
**CHILDREN'S HOPE INTERNATIONAL
AND CHILDREN'S HOPE
INTERNATIONAL FOUNDATION
CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2007**



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Independent Auditors' Report

Board of Directors
Children's Hope International

We have audited the accompanying consolidated statement of financial position of Children's Hope International and Children's Hope International Foundation, not-for-profit organizations, as of December 31, 2007 and 2006, and the related consolidated statements of activities and cash flows for the years then ended. These financial statements are the responsibility of the Organizations' management. Our responsibility is to express an opinion on these consolidated financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organizations' internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the consolidated financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall consolidated financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of Children's Hope International and Children's Hope International Foundation as of December 31, 2007 and 2006, and the changes in their net assets and their cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 3 to the financial statements, net assets at December 31, 2006 were restated to adjust the Organizations' prepaid expenses, revenues, and expenses for 2006. The net effect was a decrease in December 31, 2006 net assets of \$188,028.

**CHILDREN'S HOPE INTERNATIONAL AND
CHILDREN'S HOPE INTERNATIONAL FOUNDATION**

Notes To Financial Statements (*Continued*)

The accompanying financial statements have been prepared assuming that the Organizations will continue as a going concern. As discussed in Note 14 to the financial statements, the Organizations' ability to provide international adoption services is significantly dependent upon approval of their accreditation application under the Hague Convention on Intercountry Adoption. There is substantial doubt about the Organization's ability to continue as a going concern. Management's plans in regard to these matters are also described in Note 14. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.

RubinBrown LLP

June 26, 2008

**CHILDREN'S HOPE INTERNATIONAL AND
CHILDREN'S HOPE INTERNATIONAL FOUNDATION**

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Assets

	December 31,	
	2007	2006 (As Restated - Note 3)
Current Assets		
Cash (Note 4)	\$ 796,507	\$ 769,906
Prepaid expenses	323,652	143,045
Promises to give - short-term (Note 6)	310,000	—
Total Current Assets	1,430,159	912,951
Investments (Note 5)	3,145,511	3,435,617
Promises To Give - Long-Term (Note 6)	50,000	—
Property And Equipment (Notes 7 And 9)	4,056,464	4,323,170
Other Assets		
Foreign office building advance (Note 12)	494,547	513,018
Cash value of officer life insurance policies (Note 10)	120,015	113,056
Total Assets	\$ 9,296,696	\$ 9,297,812

Liabilities And Net Assets

Current Liabilities		
Current portion of capital lease (Note 9)	\$ 35,881	\$ 30,885
Accounts payable	145,376	140,073
Accrued vacation and salaries	170,796	159,467
Deferred revenue	812,376	633,300
Total Current Liabilities	1,164,429	963,725
Capital Lease, Less Current Portion (Note 9)	83,519	98,974
Total Liabilities	1,247,948	1,062,699
Net Assets		
Unrestricted:		
Invested in property and equipment	3,937,064	4,193,311
Operations	3,530,777	3,667,389
Total Unrestricted	7,467,841	7,860,700
Temporarily restricted (Note 8)	580,907	374,413
Total Net Assets	8,048,748	8,235,113
Total Liabilities And Net Assets	\$ 9,296,696	\$ 9,297,812

