G for discussion of unearned income. Subscription revenue is allocated based on comparable aviation publication market pricing and frequency. Membership dues revenue is allocated based on membership benefits received.

Advertising fees are recognized in the period in which the production costs are incurred for the related publication.

Events (including AirVenture) benefiting the Association and Foundation have various revenue streams, including admissions, registrations and rentals. Revenues from these events are recognized when the event occurs. Advance receipts from these events are deferred until the time of the event.

Merchandise sales are recognized when the sale occurs at the point of purchase.

Commissions and royalties are recognized over time as performance obligations are satisfied per each contract.

Administrative fees are recognized over time as performance obligations are satisfied per each contract. The promised services that meet the distinct criteria are combined with services that are substantially the same into one performance obligation as a series that have the same pattern of transfer. As such, revenue for those performance obligations is generally recognized as services are performed.

Revenue is recognized net of any taxes collected from customers, which are subsequently remitted to governmental authorities.

Contributions

Contributions are recognized when cash, securities, or other assets; unconditional promises to give; or a notification of a beneficial interest is received. The Association and Foundation report contributions, including promises to give, as restricted support if they are received with donor stipulations that restrict the use of the donated assets. Conditional promises to give are recognized when the conditions on which they depend have been substantially met. Contributions that have restrictions that are met during the same year the contributions are received are recorded as net assets without donor restriction donation revenue. Contributions and pledges receivable are recorded at the present value of future estimated cash flows and net of an allowance for uncollectible contributions and pledges.

Sponsorship income is recognized as contributions when the Association or Foundation has substantially met conditions in accordance with the terms of the sponsorship agreement. Sponsorships support many programs, including AirVenture, and are recorded in the applicable period when the program activity or event takes place. Advance receipts for a future activity or events taking place in a subsequent fiscal year are included in unearned income and were $348,809 and $289,086 for the years ended February 28, 2026 and 2025, respectively.

Special events revenue is recorded equal to the fair value of the direct benefits to donors, and contribution revenue is recognized for the excess received when the event takes place.

In-Kind Donations

The Association and Foundation receive significant donations of professional services and other items, including equipment and supplies, property and rentals at no cost. The estimated value of the donated services and other items received was $3,686,843 and $2,478,059 for the years ended February 28, 2026 and 2025, respectively. These amounts have been included in revenues, gains and other support, and expenses have been increased by a like amount in the consolidated statements of activities.

February 28,	2026	2025
Professional services	$ 850,233	$ 451,890
Equipment and supplies	334,408	341,484
Rentals	385,044	329,826
Property	1,378,092	1,296,176
Shares of stock	739,066	58,683
	$ 3,686,843	$ 2,478,059

Donations of professional services are valued and are reported at their estimated fair value in the financial statements based on current market rates for similar professionals.

Donations of other items, which includes equipment and supplies, property, rentals, and other items that would normally be purchased, are reported as contributions at their estimated fair value on the date of receipt and reported as expense when utilized. These donations are valued based upon estimates of fair market or wholesale values that would be received for selling the goods in their principal market considering their condition and utility for use at the time the goods are contributed by the donor. In-kind donations are not sold and are only available for program use.

In addition, volunteers have donated significant amounts of time to the Association in various capacities, which have not been reflected in the consolidated financial statements since they do not meet the criteria for recognition.

Functional Expenses

The costs of providing program and other activities have been summarized on a functional basis in the consolidated statements of activities. Accordingly, certain costs have been allocated among programs and supporting services benefited. Such costs include wages, benefits, professional services, administrative expenses, information technology, marketing, postage, printing, equipment rental, insurance, maintenance, occupancy, depreciation and others. These expenses are allocated on the basis of headcount, time and effort, activity-based metrics, square footage, resources used, or on the basis of the total direct cost of the benefiting program. See Note O.

Advertising Costs

The Association and the Foundation expense advertising costs as they are incurred. Advertising expense was approximately $707,000 and $660,000 for the years ended February 28, 2026 and 2025, respectively.

Income Taxes

The Association has received a determination letter from the Internal Revenue Service (“IRS”), dated November 3, 1993, stating that it is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code (“IRC”). The Foundation has received a determination letter from the IRS, dated October 30, 1964, stating that it is exempt from federal income tax under Section 501(c)(3) of the IRC. The Association and Foundation pay unrelated business income tax on certain of its activities, which are deemed to be unrelated to its exempt purpose.

As required by the uncertain tax position guidance, the Association and the Foundation recognize the financial statement benefit of a tax position only after determining that the relevant tax authority would more likely than not sustain the position following an audit. For tax positions meeting the more-likely-than-not threshold, the amount recognized in the financial statements is the largest benefit that has a greater than 50% likelihood of being realized upon ultimate settlement with the relevant tax authority. The Association and the Foundation applied the uncertain tax position guidance to all tax positions for which the statute of limitations remained open and determined there were no material unrecognized tax benefits as of February 28, 2026 and 2025.

There were no material interest or penalties related to income tax that have been accrued or recognized as of and for the years ended February 28, 2026 and 2025.

Leases

The Association records leases in accordance with ASC Topic 842, *Leases (Topic 842)*. The Association has also elected to not record leases whose total payments are less than $1,000 over the term of the lease in accordance with Topic 842.

The Association determines whether an agreement is, or contains, a lease at inception. If a lease exists, then the agreement is reviewed to determine lease classification. The lease term used in this review may include the effect of options to extend or terminate the lease when it is reasonably certain that the option will be exercised. The Association accounts for lease and nonlease components as separate components. The Association believes that allocating consideration to lease and nonlease components based on quoted contract prices is not materially different than allocating the consideration based on separate stand-alone selling prices, and thus quoted contract prices are used.

The Association’s existing lease arrangements consist of both operating leases and finance leases. Leases that have commenced are included as right-of-use (“ROU”) assets and as lease liabilities on the statements of financial position. Classification of lease liabilities as either current or noncurrent is based on the expected timing of payments due under the leasing agreements.

ROU assets represent the Association’s right to use an underlying asset for the lease term and lease liabilities represent the Association’s obligation to make lease payments arising from the lease. Lease liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. When determining the present value of the lease payments, the Association uses the interest rate implicit in the lease if known. If not, an incremental borrowing rate over the remaining lease term is used, for which the Association has elected to use the risk-free rate as a practical expedient. ROU assets are recognized at the lease commencement date based on the initial measurement of the corresponding lease liabilities and then adding initial direct costs incurred and lease payments made at or before the commencement date, and subtracting lease incentives received from the lessor.

At the commencement of a lease, the Association only includes the initial lease term unless the option to extend is reasonably certain. The Association has elected to not record leases with a term of 12 months or less in accordance with Topic 842. The Association recognizes lease expense for these short-term leases on a straight-line basis over the lease term. For all other operating leases, the Association recognizes lease expense on a straight-line basis, taking into account any adjustments made to the ROU asset.

New Accounting Pronouncements

In September 2025, the Financial Accounting Standards Board (FASB) issued ASU 2025-06, *Intangibles—Goodwill and Other—Internal-Use Software (Subtopic 350-40): Targeted Improvements to the Accounting for Internal-Use Software*. The amendments modernize the guidance for internal-use software by (1) removing prescriptive development stages and introducing a principles-based approach, (2) requiring capitalization of software development costs when management has authorized and committed to funding the project and it is probable the project will be completed and the software will be used for its intended purpose (the “probable-to-complete” threshold), (3) consolidating website development cost guidance from ASC 350-50 into ASC 350-40, and (4) clarifying disclosure requirements for internal-use software, including those in ASC 360-10. The amendments are effective for annual reporting periods beginning after December 15, 2027, including interim periods within those years. Early adoption is permitted. Transition may be applied on a prospective, retrospective, or modified retrospective basis. Management is in the process of evaluating the impact on its consolidated financial statements.

