THE MILLENNIUM PROMISE ALLIANCE, INC.

CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2015 and 2014

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
The Millennium Promise Alliance, Inc.
New York, New York

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of The Millennium Promise Alliance, Inc. (the "Organization"), which comprise the consolidated statements of financial position as of December 31, 2015 and 2014, the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Consolidated Financial Statements

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

Auditors' Responsibility

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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgments, 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 Organization'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 Organization'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 consolidated financial statements referred to above present fairly, in all material respects, the financial position of The Millennium Promise Alliance, Inc. as of December 31, 2015 and 2014, 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.

Other Matter

The financial position and results of operations of the Village of MP Pampaida, Nigeria ("Pampaida"), which are included in the accompanying consolidated financial statements, were not audited as of and for the year ended December 31, 2014. Pampaida's total net assets represented approximately 3.4% of total consolidated net assets; its total revenue represented approximately 0.9% of total consolidated revenues; and its total expenses represented approximately 5.5% of total consolidated expenses.

EisnerAmper LLP

New York, New York
September 20, 2016

THE MILLENNIUM PROMISE ALLIANCE, INC.

Consolidated Statements of Financial Position

	December 31, 2015	December 31, 2014
ASSETS		
Cash and cash equivalents (including $50,000 of restricted cash in both 2015 and 2014)	**$ 3,948,109**	$ 8,756,172
Contributions and grants receivable, net	**1,972,056**	1,752,485
Advances to Implementation Partners	**1,080,490**	1,545,934
Property and equipment, net	**57,861**	150,554
Prepaid expenses and other assets	**290,239**	356,434
	$ 7,348,755	$ 12,561,579
LIABILITIES		
Accounts payable and accrued expenses	**$ 861,490**	$ 874,182
Grants payable		2,183,153
Refundable advance		389,175
	861,490	3,446,510
Commitments and contingency (Note I)		
NET ASSETS		
Unrestricted	**393,647**	467,620
Temporarily restricted	**6,093,618**	8,647,449
	6,487,265	9,115,069
	$ 7,348,755	$ 12,561,579

THE MILLENNIUM PROMISE ALLIANCE, INC.

Consolidated Statements of Activities

	Year Ended December 31,					
	2015			2014		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
Public support and revenue:						
Contributions and grants	**$ 2,923,254**	**$ 20,417,674**	**$ 23,340,928**	$ 3,302,195	$ 21,818,509	$ 25,120,704
Contributions in-kind		**306,482**	**306,482**		633,595	633,595
Rental income	**382,392**		**382,392**	368,401		368,401
Other income	**178,057**		**178,057**	70,396		70,396
Interest income	**293**	**5,780**	**6,073**	255	6,824	7,079
Public support and revenue before net assets released from restrictions	**3,483,996**	**20,729,936**	**24,213,932**	3,741,247	22,458,928	26,200,175
Net assets released from restrictions	**23,283,767**	**(23,283,767)**	**0**	22,120,000	(22,120,000)	0
Total public support and revenue	**26,767,763**	**(2,553,831)**	**24,213,932**	25,861,247	338,928	26,200,175
Expenses:						
Program services	**24,469,911**		**24,469,911**	24,128,317		24,128,317
Supporting services:						
Management and general	**1,646,906**		**1,646,906**	1,579,735		1,579,735
Fund-raising	**300,041**		**300,041**	299,517		299,517
Total supporting services	**1,946,947**		**1,946,947**	1,879,252		1,879,252
Total expenses	**26,416,858**		**26,416,858**	26,007,569		26,007,569
Change in net assets before foreign currency translation loss	**350,905**	**(2,553,831)**	**(2,202,926)**	(146,322)	338,928	192,606
Foreign currency translation loss	**(424,878)**		**(424,878)**	(211,426)		(211,426)
Change in net assets	**(73,973)**	**(2,553,831)**	**(2,627,804)**	(357,748)	338,928	(18,820)
Net assets, beginning of year	**467,620**	**8,647,449**	**9,115,069**	825,368	8,308,521	9,133,889
Net assets, end of year	**$ 393,647**	**$ 6,093,618**	**$ 6,487,265**	$ 467,620	$ 8,647,449	$ 9,115,069

See notes to consolidated financial statements.

THE MILLENNIUM PROMISE ALLIANCE, INC.

