

PET International, Inc.  
Statement of Assets, Liabilities and Net Assets – Income Tax Basis  
June 30, 2012

ASSETS

Current Assets:	
Cash and Cash equivalents	\$ 266,851
Checking \$30,145 Brokerage 236,706	
Stock in brokerage	
TOTAL ASSETS	\$ 266,851 =====

LIABILITIES

TOTAL LIABILITIES	\$ 1,535
Driggs' June support gifts for the July 2012 payroll.	

NET ASSETS

Net Assets:	
Temporarily Restricted (A)	\$ 126,124
Unrestricted	\$ <u>139,192</u>
TOTAL NET ASSETS	\$ 265,316 =====

(A) = \$126,124 Zambia re-supply parts, etc.

The accompanying notes are 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 are unable 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 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 using accrual basis accounting. Temporarily Restricted Assets are for Director of Operations support and PET Zambia re-supply shipments.

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.

**PET International, Inc.**  
**Statement of Receipts, Expenses and Changes in Net**  
**Assets – Income Tax Basis**  
**June 30, 2012**

	Unrestricted Net Assets	Temporarily Restricted Net Assets	Total
<u>Revenues:</u>			
Contributions	\$168,576	\$128,332	\$296,908
Director of Operations Support		\$26,235	\$26,235
Other Income	\$10,057		\$10,057
Interest Income	\$6	\$0	\$6
Net assets released from restriction	\$56,473	-\$56,473	\$0
Realized gain	\$27	\$27	\$54
<b>Total Revenue</b>	<b>\$235,139</b>	<b>\$98,121</b>	<b>\$333,260</b>
<u>Expenses:</u>			
Program Services	\$116,446	\$0	\$116,446
Support Services			
Management & General	<u>16,031</u>	<u>0</u>	<u>\$16,031</u>
<b>Total Expenses</b>	<b><u>\$132,477</u></b>	<b><u>\$0</u></b>	<b><u>\$132,477</u></b>
Change in Net Assets	\$102,662	\$98,121	\$200,783
Net Assets at Beginning of Year	\$36,530	\$28,003	\$64,533
<b>Net Assets at End of Year</b>	<b>\$139,192</b>	<b>\$126,124</b>	<b>\$265,316</b>

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

**PET International, Inc.**  
**Statement of Functional Expenses – Income Tax Basis**  
**For the Year Ended June 30, 2012**

	Program	Management & General & Fundraising	Total
Affiliate/NGO Distribution	\$2,638	\$0	\$2,638
Affiliate Grant	\$2,000		\$2,000
Affiliate Supplies	\$2,649		\$2,649
Annual Meeting Expenses	\$1,828		
Director of Operations (Note A)	\$38,234	\$4,248	\$42,482
Equipment & Office Supplies		\$978	\$978
Membership Dues (Note A)	\$325		\$325
Phone/Internet	\$1,151	\$1,152	\$2,303
Postage	\$951		\$951
Promotion & Reporting	\$876	\$875	\$1,751
Replacement Parts	\$650		
Research & Development	\$17,439		
Shipping	\$14,553		\$14,553
Support: office		\$6,082	
Support: program	\$1,750		
Travel	\$6,404	\$595	\$6,999
Zambia re-supply	\$27,099		\$27,099
<b>Total Expenses</b>	<b>\$118,547</b>	<b>\$13,930</b>	<b>\$132,477</b>

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