**CHILDREN'S HOPE INTERNATIONAL AND
CHILDREN'S HOPE INTERNATIONAL FOUNDATION**

CONSOLIDATED STATEMENT OF ACTIVITIES

	For The Years Ended December 31,				
	2007				2006
	Children's Hope International	Children's Hope International Foundation	Eliminations	Consolidated	(As Restated - Note 3) Consolidated
Changes In Unrestricted Net Assets:					
Unrestricted Revenues, Support And Gains					
Adoption fees	\$ 8,914,334	\$ —	\$ —	\$ 8,914,334	\$ 10,264,069
Home study and post-placement fees	855,163	—	—	855,163	751,361
Other	29,019	39,452	—	68,471	54,179
Contributions	—	1,137,876	(381,625)	756,251	669,940
Net investment income (Note 5)	196,870	7,066	—	203,936	358,964
Gain on disposal of property and equipmen	682	—	—	682	199,086
Total Unrestricted Revenues, Support And Gains Before Net Assets Released From Restrictions	9,996,068	1,184,394	(381,625)	10,798,837	12,297,599
Net assets released from restrictions (Note 8)	—	374,413	—	374,413	141,587
Total Unrestricted Revenues, Support And Gains	9,996,068	1,558,807	(381,625)	11,173,250	12,439,186
Expenses					
Program services	8,267,501	1,293,681	(381,625)	9,179,557	10,377,881
Management and general	2,217,125	46,062	—	2,263,187	1,790,663
Fundraising	39,215	84,150	—	123,365	173,482
Total Expenses	10,523,841	1,423,893	(381,625)	11,566,109	12,342,026
Increase (Decrease) In Unrestricted Net Assets	(527,773)	134,914	—	(392,859)	97,160
Changes In Temporarily Restricted Net Assets					
Contributions	—	580,907	—	580,907	374,413
Net assets released from restrictions (Note 8)	—	(374,413)	—	(374,413)	(141,587)
Increase In Temporarily Restricted Net Assets	—	206,494	—	206,494	232,826
Increase (Decrease) In Net Assets	(527,773)	341,408	—	(186,365)	329,986
Net Assets - Beginning Of Year	7,860,700	374,413	—	8,235,113	7,905,127
Net Assets - End Of Year	\$ 7,332,927	\$ 715,821	\$ —	\$ 8,048,748	\$ 8,235,113

**CHILDREN'S HOPE INTERNATIONAL AND
CHILDREN'S HOPE INTERNATIONAL FOUNDATION**

CONSOLIDATED STATEMENT OF CASH FLOWS

	For The Years Ended December 31,	
	2007	2006 (As Restated - Note 3)
Cash Flows From Operating Activities		
Increase (decrease) in net assets	\$ (186,365)	\$ 329,986
Adjustments to reconcile increase (decrease) in net assets to net cash provided by (used in) operating activities:		
Depreciation	311,008	340,052
Change in foreign office building advance	18,471	18,471
Gain on disposal of property and equipment	(682)	(199,086)
Realized gains on investments	(128,702)	(56,255)
Unrealized (gains) losses on investments	44,026	(209,733)
Changes in assets and liabilities:		
(Increase) decrease in prepaid expenses	(180,607)	46,722
Increase in promises to give	(360,000)	—
Increase in accounts payable	5,303	9,094
Increase in accrued vacation and salaries	11,329	41,640
Increase in deferred revenue	179,076	356,225
Net Cash Provided By (Used In) Operating Activities	(287,143)	677,116
Cash Flows From Investing Activities		
Proceeds from sales of investments	2,120,477	265,621
Purchase of investments	(1,745,695)	(833,432)
Purchase of property and equipment	(34,641)	(1,786,665)
Proceeds from sales of property and equipment	8,821	1,050,423
Increase in cash value of officer life insurance policies	(6,959)	(13,978)
Net Cash Provided By (Used In) Investing Activities	342,003	(1,318,031)
Cash Flows From Financing Activities		
Proceeds from line of credit	—	700,000
Payments on line of credit	—	(700,000)
Principal payments on capital lease obligations	(28,259)	(40,973)
Net Cash Used In Financing Activities	(28,259)	(40,973)
Net Increase (Decrease) In Cash	26,601	(681,888)
Cash - Beginning Of Year	769,906	1,451,794
Cash - End Of Year	\$ 796,507	\$ 769,906
Supplemental Disclosure Of Cash Flow Information		
Interest paid	\$ 11,244	\$ 24,684
Noncash investing and financing activities (Note 13)		

**CHILDREN'S HOPE INTERNATIONAL AND
CHILDREN'S HOPE INTERNATIONAL FOUNDATION**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2007 And 2006

1. Summary Of Significant Accounting Policies

Principles Of Consolidation

The consolidated financial statements include the accounts of Children's Hope International (CHI) and Children's Hope International Foundation (CHIF) (the Organizations).

CHIF is controlled by CHI resulting in consolidation of these financial statements. All transactions between CHI and CHIF have been eliminated in consolidation.

Basis Of Accounting

The accompanying financial statements of CHI and CHIF have been prepared on the accrual basis of accounting.

