

ARCHIVE GLOBAL

Reviewed Financial Statements

For Years Ended December 31, 2016 and 2015

Archive Global

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INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To Board of Directors
ARCHIVE Global
New York, NY

We have reviewed the accompanying financial statements of The ARCHIVE Institute, a New Jersey nonprofit corporation D/B/A ARCHIVE Global, which comprise the statements of financial position as of December 31, 2016 and 2015, and the related statements of activities, functional expenses, and cash flows, for the years then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company 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'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 the financial statements that are free from material misstatement whether due to fraud or error.

Accountants' Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Accountant's Conclusion

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 accordance with accounting principles generally accepted in the United States of America.

Goldfine & Co., cpapc

Goldfine & Company CPA PC

New York, NY
March 9, 2018

ARCHIVE Global
Statements of Financial Position
December 31, 2016 and 2015

| | 2016 | 2015 |
|---|------------------|------------------|
| ASSETS | | |
| Current Assets | | |
| Cash | \$ 20,338 | \$ 18,343 |
| Total Current Assets | 20,338 | 18,343 |
| TOTAL ASSETS | \$ 20,338 | \$ 18,343 |
| LIABILITIES AND NET ASSETS | | |
| Liabilities | | |
| Current Liabilities | | |
| Accounts Payable and Accrued Expenses | \$ 136,165 | \$ 66,901 |
| Total Current Liabilities | 136,165 | 66,901 |
| TOTAL LIABILITIES | 136,165 | 66,901 |
| NET ASSETS | | |
| Unrestricted | (78,236) | (81,136) |
| Temporarily restricted | (37,591) | 32,578 |
| TOTAL NET ASSETS | (115,827) | (48,558) |
| TOTAL LIABILITIES AND NET ASSETS | \$ 20,338 | \$ 18,343 |

See accompanying notes and independent accountants' review report

ARCHIVE Global
Statements of Activities
Years ended December 31, 2016 and 2015

| | <u>Unrestricted</u> | | <u>Temporarily Restricted</u> | | <u>Total</u> | |
|--------------------------------------|---------------------|--------------------|-------------------------------|------------------|---------------------|--------------------|
| | <u>2016</u> | <u>2015</u> | <u>2016</u> | <u>2015</u> | <u>2016</u> | <u>2015</u> |
| Revenues | | | | | | |
| Grants | \$ - | \$ - | \$ - | \$ 154,001 | \$ - | \$ 154,001 |
| Contributions | 41,361 | 24,273 | 9,854 | 2,264 | 51,215 | 26,537 |
| Fundraising | 10 | - | - | - | 10 | - |
| Total Revenues | <u>41,371</u> | <u>24,273</u> | <u>9,854</u> | <u>156,265</u> | <u>51,225</u> | <u>180,538</u> |
| Operating Expenses | | | | | | |
| Program Services | 32,385 | 136,984 | 7,251 | 172,118 | 39,636 | 309,102 |
| Support Services | 6,095 | 8,715 | 72,774 | 49,143 | 78,869 | 57,858 |
| Total Operating Expenses | <u>38,480</u> | <u>145,699</u> | <u>80,025</u> | <u>221,261</u> | <u>118,505</u> | <u>366,960</u> |
| Change in Net Assets from Operations | <u>2,891</u> | <u>(121,426)</u> | <u>(70,171)</u> | <u>(64,996)</u> | <u>(67,280)</u> | <u>(186,422)</u> |
| Other Income | | | | | | |
| Interest income | 9 | 122 | 2 | - | 11 | 122 |
| Other Income | - | 14,407 | - | 1,535 | - | 15,942 |
| Change in Net Assets | <u>2,900</u> | <u>(106,897)</u> | <u>(70,169)</u> | <u>(63,461)</u> | <u>(67,269)</u> | <u>(170,358)</u> |
| Net assets, Beginning of Year | <u>(81,136)</u> | <u>25,761</u> | <u>32,578</u> | <u>96,039</u> | <u>(48,558)</u> | <u>121,800</u> |
| Net Assets , End of Year | <u>\$ (78,236)</u> | <u>\$ (81,136)</u> | <u>\$ (37,591)</u> | <u>\$ 32,578</u> | <u>\$ (115,827)</u> | <u>\$ (48,558)</u> |

See accompanying notes and independent accountants' review report

ARCHIVE Global
Statements of Functional Expenses
Years ended December 31, 2016 and 2015

