

WORLDTEACH, INC.
(A Not-for-Profit Organization)

AUDITED FINANCIAL STATEMENTS
AND ADDITIONAL INFORMATION

JUNE 30, 2012

NOTIFICATION TO THIRD PARTY USERS OF THIS REPORT

This report was prepared subject to the terms and conditions set forth in an engagement letter. By relying upon this report, all users shall be deemed to agree to the terms and conditions of that engagement letter. Users intending to rely upon this report should contact the issuer to obtain a copy of its applicable terms and conditions. This report is intended for the exclusive use of the clients of the issuer and others to whom the issuer has expressly granted consent.

WORLDTEACH, INC.
(A Not-for-Profit Organization)

AUDITED FINANCIAL STATEMENTS AND ADDITIONAL INFORMATION

JUNE 30, 2012

AUDITED FINANCIAL STATEMENTS

| | |
|--|---|
| INDEPENDENT AUDITORS' REPORT | 1 |
| STATEMENTS OF FINANCIAL POSITION | 2 |
| STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS – 2012 | 4 |
| STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS – 2011 | 5 |
| STATEMENTS OF CASH FLOWS – INDIRECT METHOD..... | 6 |
| NOTES TO FINANCIAL STATEMENTS | 7 |

ADDITIONAL INFORMATION

| | |
|---|----|
| INDEPENDENT AUDITORS' REPORT ON ADDITIONAL INFORMATION | 14 |
| STATEMENT OF SUPPORT, REVENUE, AND EXPENSES BY PROGRAM – 2012 | 15 |
| STATEMENT OF SUPPORT, REVENUE, AND EXPENSES BY PROGRAM – 2011 | 17 |

INDEPENDENT AUDITORS' REPORT

Board of Directors
WorldTeach, Inc.

We have audited the accompanying statements of financial position of **WorldTeach, Inc.** (A Not-for-Profit Organization) as of June 30, 2012 and 2011, and the related statements of activities and changes in net assets and cash flows – indirect method for the years 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 audits.

We conducted our audits in accordance with the 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of **WorldTeach, Inc.** as of June 30, 2012 and 2011, and the activities and changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

GRAY, GRAY & GRAY, LLP

Gray, Gray & Gray, LLP

January 4, 2013

WORLDTEACH, INC.
(A Not-for-Profit Organization)

STATEMENTS OF FINANCIAL POSITION

ASSETS

| | <u>2012</u> | <u>June 30,</u> <u>2011</u> |
|--|---------------------|--------------------------------|
| CURRENT ASSETS | | |
| Cash | \$ 594,231 | \$ 754,148 |
| Accounts receivable, countries less allowance for doubtful accounts of \$20,000 in 2012 and \$0 in 2011 | 239,532 | 201,739 |
| Accounts receivable, volunteer fees | 316,006 | 274,903 |
| Prepaid expenses | <u>179,771</u> | <u>204,006</u> |
| TOTAL CURRENT ASSETS | <u>1,329,540</u> | <u>1,434,796</u> |
| FURNITURE, FIXTURES, AND EQUIPMENT | 32,033 | 34,524 |
| Less accumulated depreciation | <u>27,656</u> | <u>31,710</u> |
| NET FURNITURE, FIXTURES, AND EQUIPMENT | <u>4,377</u> | <u>2,814</u> |
| INVESTMENTS | <u>1,600,695</u> | <u>1,276,422</u> |
| TOTAL ASSETS | <u>\$ 2,934,612</u> | <u>\$ 2,714,032</u> |

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

LIABILITIES AND NET ASSETS

| | <u>June 30,</u> | |
|---|---------------------|---------------------|
| | <u>2012</u> | <u>2011</u> |
| CURRENT LIABILITIES | | |
| Accounts payable and accrued expenses | \$ 67,819 | \$ 126,182 |
| Accrued volunteer support | 247,607 | 227,892 |
| Deferred revenue | <u>606,249</u> | <u>605,025</u> |
| TOTAL CURRENT LIABILITIES | <u>921,675</u> | <u>959,099</u> |
| NET ASSETS | | |
| Unrestricted | 1,825,343 | 1,622,748 |
| Temporarily restricted | <u>187,594</u> | <u>132,185</u> |
| TOTAL NET ASSETS | <u>2,012,937</u> | <u>1,754,933</u> |
| TOTAL LIABILITIES AND NET ASSETS | <u>\$ 2,934,612</u> | <u>\$ 2,714,032</u> |

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

WORLDTEACH, INC.
(A Not-for-Profit Organization)

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

YEAR ENDED JUNE 30, 2012

| | <u>Unrestricted</u> | <u>Temporarily Restricted</u> | <u>Total</u> |
|--|---------------------|-----------------------------------|--------------|
| SUPPORT AND REVENUE | | | |
| Support: | | | |
| Public support | \$ 1,733,743 | \$ 192,917 | \$ 1,926,660 |
| Revenue: | | | |
| Volunteer fees | 1,267,157 | - | 1,267,157 |
| Investment income | 31,672 | - | 31,672 |
| Other revenue | 10,120 | - | 10,120 |
| Gain on sale of stock | 1,616 | - | 1,616 |
| Unrealized gain on investments | 43,029 | - | 43,029 |
| | 1,353,594 | - | 1,353,594 |
| NET ASSETS RELEASED FROM SATISFACTION OF PROGRAM RESTRICTIONS | | | |
| | 137,508 | (137,508) | - |
| TOTAL SUPPORT AND REVENUE | 3,224,845 | 55,409 | 3,280,254 |
| EXPENSES | | | |
| Program expenses | 2,873,101 | - | 2,873,101 |
| General and administrative | 138,923 | - | 138,923 |
| Fundraising | 10,226 | - | 10,226 |
| TOTAL EXPENSES | 3,022,250 | - | 3,022,250 |
| CHANGES IN NET ASSETS | 202,595 | 55,409 | 258,004 |
| NET ASSETS AT BEGINNING OF YEAR | 1,622,748 | 132,185 | 1,754,933 |
| NET ASSETS AT END OF YEAR | \$ 1,825,343 | \$ 187,594 | \$ 2,012,937 |

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

WORLDTEACH, INC.
(A Not-for-Profit Organization)

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

YEAR ENDED JUNE 30, 2011

| | <u>Unrestricted</u> | <u>Temporarily Restricted</u> | <u>Total</u> |
|--|---------------------|-----------------------------------|--------------|
| SUPPORT AND REVENUE | | | |
| Support: | | | |
| Public support | \$ 1,688,087 | \$ 131,801 | \$ 1,819,888 |
| Revenue: | | | |
| Volunteer fees | 1,290,667 | - | 1,290,667 |
| Investment income | 29,483 | - | 29,483 |
| Other revenue | 1,149 | - | 1,149 |
| Loss on sale of furniture, fixtures and equipment | (400) | - | (400) |
| Unrealized gain on investments | 187,585 | - | 187,585 |
| | 1,508,484 | - | 1,508,484 |
| NET ASSETS RELEASED FROM SATISFACTION OF PROGRAM RESTRICTIONS | | | |
| | 91,900 | (91,900) | - |
| TOTAL SUPPORT AND REVENUE | | | |
| | 3,288,471 | 39,901 | 3,328,372 |
| EXPENSES | | | |
| Program expenses | 2,843,542 | - | 2,843,542 |
| General and administrative | 136,688 | - | 136,688 |
| Fundraising | 8,274 | - | 8,274 |
| TOTAL EXPENSES | | | |
| | 2,988,504 | - | 2,988,504 |
| CHANGES IN NET ASSETS | | | |
| | 299,967 | 39,901 | 339,868 |
| NET ASSETS AT BEGINNING OF YEAR | | | |
| | 1,322,781 | 92,284 | 1,415,065 |
| NET ASSETS AT END OF YEAR | | | |
| | \$ 1,622,748 | \$ 132,185 | \$ 1,754,933 |

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

WORLDTEACH, INC.
(A Not-for-Profit Organization)