Basis Of Presentation

The financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-For-Profit Organizations*. Under SFAS No. 117, CHI and CHIF are required to report information regarding their financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets. The Organizations do not have any permanently restricted net assets at December 31, 2007 or 2006.

Estimates And Assumptions

The preparation of financial statements in conformity with generally accepted accounting principles requires management 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 financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Investments

Investments are comprised of money market funds, certificates of deposit, mutual funds, and debt and equity securities and are reported at fair value, which is based on quoted market value. Gains and losses on sales of investments are generally determined on a specific cost identification basis. Unrealized gains and losses are determined based on year-end market fluctuations.

**CHILDREN'S HOPE INTERNATIONAL AND
CHILDREN'S HOPE INTERNATIONAL FOUNDATION**

Notes To Consolidated Financial Statements (*Continued*)

Promises To Give

Promises to give are recognized as support in the period the promises are received and are recorded at the present value of the estimated future cash flows. Promises to give are stated at the amount management expects to collect from balances outstanding at year end. Based on management's assessment of the history with donors having outstanding balances and current relationships with them, it has concluded that realization losses on balances outstanding at year end will be immaterial.

Property And Equipment

Property and equipment are stated at cost, or if received by gift, at fair value at the date of gift. Gifts of long-lived assets received without stipulations are recorded as unrestricted support. Depreciation is recorded on a straight-line basis, with a half year's depreciation recognized in the years of acquisition and disposal, over the estimated useful lives of the assets as follows:

Buildings	30 years
Building improvements	10 years
Equipment and furniture	3 - 10 years
Vehicles	5 years

Deferred Revenue

Deferred revenue consists of cash received prior to December 31 for post-placement and re-adoption services to be provided by CHI subsequent to December 31.

Restricted And Unrestricted Revenue

All contributions received by CHI and CHIF are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted support. It is the policy of CHI and CHIF to show restricted contributions whose restrictions are met in the same reporting period as unrestricted contributions.

**CHILDREN'S HOPE INTERNATIONAL AND
CHILDREN'S HOPE INTERNATIONAL FOUNDATION**

Notes To Consolidated Financial Statements (*Continued*)

Description Of Program Services And Supporting Activities

The following program services and supporting activities are included in the accompanying financial statements:

Adoption - Encompasses all aspects of CHI's adoption activities.

Humanitarian Aid - Encompasses all aspects of charitable and humanitarian aid for children.

Management And General - Includes the functions necessary to maintain an equitable employment program, ensure an adequate working environment, provide coordination and articulation of the Organizations' program strategy, secure proper administrative functioning of the Board of Directors, and manage the financial and budgetary responsibilities of the Organizations.

Fundraising - Provides the structure necessary to encourage and secure private financial support from individuals and organizations through general fundraising activities.

Expense Allocation

Expenses are charged to program services and supporting activities on the basis of directly identifiable costs. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Organization.

Tax Status

Both CHI and CHIF are organizations described in Internal Revenue Code Section 501(c)(3). Both have received Internal Revenue Service (IRS) determination letters stating that they are exempt from federal tax on income from related, exempt activities.

Reclassifications

Certain 2006 amounts have been reclassified, where appropriate, to conform to the 2007 presentation.

**CHILDREN'S HOPE INTERNATIONAL AND
CHILDREN'S HOPE INTERNATIONAL FOUNDATION**

Notes To Consolidated Financial Statements (*Continued*)

2. Operations

CHI provides adoption services for children in China, Colombia, Vietnam, India, Russia, Kazakhstan, and Ethiopia. The majority of CHI's revenue is derived from families seeking adoption. CHI's program expenses include all of CHI's adoption offices, including its foreign offices in China, Vietnam and Russia. In 2007 and 2006, CHI had 503 and 715 adoptions, respectively.

In addition to adoptions, CHI also accepts donations through its Helping Hands Programs to improve the health and welfare of orphaned children in China, Ethiopia Vietnam, India, Russia, Colombia and Kazakhstan. In 2001, CHIF was formed to assume these charitable activities. In 2007 and 2006, CHI and CHIF together distributed \$1,065,749 and \$1,857,427, respectively, for humanitarian aid projects in these countries and for adoption grants to several families in need.

