

QUECHUA BENEFIT
FINANCIAL STATEMENTS
DECEMBER 31, 2007

KERSHAW & ASSOCIATES

1750 S.W. Harbor Way, Suite 330
Portland, Oregon 97201

(503) 223-1881
FAX 223-6520

To the Board Members
Quechua Benefit

We prepared the statement of financial position of Quechua Benefit (a 501(c)(3) organization) as of December 31, 2007, and the related statement of activities for the twelve months then ended.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not performed an audit examination or a review of the accompanying financial statements, and accordingly, we express no opinion or any other form of assurance thereon.

Sincerely,

T. Matt Bannon, EA, LTC
Kershaw and Associates, Inc.
July 25, 2008

Quechua Benefit
Statement of Financial Position
December 31, 2007

	<u>Dec 31, 07</u>
ASSETS	
Current Assets	
Checking/Savings	
Checking	185,952
Investment/Savings	247,317
Total Checking/Savings	<u>433,269</u>
Total Current Assets	<u>433,269</u>
Escrow - Land	
Note Receivable - Dr. Willy	6,000
Dental Equipment	
Dental Stations	10,000
Instruments	5,000
Other Equipment	1,250
Total Dental Equipment	<u>16,250</u>
TOTAL ASSETS	<u><u>455,519</u></u>
LIABILITIES & NET ASSETS	
Liabilities	0
Net Assets	455,519
TOTAL LIABILITIES & NET ASSETS	<u><u>455,519</u></u>

Quechua Benefit
Statement of Activities
For Year Ended December 31, 2007

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	
Income					
Contributions	240,388			240,388	
Calendar Receipts					
Interest Income	10,932			10,932	See Note A
Inca Tour Receipts					
Total Income	251,320	0	0	251,320	
Expenses					
Fund Raising Expense					
Adverstising & Marketing	2,176			2,176	
Auction Expenses	23,170			23,170	See Note B
Total Fund Raising Expense	25,346	0	0	25,346	
Management and General					
Bank Fees	210			210	
Professional Fees	1,512			1,512	
Total Management and General	1,722	0	0	1,722	
Program Expenses					
Local Dental Supplies	6,672			6,672	
Peruvian Assistant Expenses	1,480			1,480	
Peruvian Dentist Salary	13,990			13,990	See Note C
Travel & Transportation	4,601			4,601	
Vehicle Rental & Fuel	396			396	
Dental Trips Expenses - Other	6,499			6,499	
Total Program Expenses	33,638	0	0	33,638	
Charitable Donations	16,333			16,333	See Note D
Total Expense	77,039	0	0	16,333	
Change in Net Assets	174,282	0	0	174,282	
Net Assets at Beginning of Year	281,237			281,237	
Net Assets at End of Year	455,519	0	0	455,519	

Quechua Benefit
Notes to Fincancial Statements

The organization provides charitable aid to the indigenous Quechua tribes of Peru with an emphasis on aiding children. This is accomplished primarily through free dental services as well as direct handouts of blankets, shoes, and other goods.

A The Organization has begun accumulating cash while investigating the feasibility of building or purchasing and operating an orphanage in Peru.

B The Organization generates revenue by accepting donations of alpacas and selling the animals at auction.

C A local dentist performs services on behalf of the organization year-round. The organization reimburses the dentist for expenses incurred and provides for a monthly salary for the dentist and dental assistant.

D The organization makes periodic donations to Peruvian charities, particularly the Mosqu Runa orphanage which is run by the Catholic church. Donations are sometimes cash, but often are in the form of blankets and shoes given directly to the orphanage children.