STATEMENTS OF CASH FLOWS - INDIRECT METHOD

| | Year Ended June 30, | |
|--|---------------------|---------------|
| | 2012 | 2011 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Changes in net assets | \$ 258,004 | \$ 339,868 |
| Adjustments to reconcile changes in net assets to net cash provided by operating activities: | | |
| Contribution of stock | (48,836) | - |
| Proceeds from sale of contributed stocks | 50,452 | - |
| Depreciation | 2,147 | 3,270 |
| Unrealized gain on investments | (43,029) | (187,585) |
| Gain on sale of stock | (1,616) | - |
| Loss on sale of furniture, fixtures and equipment | - | 400 |
| Reinvested dividends | (31,244) | (29,022) |
| (Increase) decrease in assets: | | |
| Accounts receivable, countries | (37,793) | (93,578) |
| Accounts receivable, volunteer fees | (41,103) | (46,734) |
| Prepaid expenses | 24,235 | (37,638) |
| Increase (decrease) in liabilities: | | |
| Accounts payable and accrued expenses | (58,363) | 69,571 |
| Accrued volunteer support | 19,715 | 21,495 |
| Deferred revenue | 1,224 | (20,025) |
| | 93,793 | 20,022 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchases of investments | (250,000) | - |
| Proceeds from sale of asset | - | 400 |
| Acquisitions of furniture, fixtures, and equipment | (3,710) | - |
| | (253,710) | 400 |
| NET CASH (USED) PROVIDED BY INVESTING ACTIVITIES | | |
| INCREASE (DECREASE) IN CASH | (159,917) | 20,422 |
| CASH AT BEGINNING OF YEAR | 754,148 | 733,726 |
| CASH AT END OF YEAR | \$ 594,231 | \$ 754,148 |
| NONCASH INVESTING ACTIVITIES | | |
| Contributions of stock | \$ 48,836 | \$ - |

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

WORLDTEACH, INC.
(A Not-for-Profit Organization)

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2012

NOTE 1 – BUSINESS

Principal Business Activity – WorldTeach, Inc. (the “Organization”) is a private, not-for-profit organization which places North American volunteers in teaching positions in other countries. The Organization was founded in 1986 under the control of Phillips Brooks House Association, Inc., and was incorporated as an independent entity on November 1, 1991.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES

Cash – Cash deposits that are held in a Massachusetts bank are insured in full through a combination of insurance provided by the Federal Deposit Insurance Corporation (FDIC) and the Depositors Insurance Fund (DIF). Funds held in foreign countries and not insured by the FDIC amounted to \$217,893 and \$167,691 at June 30, 2012 and 2011, respectively.

Accounts Receivable – The Organization records an allowance for estimated uncollectible accounts in an amount approximating anticipated losses. Individual uncollectible pledges are written off against the allowance when collection of the individual account appears doubtful. At June 30, 2012 and 2011, management determined that an allowance for doubtful accounts of \$20,000 and \$0, respectively, was required.

Furniture, Fixtures, and Equipment – Furniture, fixtures, and equipment are recorded at cost and are depreciated using the straight-line method over the estimated useful lives of the assets (3 – 7 years). Expenditures for routine repairs and maintenance are charged to operations as they are incurred, while those which significantly improve or extend the lives of existing assets are capitalized.

Investments – Investments held in index mutual funds with readily determinable fair values are measured at fair value (at the closing prices reported in the active markets that the securities are traded) in the statements of financial position. Unrealized gains or losses are included in the changes in net assets. Investment income is reported net of brokerage fees and commissions. Investment transactions are recorded on a trade date basis.

Financial Accounting Standards Board (“FASB”) ASC 820-10, “*Fair Value Measurements*”, defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. A fair value measurement assumes that the transaction to sell the asset or transfer the liability occurs in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market. Valuation techniques that are consistent with the market, income or cost approach, as specified by FASB ASC 820-10, are used to measure fair value. The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three broad levels as follows:

WORLDTEACH, INC.
(A Not-for-Profit Organization)

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2012

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- Level 1 – inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities the Company has the ability to access.
- Level 2 – inputs are inputs (other than quoted prices included within level 1) that are observable for the asset or liability, either directly or indirectly.
- Level 3 – are unobservable inputs for the asset or liability and rely on management's own assumptions about the assumptions that market participants would use in pricing the asset or liability. (The unobservable inputs should be developed based on the best information available in the circumstances and may include the Company's own data).

Concentrations of Credit Risk – Financial instruments which potentially subject the Organization to concentrations of credit risk consist principally of cash, accounts receivable and investments. The Organization places its cash and investments with high-quality financial institutions and a reputable investment company to reduce its credit risk. The Organization's exposure to credit risk regarding their investments is directly impacted by fluctuations in trading markets.

Concentrations of credit risk with respect to accounts receivable are limited due to the number volunteers and countries.

Deferred Revenue – Volunteer and country fees collected in advance of departure are deferred until the related program begins.

Contributions – Contributions received and unconditional promises to give are classified as unrestricted, temporarily restricted or permanently restricted depending on the existence and/or nature of any donor restrictions. Contributions of donated non-cash assets are recorded at their fair values in the period received. Restricted contributions are classified as unrestricted if the restrictions are satisfied in the same reporting period in which the contributions are received. All other donor-restricted support is reported as an increase in temporarily restricted or permanently restricted net assets depending on the nature of the restriction. Restricted net assets are transferred to unrestricted net assets upon satisfaction of the time or purpose restrictions.

Functional Allocation of Expenses – The costs of providing the various programs of the Organization are summarized on a functional basis in the statements of activities and changes in net assets. Certain costs have been allocated among the programs based upon management's estimate of the percentage attributable to each program. Program costs are charged to operations as period costs when they are incurred.

Foreign Currency Translation – Gains or losses on foreign currency translations are calculated monthly using exchange rates in effect at the end of each month. The cumulative net gain or loss is included in program services in the statements of activities and changes in net assets.

WORLDTEACH, INC.
(A Not-for-Profit Organization)

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2012

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Advertising Costs – Advertising costs are expensed as incurred and totaled \$4,774 and \$6,230 for the years ended June 30, 2012 and 2011, respectively.

Income Taxes – The Organization was determined to be exempt from federal income tax under provisions of Section 501(c)(3) of the Internal Revenue Code of 1986 (IRC) and qualifies for the 50% charitable deduction for individual donors. The Internal Revenue Service has not determined whether the Organization is a private foundation. Accordingly, no provisions for federal or state income taxes are required.

The Organization is required to recognize the financial statement impact of a tax position unless it is more likely than not that the position will not be sustained upon examination. If applicable, the Organization recognizes interest accrued related to unrecognized tax benefits in interest expense and penalties in operating expenses.

Currently, the tax years ended June 30, 2009, 2010 and 2011 are open and subject to examination by the Internal Revenue Service and the Commonwealth of Massachusetts. However, the Organization is not currently under audit nor has the Organization been contacted by either of these jurisdictions.

Based on the evaluation of the Organization's tax positions, management believes all positions taken would be upheld under an examination. Therefore, no provision for the effects of uncertain tax positions has been recorded for the year ended June 30, 2012.

Use of Estimates – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 3 – INVESTMENTS

Investments consist of the following at June 30, 2012:

| | <u>Cost</u> | <u>Fair Value</u> | <u>Quoted Price Inputs (Level 1)</u> |
|------------------|---------------------|-----------------------|--|
| Index securities | <u>\$ 1,385,188</u> | <u>\$ 1,600,695</u> | <u>\$ 1,600,695</u> |

WORLDTEACH, INC.
(A Not-for-Profit Organization)

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2012

NOTE 3 – INVESTMENTS (CONTINUED)

Investments consist of the following at June 30, 2011:

| | <u>Cost</u> | <u>Fair Value</u> | <u>Quoted Price Inputs (Level 1)</u> |
|------------------|---------------------|---------------------|--------------------------------------|
| Index securities | <u>\$ 1,103,944</u> | <u>\$ 1,276,422</u> | <u>\$ 1,276,422</u> |

NOTE 4 – ACCOUNTS RECEIVABLE AND DEFERRED REVENUE

Accounts receivable and deferred revenue relate to the following programs at June 30, 2012:

| | <u>Accounts Receivable</u> | <u>Deferred Revenue</u> |
|---------------------------------|----------------------------|-------------------------|
| Colombia | \$ 151,309 | \$ 10,000 |
| Ecuador | 126,351 | 178,170 |
| Namibia | 66,223 | 56,900 |
| Tanzania | 63,957 | 15,970 |
| Costa Rica | 41,247 | 33,819 |
| Panama | 36,424 | - |
| Chile | 15,030 | 20,960 |
| Pohnpei | 13,962 | 16,000 |
| South Africa | 10,894 | 11,980 |
| China | 9,720 | 70,000 |
| Thailand | 8,980 | 9,980 |
| India | 8,866 | 14,970 |
| American Samoa | 7,130 | 62,000 |
| Guyana | 6,874 | 14,500 |
| Marshall Island | 6,222 | 42,000 |
| Chuuk | 1,500 | 12,000 |
| Bangladesh | 849 | 22,500 |
| Kosrae | - | 12,000 |
| Other | - | 2,500 |
| Allowance for doubtful accounts | <u>(20,000)</u> | <u>-</u> |
| | <u>\$ 555,538</u> | <u>\$ 606,249</u> |