3. Prior Period Adjustment

During 2007, it was determined that contributions received and expenses incurred by Children's Hope International Foundation during 2006 were not originally recorded in the statement of activities. As a result, net assets and prepaid expenses as of December 31, 2006 have been decreased by \$188,028, 2006 contributions were increased \$401,637 and 2006 expenses were increased \$589,665.

4. Cash

CHI and CHIF place their cash in a high quality financial institution; however, at times such cash may be in excess of the Federal Deposit Insurance Corporation (FDIC) insurance limits. A summary of the total insured and uninsured amounts at December 31, 2007 and 2006 is as follows:

	<u>2007</u>	<u>2006</u>
Checking and savings accounts held at bank	\$ 802,147	\$ 874,114
Portion insured by FDIC	(200,000)	(200,000)
<u>Uninsured cash</u>	<u>\$ 602,147</u>	<u>\$ 674,114</u>

Total cash held at bank represents the amount of cash physically deposited in the various accounts at December 31, 2007 and 2006 without regard to deposits in transit or outstanding checks.

**CHILDREN'S HOPE INTERNATIONAL AND
CHILDREN'S HOPE INTERNATIONAL FOUNDATION**

Notes To Consolidated Financial Statements (*Continued*)

5. Investments

Investments consist of the following:

	2007		2006	
	Cost	Fair Value	Cost	Fair Value
Money market funds	\$ 515,633	\$ 515,633	\$ 110,794	\$ 110,794
Certificates of deposit	49,850	49,851	682,214	681,639
U.S. government agencies	105,000	105,016	245,000	241,524
Common stock	702,153	791,502	844,120	957,071
Corporate bonds	330,343	318,144	132,080	132,654
Mutual funds	1,212,123	1,365,365	1,146,974	1,311,935
	<u>\$ 2,915,102</u>	<u>\$ 3,145,511</u>	<u>\$ 3,161,182</u>	<u>\$ 3,435,617</u>

Investments are carried at fair value in accordance with accounting principles generally accepted in the United States of America. Net unrealized gains (losses) of \$(44,026) and \$209,733 were recorded to adjust the investments to fair value at December 31, 2007 and 2006, respectively.

Investment income in 2007 also includes \$119,260 of dividends and interest on investments and realized gains on the sale of investments of \$128,702.

Investment income in 2006 also includes \$92,976 of dividends and interest on investments and realized gains on the sale of investments of \$56,255.

Investment expenses reported as management and general expenses in the statement of activities were \$27,434 and \$24,512 for the years ended December 31, 2007 and 2006, respectively.

6. Promises To Give

The promises to give are collectible as follows as of December 31, 2007:

Less than one year	\$ 310,000
One to five years	<u>50,000</u>
	<u>\$ 360,000</u>

**CHILDREN'S HOPE INTERNATIONAL AND
CHILDREN'S HOPE INTERNATIONAL FOUNDATION**

Notes To Consolidated Financial Statements (*Continued*)

7. Property And Equipment

Property and equipment consists of the following:

	<u>2007</u>	<u>2006</u>
Land	\$ 596,000	\$ 596,000
Buildings	3,209,917	3,251,007
Building improvements	70,947	57,739
Equipment	302,134	288,719
Furniture	723,592	720,254
Vehicles	23,003	23,003
Capital leases	145,091	148,110
	<u>5,070,684</u>	<u>5,084,832</u>
Less: Accumulated depreciation	<u>1,014,220</u>	<u>761,662</u>
	<u>\$ 4,056,464</u>	<u>\$ 4,323,170</u>

Depreciation expense was \$311,008 and \$340,052 in 2007 and 2006, respectively.

8. Net Assets

At December 31, 2007 and 2006, temporarily restricted net assets were restricted for the following purposes:

	<u>2007</u>	<u>2006</u>
Humanitarian aid	\$ 220,907	\$ 374,413
Time restricted promises to give	360,000	—
	<u>\$ 580,907</u>	<u>\$ 374,413</u>

In 2007 and 2006, \$374,413 and \$141,587, respectively, of net assets restricted for humanitarian aid were released from restrictions.

