

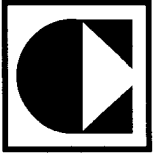
FINANCIAL STATEMENTS AND
INDEPENDENT ACCOUNTANT'S REVIEW REPORT

2SEEDS NETWORK, INC.

December 31, 2014

TABLE OF CONTENTS

	PAGE
INDEPENDENT ACCOUNTANT'S REVIEW REPORT	1
FINANCIAL STATEMENTS	
Balance Sheet	2
Statement of Activities	3
Statement of Cash Flows	4
Statement of Functional Expenses	5
Notes to Financial Statements	6



DOUGLAS COREY & ASSOCIATES, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

6601 LITTLE RIVER TURNPIKE, SUITE 440

ALEXANDRIA, VIRGINIA 22312

(703) 354-2900 • FAX (703) 354-2606

E-MAIL: coreycpa@coreycpa.com

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
2Seeds Network, Inc.

We have reviewed the accompanying balance sheet of 2Seeds Network, Inc. (a nonprofit organization) as of December 31, 2014, and the related statements of activities, cash flows and functional expenses for the year then ended. A review consists primarily of applying analytical procedures to management's financial data and making inquiries of the Organization's management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the reviews in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note H to the financial statements, certain conditions indicate that the Organization may be unable to continue as a going concern. The accompanying financial statements do not include any adjustments that might be necessary should the company be unable to continue as a going concern.

May 12, 2015

Douglas Corey & Associates, P.C.

2Seeds Network, Inc.

Balance Sheet

December 31, 2014

(See Independent Accountant's Review Report and notes to financial statements)

Assets

Current Assets	
Cash and cash equivalents	\$ 26,406
Accounts receivable	502
	<hr/>
Total current assets	26,908
 Vehicle, net of accumulated depreciation of \$8,759	 - <hr/>
	\$ 26,908
	<hr/> <hr/>

Liabilities and Net Assets

Current Liabilities	
Accounts payable	\$ 9,422
Loan from directors	30,000
	<hr/>
Total current liabilities	39,422
 Net Assets	
Unrestricted	(12,514)
Temporarily restricted	-
	<hr/>
	(12,514)
	<hr/> <hr/>
	\$ 26,908
	<hr/> <hr/>

2Seeds Network, Inc.
Statement of Activities
For the year ended December 31, 2014
(See Independent Accountant's Review Report and notes to financial statements)

	Unrestricted	Temporarily restricted	Total
Revenues and Other Support:			
Contributions	\$ 252,797	\$ 139,509	\$ 392,306
In Kind contributions	2,354	-	2,354
Special event income	12,760	-	12,760
Special event income - in-kind	39,967	-	39,967
Net assets released from restrictions:			
Satisfaction of program restrictions	<u>139,509</u>	<u>(139,509)</u>	<u>-</u>
Total Revenues and Other Support	447,387	-	447,387
Expenses:			
Program expenses	313,126	-	313,126
Supporting services			
Management and General	108,261	-	108,261
Fundraising	28,569	-	28,569
Special event expense	9,951	-	9,951
Special event expense - non-cash	<u>39,967</u>	<u>-</u>	<u>39,967</u>
Total Expenses	<u>499,874</u>	<u>-</u>	<u>499,874</u>
Change in Net Assets	(52,487)	-	(52,487)
Net Assets, beginning of year	<u>39,973</u>	<u>-</u>	<u>39,973</u>
Net Assets, end of year	<u>\$ (12,514)</u>	<u>\$ -</u>	<u>\$ (12,514)</u>

2Seeds Network, Inc.
Statement of Cash Flows
For the year ended December 31, 2014
(See Independent Accountant's Review Report and notes to financial statements)

Cash flows from operating activities:	
Change in net assets	\$ (52,487)
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
(Increase) decrease in accounts receivable	(495)
Increase (decrease) in accounts payable	<u>2,436</u>
Net increase (decrease) in cash and cash equivalents	(50,546)
Cash, beginning of year	<u>76,952</u>
Cash, end of year	<u><u>\$ 26,406</u></u>
Supplemental disclosures:	
Items donated for special events	39,967
Donated services	2,354
Special event expense	(39,967)
Bookkeeping expense	<u>(2,354)</u>
	<u><u>\$ -</u></u>
Cash paid during the year for:	
Income taxes	<u><u>\$ -</u></u>
Interest expense	<u><u>\$ -</u></u>

2Seeds Network, Inc.
Statement of Functional Expenses
For the year ended December 31, 2014
(See Independent Accountant's Review Report and notes to financial statements)