WORLDTEACH, INC.
(A Not-for-Profit Organization)

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2012

NOTE 4 – ACCOUNTS RECEIVABLE AND DEFERRED REVENUE (CONTINUED)

Accounts receivable and deferred revenue relate to the following programs at June 30, 2011:

| | <u>Accounts Receivable</u> | <u>Deferred Revenue</u> |
|-----------------|--------------------------------|-----------------------------|
| Colombia | \$ 130,613 | \$ 19,500 |
| Ecuador | 128,250 | 161,670 |
| Costa Rica | 46,545 | 43,420 |
| Pohnpei | 41,736 | 20,000 |
| Namibia | 27,450 | 29,950 |
| China | 25,660 | 84,000 |
| Thailand | 24,440 | 28,940 |
| Guyana | 16,235 | 39,000 |
| Chile | 15,010 | 34,830 |
| Panama | 10,500 | - |
| Tanzania | 1,956 | - |
| Marshall Island | 1,500 | 55,725 |
| Bulgaria | 1,000 | - |
| Rwanda | 767 | - |
| American Samoa | 50 | 44,000 |
| Poland | - | 3,990 |
| Kosrae | - | 16,000 |
| Bangladesh | - | 24,000 |
| Other | 4,930 | - |
| | <u>\$ 476,642</u> | <u>\$ 605,025</u> |

NOTE 5 – COMMITMENTS

The Organization sub-leased office space in Cambridge, Massachusetts from Harvard University, Kennedy School of Government under a non-cancelable lease through June 30, 2012. Total rent expense was \$87,119 and \$75,608 for 2012 and 2011, respectively (including \$5,243 and \$4,593 for rent in foreign countries for 2012 and 2011, respectively). The lease provided for additional charges, which were based on the Organization's proportionate share of increases in operating costs and real estate taxes. As of July 1, 2012 the Organization became a tenant-at-will.

WORLDTEACH, INC.
(A Not-for-Profit Organization)

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2012

NOTE 6 – ACCRUED VOLUNTEER SUPPORT

Accrued volunteer support represents the estimated cost to maintain the field offices and the U.S. office through the term of service of the most recently placed volunteers and relates to the following programs at June 30:

| | <u>2012</u> | <u>2011</u> |
|--------------|-------------------|-------------------|
| Colombia | \$ 71,393 | \$ 66,775 |
| Tanzania | 36,320 | 29,165 |
| Panama | 32,697 | 18,605 |
| Costa Rica | 22,998 | 29,109 |
| Namibia | 22,315 | 28,085 |
| Ecuador | 21,522 | 18,938 |
| India | 16,153 | - |
| Chile | 9,441 | 20,519 |
| Thailand | 6,369 | 7,219 |
| Poland | 3,131 | 3,760 |
| China | 2,953 | 2,705 |
| South Africa | 2,315 | 3,012 |
| | <u>\$ 247,607</u> | <u>\$ 227,892</u> |

NOTE 7 – DONATED SERVICES

Many individuals volunteer their time and perform a variety of tasks that assist the Organization with writing manuals, translations and other various services. No value has been assigned to these volunteer services, as the criteria for recognition under generally accepted accounting principles have not been satisfied.

NOTE 8 – SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through January 4, 2013, the date which the financial statements were available to be issued. There were no events noted that required disclosure in these financial statements.

ADDITIONAL INFORMATION

INDEPENDENT AUDITORS' REPORT ON ADDITIONAL INFORMATION

Board of Directors
WorldTeach, Inc.

We have audited the financial statements of **WorldTeach, Inc.** (A Not-for-Profit Organization) as of and for the years ended June 30, 2012 and 2011, and have issued our report thereon dated January 4, 2013, which contained an unqualified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The statement of support, revenue and expenses by program is presented for the purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

GRAY, GRAY & GRAY, LLP

Gray, Gray & Gray, LLP

January 4, 2013

WORLDTEACH, INC.
(A Not-for-Profit Organization)