NOTE B - CONCENTRATION OF CREDIT RISK

The Association and the Foundation have cash deposited in financial institutions in which the balance may exceed the federal government agency insured limit. The Association and the Foundation have not experienced any losses in such accounts and management believes it is not exposed to any significant credit risk.

NOTE C - DONOR CONCENTRATIONS

There were contributions from one donor representing 13.2% of the Association’s and Foundation’s donations for the year ended February 28, 2026.

There were contributions from one donor representing 15.4% of the Association’s and Foundation’s donations for the year ended February 28, 2025.

NOTE D - PLEDGES RECEIVABLE

Pledges receivable are summarized as follows:

	February 28, 2026	February 28, 2025
Unconditional promises to give	$ 63,204	$ 558,173
Less: allowance for uncollectible pledges receivable	36,593	35,487
	$ 26,611	$ 522,686

All pledges receivable are due in less than one year.

Pledges receivable and allowance for credit losses as of March 1, 2024 was $1,218,800 and $76,152, respectively.

NOTE E - INVESTMENTS

Investments at fair value consisted of the following:

	February 28, 2026	February 28, 2025
Money market funds	$ 2,766,715	$ 9,618,141
Common stocks	4,839,474	2,873,696
Bond funds	23,308,731	15,179,885
Equity funds	35,442,944	30,421,573
Alternative investments	13,054,246	11,007,181
	$ 79,412,110	$ 69,100,476

Investment return consists of the following:

	February 28, 2026	February 28, 2025
Investment fees	$ (201,532)	$ (148,810)
Interest and dividends	2,364,542	2,199,937
Realized gain on investments	2,339,987	1,809,499
Unrealized gain on investments	6,221,092	1,638,966
	$ 10,724,089	$ 5,499,592

NOTE F - LONG-TERM DEBT

Long-term debt consists of the following:

	February 28, 2026	February 28, 2025
$10,000,000 Town of Nekimi, Wisconsin Industrial Development Revenue Bonds, Series 2008; interest only payments through 2014 with annual principal payment of $600,000 beginning in 2015, final payment due September 2028; interest at 72.5% of both the 30-day SOFR rate plus 150 basis points (effective rate of 4.16% and 4.21% at February 28, 2026 and 2025, respectively); secured by all equipment and fixtures acquired with the proceeds of the bonds	$ 1,600,000	$ 2,200,000
Less: current maturities	600,000	600,000
	$ 1,000,000	$ 1,600,000

As of February 28, 2026, letters of credit to satisfy Wisconsin unemployment tax requirements are provided by the Association and Foundation through U.S. Bank, N.A. in the amounts of $152,865 and $2,539, respectively. The letters of credit expire December 31, 2027. In addition, supporting lines of credit are provided for $200,000 for the Association and $5,000 for the Foundation. Both supporting lines of credit expire December 31, 2027. As of February 28, 2026 and 2025, there were no amounts outstanding on the supporting lines of credit. Interest on the supporting lines of credit is the prime rate plus 150 basis points.

U.S. Bank, N.A. provides the Association a line of credit in the amount of $3,000,000, which has an expiration date of December 31, 2027. There were no outstanding balances at February 28, 2026 and 2025, on this line of credit. Interest on the line of credit is at the daily Secured Overnight Financing Rate (“SOFR”) plus 161 basis points.

The line of credit agreements and industrial development revenue bond contain a number of restrictive covenants, with which the Association was in compliance at February 28, 2026 and 2025.

Future maturities of long-term debt as of February 28, 2026 is as follows for the years ending:

2027	$ 600,000
2028	600,000
2029	400,000
	$ 1,600,000

NOTE G - UNEARNED INCOME

Unearned income consists of the following items:

	February 28, 2026	February 28, 2025
Unearned membership dues and subscription revenue	$ 14,897,620	$ 15,148,207
Exhibits	4,982,288	4,620,238
Other	2,300,271	2,049,757
Total	22,180,179	21,818,202
Less: current portion	11,694,407	11,211,668
Long-term unearned income	$ 10,485,772	$ 10,606,534

NOTE H - GIFT ANNUITIES

Assets held under a contractual obligation that provide a lifetime annuity to a non-charitable beneficiary are included in investments and are recorded at their fair value. The actuarially determined present value of the future annuity cash flows required to be paid to the donors or their beneficiaries is recorded as a liability in the consolidated statements of financial position. The discount rate used by the actuary was 6% as of February 28, 2026 and 2025. The difference between the fair value of the gift annuity assets and the actuarially determined present value of future annuity cash flows is recorded as donation revenue in the year the gift annuity is received. Subsequent changes are recorded in the consolidated statements of activities within management and general expenses.

NOTE I - RETIREMENT PLANS

The Association sponsors a money purchase pension plan for its employees. The plan provides a participant, at retirement, with his or her share of the investment account balance. Contributions are based on employee annual compensation. The Association contributes an amount equal to 7.14% of the employees' annual compensation plus 5.60% of employees' compensation in excess of the Social Security Taxable Wage Base. The total provision for pension costs were approximately $764,000 and $759,000 for the years ended February 28, 2026 and 2025, respectively.

The Association also sponsors a 403(b) retirement plan which permits employees to defer a portion of their compensation, subject to annual IRS limitations. There were no employer contributions to the 403(b) retirement plan for the years ended February 28, 2026 and 2025.

NOTE J - LEASE ARRANGEMENTS

The Association has various leases for its office space and certain premises located at Wittman Regional Airport, as well as certain vehicles and equipment. The components of rent expense for the years ended were as follows:

	February 28,	
	2026	2025
Operating lease cost	$ 678,849	$ 248,743
Short-term lease cost	107,735	164,048
Finance lease cost		
Amortization of ROU assets	28,643	28,643
Interest on lease liabilities	1,079	2,132
Total	$ 816,306	$ 443,566

During the years ended February 28, 2026 and 2025, there were $149,226 and $367,344, respectively, of new leases entered into by the Association.

Weighted average remaining lease terms (in years) and weighted average discount rates for outstanding leases were as follows:

	February 28,	
	2026	2025
Weighted-average remaining lease term - operating lease	5.3 years	4.6 years
Weighted-average discount rate - operating lease	3.46%	3.15%
Weighted-average remaining lease term - financing lease	0.5 years	1.5 years
Weighted-average discount rate - financing lease	3.54%	3.54%

Estimated future minimum rental payments under these leases at February 28, 2026, are as follows:

	Operating Leases	Finance Leases	Total
2027	$ 186,021	$ 15,713	$ 201,734
2028	73,919	-	73,919
2029	43,154	-	43,154
2030	43,154	-	43,154
2031	25,123	-	25,123
Thereafter	71,452	-	71,452
Total gross lease payments	442,823	15,713	458,536
Less: imputed interest	31,514	114	31,628
Total lease liabilities	$ 411,309	$ 15,599	$ 426,908

NOTE K - RELATED-PARTY TRANSACTIONS

Contributions include donations received from various related parties, including board members and trustees. The Association and Foundation recognized cash and non-cash contributions from related parties of approximately $516,000 and $78,000 during the years ended February 28, 2026 and 2025, respectively.

The Association has three related parties, International Aerobatic Club, Inc., Warbirds of America, Inc. and EAA Vintage Association, Inc. (collectively, the “Entities”). The Entities are separate corporations, but no person may become a member of any of the Entities without first being a member of the Association. Each of the Entities pays an administrative fee to the Association for clerical services rendered to them. As part of these clerical services, the Association and the Foundation receive cash on behalf of the Entities, which result in accounts payable to these related parties. The tax-exempt purposes of the Entities are similar to the Association’s tax-exempt purpose. These Entities are independent corporations who report their own income and expenses. Other than the administrative fees charged to the Entities, no other financial transactions of the Entities are included in these consolidated financial statements.

