GUYDER
HURLEY

CRY-CHILD RIGHTS AND YOU AMERICA, INC.

FINANCIAL STATEMENTS

December 31, 2014

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GUYDER HURLEY

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INDEPENDENT AUDITORS' REPORT

To The Board of Directors
CRY-Child Rights and You America, Inc.

Report on the Financial Statements

We have audited the accompanying financial statements of CRY-Child Rights and You America, Inc. (a Delaware not for profit), which comprise the statement of financial position as of December 31, 2014, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with 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.

Auditor's Responsibility

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 from material misstatement.

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of CRY-Child Rights and You America, Inc., as of December 31, 2014 and the results of its operations and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Quincy, Massachusetts
August 28, 2015

CRY - CHILD RIGHTS AND YOU AMERICA, INC.

STATEMENT OF FINANCIAL POSITION
December 31, 2014

ASSETS	
Current Assets	
Cash	$ 987,107
Accounts receivable	136,278
Prepaid expenses	8,497
Total Current Assets	1,131,882
Property and Equipment	
Office equipment	5,654
Less accumulated depreciation	(5,654)
Total Property and Equipment	-
Total Assets	$ 1,131,882
LIABILITIES AND NET ASSETS	
Current Liabilities	
Accounts payable	$ 16,568
Grants payable	83,710
Accrued expenses	4,500
Total Current Liabilities	104,778
Unrestricted Net Assets	1,027,104
Total Liabilities and Net Assets	$ 1,131,882

CRY - CHILD RIGHTS AND YOU AMERICA, INC.

STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2014

Revenue and Support	
Contributions	$ 690,191
Fundraising Events	
Revenue raised	620,457
Expenses incurred	(127,455)
Net Fundraising Event Revenue	493,002
Interest income	386
Total Revenue and Support	1,183,579
Expenses	
Program/grant expenses	778,783
Fundraising expenses	252,768
Administrative expenses	176,983
Total Expenses	1,208,534
Decrease in Net Assets	(24,955)
Net Assets, Beginning of Year	1,052,059
Net Assets, End of Year	$ 1,027,104

The accompanying footnotes are an integral part of these financial statements

CRY - CHILD RIGHTS AND YOU AMERICA, INC.

STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2014

Cash Flows from Operating Activities		
Decrease in net assets	$	(24,955)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided from Operating Activities		
Decrease in accounts receivable		7,672
Decrease in prepaid expenses		6,913
Increase in grants payable		12,281
Decrease in accrued expenses		(3,500)
Increase in accounts payable		3,036
Net Cash Provided by Operating Activities		1,447
Net Increase in Cash		1,447
Cash at Beginning of Year		985,660
Cash at End of Year	$	987,107

CRY - CHILD RIGHTS AND YOU AMERICA, INC.

STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended December 31, 2014

Program/Grant Expenses		
India projects	$	733,783
US projects		45,000
Total Program/Grant Expenses	$	778,783
Fundraising Expenses		
Marketing	$	212,015
Professional fees		27,789
Postage		12,964
Total Fundraising Expenses	$	252,768
Administrative Expenses		
Payroll	$	106,303
Professional services		33,143
Rent		11,208
Insurance		8,886
License and registration fees		4,480
Dues		4,035
Service charges		2,396
Telephone and internet services		2,152
Travel and seminar/conference		1,963
Postage		1,679
Electricity		607
Office supplies		131
Total Administrative Expenses	$	176,983

CRY – CHILD RIGHTS AND YOU AMERICA, INC.

NOTES TO FINANCIAL STATEMENTS
December 31, 2014

NOTE 1 – ORGANIZATION

CRY-Child Rights and You America, Inc. (the Organization) was established in November 2002 as a Delaware Corporation, and is a not-for-profit organized under Section 501(c)(3) of the United States Tax Code. The mission of the Organization is to raise funds for and public awareness of the problems that face underprivileged children, with emphasis on children living in India.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The Organization maintains its records on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America. Revenue is recognized as it is earned rather than received and expenses are recognized when the obligation is incurred.

Net assets are broken down into three specific categories as follows:

Unrestricted Net Assets – All contributions are considered to be available for unrestricted use unless specifically restricted by the donor or by law.

Temporarily Restricted Net Assets – Assets resulting from contributions whose use by the Organization is limited by donor/grantor imposed restrictions that either expire by the passage of time or can be fulfilled by actions of the Organization. Once these restrictions expire, temporarily restricted net assets are reported in the statement of activities as net assets released from restrictions.

Permanently Restricted Net Assets – Assets resulting from an endowment to be held in perpetuity. Investment income earned on this endowment is temporarily restricted for programs.

B. Use of Estimates

The preparation of financial statements in accordance with the accrual method of accounting requires the use of estimates that affect reported amounts of sources and uses of funds and related disclosures. Actual amounts could differ from those estimates.

C. Cash Equivalents

Cash and cash equivalents consist of cash on deposit with financial institutions and other debt securities that are readily convertible into cash and purchased with original maturities of three months or less.

CRY – CHILD RIGHTS AND YOU AMERICA, INC.

NOTES TO FINANCIAL STATEMENTS
December 31, 2014

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – (Continued)

D. Concentration of Credit Risk

The Organization places its temporary cash investments with high credit quality financial institutions. During the fiscal year, balances in the accounts may exceed the federally insured limit. The Organization has not experienced any losses on such accounts and believes it is not exposed to any significant credit risk to cash.

E. Fixed Assets and Depreciation

Fixed assets are stated at cost. When assets are retired or otherwise disposed of, the cost and accumulated depreciation are removed from the accounts, and any resulting gain or loss is recognized in income for the period. Maintenance and repairs are charged to expense as incurred; major renewals and betterments are capitalized. Depreciation is provided for using straight-line and accelerated methods over the following estimated useful live:

Equipment	5 years

The composition of fixed assets at December 31, 2014 is as follows:

Office Equipment	$	5,654
Less: Accumulated Depreciation		(5,654)
Net Fixed Assets	$	-

F. Income Taxes

No provision has been made for income taxes since the Organization was formed as a tax exempt organization and has been granted Section 501(c)(3) status by the Internal Revenue Service.

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires the Organization to report information regarding its exposure to various tax positions taken by the Organization. The Organization has determined whether any tax positions have met the recognition threshold and has measured the Organization's exposure to those tax positions. Management believes that the Organization has adequately addressed all relevant tax positions and that there are no unrecorded tax liabilities. Federal and state tax authorities generally have the right to examine and audit the previous three years of tax returns filed. Any interest or penalties assessed to the Organization are recorded in operating expenses. No interest or penalties from federal or state tax authorities were recorded in the accompanying financial statements.

NOTE 3 – LICENSING AGREEMENT WITH CHILD RELIEF AND YOU, INDIA

The Organization has entered into an agreement, dated July 23, 2004, with Child Relief and You, India, a public charity trust of India. The agreement allows the Organization to use the CRY India name, trademark and logo. This agreement also outlines services provided to the Organization by CRY India for the purpose of facilitating grants made to India-based projects. The Organization has also entered into an agreement with CRY India under which CRY India will provide grant management services for all grants made in India.

NOTE 4 – SUBSEQUENT EVENTS

Events that occur after the balance sheet date but before the financial statements were available to be issued must be evaluated for recognition or disclosure. The effects of subsequent events that provide evidence about conditions that existed at the balance sheet date are recognized in the accompanying financial statements. Subsequent events which provide evidence about conditions that existed after the balance sheet date require disclosure in the accompanying notes. Management evaluated the activity of the Organization through August 28, 2015 (the date the financial statements were available to be issued) and concluded that no subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to the financial statements.