Supporting Services

	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total Expense</u>
Salaries	\$ 83,589	\$ 60,414	\$ -	\$ 144,003
In-country project expense	138,498	-	-	138,498
Project travel	61,650	-	-	61,650
Consultants	-	2,000	21,733	23,733
Accounting and legal	-	22,407	-	22,407
Project supplies	13,829	-	-	13,829
Recruiting and training	12,017	-	-	12,017
Bank/processing fees	-	3,761	5,691	9,452
Payroll taxes	841	5,568	-	6,409
Rent - office	-	4,066	-	4,066
Insurance	-	2,861	-	2,861
Office expense	-	2,347	400	2,747
Local travel	-	1,128	745	1,873
Payroll processing	-	1,435	-	1,435
Alumni support	1,357	-	-	1,357
In-country living expense	1,345	-	-	1,345
Web/internet	-	1,163	-	1,163
Professional development	-	1,111	-	1,111
	<u>\$ 313,126</u>	<u>\$ 108,261</u>	<u>\$ 28,569</u>	<u>\$ 449,956</u>

2Seeds Network, Inc.
Notes to Financial Statements
December 31, 2014
(See Independent Accountant's Review Report)

Note A - Nature of Organization

2Seeds Network, Inc. (2Seeds) is a non-profit corporation founded in 2010 to serve agricultural development projects in Africa. 2Seeds addresses the issue of food and income security in the developing world by recruiting and placing teams of young people to train rural Tanzanian farmers in agricultural best practices and market access. At every step, 2Seeds encourages project leaders to embrace independent decision making, enforce financial accountability and humbly seek a deep and sincere partnership with the local African community.

Note B - Summary of Accounting Policies

A summary of the significant accounting policies consistently applied in the preparation of the accompanying financial statements follows.

1. Method of Accounting

2Seeds's financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles. Consequently, revenues are recognized when earned and expenses are recognized when incurred.

2. Financial Statement Presentation

2Seeds is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted. In addition, 2Seeds is required to present a statement of cash flows. For the year ended December 31, 2014, 2Seeds had no temporarily or permanently restricted net assets.

3. Contributions

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are restricted by the donor for specific purposes are reported as temporarily restricted support that increases that net asset class.

4. Functional Expenses

Expenses are identified to a specific program or support service and are charged directly according to their natural expenditure classification. Supporting services include all expenses incurred in the operation of 2Seeds.

2Seeds Network, Inc.
Notes to Financial Statements
December 31, 2014
(See Independent Accountant's Review Report)

Note B - Summary of Accounting Policies, continued

5. Income Taxes

2Seeds is exempt from income taxes on all activities directly related to its exempt purpose under the Internal Revenue Service Code Section 501(c)(3). 2Seeds is liable for income taxes on unrelated business income. There was no taxable net unrelated business income for the year December 31, 2014. Accordingly, no provision for income taxes has been made in these financial statements.

2Seeds evaluated its tax positions and determined it has no uncertain tax positions as of December 31, 2014. 2Seeds's 2012 through 2014 tax years are open for examination by federal taxing authorities.

6. Cash and Cash Equivalents

For purposes of the statement of cash flows, 2Seeds considers all highly liquid instruments purchased with a maturity of three months or less to be cash and cash equivalents.

7. Use of Estimates

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

Note C – Major Support

For the year ended December 31, 2014, contributions from one donor comprises approximately 11% of total revenue and support for the year.

Note D – Operating Lease

During 2012, 2Seeds entered into an operating lease for office space. The space is leased on a month-to-month basis. Rent expense for the office for the year ended December 31, 2014 totaled \$4,066.

2Seeds Network, Inc.
Notes to Financial Statements
December 31, 2014
(See Independent Accountant's Review Report)

Note E – Related Party Transactions

During the year ended December 31, 2014, 2Seeds received \$10,350 in-kind contributions from the Chairman of the Board. The Organization received \$22,500 cash contributions and \$3,419 in-kind contributions from family members of the Chairman of the Board. Contributions from all board members totaled \$29,000, which is 6% of total support for the year. The Organization has outstanding loans from 2 board members totaling \$30,000 as of December 31, 2014. The loans do not bear interest.

Board members are not compensated for their service to 2Seeds.

Note F – In-kind and Non-cash Contributions

Contributions of donated non-cash assets are recorded at their fair market values in the period received. During the year ended December 31, 2014, items valued at \$39,967 were donated for special events and \$2,354 was donated in bookkeeping services.

Many volunteers have contributed numerous hours to support 2Seeds's programs. However, these hours do not meet the requirements to be recorded as revenue and expense under SFAS 116.

Note G – Evaluation of Subsequent Events

2Seeds has evaluated subsequent events through May 12, 2015, the date which the financial statements were available to be issued.

Note H – Going Concern

2Seeds incurred a significant loss for the year ended December 31, 2014. As a result, as of December 31, 2014 liabilities exceeded assets by \$12,514. This creates an uncertainty about the ability of 2Seeds to continue as a going concern. The board of directors is evaluating the financial position of the Organization on a regular basis and has engaged assistance to spearhead a development effort to maintain current operations. The financial statements do not include any adjustments that might be necessary if the Organization is unable to continue as a going concern.