Related-party transactions and year-end balances are as follows:

	February 28,	
	2026	2025
Payments from the Entities for data processing and other administrative services	$ 548,238	$ 581,128
Accounts payable to the Entities	49,799	38,219

NOTE L - CONTINGENT LIABILITIES AND COMMITMENTS

The Association self-funds employees' medical expenses through a program under which it is responsible for the first $70,000 of covered medical expenses per incident at February 28, 2026 and 2025. Claims of any incident in excess of these amounts are covered by an excess loss insurance policy. Claims expense and insurance costs under this program, including administrative expenses, net of employee contributions and any stop-loss recoveries, totaled approximately $1,914,000 and $1,862,000 for the years ended February 28, 2026 and 2025, respectively. The claims liability totaled approximately $152,000 and $87,000 as of February 28, 2026 and 2025, respectively, and is included in accrued expenses and other payables on the consolidated statements of financial position.

NOTE M - FAIR VALUE OF FINANCIAL INSTRUMENTS

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 (that is, an exit price). The exit price is based on the amount that the holder of the asset or liability would receive or need to pay in an actual transaction (or in a hypothetical transaction if an actual transaction does not exist) at the measurement date.

Fair value is generally determined based on quoted market prices in active markets for identical assets or liabilities. However, if quoted market prices are not available, other valuation techniques that place greater reliance on market data (observable inputs) or other estimates and assumptions (unobservable inputs) are used. The hierarchy consists of three broad levels as follows:

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

Level 2 - Inputs other than Level 1 inputs that are either directly or indirectly observable (other market data), and may include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability; and
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 - Unobservable inputs developed using the Association's and the Foundation's estimates and assumptions, which reflect those that market participants would use.

The determination of where an asset or liability falls in the hierarchy requires significant judgment and depends on the lowest level input that is significant to the fair value measurement as a whole. The Association and the Foundation evaluate the hierarchy disclosures annually and, based on various factors, it is possible that an asset or liability may be classified differently from year to year. However, the Association and Foundation expect that changes in classification between different levels will be rare.

The following is a description of the valuation methodologies used for assets and liabilities measured at fair value, as well as the general classification pursuant to the valuation hierarchy. There have been no changes to the valuation methodologies used at February 28, 2026 and 2025. There were no transfers into or out of each level during the years ended February 28, 2026 and 2025.

Investments

When quoted market prices are available in an active market, securities are classified within Level 1 of the fair value hierarchy. The fair value of money market funds, common stocks, bond and equity funds with a readily determinable fair value are based on quotes obtained from national securities exchanges. The hedge fund and equity funds do not have a readily determinable fair value and are valued at the February 28, 2026 and 2025, net asset value (“NAV”) per share, which is used as a practical expedient to estimate fair value. The value is determined by reference to the fund’s underlying assets and is provided by the fund administrator.

Beneficial Interest in Perpetual Trust and Split-Interest Agreement

Beneficial interests in perpetual trust and split-interest agreements are valued using the fair value of the assets in the trust unless facts and circumstances indicate that the fair value of the assets in the trust differs from the fair value of the beneficial interests.

Other Assets and Liabilities

The carrying amount of the Association’s and the Foundation’s financial instruments, which include accounts receivable, pledges receivable, accounts payable and accrued expenses, approximate their fair values at February 28, 2026 and 2025, due to their short maturities. The carrying value of long-term debt, including the current portion, approximates fair value because the interest rate approximates the current market rate of interest available to the Association and Foundation.

The following summarizes the valuation of financial instruments measured at fair value in the consolidated statements of financial position as of:

	February 28, 2026			
	Total	Level 1	Level 2	Level 3
Assets:				
Investments:				
Money market funds	$ 2,766,715	$ 2,766,715	$ -	$ -
Common stocks	4,839,474	4,839,474	-	-
Bond funds	23,308,731	23,308,731	-	-
Equity funds	35,442,944	35,442,944	-	-
		$ 66,357,864	$ -	$ -
Investments measured at NAV:				
Hedge fund [a]	3,994,183			
Equity funds [b]	9,060,063			
	$ 79,412,110			
Other assets:				
Beneficial interest in perpetual trust	$ 4,409,608	$ -	$ -	$ 4,409,608
Beneficial interest in split-interest agreements	234,326	-	-	234,326

	February 28, 2025			
	Total	Level 1	Level 2	Level 3
Assets:				
Investments:				
Money market funds	$ 9,618,141	$ 9,618,141	$ -	$ -
Common stocks	2,873,696	2,873,696	-	-
Bond funds	15,179,885	15,179,885	-	-
Equity funds	30,421,573	30,421,573	-	-
		$ 58,093,295	$ -	$ -
Investments measured at NAV:				
Hedge fund [a]	3,860,338			
Equity funds [b]	7,146,843			
	$ 69,100,476			
Other assets:				
Beneficial interest in perpetual trust	$ 3,902,306	$ -	$ -	$ 3,902,306
Beneficial interest in split-interest agreements	213,467	-	-	213,467

[a] Hedge fund - The investment strategy of this category is to exceed S&P Index performance during difficult periods of equity performance. Redemption from these funds is permitted quarterly with a 20-day notice; however, there may be additional restrictions on the redemption of underlying funds. At its discretion, the fund may make quarterly tender offers in minimum amounts of $100,000. There are no unfunded commitments.

[b] Equity fund - The investment strategy of this category is to exceed S&P Index performance during difficult periods of equity performance. Redemption from these funds is permitted quarterly with a 45-day notice; however, there may be additional restrictions on the redemption of underlying funds. There is $2,500,000 in unfunded commitments.

The following is a reconciliation of beginning and ending balances for assets measured at fair value on a recurring basis using significant unobservable inputs (Level 3) during the years ended:

February 28,	2026	2025
Beginning balance	$ 4,115,773	$ 3,746,866
Net gains, realized and unrealized, included in change in net assets	528,161	368,907
Ending balance	$ 4,643,934	$ 4,115,773

NOTE N - NET ASSETS

Without Donor Restriction

This portion of net assets is not restricted by donor-imposed stipulations or the passage of time.

Board-Designated Endowment Funds

The Foundation board of trustees has designated a portion of the Foundation's net assets without donor restriction as funds functioning as endowment funds and they have been invested as such. The total amount of funds so designated totaled $18,643,130 and $16,141,731 at February 28, 2026 and 2025, respectively.

It is management's view that the applicable principles for categorization of the board-designated endowment fund should not be viewed as an indication that donations made over time to the Association or the Foundation to ensure the continuing availability of funds for education and preservation, including support of the operating costs of the Association, are available to the creditors of the Association.

Other Board-Designated Funds

The Foundation board of trustees has directed management to designate funds received from the sale of artifacts as unavailable for general operations. As of February 28, 2026 and 2025, funds so designated totaled $1,283,652.

With Donor Restrictions

Net assets with donor restrictions are those net assets subject to donor-imposed stipulations that will be met by actions of the Association, the Foundation, the passage of time or a combination thereof.