**CHILDREN'S HOPE INTERNATIONAL AND
CHILDREN'S HOPE INTERNATIONAL FOUNDATION**

Notes To Consolidated Financial Statements (*Continued*)

9. Leases

The Organizations conduct a portion of their operations in leased facilities. Some of these leases provide that the Organizations pay additional building expenses. Future minimum lease commitments at December 31, 2007 are as follows:

<u>Year</u>	<u>Amount</u>
2008	\$ 180,268
2009	169,728
2010	160,036
2011	102,116
2012	31,506
	<u>\$ 643,654</u>

Total rent expense for all operating leases was \$167,716 and \$276,144 for the years ended December 31, 2007 and 2006, respectively.

During 2002, 2006, and 2007, CHI entered into equipment leases, which are considered to be equivalent to installment purchases for purposes of accounting presentation. The assets under the capital leases are capitalized using interest rates appropriate at the inception of the related lease and amortized over a five-year period. Amortization of such leases is included in depreciation expense. The gross amount of equipment recorded under the capital leases totaled \$145,091 and \$148,110 at December 31, 2007 and 2006, respectively. Accumulated amortization on this equipment amounted to \$60,260 and \$45,514 at December 31, 2007 and 2006, respectively.

**CHILDREN'S HOPE INTERNATIONAL AND
CHILDREN'S HOPE INTERNATIONAL FOUNDATION**

Notes To Consolidated Financial Statements (*Continued*)

Future minimum lease payments related to this equipment as of December 31, 2007 are as follows:

<u>Year</u>	<u>Amount</u>
2008	\$ 51,182
2009	35,469
2010	31,162
2011	15,484
2012	3,240
Total minimum lease payments	136,537
Less: Amount representing interest	17,137
Present value of minimum lease payments	119,400
Less: Current portion	35,881
Capital lease, less current portion	<u>\$ 83,519</u>

Interest expense of \$11,244 and \$9,952 was charged against income in 2007 and 2006, respectively, related to the capital leases.

10. Retirement Plans

401(k) Plan

All employees who have worked for three months or more are eligible to participate in the CHI 401(k) plan. Employees may contribute an amount of 1% to 15% of compensation. CHI determines on an annual basis the amount it will match. CHI's matching contribution was \$31,573 and \$24,980 for 2007 and 2006, respectively.

Nonqualified Pension Plans

CHI provides nonqualified pension benefits to its executives.

Split Interest Insurance Policies

Two of the policies are split interest policies on officers in which the officers have assigned rights to CHI to the policy cash surrender value in the case of termination other than death. Upon death of the insured, CHI will receive the total premiums paid by CHI under the policies.

The premiums for these policies were \$14,400 for 2007 and 2006.

The cash value of the policies as of December 31, 2007 and 2006 was \$120,015 and \$113,056, respectively.

**CHILDREN'S HOPE INTERNATIONAL AND
CHILDREN'S HOPE INTERNATIONAL FOUNDATION**

Notes To Consolidated Financial Statements (*Continued*)

11. Line Of Credit

A line of credit for \$1 million was provided by CHI's bank on October 6, 2005. The line of credit was available through July 6, 2006. CHI paid monthly interest at 6.5% on any principal outstanding on the line of credit. The line of credit was unsecured. During 2006, CHI borrowed against the line and repaid it in 2006, resulting in no outstanding balance as of December 31, 2006. Interest expense of \$14,732 was incurred and paid during 2006.

12. Foreign Operations

In connection with CHI's international adoption services, CHI maintains offices in China, Ethiopia, Kazakhstan, Russia and Vietnam. International offices operate as independent agencies whose assets and liabilities, except as noted below, are not included in the accompanying financial statements.

As of December 31, 2007 and 2006, property and equipment in China included in CHI's foreign office building advance amounted to \$494,547 and \$513,018, respectively. The payments for the property in China were paid by CHI, and the property is used for CHI's operations; however, title to the China offices is not in the name of CHI due to China property regulations. The two China offices were purchased by CHI in the name of CHI's Associate Executive Director who is a Chinese citizen.

The asset designation for 2006 for the advance has been reclassified from property and equipment.

Account balances representing amounts due to or from the international offices are reflected in the financial statements in United States dollars.