Consolidated Statement of Functional Expenses
Year Ended December 31, 2015
(with summarized financial information for 2014)

		Supporting Services			Totals	
	Program Services	Management and General	Fund-raising	Total	2015	2014
Salaries and fringe benefits	$ 6,508,824	$ 837,737	$ 249,302	$ 1,087,039	$ 7,595,863	$ 7,712,986
Villages expenses	14,520,299				14,520,299	16,181,974
Grant expense	2,839,365				2,839,365	1,051,202
Professional fees	208,147	83,135	20,889	104,024	312,171	146,889
Insurance	92,901	46,937		46,937	139,838	123,582
Office expenses	103,181	16,761	13,713	30,474	133,655	38,811
Telephone	19,801	36,748	1,852	38,600	58,401	86,240
Occupancy costs		488,463		488,463	488,463	495,048
Travel	135,095	117,598	4,964	122,562	257,657	163,957
Repairs and maintenance		12,183	8,824	21,007	21,007	23,529
Conferences and seminars	12,002				12,002	21,889
Delivery and postage	27,290	4,138	497	4,635	31,925	4,956
Bank charges	3,006	4,692		4,692	7,698	4,702
Printing and reproduction		1,727		1,727	1,727	1,337
Depreciation and amortization		92,693		92,693	92,693	100,467
Total expenses before reduction in provision for doubtful accounts	24,469,911	1,742,812	300,041	2,042,853	26,512,764	26,157,569
Reduction in provision for doubtful accounts		(95,906)		(95,906)	(95,906)	(150,000)
Total expenses	$ 24,469,911	$ 1,646,906	$ 300,041	$ 1,946,947	$ 26,416,858	$ 26,007,569

See notes to consolidated financial statements.

THE MILLENNIUM PROMISE ALLIANCE, INC.

Consolidated Statement of Functional Expenses
Year Ended December 31, 2014

		Supporting Services			
	Program Services	Management and General	Fund-raising	Total	Total
Salaries and fringe benefits	$ 6,612,597	$ 845,125	$ 255,264	$ 1,100,389	$ 7,712,986
Villages expenses	16,181,974				16,181,974
Grant expense	1,051,202				1,051,202
Professional fees	46,700	83,415	16,774	100,189	146,889
Insurance	78,016	45,566		45,566	123,582
Office expenses	5,218	20,242	13,351	33,593	38,811
Telephone	35,764	47,595	2,881	50,476	86,240
Occupancy costs		495,048		495,048	495,048
Travel	106,924	55,042	1,991	57,033	163,957
Repairs and maintenance		15,140	8,389	23,529	23,529
Conferences and seminars	7,315	14,574		14,574	21,889
Delivery and postage	2,275	2,146	535	2,681	4,956
Bank charges	332	4,370		4,370	4,702
Printing and reproduction		1,005	332	1,337	1,337
Depreciation and amortization		100,467		100,467	100,467
Total expenses before reduction in provision for doubtful accounts	24,128,317	1,729,735	299,517	2,029,252	26,157,569
Reduction in provision for doubtful accounts		(150,000)		(150,000)	(150,000)
Total expenses	$ 24,128,317	$ 1,579,735	$ 299,517	$ 1,879,252	$ 26,007,569

See notes to consolidated financial statements.

THE MILLENNIUM PROMISE ALLIANCE, INC.

Consolidated Statements of Cash Flows

	Year Ended December 31, 2015	Year Ended December 31, 2014
Cash flows from operating activities:		
Change in net assets	**$ (2,627,804)**	$ (18,820)
Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities:		
Reduction in provision for doubtful accounts	**(95,906)**	(150,000)
Depreciation and amortization	**92,693**	100,467
Donated securities		(25,620)
Proceeds from sale of donated securities		25,620
Changes in:		
Contributions and grants receivable	**(123,665)**	286,321
Advances to Implementation Partners	**465,444**	61,584
Prepaid expenses and other assets	**66,195**	(79,350)
Accounts payable and accrued expenses	**(12,692)**	(249,237)
Grants payable	**(2,183,153)**	286,801
Refundable advance	**(389,175)**	389,175
Net cash (used in) provided by operating activities	**(4,808,063)**	626,941
Cash flows from investing activities:		
Purchase of property and equipment		(7,110)
Change in cash and cash equivalents	**(4,808,063)**	619,831
Cash and cash equivalents, beginning of year	**8,756,172**	8,136,341
Cash and cash equivalents, end of year	**$ 3,948,109**	$ 8,756,172
Supplemental disclosure of cash flow information:		
Donated goods and services	**$ 306,482**	$ 633,595

See notes to consolidated financial statements.

NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

[1] Organization:

Since its founding in 2005 through the end of 2015, the main operations of The Millennium Promise Alliance, Inc. ("MP") has been as the implementer and main funding partner of the Millennium Villages Project (the "MVP"), its flagship initiative that took an integrated approach to addressing extreme poverty in villages across 10 countries in sub-Saharan Africa. The MVP combined the best scientific practice and local knowledge to address all the major aspects of extreme poverty in rural Africa simultaneously – hunger, disease, inadequate education, lack of safe drinking water, and absence of essential infrastructure – in order to assist communities on their way to self-sustainable development. Its aim was to demonstrate that progress toward the achievement of the Millennium Development Goals ("MDGs") in low-income rural sub-Saharan African villages can be made over a ten-year time frame by promoting a comprehensive package of low-cost, science-based interventions and practices within the budget structure recommended by the United Nations Millennium Project. Final monitoring and evaluation results of the MVP for the original 10 Millennium Villages ("MV") project locations will begin to be made available in 2016.

During Phase I of the MVP, which commenced in July 2006 and was conducted through June 2011, MP relied primarily on three implementation partners to perform operational functions for the MVP in the areas of financial management, procurement, human resources, contracting and other administrative services. The implementation partners were: (i) The United Nations Development Programme ("UNDP"), (ii) The International Centre for Research in AgroForestry ("ICRAF"), and (iii) Millennium Development Ethiopia. Effective July 1, 2011, MP began Phase II of the MVP, which ran through December 2015. During Phase II, MP assumed direct operational and financial management responsibility for the MVP from UNDP and ICRAF, and entered into an agreement with the United Nations Office of Project Services ("UNOPS") to provide human resource contracting and payroll administration support for MP's international activities. In addition to its local offices, in 2010, MP established a wholly controlled subsidiary in Tanzania to facilitate operations in that country. In 2014, MP established a wholly controlled subsidiary in Nigeria to facilitate operations in that county.

One very important aspect of the MVP was to ensure that whole communities, including men, women, and vulnerable groups, were empowered to maintain and build upon progress made well beyond the MVP's 2015 operational end-date. As a result, the MVP built a sustainability strategy primarily based on capacity building and transition to local ownership. Over the final years of the MVP, MP worked to gradually transition management, operations and funding of interventions and programs to local and national government and community ownership, with the goal that the government and, where appropriate, the community would become responsible for the support (financial, operational, and management) of public services without MVP operational or funding support after 2015. This transition included transferring management of health and education operations and staffing back to local governments, and ensuring communities were equipped to manage water points, energy sources, and other shared resources well beyond 2015.

As a result of the planned end date of the MVP in 2015, and transition to local ownership, MP ceased funding of almost all previously funded and operated health, education, agriculture, and infrastructure interventions in the MVs. Coinciding with this, MP transitioned many of the field staff in Africa to government or other employment.

In addition, during 2015, MP assisted the Government of Guinea to establish an Ebola response information system using the Community Health Worker ("CHW") technology developed in the MVP.

NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

[1] Organization: (continued)

Currently, MP is shifting its focus from the MDGs to their successor, the Sustainable Development Goals ("SDGs"). Approved by U.N. member states in September 2015, the 17 SDGs present a new universal agenda that promotes the economic, social, and environmental dimensions of sustainable development, including gender equality and empowerment of women and girls. MP's mission going forward will be to promote achievement of the SDGs at the local level as it continues working with governments and partners across sub-Saharan Africa and beyond to tackle the root causes of extreme poverty. MP is well positioned to help governments apply the tools, systems, and protocols created, tested, and refined over the past 10 years across the MV to achieve the SDGs in their districts and countries. MP's large network of partners and experts most notably the teams working in the regional centers in Nairobi and Dakar and MV clusters across sub-Saharan Africa have accumulated invaluable expertise and experience on rural economic development. It is envisioned that these teams will continue to help drive the SDG agenda alongside government partners, including through MP's new flagship initiative, the Sustainable Districts Program ("SDP").

The SDP, building on the innovations and systems developed over 10 years through the MVP, has been launched subsequent to 2015, to provide governments and partners with practical tools, powerful technologies, and proven community-based strategies for achieving the SDGs at the local level. By complementing district government resources with MP's operational and technical expertise, and by building capacity for local leadership and action, MP aims to help accelerate achievement of the SDGs in these districts across all SDG-related sectors. MP is planning on bringing its technical expertise to advise, train and build capacity of local district governments in the areas of sustainable agriculture and economic development, health, education, infrastructure, women's empowerment and good governance, ecosystems and climate, and information technology across 10 countries (corresponding to the countries where the MVP has operated) to start, and more in the future.