Net assets with donor restrictions are restricted for the following purpose or periods as of:

	February 28, 2026	February 28, 2025
Subject to expenditure for specified purpose:		
Scholarships	$ 4,374,068	$ 3,601,593
Internships	125,217	129,209
Operations	25,805	25,805
Programs	2,203,144	2,336,870
Young Eagles	142,888	96,181
Capital	536,034	418,969
Aircraft preservation	112,369	94,798
Museum operations	42,914	28,263
	7,562,439	6,731,688
Subject to passage of time:		
Promises to give, not restricted by donors but unavailable until due	20,181	8,028
Assets held under split-interest agreements	234,327	213,468
	254,508	221,496
Total subject to expenditure for specific purpose and passage of time	7,816,947	6,953,184
Endowments:		
Subject to appropriation and expenditure for specified purpose:		
Scholarships	5,478,688	3,407,906
Internships	513,593	347,019
Operations	954,523	634,659
Museum exhibits	532,962	318,128
Air Academy	1,407,473	926,155
Programs	392,012	129,129
Young Eagles	2,312,542	1,318,099
Museum operations	227,910	143,248
Underwater funds	-	(47,618)
	11,819,703	7,176,725
Subject to endowment spending policy and appropriation:		
Scholarships	9,940,913	8,729,182
Internships	641,233	641,233
Operations	1,365,022	1,365,022
Museum exhibits	1,065,000	1,065,000
Air Academy	2,021,068	2,021,068
Programs	627,312	719,812
Young Eagles	5,187,534	5,187,534
Museum operations	410,845	410,845
	21,258,927	20,139,696
Not subject to spending policy or appropriation:		
Beneficial interest in perpetual trusts - donor restricted for programs	4,409,608	3,902,307
Total endowments	37,488,238	31,218,728
Total net assets with donor restrictions	$ 45,305,185	$ 38,171,912

Net assets released from donor restrictions are as follows:

	February 28, 2026	February 28, 2025
Satisfaction of purpose restrictions:		
Scholarships	$ 2,480,381	$ 2,058,055
Internships	3,992	-
Young Eagles	300,000	350,000
Aircraft preservation	32,562	60,681
Other programs	600,647	629,916
	3,417,582	3,098,652
Satisfaction of restricted purpose distributions:		
Beneficial interest in perpetual trust	76,186	71,849
Restricted purpose spending policy distributions and appropriations:		
Scholarships	231,467	168,245
Internships	18,362	19,303
Young Eagles	222,982	195,028
Museum exhibits	43,996	48,265
Museum operations	19,028	20,560
Operations	54,344	58,658
Air Academy	70,207	43,868
Other programs	23,983	16,545
	684,369	570,472
	$ 4,178,137	$ 3,740,973

Endowment Net Assets

The Foundation endowment consists of individual funds established for a variety of educational, preservation and operational purposes. Its endowment includes both donor-restricted endowment funds and funds designated by the board of trustees to function as endowments. As required by U.S. GAAP, net assets associated with endowment funds, including funds designated by the board of trustees to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

The Foundation has interpreted the Uniform Prudent Management of Institutional Funds Act (“UPMIFA”), adopted and enacted by the Wisconsin legislature, 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, the Foundation classifies as net assets with donor restrictions: (a) the original value of gifts donated to the permanent endowment; (b) the original value of subsequent gifts to the permanent endowment; and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the net assets with donor restrictions is classified as such until those amounts are appropriated for expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by the state of Wisconsin in its enacted version of UPMIFA. In accordance with UPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the endowment funds;

(2) the purposes of the Foundation and the donor-restricted endowment fund; (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 Foundation; and (7) the investment policy of the Foundation.

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor requires the Foundation to retain as a fund of perpetual duration. In accordance with U.S. GAAP, deficiencies of this nature that are reported in net assets with donor restrictions were $0 and $47,618 as of February 28, 2026 and 2025, respectively. These deficiencies resulted from unfavorable market fluctuations that occurred shortly after the investment of new contributions with donor restrictions and continued appropriation for certain programs that was deemed prudent by the board of trustees.

The Foundation has adopted investment and spending policies for endowment assets, both board-designated endowment and other board-designated funds and net assets with donor restrictions, which attempt to provide a predictable stream of funding to support the Association programs while seeking to maintain the purchasing power of endowment assets. The Foundation has a spending policy of appropriating for distribution each year a percentage of its endowment funds average fair value over the prior three calendar year ends preceding the fiscal year in which the distribution is planned. The Foundation has adopted a spending policy percentage of 4% for 2026 and 2025. The Foundation Trustees meet regularly with investment managers to evaluate investment performance and monitor investment policies.

Changes in endowment net assets:

	Board-Designated Funds	With Donor Restrictions	Total
Endowment net assets, February 29, 2024	$ 14,725,560	$ 27,996,157	$ 42,721,717
Investment return, net	1,336,818	2,258,781	3,595,599
New additions:			
Contributions	888,803	1,167,978	2,056,781
Total new additions	888,803	1,167,978	2,056,781
Appropriation of endowment assets for expenditures	(809,450)	(570,473)	(1,379,923)
Change in beneficial interest in perpetual trust	-	366,285	366,285
Endowment net assets, February 28, 2025	16,141,731	31,218,728	47,360,459
Investment return, net	3,020,666	5,168,359	8,189,025
New additions:			
Contributions	331,208	1,278,220	1,609,428
Total new additions	331,208	1,278,220	1,609,428
Appropriation of endowment assets for expenditures	(850,475)	(684,371)	(1,534,846)
Change in beneficial interest in perpetual trust	-	507,302	507,302
Endowment net assets, February 28, 2026	$ 18,643,130	$ 37,488,238	$ 56,131,368

NOTE O - FUNCTIONAL EXPENSES

The consolidated financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Expenses are presented by functional classification in accordance with the overall service mission of the Association and Foundation.

For the year ended February 28, 2026, functional expense consists of the following:

	Program Activities				Supporting Activities			
	AirVenture	Membership Services	Other Program Services	Total Program Services	Management and General	Fundraising	Total Supporting Services	Total
Personnel	$ 3,205,794	$ 2,554,409	$ 7,544,147	$ 13,304,350	$ 4,021,697	$ 1,090,313	$ 5,112,010	$ 18,416,360
Cost of goods sold	164,606	1,716	2,465,761	2,632,083	1,225	15,402	16,627	2,648,710
Postage and printing	105,184	2,617,250	249,436	2,971,870	13,764	26,199	39,963	3,011,833
Marketing	313,296	197,727	100,084	611,107	2,499	93,808	96,307	707,414
Fees for services	4,958,894	712,318	1,251,952	6,923,164	615,421	1,005,126	1,620,547	8,543,711
Meetings and travel	734,463	113,165	239,120	1,086,748	33,285	42,528	75,813	1,162,561
Equipment rental	3,740,225	32,774	218,202	3,991,201	23,299	144,449	167,748	4,158,949
Fulfillment and support	761,653	246,648	3,410,243	4,418,544	17,348	281,406	298,754	4,717,298
Financial service fee	-	-	1,400	1,400	-	-	-	1,400
Office and administrative	1,137,080	243,876	783,933	2,164,889	1,015,979	118,928	1,134,907	3,299,796
Aircraft expenses	209,221	14,377	838,799	1,062,397	42,179	1,497	43,676	1,106,073
Maintenance and occupancy	1,339,021	11,515	925,804	2,276,340	211,737	14,992	226,729	2,503,069
Insurance	594,761	142,012	1,151,979	1,888,752	326,093	88,151	414,244	2,302,996
Depreciation	596,967	151,669	1,452,361	2,200,997	520,101	60,136	580,237	2,781,234
Total expenses	$ 17,861,165	$ 7,039,456	$ 20,633,221	$ 45,533,842	$ 6,844,627	$ 2,982,935	$ 9,827,562	$ 55,361,404

For the year ended February 28, 2025, functional expense consists of the following:

	Program Activities				Supporting Activities			
	AirVenture	Membership Services	Other Program Services	Total Program Services	Management and General	Fundraising	Total Supporting Services	Total
Personnel	$ 2,859,807	$ 2,480,317	$ 8,382,083	$ 13,722,207	$ 3,818,336	$ 1,012,863	$ 4,831,199	$ 18,553,406
Cost of goods sold	133,014	423	2,391,241	2,524,678	668	13,074	13,742	2,538,420
Postage and printing	90,035	2,471,780	278,452	2,840,267	11,715	20,702	32,417	2,872,684
Marketing	287,956	152,807	119,169	559,932	2,932	97,565	100,497	660,429
Fees for services	4,206,311	838,534	1,188,810	6,233,655	664,693	588,784	1,253,477	7,487,132
Meetings and travel	743,550	87,257	338,274	1,169,081	37,499	39,911	77,410	1,246,491
Equipment rental	3,499,319	39,745	192,149	3,731,213	25,533	130,545	156,078	3,887,291
Fulfillment and support	728,124	227,296	2,898,427	3,853,847	23,220	203,195	226,415	4,080,262
Financial service fee	-	-	1,380	1,380	5	-	5	1,385
Office and administrative	992,900	246,602	752,869	1,992,371	1,024,646	57,086	1,081,732	3,074,103
Aircraft expenses	132,774	12,265	928,501	1,073,540	33,319	2,222	35,541	1,109,081
Maintenance and occupancy	1,288,056	11,375	836,819	2,136,250	144,890	13,479	158,369	2,294,619
Insurance	603,121	145,757	1,158,311	1,907,189	310,197	80,540	390,737	2,297,926
Depreciation	571,238	176,349	1,513,121	2,260,708	441,552	46,024	487,576	2,748,284
Total expenses	$ 16,136,205	$ 6,890,507	$20,979,606	$ 44,006,318	$ 6,539,205	$ 2,305,990	$ 8,845,195	$ 52,851,513

NOTE P - LIQUIDITY

The Association regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds according to an approved investment policy that invests funds based on operational, short-term and long-term needs. The Association invests in liquid investments with no or limited redemption limitations. The Association has various sources of liquidity at its disposal, including cash and cash equivalents, marketable debt and equity securities, and lines of credit. See Note F for information about the Association's lines of credit and Note M for information on investment instruments.

In addition to financial assets available to meet general expenditures over the next 12 months, the Association operates with a budget that anticipates collecting sufficient revenue to cover general expenditures, debt service requirements and capital expenditures.

The following table reflects the Association's financial assets as of February 28, 2026 and 2025 reduced by amounts that are not available to meet general expenditures within one year of the statement of financial position date because of contractual or donor restrictions and board designations.

	February 28,	
	2026	2025
Cash and cash equivalents	$ 12,575,719	$ 10,271,653
Investments	24,535,735	22,219,129
Accounts receivable	559,244	494,922
Total financial assets	37,670,698	32,985,704
Less: amounts not available to be used within one year		
Funds subject to time and purpose restrictions	(792,383)	(912,182)
	$ 36,878,315	$ 32,073,522

The Foundation receives significant contributions with donor restrictions to be used in accordance with the associated purpose restrictions. It also receives gifts to establish endowments that will exist in perpetuity; the income generated from such endowments is used to fund programs. In addition, the Foundation receives support without donor restrictions.

The Foundation considers investment income without donor restrictions, appropriated earnings from donor-restricted and board-designated endowments, contributions without donor restrictions and contributions with donor restrictions for use in supporting the Association's current programs which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures. General expenditures include administrative and general expenses, fundraising expenses and Association support commitments. Annual operations are defined as activities occurring during the Foundation's fiscal year.

The Foundation's governing body meets annually to review and approve the Association's support commitments. See Note N for more information on the Foundation's endowments and spending policy. Due to this timing, the Foundation strives to maintain investments instruments available to meet annual general expenditures as noted above. See Note M for more information on investment instruments held by the Foundation and limitation on redemptions as noted.

The Foundation's governing board has designated its unrestricted resources for endowment and other purposes. Those amounts are identified as board designated. These funds are invested for long-term appreciation and current income but remain available and may be spent at the discretion of the Board. Therefore, these funds are included financial assets available to meet general expenditures within one year as noted in the table below:

	February 28,	
	2026	2025
Cash and cash equivalents	$ 4,166,339	$ 1,296,406
Investments	54,876,375	46,881,347
Pledges receivable	26,611	522,686
Accounts receivable	38,239	15,000
Total financial assets	59,107,564	48,715,439
Less: amounts not available to be used within one year:		
Endowments to be kept in perpetuity	(21,258,927)	(20,139,695)
Funds subject to time and purpose restrictions	(18,844,267)	(13,217,727)
	$ 19,004,370	$ 15,358,017

NOTE Q - SUBSEQUENT EVENTS

The Association and Foundation evaluated their February 28, 2026, consolidated financial statements for subsequent events through June 24, 2026, the date the consolidated financial statements were available to be issued. The Association and Foundation are not aware of any subsequent events which would require recognition or disclosure in the consolidated financial statements.

SUPPLEMENTARY INFORMATION

Experimental Aircraft Association, Inc. and EAA Aviation Foundation, Inc.

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

February 28, 2026

	Experimental Aircraft Association, Inc.*	EAA Aviation Foundation, Inc.	Eliminations	Consolidated Total
ASSETS				
Current assets				
Cash and cash equivalents	$ 12,575,719	$ 4,166,339	$ -	$ 16,742,058
Accounts receivable, less allowance for credit losses of $39,428	536,041	38,239	-	574,280
Accounts receivable - related parties	426,990	-	(426,990)	-
Current portion of pledges receivable, less allowance for uncollectible pledges of $36,593	-	26,611	-	26,611
Inventories, net	1,949,008	-	-	1,949,008
Prepaid expenses	1,757,570	181,908	-	1,939,478
Total current assets	17,245,328	4,413,097	(426,990)	21,231,435
Investments - at fair value	24,535,735	54,876,375	-	79,412,110
Property and equipment				
Land improvements	8,383,021	762,855	-	9,145,876
Buildings	8,984,215	21,249,845	-	30,234,060
Leasehold improvements	25,183,355	-	-	25,183,355
Office furniture and fixtures	3,904,311	-	-	3,904,311
Computer equipment and software	7,720,525	-	-	7,720,525
Transportation and maintenance equipment	3,692,766	-	-	3,692,766
Museum display equipment	3,056,439	-	-	3,056,439
Aircraft equipment	151,159	-	-	151,159
Aircraft parts	1,229,188	-	-	1,229,188
Film library	152,574	-	-	152,574
Flyable aircraft	6,570,566	-	-	6,570,566
	69,028,119	22,012,700	-	91,040,819
Less accumulated depreciation and amortization	38,878,659	12,049,388	-	50,928,047
	30,149,460	9,963,312	-	40,112,772
Land	4,109,957	351,456	-	4,461,413
Capital addition projects in progress	885,557	-	-	885,557
Net property and equipment	35,144,974	10,314,768	-	45,459,742
Other assets				
Operating lease right-of-use asset, net	19,047,690	-	(18,567,220)	480,470
Finance lease right-of-use asset, net	15,197	-	-	15,197
Collections	547,467	14,030,003	-	14,577,470
Beneficial interest in perpetual trust	-	4,409,608	-	4,409,608
Beneficial interest in split-interest agreements	-	234,326	-	234,326
Cash value of life insurance	-	72,724	-	72,724
Other noncurrent assets	23,203	-	-	23,203
Total other assets	19,633,557	18,746,661	(18,567,220)	19,812,998
Total assets	$ 96,559,594	$ 88,350,901	$ (18,994,210)	$ 165,916,285

* Experimental Aircraft Association, Inc. balances are inclusive of Blue Sky Holdings, LLC and EAA STC, LLC.

Experimental Aircraft Association, Inc. and EAA Aviation Foundation, Inc.

