

PET International, Inc.
Statement of Assets, Liabilities and Net Assets – Income Tax Basis
June 30, 2009

ASSETS

Current Assets:	
Cash and Cash equivalents	\$ <u>23,131</u>
TOTAL ASSETS	\$ 23,131 =====

LIABILITIES

TOTAL LIABILITIES	\$ -0-
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NET ASSETS

Net Assets:	
Unrestricted	\$ <u>23,131</u>
TOTAL NET ASSETS	\$ 23,131 =====

The accompanying note is an integral part of these financial statements.

PET International, Inc.
Statement of Receipts, Expenses and Changes in Net Assets – Income Tax Basis
For the Year Ended June 30, 2009

	Unrestricted Net Assets	Temporarily Restricted Net Assets	Total
Revenues, Gains, and Other Support:			
Contributions	\$11,741	-	\$11,741
Interest Income	180		180
Director of Operations Support	<u>\$18,340</u>	<u>-</u>	<u>\$18,340</u>
Total Revenues	\$30,261	-	\$30,261
Expenses:			
Program Services	\$ 53,088		\$ 53,088
Support Services:			
Management and General	<u>\$ 10,242</u>	<u>-</u>	<u>\$ 10,242</u>
Total Expenses	<u>\$ 63,330</u>	<u>-</u>	<u>\$ 63,330</u>
Change in Net Assets	\$(33,069)	-	\$(33,069)
Net Assets at Beginning of Year	\$ 56,200	-	\$ 56,200
Net Assets at End of Year	<u>\$ 23,131</u>	<u>-</u>	<u>\$ 23,131</u>

The accompanying note is an integral part of these financial statements.

PET International, Inc.
Statement of Functional Expenses – Income Tax Basis
For the Year Ended June 30, 2009

	Program	Management & General	Total
Affiliate Distribution	\$ 3,120		\$ 3,120
Affiliate Grant	6,000		6,000
Director of Operations (Note A)	29,725	3,302	33,027
Equipment & Office Supplies		762	762
Insurance		28	28
Membership Dues (Note A)	300		300
Office support/labor		1,049	1,049
Parts & Assembly Supplies	326		326
Phone/Internet	989	988	1,977
Postage	856		856
Promotion & Reporting	2,459	2,459	4,918
Shipping	5,941		5,941
Travel	3,372	1,654	5,026
Total Expenses	\$ 53,088	\$ 10,242	\$ 63,330

Note A - The accompanying note is an integral part of these financial statements.

PET International, Inc.
Notes to Financial Statements

Note A. Summary of significant accounting policies

Mission Statement

PET International seeks to reflect the love of Jesus Christ by bringing mobility and dignity to those in developing countries who have lost the ability to walk.

Nature of Organization

PET (Personal Energy Transportation) International, Inc. is a faith-based world-wide nonprofit organization powered by volunteers. The organization promotes the PET vehicle, assists the PET production sites, and coordinates the PET shipments to distribution partners.

Director of Operations

This staff position is the only paid one. But the D of O operates as a missionary and most of his salary is provided by his personal supporters. PET International, Inc. pays only a small monthly stipend.

Membership Dues

These dues are only paid to be a part of TECH. At TECH meetings we can meet with other health agencies and medical professionals to promote the availability of the PET vehicle to be included in their health/mission work around the world.

Basis of Accounting and Financial Statement Presentation

The accompanying financial statements have been prepared on the income tax basis of accounting. Under that basis, revenues are recognized when received rather than when earned and expenses are recognized when paid rather than when the obligation is incurred. As of June 30, 2009, the organization had only unrestricted net assets.

Income Taxes

The organization is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation within the meaning of Section 509(a) and qualifies for deductible contributions as provided in Section 170(b)(1)(a)(vi).

Functional Expenses

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the support services and programs benefited.

Contribution and Grants

The organization records contributions and grants when they are received. All contributions and grants are considered available for unrestricted use unless specifically restricted by the donor or grantor.