STATEMENT OF SUPPORT, REVENUE, AND EXPENSES BY PROGRAM

YEAR ENDED JUNE 30, 2012

| | Program | | | | | | | | | | | | | Subtotal |
|---|------------------|------------------|------------------|-----------------|-------------------|-----------------|-----------------|-----------------|------------------|-----------------|-------------------|-------------------|------------------|-------------------|
| | American Samoa | Bangladesh | Chile - Ministry | Chile - Pat Sur | Chile Semester | China | China Summer | Chuuk | Colombia | Costa Rica | Costa Rica Summer | Ecuador | Ecuador Summer | |
| SUPPORT AND REVENUE | | | | | | | | | | | | | | |
| Public support | \$ 349,157 | \$ 167,736 | \$ 1,632 | \$ 24,261 | \$ 563 | \$ 284,193 | \$ 223 | \$ - | \$ 210,397 | \$ 76,902 | \$ 964 | \$ 17,699 | \$ 2,823 | \$ 1,136,550 |
| Volunteer fees | - | - | 30,330 | - | - | 42,800 | 40,410 | - | 89,575 | 103,810 | 48,700 | 277,490 | 51,500 | 684,615 |
| Investment income | - | - | - | - | - | 329 | - | - | - | - | - | - | - | 329 |
| Other revenue | - | - | - | - | - | 396 | - | - | - | - | - | - | - | 396 |
| Gain on sale of stock | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Unrealized gain on investments | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| | <u>349,157</u> | <u>167,736</u> | <u>31,962</u> | <u>24,261</u> | <u>563</u> | <u>327,718</u> | <u>40,633</u> | <u>-</u> | <u>299,972</u> | <u>180,712</u> | <u>49,664</u> | <u>295,189</u> | <u>54,323</u> | <u>1,821,890</u> |
| VOLUNTEER PLACEMENT | | | | | | | | | | | | | | |
| Airline tickets | 33,369 | 20,883 | 5,950 | 3,534 | 1 | 73,921 | 20,327 | - | 33,734 | 12,014 | 5,466 | 41,014 | 9,852 | 260,067 |
| Health insurance | 8,524 | 3,873 | 4,937 | 732 | - | 14,933 | 479 | - | 15,050 | 7,441 | 1,731 | 24,724 | 1,400 | 83,823 |
| Room and board | 86,560 | - | - | - | - | - | - | - | - | 36,546 | 1,370 | 245 | 1,700 | 126,422 |
| Stipend advances | 92,259 | 31,783 | - | 16,500 | - | 152,151 | - | - | 78,136 | 27,803 | - | 1,250 | - | 399,882 |
| Other | 5,740 | 29,021 | 262 | - | - | 535 | 149 | - | 12,340 | 16,373 | 603 | 5,199 | (91) | 70,131 |
| | <u>226,451</u> | <u>85,560</u> | <u>11,149</u> | <u>20,766</u> | <u>1</u> | <u>241,540</u> | <u>20,955</u> | <u>-</u> | <u>139,260</u> | <u>100,178</u> | <u>9,171</u> | <u>72,432</u> | <u>12,862</u> | <u>940,324</u> |
| ORIENTATION EXPENSES | | | | | | | | | | | | | | |
| Expenses at site | 7,993 | 2,578 | 787 | - | - | 15,953 | 478 | - | 19,985 | 14,852 | 1,183 | 34,910 | 5,111 | 103,830 |
| Expenses in USA | - | 1,553 | - | 940 | - | 6,024 | 1,980 | - | 2,377 | - | - | - | - | 12,875 |
| In-service | 2,188 | 1,182 | 1,015 | - | - | 2,652 | 1,115 | - | 8,312 | 6,711 | 164 | 9,536 | 4,669 | 37,544 |
| | <u>10,181</u> | <u>5,313</u> | <u>1,802</u> | <u>940</u> | <u>-</u> | <u>24,629</u> | <u>3,573</u> | <u>-</u> | <u>30,674</u> | <u>21,563</u> | <u>1,347</u> | <u>44,446</u> | <u>9,780</u> | <u>154,249</u> |
| COMPENSATION AND RELATED COSTS | | | | | | | | | | | | | | |
| Compensation | 33,879 | 17,393 | 6,046 | 1,776 | 6,216 | 60,810 | 10,020 | - | 54,984 | 30,634 | 13,662 | 84,037 | 11,543 | 331,000 |
| Payroll taxes | 2,800 | 1,704 | - | 243 | 852 | 4,870 | 1,096 | - | 4,383 | 2,313 | 1,461 | 6,939 | 1,583 | 28,244 |
| Benefits | 2,294 | 1,554 | - | 165 | 576 | 4,094 | 890 | - | 3,950 | 1,764 | 1,193 | 6,187 | 1,069 | 23,734 |
| Work study | 1,445 | 879 | - | 126 | 440 | 2,512 | 565 | - | 2,261 | 1,193 | 754 | 3,580 | 816 | 14,571 |
| | <u>40,417</u> | <u>21,530</u> | <u>6,046</u> | <u>2,310</u> | <u>8,084</u> | <u>72,286</u> | <u>12,571</u> | <u>-</u> | <u>65,577</u> | <u>35,904</u> | <u>17,070</u> | <u>100,743</u> | <u>15,011</u> | <u>397,548</u> |
| ADMINISTRATIVE EXPENSES | | | | | | | | | | | | | | |
| Advertising | 261 | 159 | - | 23 | 79 | 454 | 102 | - | 408 | 215 | 136 | 646 | 147 | 2,631 |
| Meals and entertainment | 153 | 134 | 168 | 1 | 15 | 10 | 2 | - | 933 | 213 | 50 | 605 | 5 | 2,288 |
| Office supplies and expenses | 2,901 | 1,556 | 21 | 175 | 614 | 4,944 | 789 | - | 3,899 | 2,507 | 1,187 | 6,792 | 1,140 | 26,525 |
| Postage | 310 | 257 | - | 24 | 83 | 645 | 107 | - | 486 | 284 | 143 | 1,139 | 154 | 3,633 |
| Printing and copying | 53 | 5 | - | 1 | 2 | 15 | 3 | - | 64 | 107 | 4 | 204 | 4 | 462 |
| Rent | 3,936 | 2,396 | 31 | 342 | 1,198 | 6,846 | 1,540 | - | 6,161 | 8,464 | 2,054 | 9,755 | 2,225 | 44,948 |
| Telephone | 1,738 | 198 | 369 | 28 | 99 | 1,031 | 158 | - | 1,582 | 1,543 | 232 | 4,520 | 184 | 11,682 |
| Travel | 3,875 | 2,747 | 1,774 | 12 | 72 | 4,662 | 1,035 | 583 | 4,847 | 1,321 | 404 | 5,101 | 91 | 26,524 |
| Vehicle expense | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Professional fees | 85 | 52 | - | 7 | 26 | 147 | 33 | - | 1,674 | 4,926 | 44 | 2,318 | 48 | 9,360 |
| Other expenses | 9,998 | 2,648 | (4,617) | (1,339) | 202 | 7,587 | 454 | - | 12,065 | 2,280 | (1,118) | 53,112 | 1,761 | 83,033 |
| | <u>23,311</u> | <u>10,152</u> | <u>(2,255)</u> | <u>(727)</u> | <u>2,391</u> | <u>26,340</u> | <u>4,224</u> | <u>583</u> | <u>32,119</u> | <u>21,861</u> | <u>3,135</u> | <u>84,192</u> | <u>5,760</u> | <u>211,087</u> |
| OTHER ITEMS | | | | | | | | | | | | | | |
| Depreciation | 83 | 51 | - | 7 | 25 | 145 | 33 | - | 130 | 69 | 43 | 328 | 47 | 962 |
| Foreign currency translation | - | 96 | 563 | - | - | (46,145) | - | - | 1,059 | (471) | - | - | - | (44,898) |
| | <u>83</u> | <u>147</u> | <u>563</u> | <u>7</u> | <u>25</u> | <u>(46,000)</u> | <u>33</u> | <u>-</u> | <u>1,190</u> | <u>(402)</u> | <u>43</u> | <u>328</u> | <u>47</u> | <u>(43,936)</u> |
| TOTAL EXPENSES | <u>300,443</u> | <u>122,702</u> | <u>17,305</u> | <u>23,296</u> | <u>10,501</u> | <u>318,795</u> | <u>41,355</u> | <u>583</u> | <u>268,821</u> | <u>179,103</u> | <u>30,766</u> | <u>302,141</u> | <u>43,460</u> | <u>1,659,271</u> |
| EXCESS (DEFICIENCY) OF SUPPORT AND REVENUE OVER EXPENSES | <u>\$ 48,714</u> | <u>\$ 45,034</u> | <u>\$ 14,657</u> | <u>\$ 965</u> | <u>\$ (9,938)</u> | <u>\$ 8,923</u> | <u>\$ (722)</u> | <u>\$ (583)</u> | <u>\$ 31,151</u> | <u>\$ 1,609</u> | <u>\$ 18,898</u> | <u>\$ (6,952)</u> | <u>\$ 10,863</u> | <u>\$ 162,619</u> |

Amounts may not foot due to rounding.

WORLDTEACH, INC.
(A Not-for-Profit Organization)
(CONTINUED)

