

The GEANCO Foundation
Financial Statements as of
December 31, 2010 and 2009
Together with Independent Auditor's Report

THE GEANCO FOUNDATION
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December 31, 2010 and 2009

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Independent Auditor's Report

To the Board of Directors of
The GEANCO Foundation

We have audited the accompanying financial statements of The GEANCO Foundation (a nonprofit organization), which comprise the statement of assets, liabilities, and net assets - cash basis as of December 31, 2010 and 2009, and the related statement of support, revenue, and expenses - cash basis for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the cash basis of accounting as described in Note 1; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and net assets of The GEANCO Foundation as of December 31, 2010 and 2009, and its support, revenue, and expenses for the years then ended in accordance with the cash basis of accounting as described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Cuttrara & Company

South Holland, Illinois
August 23, 2013

The GEANCO Foundation
STATEMENT OF ASSETS, LIABILITIES AND NET ASSETS – CASH BASIS
December 31, 2010 and 2009

	2010	2009
ASSETS		
Cash	<u>\$ 40,590</u>	<u>\$ 59,801</u>
 LIABILITIES	 <u>\$ -</u>	 <u>\$ -</u>
 NET ASSETS		
Unrestricted	40,590	59,801
Restricted	<u>-</u>	<u>-</u>
	<u>40,590</u>	<u>59,801</u>
	<u>\$ 40,590</u>	<u>\$ 59,801</u>

See accompanying notes to the financial statements.

The GEANCO Foundation
STATEMENT OF SUPPORT, REVENUE AND EXPENSES -- CASH BASIS
For the Year Ended December 31, 2010

	Unrestricted	Temporarily Restricted	Total	% of Total Expense
REVENUES				
Contributions, gifts and grants	<u>\$ 70,929</u>	<u>\$ -</u>	<u>\$ 70,929</u>	
EXPENSES				
Program	61,413	-	61,413	68.13%
Fundraising	17,534	-	17,534	19.45%
Administrative	<u>11,193</u>	<u>-</u>	<u>11,193</u>	<u>12.42%</u>
Total Expenses	<u>90,140</u>	<u>-</u>	<u>90,140</u>	<u>100.00%</u>
DECREASE IN NET ASSETS	(19,211)	-	(19,211)	
NET ASSETS, BEGINNING OF YEAR	<u>59,801</u>	<u>-</u>	<u>59,801</u>	
NET ASSETS, END OF YEAR	<u>\$ 40,590</u>	<u>\$ -</u>	<u>\$ 40,590</u>	

See accompanying notes to the financial statements.

The GEANCO Foundation
STATEMENT OF SUPPORT, REVENUE AND EXPENSES – CASH BASIS
For the Year Ended December 31, 2009

	Unrestricted	Temporarily Restricted	Total	% of Total Expense
REVENUES				
Contributions, gifts and grants	\$ 120,079	\$ -	\$ 120,079	
Satisfaction of grant restriction	<u>60,000</u>	<u>(60,000)</u>	<u>-</u>	
	180,079	(60,000)	120,079	
EXPENSES				
Program	130,391	-	130,391	75.71%
Fundraising	18,421	-	18,421	10.70%
Administrative	<u>23,415</u>	<u>-</u>	<u>23,415</u>	<u>13.60%</u>
Total Expenses	<u>172,227</u>	<u>-</u>	<u>172,227</u>	<u>100.00%</u>
INCREASE (DECREASE) IN NET ASSETS	7,852	(60,000)	(52,148)	
NET ASSETS, BEGINNING OF YEAR	<u>51,949</u>	<u>60,000</u>	<u>111,949</u>	
NET ASSETS, END OF YEAR	<u>\$ 59,801</u>	<u>\$ -</u>	<u>\$ 59,801</u>	

See accompanying notes to the financial statements.

The GEANCO Foundation
NOTES TO FINANCIAL STATEMENTS
December 31, 2010 and 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of The GEANCO Foundation (the "Foundation") is presented to assist in understanding the Foundation's financial statements. The financial statements and notes are representations of the Foundation's management who is responsible for the integrity and objectivity of the financial statements.

Description of Business

The Foundation was created as a not-for-profit foundation and incorporated in the State of Illinois in 2005. The principal activity of the 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. Significant accounting policies followed by the Foundation 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. The cash basis of accounting has been consistently applied in the preparation of the financial statements.

Financial Statement Presentation

Financial statement presentation follows the requirements of the Not for Profit Entities Topic of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (Codification). Under the Codification, the 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.

Revenues

Contributions are recognized when the donor makes a donation to the 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. When a restriction expires or satisfied, temporarily restricted net assets are reclassified to unrestricted net assets. Donor restricted contributions whose restrictions are met in the same reporting period are reported as unrestricted contributions. During the 2009 fiscal year, the Foundation received a temporarily restricted cash contribution of \$5,000 to support the 2009 African Health Symposium entitled "Women and Children First". The contribution was utilized during the 2009 fiscal year and was classified as unrestricted. There were no temporarily restricted contributions received in 2010. The Foundation has no temporarily or permanently restricted assets as of December 31, 2010 and 2009.

The GEANCO Foundation
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Allocation of Expenses

The costs of providing the Foundation's various programs, events and other activities have been summarized on a functional basis in the accompanying statement of activities. Accordingly, certain joint costs have been allocated among program, fundraising and administration on the basis of management estimates.

Cash and Cash Equivalents

The Foundation considers cash to be short-term, highly liquid investments that have maturities of three months or less.

Tax Exempt Status

The Foundation is a non-profit organization as described in Section 501(c)(3) of the Internal Revenue Code and is exempt from federal and state income taxes. 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).

Based upon the Foundation's evaluation of its income tax positions as of December 31, 2010 and 2009, the Foundation has no unrecognized tax positions. As of December 31, 2010, the tax years ended December 31, 2006 through 2010 remain open for statutory examination by federal and state tax authorities.

Contributed Services & Facilities

Contributed services are reported as contributions at their fair value if such services create or enhance non-financial assets or would have been purchased if not provided by donation. The Foundation did not receive any contributed services during the years ended December 31, 2010 and 2009.

The Foundation operates out of small office facilities in Chicago and Los Angeles for its sole employee and administration. The Foundation is not charged rent for these facilities and has no signed operating lease for either location. The value of the office space has not been determined and is not recorded in the accompanying financial statements.

Contributions In-Kind

Contributions in-kind are recorded at fair value and recovered as contributions when received by the Foundation. The Foundation did not receive any contributions in-kind during the years ended December 31, 2010 and 2009.

The GEANCO Foundation
NOTES TO FINANCIAL STATEMENTS
December 31, 2010 and 2009

2. OTHER MATTERS

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

3. SIGNIFICANT CONCENTRATIONS

Generally accepted accounting principles require disclosure of information about certain vulnerabilities due to concentrations. During the years ended December 31, 2010 and 2009, there were single donors that contributed 7% and 12% of total revenues, respectively.

4. SUBSEQUENT EVENTS AND COMMITMENTS

Management has evaluated subsequent events through August 23, 2013, the date on which the financial statements were available to be issued. The following event occurred subsequent to December 31, 2010.

In 2011, the Foundation received a substantial contribution in-kind of medical equipment and supplies from Zimmer, Inc. ("Zimmer"). Zimmer designs and produces a wide range of orthopedic products for joint replacement solutions in treating arthritis and traumatic injuries. The Foundation is currently conducting procedures to properly value the donation.