Manna Project International

Audited Financial Statements

December 31, 2011

Zeal Financial Services
P.O. Box 3547
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REPORT OF INDEPENDENT AUDITORS

To the Board of Directors
Manna Project International

We have audited the accompanying statement of financial position of Manna Project International (a nonprofit organization) as of December 31, 2011 and the related statements of activities, functional expenses and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit 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 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 audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Manna Project International as of December 31, 2011, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Zeal Financial Services

February 15, 2012
Manna Project International
Statement of Financial Position
December 31, 2011

Assets

Current Assets
Cash and Cash Equivalents $49,174
Undeposited Funds 8,076
Accounts Receivable 4,399
Prepaid Expenses 7,157
Total Current Assets $68,806

Fixed Assets, net of accumulated depreciation 6,445

Total Assets $75,251

Liabilities and Net Assets

Current Liabilities
Accounts Payable $5,416
Accrued Expenses 2,580
Total Current Liabilities $7,996

Net Assets
Unrestricted Net Assets 67,255

Total Liabilities and Net Assets $75,251

See Accompanying Notes to Financial Statements
Manna Project International
Statement of Activities
For Year Ended December 31, 2011

<table>
<thead>
<tr>
<th>Support and Revenue</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Individual and Corporate Donations</td>
<td>$371,477</td>
</tr>
<tr>
<td>Foundation and Trust Grants</td>
<td>28,300</td>
</tr>
<tr>
<td>Program Related Income</td>
<td>7,894</td>
</tr>
<tr>
<td>Miscellaneous income</td>
<td>7,431</td>
</tr>
<tr>
<td>Interest Income</td>
<td>188</td>
</tr>
<tr>
<td><strong>Total Support and Revenue</strong></td>
<td><strong>$415,290</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Expenses</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Program Expenses</td>
<td>$354,054</td>
</tr>
<tr>
<td>Management and General Expenses</td>
<td>50,182</td>
</tr>
<tr>
<td>Fundraising Expenses</td>
<td>14,218</td>
</tr>
<tr>
<td><strong>Total Expenses</strong></td>
<td><strong>418,454</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Extraordinary Items</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Loss on Disposal of Assets</td>
<td>(1,500)</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Change in Net Assets</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>(4,664)</strong></td>
<td></td>
</tr>
</tbody>
</table>

**Net Assets, beginning of period**  71,919

**Net Assets, end of period**  $67,255

See Accompanying Notes to Financial Statements
Manna Project International
Statement of Functional Expenses
For Year Ended December 31, 2011

<table>
<thead>
<tr>
<th></th>
<th>Management Program</th>
<th>Management and General</th>
<th>Fund Raising</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Salaries</td>
<td>$61,724</td>
<td>$32,316</td>
<td>$4,824</td>
<td>$98,864</td>
</tr>
<tr>
<td>Payroll Taxes and Benefits</td>
<td>9,460</td>
<td>4,952</td>
<td>739</td>
<td>15,151</td>
</tr>
<tr>
<td>Advertising</td>
<td>0</td>
<td>853</td>
<td>0</td>
<td>853</td>
</tr>
<tr>
<td>Bank Fees</td>
<td>0</td>
<td>1,397</td>
<td>0</td>
<td>1,397</td>
</tr>
<tr>
<td>Website</td>
<td>0</td>
<td>1,334</td>
<td>4,002</td>
<td>5,336</td>
</tr>
<tr>
<td>Conferences</td>
<td>2,968</td>
<td>0</td>
<td>0</td>
<td>2,968</td>
</tr>
<tr>
<td>Depreciation</td>
<td>4,773</td>
<td>0</td>
<td>0</td>
<td>4,773</td>
</tr>
<tr>
<td>Insurance</td>
<td>15,119</td>
<td>0</td>
<td>0</td>
<td>15,119</td>
</tr>
<tr>
<td>Miscellaneous</td>
<td>2,576</td>
<td>3,282</td>
<td>2,476</td>
<td>8,334</td>
</tr>
<tr>
<td>Occupancy</td>
<td>25,984</td>
<td>1,327</td>
<td>0</td>
<td>27,311</td>
</tr>
<tr>
<td>Postage and Printing</td>
<td>550</td>
<td>794</td>
<td>1,448</td>
<td>2,792</td>
</tr>
<tr>
<td>Professional Fees</td>
<td>0</td>
<td>1,085</td>
<td>0</td>
<td>1,085</td>
</tr>
<tr>
<td>Program Expenditures</td>
<td>146,233</td>
<td>0</td>
<td>0</td>
<td>146,233</td>
</tr>
<tr>
<td>Repairs and Maintenance</td>
<td>6,831</td>
<td>0</td>
<td>0</td>
<td>6,831</td>
</tr>
<tr>
<td>Staff Development</td>
<td>19,033</td>
<td>1,089</td>
<td>64</td>
<td>20,186</td>
</tr>
<tr>
<td>Supplies</td>
<td>2,173</td>
<td>665</td>
<td>665</td>
<td>3,503</td>
</tr>
<tr>
<td>Subscriptions</td>
<td>5</td>
<td>0</td>
<td>0</td>
<td>5</td>
</tr>
<tr>
<td>Telephone</td>
<td>9,266</td>
<td>358</td>
<td>0</td>
<td>9,624</td>
</tr>
<tr>
<td>Travel</td>
<td>39,976</td>
<td>730</td>
<td>0</td>
<td>40,706</td>
</tr>
<tr>
<td>Utilities</td>
<td>7,383</td>
<td>0</td>
<td>0</td>
<td>7,383</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$354,054</strong></td>
<td><strong>$50,182</strong></td>
<td><strong>$14,218</strong></td>
<td><strong>$418,454</strong></td>
</tr>
</tbody>
</table>