STATEMENT OF SUPPORT, REVENUE, AND EXPENSES BY PROGRAM

YEAR ENDED JUNE 30, 2012

| | Balance Forward | Gerogia | Guyana | India | Kosrae | Marshall Islands | Namibia | Nambia Semester | Nambia Summer | Panama | Pohnpei | Poland Summer | Rwanda | Subtotal |
|---|-------------------|-------------------|-----------------|-------------------|------------------|------------------|-------------------|-----------------|------------------|-------------------|-----------------|-----------------|-------------------|-------------------|
| SUPPORT AND REVENUE | | | | | | | | | | | | | | |
| Public support | \$ 1,136,550 | \$ 3,332 | \$ 49,898 | \$ 9,346 | \$ 86,190 | \$ 318,854 | \$ 13,102 | \$ 369 | \$ 16,864 | \$ 47,677 | \$ 111,964 | \$ 7,087 | \$ 4,242 | \$ 1,805,475 |
| Volunteer fees | 684,615 | - | 36,500 | 19,960 | - | 350 | 84,860 | 9,980 | 53,890 | 72,330 | - | 40,410 | - | 1,002,895 |
| Investment income | 329 | - | - | - | - | - | - | - | - | - | - | - | - | 329 |
| Other revenue | 396 | - | - | - | - | 974 | - | - | - | - | - | - | - | 1,370 |
| Gain on sale of stock | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Unrealized gain on investments | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| | <u>1,821,890</u> | <u>3,332</u> | <u>86,398</u> | <u>29,306</u> | <u>86,190</u> | <u>320,178</u> | <u>97,962</u> | <u>10,349</u> | <u>70,754</u> | <u>120,007</u> | <u>111,964</u> | <u>47,497</u> | <u>4,242</u> | <u>2,810,069</u> |
| VOLUNTEER PLACEMENT | | | | | | | | | | | | | | |
| Airline tickets | 260,067 | 1 | 7,083 | 8,394 | 13,360 | 49,885 | 29,313 | 4,000 | 22,686 | 7,661 | 19,260 | 11,261 | - | 432,971 |
| Health insurance | 83,823 | - | 5,226 | 556 | 2,626 | 9,246 | 5,662 | 1,690 | 1,514 | 1,905 | 3,676 | 1,000 | - | 116,923 |
| Room and board | 126,422 | - | - | - | - | 32,950 | - | - | - | 10,010 | - | - | - | 169,382 |
| Stipend advances | 399,882 | - | - | - | 21,143 | 31,950 | - | - | 4,501 | 15,180 | 30,695 | - | - | 503,351 |
| Other | 70,131 | - | 204 | - | 1,730 | 14,172 | 1,855 | - | 1,058 | 363 | 2,919 | 196 | - | 92,628 |
| | <u>940,324</u> | <u>1</u> | <u>12,513</u> | <u>8,950</u> | <u>38,859</u> | <u>138,203</u> | <u>36,830</u> | <u>5,690</u> | <u>29,759</u> | <u>35,119</u> | <u>56,551</u> | <u>12,456</u> | <u>-</u> | <u>1,315,255</u> |
| ORIENTATION EXPENSES | | | | | | | | | | | | | | |
| Expenses at site | 103,830 | - | 5,856 | 323 | 3,155 | 20,755 | 5,962 | 489 | 2,133 | 6,062 | 3,662 | 1,683 | - | 153,910 |
| Expenses in USA | 12,875 | 119 | - | 571 | - | - | 30 | - | - | 88 | 50 | - | - | 13,732 |
| In-service | 37,544 | - | 7,035 | - | 593 | 13,048 | 1,904 | 860 | 2,727 | 1,101 | 1,138 | 3,998 | - | 69,948 |
| | <u>154,249</u> | <u>119</u> | <u>12,891</u> | <u>894</u> | <u>3,748</u> | <u>33,803</u> | <u>7,896</u> | <u>1,349</u> | <u>4,860</u> | <u>7,251</u> | <u>4,850</u> | <u>5,681</u> | <u>-</u> | <u>237,590</u> |
| COMPENSATION AND RELATED COSTS | | | | | | | | | | | | | | |
| Compensation | 331,000 | 6,112 | 28,773 | 4,875 | 21,353 | 49,476 | 24,740 | 1,776 | 12,774 | 29,840 | 23,737 | 11,955 | 2,000 | 548,411 |
| Payroll taxes | 28,244 | 730 | 2,070 | 487 | 1,096 | 3,530 | 1,704 | 243 | 1,339 | 2,313 | 1,461 | 1,096 | - | 44,314 |
| Benefits | 23,734 | 494 | 1,800 | 823 | 1,242 | 3,230 | 1,646 | 165 | 1,111 | 2,459 | 1,389 | 740 | - | 38,833 |
| Work study | 14,571 | 377 | 1,068 | 251 | 565 | 1,821 | 879 | 126 | 691 | 1,193 | 754 | 565 | - | 22,861 |
| | <u>397,548</u> | <u>7,713</u> | <u>33,711</u> | <u>6,437</u> | <u>24,256</u> | <u>58,058</u> | <u>28,970</u> | <u>2,310</u> | <u>15,915</u> | <u>35,806</u> | <u>27,341</u> | <u>14,356</u> | <u>2,000</u> | <u>654,419</u> |
| ADMINISTRATIVE EXPENSES | | | | | | | | | | | | | | |
| Advertising | 2,631 | 68 | 193 | 45 | 102 | 329 | 159 | 23 | 125 | 215 | 136 | 102 | - | 4,128 |
| Meals and entertainment | 2,288 | 2 | 412 | 1 | 2 | 934 | 1,588 | 30 | 64 | 447 | 368 | 24 | 1,125 | 7,286 |
| Office supplies and expenses | 26,525 | 526 | 2,234 | 909 | 1,441 | 5,255 | 3,072 | 175 | 1,001 | 3,268 | 2,266 | 984 | 532 | 48,188 |
| Postage | 3,633 | 92 | 202 | 48 | 132 | 641 | 237 | 24 | 131 | 363 | 313 | 107 | 41 | 5,962 |
| Printing and copying | 462 | 2 | 67 | 4 | 3 | 116 | 100 | 1 | 9 | 46 | 13 | 47 | 8 | 877 |
| Rent | 44,948 | 1,027 | 2,909 | 685 | 1,540 | 4,963 | 2,396 | 342 | 1,883 | 3,252 | 2,054 | 1,540 | - | 67,539 |
| Telephone | 11,682 | 95 | 580 | 104 | 366 | 2,620 | 3,341 | 28 | 357 | 857 | 988 | 320 | - | 21,338 |
| Travel | 26,524 | 243 | 4,271 | 1,139 | 2,597 | 7,070 | 1,064 | 226 | 1,776 | 1,716 | 6,709 | 844 | 21 | 54,200 |
| Vehicle expense | - | - | - | - | - | 2,240 | - | - | - | - | 144 | - | - | 2,384 |
| Professional fees | 9,360 | 22 | 63 | 15 | 33 | 107 | 52 | 7 | 40 | 1,413 | 44 | 33 | - | 11,189 |
| Other expenses | 83,033 | 202 | 7,759 | 16,386 | 442 | 19,236 | 13,939 | 695 | 1,984 | 37,888 | 8,793 | 1,304 | 2,954 | 194,615 |
| | <u>211,087</u> | <u>2,278</u> | <u>18,691</u> | <u>19,335</u> | <u>6,659</u> | <u>43,511</u> | <u>25,947</u> | <u>1,551</u> | <u>7,369</u> | <u>49,464</u> | <u>21,828</u> | <u>5,305</u> | <u>4,681</u> | <u>417,707</u> |
| OTHER ITEMS | | | | | | | | | | | | | | |
| Depreciation | 962 | 22 | 62 | 14 | 33 | 181 | 104 | 7 | 40 | 69 | 94 | 33 | 150 | 1,770 |
| Foreign currency translation | (44,898) | - | (112) | 7 | - | - | 1,511 | - | (5) | - | - | 284 | (1) | (43,213) |
| | <u>(43,936)</u> | <u>22</u> | <u>(50)</u> | <u>22</u> | <u>33</u> | <u>181</u> | <u>1,615</u> | <u>7</u> | <u>35</u> | <u>69</u> | <u>94</u> | <u>317</u> | <u>149</u> | <u>(41,443)</u> |
| TOTAL EXPENSES | <u>1,659,271</u> | <u>10,133</u> | <u>77,755</u> | <u>35,637</u> | <u>73,555</u> | <u>273,757</u> | <u>101,258</u> | <u>10,907</u> | <u>57,937</u> | <u>127,708</u> | <u>110,663</u> | <u>38,115</u> | <u>6,830</u> | <u>2,583,528</u> |
| EXCESS (DEFICIENCY) OF SUPPORT AND REVENUE OVER EXPENSES | <u>\$ 162,619</u> | <u>\$ (6,801)</u> | <u>\$ 8,643</u> | <u>\$ (6,331)</u> | <u>\$ 12,635</u> | <u>\$ 46,421</u> | <u>\$ (3,296)</u> | <u>\$ (558)</u> | <u>\$ 12,817</u> | <u>\$ (7,701)</u> | <u>\$ 1,301</u> | <u>\$ 9,382</u> | <u>\$ (2,588)</u> | <u>\$ 226,541</u> |

Amounts may not foot due to rounding.

WORLDTEACH, INC.
(A Not-for-Profit Organization)
(CONTINUED)