CONSOLIDATING STATEMENT OF FINANCIAL POSITION - CONTINUED

February 28, 2026

	Experimental Aircraft Association, Inc.*	EAA Aviation Foundation, Inc.	Eliminations	Consolidated Total
LIABILITIES AND NET ASSETS				
Current liabilities				
Current portion of long-term debt	$ 600,000	$ -	$ -	$ 600,000
Current portion of gift annuity liability	-	10,124	-	10,124
Accounts payable	1,426,246	34,628	-	1,460,874
Accounts payable - related parties	-	30,382	19,417	49,799
Accrued expenses and other payables	2,115,790	152,058	-	2,267,848
Current portion of unearned income	11,679,407	15,000	-	11,694,407
Current portion of operating lease obligations	974,467	-	(798,842)	175,625
Current portion of finance lease obligations	15,588	-	-	15,588
Total current liabilities	16,811,498	242,192	(779,425)	16,274,265
Operating lease obligations, less current portion	18,450,469	-	(18,214,785)	235,684
Finance lease obligations, less current portion	11	-	-	11
Long-term debt, less current portion	1,000,000	-	-	1,000,000
Gift annuity liability, less current portion	-	126,397	-	126,397
Unearned income, less current portion	10,485,772	-	-	10,485,772
Total liabilities	46,747,750	368,589	(18,994,210)	28,122,129
Net assets				
Without donor restrictions	49,019,461	43,469,510	-	92,488,971
With donor restriction	792,383	44,512,802	-	45,305,185
Total net assets	49,811,844	87,982,312	-	137,794,156
Total liabilities and net assets	$ 96,559,594	$ 88,350,901	$ (18,994,210)	$ 165,916,285

* Experimental Aircraft Association, Inc. balances are inclusive of Blue Sky Holdings, LLC and EAA STC, LLC.

Experimental Aircraft Association, Inc. and EAA Aviation Foundation, Inc.

CONSOLIDATING STATEMENT OF ACTIVITIES

For the year ended February 28, 2026

	Experimental Aircraft Association, Inc. *			EAA Aviation Foundation, Inc.				
	Without Donor Restrictions	**With Donor Restrictions**	**Total**	**Without Donor Restrictions**	**With Donor Restrictions**	**Total**	**Eliminations**	**Consolidated**
Revenues, gains and other support								
Membership dues and subscriptions	$ 7,009,673	$ -	$ 7,009,673	$ -	$ -	$ -	$ -	$ 7,009,673
Advertising	2,222,018	-	2,222,018	-	-	-	-	2,222,018
Rentals	6,299,239	-	6,299,239	2,027,406	-	2,027,406	(2,027,406)	6,299,239
Admissions and registrations	18,913,071	-	18,913,071	-	-	-	-	18,913,071
Merchandise sales	5,179,024	-	5,179,024	-	-	-	-	5,179,024
Commissions and royalties	2,713,824	-	2,713,824	6,282	-	6,282	-	2,720,106
Investment return	2,570,882	-	2,570,882	2,820,246	5,332,961	8,153,207	-	10,724,089
Change in beneficial interests	-	-	-	-	528,160	528,160	-	528,160
Administrative fees	2,963,895	-	2,963,895	-	-	-	(1,386,498)	1,577,397
Donations, cash and pledges	6,123,969	-	6,123,969	5,199,955	5,412,155	10,612,110	(6,123,969)	10,612,110
Donations, contributed services and property	1,624,003	-	1,624,003	2,050,114	12,726	2,062,840	-	3,686,843
Donations, sponsorship	2,683,529	-	2,683,529	-	-	-	-	2,683,529
Gain on disposal of property and equipment	4,461	-	4,461	-	-	-	-	4,461
Miscellaneous	1,153,177	-	1,153,177	9,542	-	9,542	-	1,162,719
Net assets released from restrictions	1,352,276	(119,799)	1,232,477	4,058,338	(4,058,338)	-	(1,232,477)	-
Total revenues, gains and other support	60,813,041	(119,799)	60,693,242	16,171,883	7,227,664	23,399,547	(10,770,350)	73,322,439
Expenses								
AirVenture expenses	17,861,165	-	17,861,165	-	-	-	-	17,861,165
Membership services	7,039,456	-	7,039,456	-	-	-	-	7,039,456
Other program expenses	22,212,900	-	22,212,900	7,189,097	-	7,189,097	(8,768,776)	20,633,221
Management and general	6,350,323	-	6,350,323	863,587	-	863,587	(369,283)	6,844,627
Fundraising	719,137	-	719,137	2,461,670	(25,408)	2,436,262	(172,464)	2,982,935
Foundation to association investment income transfer	-	-	-	1,240,527	-	1,240,527	(1,240,527)	-
Total expenses	54,182,981	-	54,182,981	11,754,881	(25,408)	11,729,473	(10,551,050)	55,361,404
CHANGE IN NET ASSETS	6,630,060	(119,799)	6,510,261	4,417,002	7,253,072	11,670,074	(219,300)	17,961,035
Net assets at beginning of year	42,389,401	912,182	43,301,583	39,052,508	37,259,730	76,312,238	219,300	119,833,121
Net assets at end of year	$ 49,019,461	$ 792,383	$ 49,811,844	$ 43,469,510	$ 44,512,802	$ 87,982,312	$ -	$ 137,794,156

* Experimental Aircraft Association, Inc. balances are inclusive of Blue Sky Holdings, LLC and EAA STC, LLC.

Experimental Aircraft Association, Inc. and EAA Aviation Foundation, Inc.

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

February 28, 2025

	Experimental Aircraft Association, Inc.*	EAA Aviation Foundation, Inc.	Eliminations	Consolidated Total
ASSETS				
Current assets				
Cash and cash equivalents	$ 10,271,653	$ 1,296,406	$ -	$ 11,568,059
Accounts receivable, less allowance for credit losses of $70,049	494,922	15,000	-	509,922
Accounts receivable - related parties	-	353,461	(353,461)	-
Current portion of pledges receivable, less allowance for uncollectible pledges of $35,487	-	522,686	-	522,686
Inventories, net	1,512,694	-	-	1,512,694
Prepaid expenses	1,709,000	74,564	-	1,783,564
Total current assets	13,988,269	2,262,117	(353,461)	15,896,925
Investments - at fair value	22,219,129	46,881,347	-	69,100,476
Property and equipment				
Land improvements	8,028,086	762,855	-	8,790,941
Buildings	8,601,453	21,121,612	-	29,723,065
Leasehold improvements	24,867,295	-	-	24,867,295
Office furniture and fixtures	3,964,000	-	-	3,964,000
Computer equipment and software	7,850,611	-	-	7,850,611
Transportation and maintenance equipment	3,972,921	-	-	3,972,921
Museum display equipment	3,086,935	-	-	3,086,935
Aircraft equipment	151,159	-	-	151,159
Aircraft parts	1,129,731	-	-	1,129,731
Film library	152,574	-	-	152,574
Flyable aircraft	6,823,458	-	-	6,823,458
	68,628,223	21,884,467	-	90,512,690
Less accumulated depreciation and amortization	38,297,733	11,642,943	-	49,940,676
	30,330,490	10,241,524	-	40,572,014
Land	4,109,957	351,456	-	4,461,413
Capital addition projects in progress	593,024	-	-	593,024
Net property and equipment	35,033,471	10,592,980	-	45,626,451
Other assets				
Operating lease right-of-use asset, net	20,138,823	-	(19,527,888)	610,935
Finance lease right-of-use asset, net	43,840	-	-	43,840
Collections	374,574	12,749,903	-	13,124,477
Beneficial interest in perpetual trust	-	3,902,306	-	3,902,306
Beneficial interest in split-interest agreements	-	213,467	-	213,467
Cash value of life insurance	-	70,741	-	70,741
Total other assets	20,557,237	16,936,417	(19,527,888)	17,965,766
Total assets	$ 91,798,106	$ 76,672,861	$ (19,881,349)	$ 148,589,618

* Experimental Aircraft Association, Inc. balances are inclusive of Blue Sky Holdings, LLC and EAA STC, LLC.

Experimental Aircraft Association, Inc. and EAA Aviation Foundation, Inc.