MP, incorporated in 2005 in the state of Delaware, is exempt from federal income taxes under Section 501(c)(3) of the U.S. Internal Revenue Code and from state and local taxes under comparable laws.

The accompanying consolidated financial statements include the accounts of The Millennium Promise Alliance, Inc. and its wholly controlled subsidiaries (together, the "Organization"). All intercompany accounts and transactions have been eliminated in consolidation.

[2] Basis of accounting:

The accompanying consolidated financial statements of the Organization have been prepared using the accrual basis of accounting and conform to accounting principles generally accepted in the United States of America as applicable to not-for-profit organizations.

[3] Use of estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses, as well as the disclosure of contingent assets and liabilities. Actual results could differ from those estimates.

[4] Cash and cash equivalents:

For financial reporting purposes, the Organization considers all highly liquid investments, with a maturity of three months or less at the date of purchase, to be cash equivalents.

NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

[5] Advances to Implementation Partners:

During Phase I of the MVP, the Organization entered into service agreements with three unrelated non-governmental organizations (the "Implementation Partners") to manage and oversee the MVP's operations funded by the Organization to facilitate the Organization's mission to end extreme poverty in Africa. The Organization added a Fourth implementation partner during Phase II. The Implementation Partners administered expenditures for villages located in 10 countries in Africa (see Note A[1]).

Funds transferred to the Implementation Partners in accordance with the service agreements, in excess of expenditures incurred, are initially reflected as advances within the consolidated statements of financial position (see Note C). Upon expenditure of the advanced funds by the Implementation Partners, the Organization recognizes "village's expenses" in the consolidated statements of activities.

The Organization terminated its service agreements with two of its Implementation Partners as it continues to turn over some of its operations in Africa to the corresponding local government.

[6] Investments:

Donated securities are recorded at their fair values as determined by the proceeds received on the date of sale.

[7] Property and equipment:

Property, equipment, website development and software costs are reported at their original costs at the dates of acquisition, or if contributed, at their fair values at the dates of donation. The Organization capitalizes property and equipment with an original cost of $500 or more and with a useful life in excess of one year. Depreciation is provided using the straight-line method over the expected useful lives of the respective assets, which range from 3 to 5 years.

[8] Grants and direct support:

Grants and direct support to others are recognized as expenses in the period the grants are approved. Outstanding grants payable as of 2014 amounted to $2,183,153. No grants were payable at December 31, 2015.

[9] Net assets:

The net assets of the Organization are classified and reported as follows:

(i) Unrestricted:

Unrestricted net assets represent resources that are not subject to donor-imposed restrictions and available for current operations.

(ii) Temporarily restricted:

Temporarily restricted net assets represent those resources that have been restricted by donors for specific purposes. When a donor restriction expires, that is, when a stipulated time-restriction ends or a purpose-restriction is accomplished, temporarily restricted net assets are reclassified as unrestricted net assets and are reported in the accompanying consolidated statements of activities as "net assets released from restrictions."

NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

[10] Contributions and grants:

Contributions and grants are recorded as revenue upon the receipt of cash or unconditional pledges. Contributions and grants are considered available for unrestricted use, unless donors restrict the use. Expenses are reported as decreases in unrestricted net assets. The Organization periodically evaluates the collectability of its contributions and receivables and provides allowances for anticipated losses, if any, when necessary.

Grant revenue is recognized based on the terms of each individual grant, and is considered available for unrestricted use, unless the donor or grantor restricts the use thereof. Amounts received in advance of the Organization fulfilling its obligation, in accordance with the grant contract, are deferred and reported as "refundable advance" in the consolidated statements of financial position.

[11] In-kind donations:

For recognition of donated goods and services in the consolidated financial statements, such goods and services must (i) create or enhance non-financial assets and (ii) typically need to be acquired if not provided by donation. Additionally, recognition of donated services must (i) require specialized skills and (ii) be provided by individuals possessing these skills. Donated goods and services are recorded as support at their estimated fair value at the dates of donation and are reported as unrestricted support. Donated goods and services are reported as both contributions in-kind and offsetting expenses in the accompanying consolidated statements of activities.

[12] Functional allocation of expenses:

The costs of providing the Organization's various programs and supporting services have been summarized on a functional basis in the accompanying consolidated statements of activities and functional expenses. Accordingly, certain costs as reported in the accompanying consolidated statements of functional expenses have been allocated among the program and supporting services in reasonable ratios determined by management.