STATEMENT OF SUPPORT, REVENUE, AND EXPENSES BY PROGRAM

YEAR ENDED JUNE 30, 2012

| | Balance Forward | S. Africa Summer | Tanzania | Tanzania Semester | Thailand | Program Total | General and Admini- strative | Fund Raising | Total |
|---|--------------------|---------------------|------------------|----------------------|-------------------|-------------------|---------------------------------------|------------------|-------------------|
| SUPPORT AND REVENUE | | | | | | | | | |
| Public support | \$ 1,805,475 | \$ 1,545 | \$ 14,001 | \$ 16,625 | \$ 804 | \$ 1,838,450 | \$ - | \$ 88,210 | \$ 1,926,660 |
| Volunteer fees | 1,002,895 | 75,362 | 118,800 | 21,200 | 48,900 | 1,267,157 | - | - | 1,267,157 |
| Investment income | 329 | - | - | - | - | 329 | 31,343 | - | 31,672 |
| Other revenue | 1,370 | - | - | 252 | - | 1,622 | 8,498 | - | 10,120 |
| Gain on sale of stock | - | - | 1,616 | - | - | 1,616 | - | - | 1,616 |
| Unrealized gain on investments | - | - | - | - | - | - | 43,029 | - | 43,029 |
| | <u>2,810,069</u> | <u>76,907</u> | <u>134,417</u> | <u>38,077</u> | <u>49,704</u> | <u>3,109,174</u> | <u>82,870</u> | <u>88,210</u> | <u>3,280,254</u> |
| VOLUNTEER PLACEMENT | | | | | | | | | |
| Airline tickets | 432,971 | 25,777 | 32,104 | 6,747 | 12,018 | 509,617 | - | - | 509,617 |
| Health insurance | 116,923 | 1,659 | 6,009 | 650 | 2,689 | 127,929 | - | - | 127,929 |
| Room and board | 169,382 | - | - | 3,604 | - | 172,985 | - | - | 172,985 |
| Stipend advances | 503,351 | - | - | - | - | 503,351 | - | - | 503,351 |
| Other | 92,628 | - | 2,277 | 33 | 1,168 | 96,106 | - | - | 96,106 |
| | <u>1,315,255</u> | <u>27,436</u> | <u>40,389</u> | <u>11,033</u> | <u>15,875</u> | <u>1,409,988</u> | <u>-</u> | <u>-</u> | <u>1,409,988</u> |
| ORIENTATION EXPENSES | | | | | | | | | |
| Expenses at site | 153,910 | - | 3,147 | 1,211 | 2,444 | 160,712 | - | - | 160,712 |
| Expenses in USA | 13,732 | - | - | 553 | 810 | 15,096 | - | - | 15,096 |
| In-service | 69,948 | - | 3,706 | 1,109 | 448 | 75,211 | - | - | 75,211 |
| | <u>237,590</u> | <u>-</u> | <u>6,853</u> | <u>2,873</u> | <u>3,702</u> | <u>251,019</u> | <u>-</u> | <u>-</u> | <u>251,019</u> |
| COMPENSATION AND RELATED COSTS | | | | | | | | | |
| Compensation | 548,411 | 11,543 | 31,750 | 12,431 | 23,546 | 627,681 | 46,585 | 423 | 674,689 |
| Payroll taxes | 44,314 | 1,583 | 2,435 | 1,704 | 1,217 | 51,253 | 10,626 | 625 | 62,504 |
| Benefits | 38,833 | 1,069 | 2,139 | 1,152 | 1,884 | 45,077 | 350 | - | 45,427 |
| Work study | 22,861 | 816 | 1,256 | 879 | 628 | 26,441 | 4,958 | 1,652 | 33,051 |
| | <u>654,419</u> | <u>15,011</u> | <u>37,580</u> | <u>16,166</u> | <u>27,275</u> | <u>750,452</u> | <u>62,519</u> | <u>2,700</u> | <u>815,671</u> |
| ADMINISTRATIVE EXPENSES | | | | | | | | | |
| Advertising | 4,128 | 147 | 227 | 159 | 113 | 4,775 | - | - | 4,775 |
| Meals and entertainment | 7,286 | 3 | 305 | 4 | 3 | 7,600 | - | - | 7,600 |
| Office supplies and expenses | 48,188 | 1,374 | 3,282 | 1,418 | 1,461 | 55,723 | 2,954 | 2,143 | 60,820 |
| Postage | 5,962 | 154 | 262 | 171 | 110 | 6,660 | 1,298 | 195 | 8,153 |
| Printing and copying | 877 | 4 | 83 | 53 | 3 | 1,020 | 36 | - | 1,056 |
| Rent | 67,539 | 2,225 | 3,423 | 2,396 | 1,711 | 77,294 | 9,416 | 409 | 87,119 |
| Telephone | 21,338 | 184 | 738 | 261 | 446 | 22,967 | 1,547 | 232 | 24,746 |
| Travel | 54,200 | 78 | 2,341 | 242 | 2,622 | 59,483 | 123 | - | 59,606 |
| Vehicle expense | 2,384 | - | - | - | - | 2,384 | - | - | 2,384 |
| Professional fees | 11,189 | 31,220 | 824 | 52 | 63 | 43,348 | 15,016 | - | 58,364 |
| Other expenses | 194,615 | 327 | 23,902 | 404 | 1,287 | 220,535 | 45,844 | 4,547 | 270,926 |
| | <u>417,707</u> | <u>35,717</u> | <u>35,387</u> | <u>5,158</u> | <u>7,820</u> | <u>501,789</u> | <u>76,234</u> | <u>7,526</u> | <u>585,549</u> |
| OTHER ITEMS | | | | | | | | | |
| Depreciation | 1,770 | 47 | 72 | 51 | 36 | 1,977 | 170 | - | 2,147 |
| Foreign currency translation | (43,213) | - | 787 | (1) | 303 | (42,124) | - | - | (42,124) |
| | <u>(41,443)</u> | <u>47</u> | <u>860</u> | <u>50</u> | <u>339</u> | <u>(40,147)</u> | <u>170</u> | <u>-</u> | <u>(39,977)</u> |
| TOTAL EXPENSES | <u>2,583,528</u> | <u>78,211</u> | <u>121,069</u> | <u>35,282</u> | <u>55,011</u> | <u>2,873,101</u> | <u>138,923</u> | <u>10,226</u> | <u>3,022,250</u> |
| EXCESS (DEFICIENCY) OF SUPPORT AND REVENUE OVER EXPENSES | <u>\$ 226,541</u> | <u>\$ (1,304)</u> | <u>\$ 13,348</u> | <u>\$ 2,795</u> | <u>\$ (5,307)</u> | <u>\$ 236,073</u> | <u>\$ (56,053)</u> | <u>\$ 77,984</u> | <u>\$ 258,004</u> |

Amounts may not foot due to rounding.

WORLDTEACH, INC.
(A Not-for-Profit Organization)