CONSOLIDATING STATEMENT OF FINANCIAL POSITION - CONTINUED

February 28, 2025

	Experimental Aircraft Association, Inc.*	EAA Aviation Foundation, Inc.	Eliminations	Consolidated Total
LIABILITIES AND NET ASSETS				
Current liabilities				
Current portion of long-term debt	$ 600,000	$ -	$ -	$ 600,000
Current portion of gift annuity liability	-	10,124	-	10,124
Accounts payable	1,849,469	35,089	-	1,884,558
Accounts payable - related parties	391,680	-	(353,461)	38,219
Accrued expenses and other payables	1,961,010	142,033	-	2,103,043
Current portion of unearned income	11,166,078	45,590	-	11,211,668
Current portion of operating lease obligations	981,691	-	(733,562)	248,129
Current portion of finance lease obligations	30,348	-	-	30,348
Total current liabilities	16,980,276	232,836	(1,087,023)	16,126,089
Operating lease obligations, less current portion	19,294,122	-	(19,013,626)	280,496
Finance lease obligations, less current portion	15,591	-	-	15,591
Long-term debt, less current portion	1,600,000	-	-	1,600,000
Gift annuity liability, less current portion	-	127,787	-	127,787
Unearned income, less current portion	10,606,534	-	-	10,606,534
Total liabilities	48,496,523	360,623	(20,100,649)	28,756,497
Net assets				
Without donor restrictions	42,389,401	39,052,508	219,300	81,661,209
With donor restriction	912,182	37,259,730	-	38,171,912
Total net assets	43,301,583	76,312,238	219,300	119,833,121
Total liabilities and net assets	$ 91,798,106	$ 76,672,861	$ (19,881,349)	$ 148,589,618

* Experimental Aircraft Association, Inc. balances are inclusive of Blue Sky Holdings, LLC and EAA STC, LLC.

Experimental Aircraft Association, Inc. and EAA Aviation Foundation, Inc.

CONSOLIDATING STATEMENT OF ACTIVITIES

For the year ended February 28, 2025

	Experimental Aircraft Association, Inc. *			EAA Aviation Foundation, Inc.				
	Without Donor Restrictions	**With Donor Restrictions**	**Total**	**Without Donor Restrictions**	**With Donor Restrictions**	**Total**	**Eliminations**	**Consolidated**
Revenues, gains and other support								
Membership dues and subscriptions	$ 6,910,906	$ -	$ 6,910,906	$ -	$ -	$ -	$ -	$ 6,910,906
Advertising	2,383,892	-	2,383,892	-	-	-	-	2,383,892
Rentals	6,410,570	-	6,410,570	1,553,000	-	1,553,000	(1,553,000)	6,410,570
Admissions and registrations	17,617,361	-	17,617,361	-	-	-	-	17,617,361
Merchandise sales	4,747,474	-	4,747,474	-	-	-	-	4,747,474
Commissions and royalties	2,773,286	-	2,773,286	4,484	-	4,484	-	2,777,770
Investment return	1,862,447	-	1,862,447	1,220,437	2,416,708	3,637,145	-	5,499,592
Change in beneficial interests	-	-	-	-	368,908	368,908	-	368,908
Administrative fees	3,399,137	-	3,399,137	-	-	-	(1,658,839)	1,740,298
Donations, cash and pledges	5,799,674	-	5,799,674	5,412,436	4,154,817	9,567,253	(5,799,674)	9,567,253
Donations, contributed services and property	1,261,906	-	1,261,906	1,200,193	15,960	1,216,153	-	2,478,059
Donations, sponsorship	2,585,929	-	2,585,929	-	-	-	-	2,585,929
Loss on disposal of property and equipment	(1,507)	-	(1,507)	-	-	-	-	(1,507)
Miscellaneous	898,362	-	898,362	1,299	-	1,299	-	899,661
Net assets released from restrictions	1,238,232	(109,827)	1,128,405	3,631,146	(3,631,146)	-	(1,128,405)	-
Total revenues, gains and other support	57,887,669	(109,827)	57,777,842	13,022,995	3,325,247	16,348,242	(10,139,918)	63,986,166
Expenses								
AirVenture expenses	16,136,205	-	16,136,205	-	-	-	-	16,136,205
Membership services	6,890,507	-	6,890,507	-	-	-	-	6,890,507
Other program expenses	22,490,134	-	22,490,134	6,969,041	-	6,969,041	(8,479,569)	20,979,606
Management and general	6,119,354	-	6,119,354	866,766	-	866,766	(446,915)	6,539,205
Fundraising	559,235	-	559,235	2,111,157	(60,073)	2,051,084	(304,329)	2,305,990
Foundation to association investment income transfer	-	-	-	1,128,405	-	1,128,405	(1,128,405)	-
Total expenses	52,195,435	-	52,195,435	11,075,369	(60,073)	11,015,296	(10,359,218)	52,851,513
CHANGE IN NET ASSETS	5,692,234	(109,827)	5,582,407	1,947,626	3,385,320	5,332,946	219,300	11,134,653
Net assets at beginning of year	36,697,167	1,022,009	37,719,176	37,104,882	33,874,410	70,979,292	-	108,698,468
Net assets at end of year	$ 42,389,401	$ 912,182	$ 43,301,583	$ 39,052,508	$ 37,259,730	$ 76,312,238	$ 219,300	$ 119,833,121

* Experimental Aircraft Association, Inc. balances are inclusive of Blue Sky Holdings, LLC and EAA STC, LLC.

EXPERIMENTAL AIRCRAFT ASSOCIATION, INC.

Experimental Aircraft Association, Inc.

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

February 28,

	2026	2025
ASSETS		
Current assets		
Cash and cash equivalents	$ 12,575,719	$ 10,271,653
Accounts receivable, less allowance for credit losses of $39,428 and $70,049 at February 28, 2026 and 2025, respectively	536,041	494,922
Accounts receivable - related parties	426,990	-
Inventories, net	1,949,008	1,512,694
Prepaid expenses	1,757,570	1,709,000
Total current assets	17,245,328	13,988,269
Investments - at fair value	24,535,735	22,219,129
Property and equipment		
Land improvements	8,383,021	8,028,086
Buildings	8,984,215	8,601,453
Leasehold improvements	25,183,355	24,867,295
Office furniture and fixtures	3,904,311	3,964,000
Computer equipment and software	7,720,525	7,850,611
Transportation and maintenance equipment	3,692,766	3,972,921
Museum display equipment	3,056,439	3,086,935
Aircraft equipment	151,159	151,159
Aircraft parts	1,229,188	1,129,731
Film library	152,574	152,574
Flyable aircraft	6,570,566	6,823,458
Total property and equipment	69,028,119	68,628,223
Less accumulated depreciation and amortization	38,878,659	38,297,733
	30,149,460	30,330,490
Land	4,109,957	4,109,957
Capital addition projects in progress	885,557	593,024
Net property and equipment	35,144,974	35,033,471
Other assets		
Operating lease right-of-use asset, net	19,047,690	20,138,823
Finance lease right-of-use asset, net	15,197	43,840
Collections	547,467	374,574
Other noncurrent assets	23,203	-
Total other assets	19,633,557	20,557,237
Total assets	$ 96,559,594	$ 91,798,106

Experimental Aircraft Association, Inc.

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION - CONTINUED

February 28,

	2026	2025
LIABILITIES AND NET ASSETS		
Current liabilities		
Current portion of long-term debt	$ 600,000	$ 600,000
Accounts payable	1,426,246	1,849,469
Accounts payable - related parties	-	391,680
Accrued expenses and other payables	2,115,790	1,961,010
Current portion of unearned income	11,679,407	11,166,078
Current portion of operating lease obligations	974,467	981,691
Current portion of finance lease obligations	15,588	30,348
Total current liabilities	16,811,498	16,980,276
Operating lease obligations, less current portion	18,450,469	19,294,122
Finance lease obligations, less current portion	11	15,591
Long-term debt, less current portion	1,000,000	1,600,000
Unearned income, less current portion	10,485,772	10,606,534
Total liabilities	46,747,750	48,496,523
Net assets		
Without donor restrictions	49,019,461	42,389,401
With donor restriction	792,383	912,182
Total net assets	49,811,844	43,301,583
Total liabilities and net assets	$ 96,559,594	$ 91,798,106

Experimental Aircraft Association, Inc.