See Accompanying Notes to Financial Statements

4
Manna Project International
Statement of Cash Flows
For Year Ended December 31, 2011

Cash flows from Operating Activities:
Change in Net Assets $(4,664)
Adjustments to reconcile change in net assets to net cash from operating activities
Depreciation 4,773
Loss on Disposal of Fixed Assets 1,500
Changes in Operating Assets and Liabilities:
Accounts Receivable 1,874
Undeposited Funds 15,552
Prepaid Expenses (7,157)
Accounts Payable (22,184)
Accrued Expenses 2,580

Net Cash from Operating Activities $(7,726)

Cash Flows from Investing Activities
Purchase of Fixed Assets (731)
Proceeds from Sale of Fixed Assets 2,000

Net Cash from Investing Activities 1,269

Net Change in Cash (6,457)

Cash, beginning of period 55,631

Cash, end of period $49,174

Supplemental Disclosure of Cash Flow Information
Cash paid during period for:
Interest $0
Manna Project International
Notes to Financial Statements
December 31, 2011

1. Organization and Purpose:

Manna Project International is a non-profit organization that exists to utilize the passion and energy of young people to empower developing international communities through hands-on learning and service in Nicaragua, Ecuador, and Guatemala. It is incorporated under the laws of the State of Tennessee.

2. Summary of Significant Accounting Policies:

The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

a. Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis and conform to accounting principles generally accepted in the United States of America and in accordance with the principles of not-for-profit accounting.

b. Cash and Cash Equivalents

Cash and cash equivalents include all unrestricted cash on hand and in banks. Manna Project International also considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

c. Fixed Assets

Fixed Assets are stated at cost, or, if donated, at the estimated fair market value at the date of donation. Depreciation is recorded using the straight line method at various rates calculated to allocate the cost of the respective items over their estimated useful lives. Current year depreciation is $4,773.

d. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from their estimates.

e. Income Taxes

Manna Project International is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision has been made in the financial statements.
f. Classification of Restricted and Unrestricted Net Assets

Financial statement presentation follows the requirements of the Financial Accounting Standards Board (FASB) Accounting Standards Codification Topic related to Presentation of Financial Statement of Not-for-Profit Organizations. Under the FASB Accounting Standards Codification, the Organization 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.

The codification requires Manna Project International to report gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is when a stipulated time restriction ends or purposed restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Temporarily restricted funds received and released from restrictions in the same period are reported as unrestricted support. At December 31, 2011, and for the year then ended, there were no permanent restrictions on assets.

g. Donated Services

Officers, member of the Board of Directors, and other volunteers of the Organization have assisted the Organization in the accomplishment of its goals and objectives by the donation of their time and services. No amounts have been reflected in the financial statements as it was not practical to determine the valuation of such services to the Organization, and the Organization exercises no significant control over the major elements of donated services.

3. Significant Events

Subsequent events have been evaluated through February 15, 2012, which is the date the financial statements were available to be issued.