



THE GEANCO FOUNDATION
Chicago, Illinois

FINANCIAL STATEMENTS
December 31, 2006 and 2005



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Independent Auditor's Report

Board of Directors
The GEANCO Foundation
Chicago, Illinois

We have audited the accompanying statements of financial position (cash basis) of The GEANCO Foundation as of December 31, 2006 and 2005 and the related statements of activities (cash basis) for the year ended December 31, 2006 and since inception ending December 31, 2005. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

As described in the Summary of Significant Accounting Policies, these financial statements were prepared on the cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The GEANCO Foundation as of December 31, 2006 and 2005, and its changes in net assets for the year ended December 31, 2006 and since inception ending December 31, 2005, on the basis of accounting described in the Summary of Significant Accounting Policies.

Clifton Gunderson LLP

Oak Brook, Illinois
August 6, 2008

THE GEANCO FOUNDATION
STATEMENTS OF FINANCIAL POSITION (CASH BASIS)
December 31, 2006 and 2005

	<u>2006</u>	<u>2005</u>
ASSETS		
Cash	\$ 46,871	\$ 4,606
TOTAL ASSETS	<u>\$ 46,871</u>	<u>\$ 4,606</u>
NET ASSETS		
UNRESTRICTED NET ASSETS	<u>\$ 46,871</u>	<u>\$ 4,606</u>

The accompanying notes are an integral part of the financial statements.

**THE GEANCO FOUNDATION
STATEMENTS OF ACTIVITIES (CASH BASIS)
Years Ended December 31, 2006 and 2005**

	<u>2006</u>	<u>2005</u>
REVENUES		
Contributions, gifts and grants	\$ 87,066	\$ 5,000
EXPENSES		
Supporting services:		
Board meeting	-	394
Administrative	457	-
Development and outreach	433	-
Educational	441	-
Fundraising, event	28,488	-
Fundraising, non-event	2,108	-
Office supplies	208	-
Printing, publication and postage	3,088	-
Travel	9,578	-
Total expenses	<u>44,801</u>	<u>394</u>
CHANGE IN NET ASSETS	42,265	4,606
UNRESTRICTED NET ASSETS, BEGINNING OF YEAR	<u>4,606</u>	<u>-</u>
UNRESTRICTED NET ASSETS, END OF YEAR	<u>\$ 46,871</u>	<u>\$ 4,606</u>

The accompanying notes are an integral part of the financial statements.

**THE GEANCO FOUNDATION
NOTES TO FINANCIAL STATEMENTS
December 31, 2006 and 2005**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The GEANCO Foundation was created as a not-for-profit foundation and incorporated in the state of Illinois in 2005. The principal activity of The GEANCO Foundation is to receive or maintain funds which will be used to design, develop, and manage medical, educational, and athletic facilities in the African country of Nigeria. Grants are made in support of the Foundation's project to improve health conditions and learning opportunities for Nigerians and will provide opportunities for research, collaboration and cooperation between individuals and groups in the United States and individuals and groups based in Africa. The GEANCO Foundation's fiscal year ends on December 31. Significant accounting policies followed by the Organization are presented below.

Basis of Accounting

The accompanying financial statements were prepared on the cash basis of accounting. That method differs from generally accepted accounting principles since it requires revenues and their related assets to be recorded when received rather than when earned and expenses and their related liabilities to be recorded when paid rather than when incurred.

Revenues

Contributions are recognized when the donor makes a donation to The GEANCO Foundation. Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions. Contributions that are restricted by the donor are reported as increases in temporarily restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets. The GEANCO Foundation has no temporarily restricted or permanently restricted net assets.

Financial Statement Presentation

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, The GEANCO Foundation is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets.

Tax Exempt Status

The Internal Revenue Service has determined that The GEANCO Foundation is exempt from federal income tax under Section 501(c)(3) of the Code. In addition, the Foundation qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(1).

THE GEANCO FOUNDATION
NOTES TO FINANCIAL STATEMENTS
December 31, 2006 and 2005

NOTE 2 - OTHER MATTERS

In January 2005, the Government of Anambra State of Nigeria informed The GEANCO Foundation that land reasonable in size will be allocated to the Foundation to establish a hospital and an international centre. This land will be allocated once a formal application is made by The GEANCO Foundation. The Government has attached the condition that development will commence immediately upon the allocation of the land. As of December 31, 2006, the Foundation has secured the land for establishment of the hospital and international centre, but has yet to obtain possession of the land through the formal application process and has not begun project construction.

NOTE 3 - SIGNIFICANT CONCENTRATIONS

Generally accepted accounting principles require disclosure of information about certain vulnerabilities due to concentrations. During the year ended December 31, 2006, The GEANCO Foundation held a number of fundraising events. Two events were held in Chicago, Illinois and represent approximately 57% of total revenues in 2006.

This information is an integral part of the accompanying financial statements.