CONSOLIDATED STATEMENT OF ACTIVITIES

For the year ended February 28, 2026

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, gains and other support			
Membership dues and subscriptions	$ 7,009,673	$ -	$ 7,009,673
Advertising	2,222,018	-	2,222,018
Rentals	6,299,239	-	6,299,239
Admissions and registrations	18,913,071	-	18,913,071
Merchandise sales	5,179,024	-	5,179,024
Commissions and royalties	2,713,824	-	2,713,824
Investment return	2,570,882	-	2,570,882
Administrative fees	2,963,895	-	2,963,895
Donations, cash and pledges	6,123,969	-	6,123,969
Donations, contributed services and property	1,624,003	-	1,624,003
Donations, sponsorship	2,683,529	-	2,683,529
Gain on disposal of property and equipment	4,461	-	4,461
Miscellaneous	1,153,177	-	1,153,177
Net assets released from restrictions	1,352,276	(119,799)	1,232,477
Total revenues, gains and other support	60,813,041	(119,799)	60,693,242
Expenses			
AirVenture expenses	17,861,165	-	17,861,165
Membership services	7,039,456	-	7,039,456
Other program expenses	22,212,900	-	22,212,900
Management and general	6,350,323	-	6,350,323
Fundraising	719,137	-	719,137
Total expenses	54,182,981	-	54,182,981
CHANGE IN NET ASSETS	6,630,060	(119,799)	6,510,261
Net assets at beginning of year	42,389,401	912,182	43,301,583
Net assets at end of year	$ 49,019,461	$ 792,383	$ 49,811,844

Experimental Aircraft Association, Inc.

CONSOLIDATED STATEMENT OF ACTIVITIES

For the year ended February 28, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, gains and other support			
Membership dues and subscriptions	$ 6,910,906	$ -	$ 6,910,906
Advertising	2,383,892	-	2,383,892
Rentals	6,410,570	-	6,410,570
Admissions and registrations	17,617,361	-	17,617,361
Merchandise sales	4,747,474	-	4,747,474
Commissions and royalties	2,773,286	-	2,773,286
Investment return	1,862,447	-	1,862,447
Administrative fees	3,399,137	-	3,399,137
Donations, cash and pledges	5,799,674	-	5,799,674
Donations, contributed services and property	1,261,906	-	1,261,906
Donations, sponsorship	2,585,929	-	2,585,929
Loss on disposal of property and equipment	(1,507)	-	(1,507)
Miscellaneous	898,362	-	898,362
Net assets released from restrictions	1,238,232	(109,827)	1,128,405
Total revenues, gains and other support	57,887,669	(109,827)	57,777,842
Expenses			
AirVenture expenses	16,136,205	-	16,136,205
Membership services	6,890,507	-	6,890,507
Other program expenses	22,490,134	-	22,490,134
Management and general	6,119,354	-	6,119,354
Fundraising	559,235	-	559,235
Total expenses	52,195,435	-	52,195,435
CHANGE IN NET ASSETS	5,692,234	(109,827)	5,582,407
Net assets at beginning of year	36,697,167	1,022,009	37,719,176
Net assets at end of year	$ 42,389,401	$ 912,182	$ 43,301,583

EAA AVIATION FOUNDATION, INC.

EAA Aviation Foundation, Inc.

STATEMENTS OF FINANCIAL POSITION

February 28,

	2026	2025
ASSETS		
Current assets		
Cash and cash equivalents	$ 4,166,339	$ 1,296,406
Accounts receivable	38,239	15,000
Accounts receivable - related parties	-	353,461
Current portion of pledges receivable, less allowance for uncollectible pledges of $36,593 and $35,487 at February 28, 2026 and 2025, respectively	26,611	522,686
Prepaid expenses	181,908	74,564
Total current assets	4,413,097	2,262,117
Investments - at fair value	54,876,375	46,881,347
Property and equipment		
Land improvements	762,855	762,855
Buildings	21,249,845	21,121,612
	22,012,700	21,884,467
Less accumulated depreciation and amortization	12,049,388	11,642,943
	9,963,312	10,241,524
Land	351,456	351,456
Net property and equipment	10,314,768	10,592,980
Other assets		
Collections	14,030,003	12,749,903
Beneficial interest in perpetual trust	4,409,608	3,902,306
Beneficial interest in split-interest agreements	234,326	213,467
Cash value of life insurance	72,724	70,741
Total other assets	18,746,661	16,936,417
Total assets	$ 88,350,901	$ 76,672,861

EAA Aviation Foundation, Inc.

STATEMENTS OF FINANCIAL POSITION - CONTINUED

February 28,

	2026	2025
LIABILITIES AND NET ASSETS		
Current liabilities		
Current portion of gift annuity liability	$ 10,124	$ 10,124
Accounts payable	34,628	35,089
Accounts payable - related parties	30,382	-
Accrued expenses and other payables	152,058	142,033
Current portion of unearned income	15,000	45,590
Total current liabilities	242,192	232,836
Gift annuity liability, less current portion	126,397	127,787
Total liabilities	368,589	360,623
Net assets		
Without donor restrictions	43,469,510	39,052,508
With donor restrictions	44,512,802	37,259,730
Total net assets	87,982,312	76,312,238
Total liabilities and net assets	$ 88,350,901	$ 76,672,861

EAA Aviation Foundation, Inc.

STATEMENT OF ACTIVITIES

For the year ended February 28, 2026

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, gains and other support			
Rentals	$ 2,027,406	$ -	$ 2,027,406
Commissions and royalties	6,282	-	6,282
Investment return	2,820,246	5,332,961	8,153,207
Change in beneficial interests	-	528,160	528,160
Donations, cash and pledges	5,199,955	5,412,155	10,612,110
Donations, contributed services and property	2,050,114	12,726	2,062,840
Miscellaneous	9,542	-	9,542
Net assets released from restrictions	4,058,338	(4,058,338)	-
Total revenues, gains and other support	16,171,883	7,227,664	23,399,547
Expenses			
Other program expenses	7,189,097	-	7,189,097
Management and general	863,587	-	863,587
Fundraising	2,461,670	(25,408)	2,436,262
Foundation to Association investment income transfer	1,240,527	-	1,240,527
Total expenses	11,754,881	(25,408)	11,729,473
CHANGE IN NET ASSETS	4,417,002	7,253,072	11,670,074
Net assets at beginning of year	39,052,508	37,259,730	76,312,238
Net assets at end of year	$ 43,469,510	$ 44,512,802	$ 87,982,312

EAA Aviation Foundation, Inc.

STATEMENT OF ACTIVITIES

For the year ended February 28, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, gains and other support			
Rentals	$ 1,553,000	$ -	$ 1,553,000
Commissions and royalties	4,484	-	4,484
Investment return	1,220,437	2,416,708	3,637,145
Change in beneficial interests	-	368,908	368,908
Donations, cash and pledges	5,412,436	4,154,817	9,567,253
Donations, contributed services and property	1,200,193	15,960	1,216,153
Miscellaneous	1,299	-	1,299
Net assets released from restrictions	3,631,146	(3,631,146)	-
Total revenues, gains and other support	13,022,995	3,325,247	16,348,242
Expenses			
Other program expenses	6,969,041	-	6,969,041
Management and general	866,766	-	866,766
Fundraising	2,111,157	(60,073)	2,051,084
Foundation to Association investment income transfer	1,128,405	-	1,128,405
Total expenses	11,075,369	(60,073)	11,015,296
CHANGE IN NET ASSETS	1,947,626	3,385,320	5,332,946
Net assets at beginning of year	37,104,882	33,874,410	70,979,292
Net assets at end of year	$ 39,052,508	$ 37,259,730	$ 76,312,238