STATEMENT OF SUPPORT, REVENUE, AND EXPENSES BY PROGRAM

YEAR ENDED JUNE 30, 2011

| | Program | | | | | | | | | | | | | | Subtotal |
|---|------------------|------------------|-------------------|-----------------|-----------------|-----------------|------------------|-----------------|-------------------|------------------|-------------------|-------------------|------------------|------------------|-------------------|
| | American Samoa | Bangladesh | Chile - Ministry | Chile - Pat Sur | China | China Summer | Colombia | Costa Rica | Costa Rica Summer | Ecuador | Ecuador Summer | Guyana | Marshall Islands | Kosrae | |
| SUPPORT AND REVENUE | | | | | | | | | | | | | | | |
| Public support | \$ 338,800 | \$ 132,750 | \$ 2,515 | \$ 30,000 | \$ 262,467 | \$ 1,153 | \$ 212,680 | \$ 85,837 | \$ - | \$ 7,193 | \$ 361 | \$ 44,299 | \$ 376,690 | \$ 112,500 | \$ 1,607,245 |
| Volunteer fees | - | - | 86,790 | - | 36,500 | 35,910 | 52,500 | 109,280 | 80,610 | 237,067 | 81,010 | 30,000 | - | - | 749,667 |
| Investment income | - | - | 115 | - | 157 | - | - | 17 | - | - | - | - | - | (400) | (111) |
| Other revenue | - | - | - | - | - | 32 | - | - | - | - | - | - | 30 | - | 62 |
| Loss on sale of furniture, fixtures and equipment | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Unrealized gain on investments | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| | <u>338,800</u> | <u>132,750</u> | <u>89,420</u> | <u>30,000</u> | <u>299,124</u> | <u>37,095</u> | <u>265,180</u> | <u>195,134</u> | <u>80,610</u> | <u>244,260</u> | <u>81,371</u> | <u>74,299</u> | <u>376,720</u> | <u>112,100</u> | <u>2,356,863</u> |
| VOLUNTEER PLACEMENT | | | | | | | | | | | | | | | |
| Airline tickets | 37,229 | 19,032 | 16,601 | 2,840 | 66,065 | 13,213 | 27,260 | 11,736 | 15,682 | 21,312 | 18,409 | 9,852 | 62,866 | 17,131 | 339,227 |
| Health insurance | 8,308 | 3,384 | 9,141 | 741 | 13,747 | 955 | 10,502 | 6,211 | 2,131 | 10,344 | 2,119 | 5,427 | 12,529 | 4,489 | 90,028 |
| Room and board | 85,745 | - | 48 | - | - | - | - | 34,348 | - | 1,100 | 2,800 | - | 60,333 | - | 184,373 |
| Stipend advances | 90,987 | 28,513 | 233 | 18,375 | 138,805 | - | 69,251 | 26,842 | - | 1,164 | - | - | 30,935 | 30,289 | 435,393 |
| Other | 3,740 | 22,477 | 475 | 107 | 641 | 723 | 12,211 | 14,257 | 1,069 | 2,968 | 1,767 | 220 | 23,643 | 3,662 | 87,960 |
| | <u>226,009</u> | <u>73,407</u> | <u>26,497</u> | <u>22,063</u> | <u>219,258</u> | <u>14,891</u> | <u>119,224</u> | <u>93,393</u> | <u>18,882</u> | <u>36,887</u> | <u>25,095</u> | <u>15,499</u> | <u>190,306</u> | <u>55,571</u> | <u>1,136,981</u> |
| ORIENTATION EXPENSES | | | | | | | | | | | | | | | |
| Expenses at site | 8,926 | 2,128 | 9,353 | - | 4,157 | 45 | 20,049 | 18,999 | 2,548 | 28,211 | 10,264 | 5,567 | 18,990 | 3,881 | 133,118 |
| Expenses in USA | 75 | 3,463 | 3,832 | 449 | 4,729 | 1,480 | 461 | 6 | - | - | 15 | - | (134) | - | 14,376 |
| In-service | 940 | 854 | 1,424 | - | 2,387 | 3,387 | 10,630 | 6,549 | 1,515 | 7,431 | 6,024 | 3,149 | 16,635 | 1,075 | 62,000 |
| | <u>9,941</u> | <u>6,445</u> | <u>14,609</u> | <u>449</u> | <u>11,273</u> | <u>4,912</u> | <u>31,141</u> | <u>25,554</u> | <u>4,062</u> | <u>35,641</u> | <u>16,303</u> | <u>8,716</u> | <u>35,491</u> | <u>4,956</u> | <u>209,493</u> |
| COMPENSATION AND RELATED COSTS | | | | | | | | | | | | | | | |
| Compensation | 34,099 | 16,880 | 33,660 | 1,967 | 61,516 | 9,230 | 48,716 | 36,025 | 25,248 | 70,962 | 24,573 | 29,997 | 61,733 | 22,928 | 477,536 |
| Payroll taxes | 2,802 | 1,462 | 2,559 | 244 | 4,630 | 1,097 | 4,264 | 2,930 | 2,802 | 5,848 | 2,802 | 1,828 | 4,143 | 1,340 | 38,752 |
| Benefits | 2,541 | 1,416 | 2,264 | 180 | 3,892 | 811 | 3,521 | 2,149 | 2,273 | 5,128 | 2,172 | 1,786 | 3,934 | 1,426 | 33,494 |
| Work study | 1,167 | 609 | 1,066 | 102 | 1,929 | 457 | 1,776 | 1,117 | 1,167 | 2,436 | 1,167 | 761 | 1,726 | 558 | 16,039 |
| | <u>40,610</u> | <u>20,367</u> | <u>39,549</u> | <u>2,493</u> | <u>71,966</u> | <u>11,594</u> | <u>58,279</u> | <u>42,222</u> | <u>31,491</u> | <u>84,375</u> | <u>30,715</u> | <u>34,373</u> | <u>71,535</u> | <u>26,253</u> | <u>565,820</u> |
| ADMINISTRATIVE EXPENSES | | | | | | | | | | | | | | | |
| Advertising | 327 | 171 | 299 | 28 | 541 | 128 | 498 | 313 | 327 | 683 | 327 | 213 | 484 | 157 | 4,496 |
| Meals and entertainment | 1,146 | 1 | 234 | - | 71 | 1 | 466 | 285 | 50 | 744 | 94 | 42 | 828 | 33 | 3,996 |
| Office supplies and expenses | 2,988 | 2,502 | 2,497 | 193 | 4,868 | 867 | 4,571 | 4,007 | 2,415 | 8,150 | 3,016 | 2,757 | 9,602 | 2,655 | 51,089 |
| Postage | 341 | 165 | 297 | 28 | 701 | 63 | 644 | 337 | 331 | 1,071 | 334 | 464 | 893 | 179 | 5,847 |
| Printing and copying | 83 | 35 | 109 | 6 | 128 | 26 | 113 | 134 | 67 | 240 | 130 | 222 | 352 | 32 | 1,677 |
| Rent | 3,335 | 1,740 | 3,045 | 290 | 5,510 | 1,305 | 5,075 | 7,783 | 3,335 | 6,960 | 3,335 | 2,175 | 4,930 | 1,595 | 50,412 |
| Telephone | 1,808 | 142 | 656 | 24 | 996 | 106 | 1,392 | 1,533 | 321 | 4,144 | 275 | 1,102 | 1,270 | 345 | 14,116 |
| Travel | 3,982 | 3,312 | 1,904 | 35 | 5,948 | 390 | 4,930 | 1,404 | 583 | 5,177 | 2,864 | 2,426 | 9,806 | 2,315 | 45,077 |
| Vehicle expense | - | - | - | - | - | - | - | - | - | - | - | - | 1,795 | - | 1,795 |
| Professional fees | 268 | 140 | 251 | 23 | 443 | 105 | 2,312 | 3,006 | 268 | 1,672 | 308 | 175 | 396 | 128 | 9,496 |
| Other expenses | 22,383 | 568 | 3,948 | 1,968 | 1,364 | (382) | 25,790 | 6,863 | 3,417 | 5,718 | 2,711 | 8,290 | 12,269 | 389 | 95,297 |
| | <u>36,661</u> | <u>8,777</u> | <u>13,241</u> | <u>2,594</u> | <u>20,571</u> | <u>2,609</u> | <u>45,792</u> | <u>25,665</u> | <u>11,114</u> | <u>34,559</u> | <u>13,394</u> | <u>17,867</u> | <u>42,624</u> | <u>7,828</u> | <u>283,297</u> |
| OTHER ITEMS | | | | | | | | | | | | | | | |
| Depreciation | 98 | 51 | 90 | 9 | 162 | 38 | 150 | 94 | 98 | 449 | 98 | 64 | 298 | 367 | 2,066 |
| Foreign currency translation | - | 20 | (1,110) | - | (32,523) | (4) | (2,973) | (1,110) | - | 56 | - | (12) | (58) | - | (37,713) |
| | <u>98</u> | <u>71</u> | <u>(1,020)</u> | <u>9</u> | <u>(32,361)</u> | <u>34</u> | <u>(2,823)</u> | <u>(1,016)</u> | <u>98</u> | <u>505</u> | <u>98</u> | <u>52</u> | <u>240</u> | <u>367</u> | <u>(35,647)</u> |
| TOTAL EXPENSES | <u>313,319</u> | <u>109,067</u> | <u>92,876</u> | <u>27,608</u> | <u>290,706</u> | <u>34,042</u> | <u>251,611</u> | <u>185,818</u> | <u>65,647</u> | <u>191,967</u> | <u>85,605</u> | <u>76,507</u> | <u>340,197</u> | <u>94,975</u> | <u>2,159,944</u> |
| EXCESS (DEFICIENCY) OF SUPPORT AND REVENUE OVER EXPENSES | <u>\$ 25,481</u> | <u>\$ 23,683</u> | <u>\$ (3,456)</u> | <u>\$ 2,392</u> | <u>\$ 8,418</u> | <u>\$ 3,053</u> | <u>\$ 13,569</u> | <u>\$ 9,316</u> | <u>\$ 14,963</u> | <u>\$ 52,293</u> | <u>\$ (4,234)</u> | <u>\$ (2,208)</u> | <u>\$ 36,523</u> | <u>\$ 17,125</u> | <u>\$ 196,919</u> |

Amounts may not foot due to rounding.

WORLDTEACH, INC.
(A Not-for-Profit Organization)
(CONTINUED)