[13] Foreign currency translation:

Foreign currency translation gains or losses are the inherent result of the process of translation to U.S. dollars. For financial reporting purposes, the Organization's foreign operations are stated in their respective functional currencies. These gains or losses are shown as a separate component in the accompanying consolidated statements of activities.

[14] Income tax uncertainties:

The Organization follows the provisions of the Financial Accounting Standards Board's ("FASB") Accounting Standards Codification ("ASC") Topic 740, *Income Taxes,* as it relates to accounting and reporting for uncertainty in income taxes. Because of the Organization's general tax-exempt status, ASC Topic 740 has not had, and is not expected to have, a material impact on the Organization's consolidated financial statements.

NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

[15] New accounting pronouncement:

In August 2016, the FASB issued Accounting Standards Update ("ASU") No. 2016-14, "Not-for-Profit Entities" (Subtopic 958): Presentation of Financial Statements of Not-for-Profit Entities ("ASU 2016-14"). ASU 2016-14 amends certain financial statement disclosures with the goal of assisting not-for-profit organizations in providing more relevant information about their resources (and the changes in those resources) to donors, grantors, creditors, and other users. ASU 2016-14 includes qualitative and quantitative requirements in the following areas: (i) net asset classes, (ii) investment return, (iii) expense categorizations, (iv) liquidity and availability of resources, and (v) presentation of operating cash flows. The new reporting standard is effective for annual reporting periods issued for fiscal years beginning after December 15, 2017. The Organization elected not to early adopt ASU 2016-14.

[16] Subsequent events:

The Organization considers the accounting treatments and the related disclosures in the current year's financial statements, that may be required as the result of all events or transactions that occur after December 31, 2015 through September 20, 2016, the date the financial statements were available to be issued.

NOTE B - CONTRIBUTIONS AND GRANTS RECEIVABLE

At each year-end, contributions and grants receivable were estimated to be due as follows:

	December 31,	
	2015	**2014**
Gross amounts due in:		
2015		$ 1,841,112
2016	**$ 1,962,992**	115,000
2017	**115,000**	115,000
2018	**110,000**	110,000
	2,187,992	2,181,112
Less allowance for uncollectible contributions and grants	**(200,000)**	(400,000)
Less reduction of contributions and grants due in excess of one year, at a discount rate of 3% in 2015 and 2014	**(15,936)**	(28,627)
	$ 1,972,056	$ 1,752,485

During 2015, the Organization entered into two grant support agreements with UNOPS. Grant support aggregating approximately $8,778,000 (pursuant to agreements between the Government of Japan and the United Nations) will be provided to the Organization for the operations of the MVP in Kenya, Rwanda and Nigeria for the period beginning January 1, 2015 through June 30, 2016. At December 31, 2015, the conditions for recognition have not yet been met.

NOTE C - ADVANCES TO IMPLEMENTATION PARTNERS

As of December 31, 2015 and 2014, $1,080,490 and $1,545,934, respectively, have been advanced to the Implementation Partners. At December 31, 2015 and 2014, the Organization does not have any unfunded commitments to the Implementation Partners.

NOTE D - PROPERTY AND EQUIPMENT

At each fiscal year-end, property and equipment consisted of the following:

	December 31, 2015	December 31, 2014
Office furniture and equipment	**$ 28,913**	$ 49,834
Website and software	**351,882**	431,070
	380,795	480,904
Less accumulated depreciation and amortization	**(322,934)**	(330,350)
	$ 57,861	$ 150,554

During 2015 and 2014, the Organization wrote off fully depreciated property and equipment, with an original cost of approximately $100,000 and $53,000, respectively.

NOTE E - REFUNDABLE ADVANCE

In 2014, the Organization received a matching grant from a donor not to exceed $1,000,000. In accordance with the grant agreement, $500,000 was received to support monitoring and evaluation surveys related to the MVP. A portion of the funds were matched in 2014 and the remaining unmatched-portion was recorded as a refundable advance in the consolidated statements of financial position. In 2015, the Organization met the remaining matching requirements and received the remaining $500,000.