13. Supplemental Cash Flow Information

In 2007 and 2006, equipment totaling \$17,800 and \$148,110, respectively, was acquired through capital lease obligations (Note 9).

**CHILDREN'S HOPE INTERNATIONAL AND
CHILDREN'S HOPE INTERNATIONAL FOUNDATION**

Notes To Consolidated Financial Statements (*Continued*)

14. Going Concern

Children's Hope International filed its application for Hague Accreditation in 2007. The application was classified as pending, conditional upon resolution of a state licensure review. On June 13, 2008 the state review was completed, resulting in issuance of a license through July 2012. Management believes receipt of the state license requirement will ultimately result in approval of its Hague Accreditation application. Until Hague Accreditation is received the Organization is limited in accepting new applications for foreign adoptions in China and Colombia (Countries which have adopted the Hague Convention on Protection of Children and Co-Operation in Respect of Inter-country Adoption.).

CHI's adoption revenues have decreased in 2008. Management has closed three regional offices in 2008 (California, Georgia and Florida) and plans to close two more offices (Ohio and Colorado) in July and August 2008.

15. Subsequent Events

In March 2008, Children's Hope International purchased land adjacent to the St. Louis building for approximately \$670,000.

In early 2008, Children's Hope International's Board of Directors directed the transfer of \$1,000,000 into investment accounts in China. The accounts are under the dual signature authorization of CHI's Executive Director and CHI's Associate Executive Director. The investment accounts have been titled under organizations registered by CHI's executives as; The China Association of Social Work Committee of Assisting Orphans and Handicapped Children, and The Beijing Hope Loving Heart International Planning Consultation Ltd.



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Independent Auditors' Report On Supplementary Information

Our audits were made for the purpose of forming an opinion on the basic consolidated financial statements taken as a whole. The information included on the accompanying schedule of expenses is presented for purposes of additional analysis and is not a required part of the basic consolidated financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic consolidated financial statements and, accordingly, we express no opinion on it.

RubinBrown LLP

June 26, 2008

**CHILDREN'S HOPE INTERNATIONAL AND
CHILDREN'S HOPE INTERNATIONAL FOUNDATION**

**SCHEDULE OF EXPENSES
For The Years Ended December 31, 2007 And 2006**

	2007				2006
	Program Services	Supporting Activities			Total
		Management And General	Fundraising	Total	
Salaries	\$ 2,901,992	\$ 1,004,543	\$ 44,171	\$ 3,950,706	\$ 3,694,287
Payroll taxes	338,149	116,842	4,190	459,181	312,294
Other employee benefits	226,458	77,165	3,764	307,387	255,654
Total Salaries And Related Expenses	3,466,599	1,198,550	52,125	4,717,274	4,262,235
Adoption expenses	3,466,474	—	—	3,466,474	3,523,722
Advertising	—	306,612	6,257	312,869	231,869
Bank charges	8,033	3,751	—	11,784	48,095
Contract labor	213,206	—	—	213,206	259,420
Depreciation	118,305	186,483	6,220	311,008	340,052
Fundraising office expense	—	—	31,921	31,921	67,039
Helping Hands humanitarian aid	1,065,749	—	—	1,065,749	1,857,427
Insurance	64,599	37,509	2,084	104,192	191,816
Interest	6,971	4,273	—	11,244	24,684
Meetings and conferences	29,805	18,268	—	48,073	54,731
Miscellaneous	—	3,211	—	3,211	35,596
Moving expenses	—	7,440	—	7,440	5,222
Newsletter	—	38,820	792	39,612	49,271
Postage	162,939	23,311	9,585	195,835	203,563
Professional fees	1,491	253,870	5,211	260,572	210,051
Rent	167,716	—	—	167,716	276,144
Repairs and maintenance	22,663	71,631	1,145	95,439	98,070
Supplies	151,971	63,148	4,449	219,568	171,940
Tax	1,109	—	—	1,109	—
Telephone	103,658	23,401	2,593	129,652	145,229
Travel and entertainment	97,792	5,213	—	103,005	236,793
Utilities	30,477	17,696	983	49,156	49,057
Total Expenses	\$ 9,179,557	\$ 2,263,187	\$ 123,365	\$ 11,566,109	\$ 12,342,026