STATEMENT OF SUPPORT, REVENUE, AND EXPENSES BY PROGRAM

YEAR ENDED JUNE 30, 2011

| | Balance Forward | Pohnpei | Namibia | Namibia Semester | Nambia Summer | Panama | Poland Summer | Rwanda | S. Africa Summer | Tanzania | Thailand | Program Total | General and Administrative | Fund Raising | Total |
|---|-------------------|-----------------|--------------------|------------------|------------------|-------------------|-----------------|-------------------|-------------------|------------------|---------------|-------------------|----------------------------|------------------|-------------------|
| SUPPORT AND REVENUE | | | | | | | | | | | | | | | |
| Public support | \$ 1,607,245 | \$ 83,936 | \$ 7,181 | \$ - | \$ 14,085 | \$ 21,000 | \$ - | \$ 3,248 | \$ - | \$ 27,423 | \$ 504 | \$ 1,764,622 | \$ 550 | \$ 54,716 | \$ 1,819,888 |
| Volunteer fees | 749,667 | - | 71,880 | 29,940 | 97,360 | 20,450 | 63,840 | - | 104,310 | 88,350 | 64,870 | 1,290,667 | - | - | 1,290,667 |
| Investment income | (111) | - | - | - | - | - | - | - | - | - | - | (111) | 29,594 | - | 29,483 |
| Other revenue | 62 | - | 1,087 | - | - | - | - | - | - | - | - | 1,149 | - | - | 1,149 |
| Loss on sale of furniture, fixtures and equipment | - | - | - | - | - | - | - | - | - | - | - | - | (400) | - | - |
| Unrealized gain on investments | - | - | - | - | - | - | - | - | - | - | - | - | 187,585 | - | 187,585 |
| | <u>2,356,863</u> | <u>83,936</u> | <u>80,148</u> | <u>29,940</u> | <u>111,445</u> | <u>41,450</u> | <u>63,840</u> | <u>3,248</u> | <u>104,310</u> | <u>115,773</u> | <u>65,374</u> | <u>3,056,327</u> | <u>217,329</u> | <u>54,716</u> | <u>3,328,372</u> |
| VOLUNTEER PLACEMENT | | | | | | | | | | | | | | | |
| Airline tickets | 339,227 | 12,481 | 21,697 | 12,173 | 40,579 | 2,476 | 19,963 | - | 39,033 | 27,625 | 14,270 | 529,523 | - | - | 529,523 |
| Health insurance | 90,028 | 1,814 | 6,000 | 744 | 1,599 | 3,183 | 844 | 1,950 | 804 | 5,778 | 6,591 | 119,332 | - | - | 119,332 |
| Room and board | 184,373 | - | - | - | - | 1,830 | - | - | - | 288 | - | 186,491 | - | - | 186,491 |
| Stipend advances | 435,393 | 23,275 | - | - | 5,197 | 2,560 | - | 9,626 | - | 2,194 | - | 478,245 | - | - | 478,245 |
| Other | 87,960 | 2,415 | 767 | 48 | 198 | 323 | 245 | 598 | 71 | 72 | 1,800 | 94,497 | - | 2,654 | 97,151 |
| | <u>1,136,981</u> | <u>39,985</u> | <u>28,464</u> | <u>12,965</u> | <u>47,573</u> | <u>10,371</u> | <u>21,051</u> | <u>12,174</u> | <u>39,908</u> | <u>35,957</u> | <u>22,661</u> | <u>1,408,090</u> | <u>-</u> | <u>2,654</u> | <u>1,410,744</u> |
| ORIENTATION EXPENSES | | | | | | | | | | | | | | | |
| Expenses at site | 133,118 | 2,834 | 6,591 | 553 | 5,420 | 2,553 | 2,533 | - | - | 7,922 | 1,926 | 163,449 | - | - | 163,449 |
| Expenses in USA | 14,376 | 30 | - | - | - | 129 | - | - | - | 2,206 | 63 | 16,803 | - | - | 16,803 |
| In-service | 62,000 | 688 | 2,247 | 297 | 1,927 | - | 1,870 | 2,144 | - | 1,921 | 688 | 73,782 | - | - | 73,782 |
| | <u>209,493</u> | <u>3,551</u> | <u>8,838</u> | <u>850</u> | <u>7,347</u> | <u>2,682</u> | <u>4,402</u> | <u>2,144</u> | <u>-</u> | <u>12,048</u> | <u>2,677</u> | <u>254,034</u> | <u>-</u> | <u>-</u> | <u>254,034</u> |
| COMPENSATION AND RELATED COSTS | | | | | | | | | | | | | | | |
| Compensation | 477,536 | 20,241 | 30,280 | 5,902 | 21,183 | 10,641 | 19,631 | 4,662 | 19,672 | 25,894 | 26,509 | 662,151 | 54,047 | 490 | 716,688 |
| Payroll taxes | 38,752 | 975 | 1,462 | 731 | 2,437 | 609 | 1,949 | - | 2,437 | 1,828 | 1,584 | 52,764 | 10,887 | 640 | 64,291 |
| Benefits | 33,494 | 1,123 | 1,516 | 540 | 1,802 | 584 | 1,441 | - | 1,802 | 1,948 | 1,573 | 45,823 | 392 | - | 46,215 |
| Work study | 16,039 | 406 | 609 | 305 | 1,015 | 254 | 812 | - | 1,015 | 761 | 660 | 21,875 | 4,102 | 1,367 | 27,344 |
| | <u>565,820</u> | <u>22,745</u> | <u>33,868</u> | <u>7,478</u> | <u>26,437</u> | <u>12,088</u> | <u>23,833</u> | <u>4,662</u> | <u>24,926</u> | <u>30,431</u> | <u>30,326</u> | <u>782,614</u> | <u>69,428</u> | <u>2,497</u> | <u>854,539</u> |
| ADMINISTRATIVE EXPENSES | | | | | | | | | | | | | | | |
| Advertising | 4,496 | 114 | 171 | 85 | 285 | 71 | 228 | - | 285 | 213 | 283 | 6,230 | - | - | 6,230 |
| Meals and entertainment | 3,996 | 388 | 708 | 193 | 277 | 153 | 27 | 455 | 2 | 264 | 1 | 6,465 | - | - | 6,465 |
| Office supplies and expenses | 51,089 | 1,353 | 2,330 | 578 | 1,927 | 1,728 | 1,900 | 65 | 2,224 | 2,489 | 2,109 | 67,792 | 3,189 | 2,338 | 73,319 |
| Postage | 5,847 | 142 | 333 | 83 | 337 | 78 | 264 | 22 | 276 | 311 | 211 | 7,904 | 1,542 | 231 | 9,677 |
| Printing and copying | 1,677 | 133 | 35 | 17 | 58 | 38 | 64 | 9 | 58 | 129 | 54 | 2,272 | 312 | - | 2,584 |
| Rent | 50,412 | 1,160 | 1,740 | 870 | 2,900 | 725 | 2,320 | - | 2,900 | 2,175 | 1,885 | 67,086 | 8,167 | 355 | 75,608 |
| Telephone | 14,116 | 924 | 3,242 | 71 | 420 | 592 | 319 | 703 | 253 | 659 | 269 | 21,568 | 1,324 | 199 | 23,091 |
| Travel | 45,077 | 3,812 | 6,165 | 689 | 690 | 1,348 | 466 | 445 | 267 | 2,484 | 2,626 | 64,069 | 164 | - | 64,233 |
| Vehicle expense | 1,795 | 391 | 262 | - | - | - | - | - | - | 108 | - | 2,556 | - | - | 2,556 |
| Professional fees | 9,496 | 93 | 140 | 70 | 233 | 58 | 187 | - | 42,223 | 234 | 152 | 52,886 | 15,551 | - | 68,437 |
| Other expenses | 95,297 | 1,665 | 11,991 | 807 | 5,369 | 20,646 | 58 | (15,240) | (26) | 13,347 | 1,935 | 135,848 | 36,806 | - | 172,654 |
| | <u>283,297</u> | <u>10,175</u> | <u>27,117</u> | <u>3,464</u> | <u>12,495</u> | <u>25,438</u> | <u>5,832</u> | <u>(13,541)</u> | <u>48,460</u> | <u>22,413</u> | <u>9,525</u> | <u>434,676</u> | <u>67,055</u> | <u>3,123</u> | <u>504,854</u> |
| OTHER ITEMS | | | | | | | | | | | | | | | |
| Depreciation | 2,066 | 136 | 156 | 26 | 85 | 21 | 68 | 300 | 85 | 64 | 58 | 3,065 | 205 | - | 3,270 |
| Foreign currency translation | (37,713) | (1) | (1,456) | 1 | - | 5 | (38) | 226 | - | 501 | (460) | (38,936) | - | - | (38,936) |
| | <u>(35,647)</u> | <u>135</u> | <u>(1,300)</u> | <u>27</u> | <u>85</u> | <u>26</u> | <u>30</u> | <u>526</u> | <u>85</u> | <u>565</u> | <u>(402)</u> | <u>(35,871)</u> | <u>205</u> | <u>-</u> | <u>(35,666)</u> |
| TOTAL EXPENSES | <u>2,159,944</u> | <u>76,592</u> | <u>96,987</u> | <u>24,784</u> | <u>93,937</u> | <u>50,606</u> | <u>55,149</u> | <u>5,965</u> | <u>113,379</u> | <u>101,414</u> | <u>64,787</u> | <u>2,843,542</u> | <u>136,688</u> | <u>8,274</u> | <u>2,988,504</u> |
| EXCESS (DEFICIENCY) OF SUPPORT AND REVENUE OVER EXPENSES | <u>\$ 196,919</u> | <u>\$ 7,344</u> | <u>\$ (16,839)</u> | <u>\$ 5,156</u> | <u>\$ 17,508</u> | <u>\$ (9,156)</u> | <u>\$ 8,691</u> | <u>\$ (2,717)</u> | <u>\$ (9,069)</u> | <u>\$ 14,359</u> | <u>\$ 587</u> | <u>\$ 212,785</u> | <u>\$ 80,641</u> | <u>\$ 46,442</u> | <u>\$ 339,868</u> |

Amounts may not foot due to rounding.