NOTE F - TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets at December 31, 2015 and 2014 were restricted for the following purposes:

	December 31, 2015	December 31, 2014
Program-related (MVP)	**$ 5,703,458**	$ 8,567,449
Program-related (Ebola)	**308,155**	
Time-restricted for operations	**82,005**	80,000
	$ 6,093,618	$ 8,647,449

During each year, net assets were released from restrictions for the following purposes:

	December 31, 2015	December 31, 2014
Program-related (MVP)	**$ 22,131,752**	$ 21,415,000
Program-related (Ebola)	**1,034,755**	
Time-restricted for operations	**117,260**	705,000
	$ 23,283,767	$ 22,120,000

NOTE G - IN-KIND DONATIONS

The Organization received donated bednets, telephone equipment, medicine, and other supplies for the MVP, with a fair value of approximately $306,000 and $634,000 in 2015 and 2014, respectively. The in-kind donations were recorded as a revenue and expense in the consolidated statements of activities.

A number of unpaid volunteers have made significant contributions of their time performing administrative functions. The value of this contributed time is not recorded in the accompanying consolidated financial statements because it does not meet the criteria for revenue recognition required by accounting principles generally accepted in the United States of America.

NOTE H - FOREIGN CURRENCY TRANSLATION

The Organization has operations in the following ten African countries: Senegal, Mali, Ghana, Nigeria, Uganda, Rwanda, Malawi, Tanzania, Kenya, and Ethiopia. The foreign currency translation loss for 2015 and 2014 was $424,878 and $211,426, respectively. The cumulative effect of the net asset adjustment from foreign currency at December 31, 2015 and 2014 was a loss of $721,711 and 296,833, respectively.

NOTE I - COMMITMENTS

[1] Lease obligations:

The Organization had lease and sublease agreements for its former office space that expired in November 2015, and were not renewed. In addition, the Organization has a separate lease agreement for its current office space which expired in December 2015 and was extended for an additional three years. The extension agreement was re-negotiated in August 2016, in which the lease was terminated and a new lease agreement was entered into expiring in June 2021. The new lease agreement requires that subsequent rent be adjusted for the Organization's proportional amount of actual costs of the building. Estimated future minimum lease payments are as follows:

Year Ending December 31,	Amount
2016	$ 127,000
2017	136,000
2018	136,000
2019	136,000
2020	136,000
Thereafter	68,000
	$ 739,000

Gross rental expense from lease obligations, including utilities, was approximately $488,000 and $495,000 for 2015 and 2014, respectively.

[2] Guarantee agreement:

In furtherance of its mission to support the achievement of the Millennium Development Goals, in 2012, the Organization collaborated with Soros Economic Development Fund ("SEDF") and jointly entered into a Guaranty Facility Agreement (the "Agreement") with a local bank in Kenya (the "Bank"). SEDF is an unrelated not-for-profit corporation established under the laws of Delaware whose charitable purpose includes supporting economic development in countries that are fragile, poor and have vulnerable populations. The Organization and SEDF have jointly designed and organized a lending program to be operated by the Bank to provide loans to local farmers in economically depressed rural areas of Kenya (the "Program").

NOTE I - COMMITMENTS (CONTINUED)

[2] Guarantee agreement: (continued)

Under the Agreement, the Organization has agreed to assist in the financing of the Program by issuing a first loss guarantee of 50% of the loans issued by the Bank up to a maximum of $50,000. As collateral under the Agreement, the Organization maintains an interest bearing deposit account at the Bank. At both December 31, 2015 and 2014, cash and cash equivalents includes $50,000 restricted under this Agreement.

[3] Governments:

The Organization operates in various African countries, certain of whose governments at times may become unstable. The accompanying consolidated financial statements do not contemplate any possible losses that may arise should these governments destabilize.

[4] Agreements:

In the normal course of business, the Organization enters into various contracts for professional and other services, which are typically renewable on a year-to-year basis.

NOTE J - CONCENTRATIONS

The Organization has concentrations in the following areas:

[1] Revenue:

Three major donors contributed approximately 58% of the total revenue in 2015 and two major donors contributed approximately 23% of the total revenue in 2014.

[2] Contributions and grants receivable:

At December 31, 2015, approximately 81% of the contributions and grants receivable were from two major donors. At December 31, 2014, approximately 52% of the contributions and grants receivable were from two major donors.

[3] Financial instruments:

The financial instruments that potentially subject the Organization to a concentration of credit risk are cash accounts maintained with a major financial institution in amounts in excess of federal insurance limits. Management believes that the Organization's risk of loss that might result from the possible failure of the financial institution is minimal.

NOTE K - EMPLOYEE BENEFIT PLAN

The Organization sponsors a 401(k) defined-contribution pension plan covering substantially all employees who have completed 1,000 hours of service during a 12-month period and who have reached age 21. Pension expense during 2015 and 2014 was $35,165 and $26,543, respectively.