| | Housing and Health Programs | | Management and General | | Total Program Services | |
|---------------------------------------|--|-------------------|-------------------------------|------------------|-------------------------------|-------------------|
| | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 |
| Salaries, benefits, and payroll taxes | \$ 24,676 | \$ 156,909 | \$ 72,490 | \$ 33,306 | \$ 97,166 | \$ 190,215 |
| Volunteer Stipends | 5,776 | 5,781 | - | - | 5,776 | 5,781 |
| Rent | 3,487 | 7,313 | 1,163 | 2,255 | 4,650 | 9,568 |
| Office Expenses | 3,087 | 3,720 | 670 | 1,597 | 3,757 | 5,317 |
| Travel | 1,227 | 35,474 | - | - | 1,227 | 35,474 |
| Professional services and consultants | 1,000 | 15,500 | 2,160 | 12,600 | 3,160 | 28,100 |
| Team Meetings | 303 | 1,270 | - | 318 | 303 | 1,588 |
| Miscellaneous | 80 | 194 | 139 | 1,440 | 219 | 1,634 |
| Promotion/Fundraising | - | 5,736 | 1,166 | 327 | 1,166 | 6,063 |
| Insurance | - | - | 936 | 4,679 | 936 | 4,679 |
| Transportation | - | - | 145 | 1,336 | 145 | 1,336 |
| Project Costs | - | 75,000 | - | - | - | 75,000 |
| IT Costs | - | 2,205 | - | - | - | 2,205 |
| | \$ 39,636 | \$ 309,102 | \$ 78,869 | \$ 57,858 | \$ 118,505 | \$ 366,960 |

See accompanying notes and independent accountants' review report

ARCHIVE Global
Statements of Cash Flows
Years ended December 31, 2016 and 2015

| | <u>2016</u> | <u>2015</u> |
|--|-------------------------|-------------------------|
| Cash Flows from Operating activities | | |
| Change in net assets | \$ (67,269) | \$ (170,358) |
| Changes in assets and liabilities | - | - |
| Decrease in Prepaid Expenses | - | 720 |
| Increase in Accrued Liabilities | 69,264 | 7,571 |
| | <u>1,995</u> | <u>(162,067)</u> |
| Cash flows from operating activities | | |
| Cash flows from investing activities | <u>-</u> | <u>-</u> |
| Cash flows from financing activities | <u>-</u> | <u>-</u> |
| Net increase (decrease) in cash during the period | 1,995 | (162,067) |
| Cash at beginning of year | <u>18,343</u> | <u>180,410</u> |
| Cash at end of year | <u><u>\$ 20,338</u></u> | <u><u>\$ 18,343</u></u> |

See accompanying notes and independent accountants' review report

ARCHIVE Global
Notes to Financial Statements
For Years Ended December 31, 2016 and 2015

Note 1 Organization

ARCHIVE Global (the “Organization”) was incorporated in New Jersey in July 2006 as The ARCHIVE Institute, a New Jersey nonprofit corporation. The Organization is a 501(c)(3) international non-profit organization founded to fight disease by delivering targeted housing design improvements. The Organization’s primary goal is to promote an integrated, systems approach through housing and health and through its projects hopes to influence policy and pioneer impact investment.

The Organization receives support from four sources. Grants from charitable foundations are a primary revenue stream. Contributions and donations-in-kind from individuals and corporations are significant revenue sources. Public sector funds provide additional program-specific support.

Note 2 Summary of Significant Accounting Policies

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (US GAAP).

Net assets and revenues are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified and reported as follows:

- Unrestricted net assets represent net assets that are not subject to any donor-imposed stipulations and may be used for carrying on the Organization’s operations.
- Temporarily restricted net assets represent net assets subject to donor-imposed restrictions on their use that may be met either by actions of the Organization or the passage of time.
- Permanently restricted net assets represent net assets subject to donor-imposed or other legal restrictions requiring that the principal be maintained permanently by the Organization and only the income may be expended.

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Contributions

Contributions are recognized when the donor makes a promise to give to the organization that is, in substance, unconditional. All other donor-restricted contributions are reported as an increase in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

See independent accountants’ review report

ARCHIVE Global
Notes to Financial Statements
For Years Ended December 31, 2016 and 2015

Cash and Cash Equivalents

Cash consists of demand deposits at financial institutions. Such deposits may be in excess of the Federal Deposit Insurance Corporation insurance limits. The Organization has not experienced any losses in any such accounts.

Fair Value of Financial Instruments

The fair value of the Company's assets and liabilities, which qualify as financial instruments under FASB ASC 820, "Fair Value Measurements and Disclosures", approximates the carrying amounts represented in the balance sheet.

Functional Allocation of Expenses

The costs of providing the various programs and supporting services have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated between the programs and supporting services.

Income Tax Status

Archive is exempt from federal income taxes under Section 501(c)3 of the Internal Revenue Code. Accordingly, no provision for income taxes has been recorded as the Organization is not subject to any federal, state or local income taxes.

Donated Services and In-Kind Contributions:

Contributions of services are recognized if the services received (a) create or enhance non-financial assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. During the years ended December 31, 2016 and 2015, the value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded. In addition, a substantial number of volunteers have donated significant amounts of their time in service to the Organization; however, no amounts have been reflected in the accompanying financial statements for the value of these donated services because they do not meet the recognition criteria.

Note 3 Subsequent Events

Subsequent to December 31, 2016, the Organization entered into an agreement for a grant of \$500,000 from UBS Optimus Foundation UK for the purpose of two projects: "Health, Hygiene and Housing" (Bangladesh) and "Design Against Malaria" (Gabon). The grant has been paid to the Organization except for a payment of \$35,000, which shall be paid by the donor based on an external independent evaluation of the project.

The Organization has evaluated subsequent events through March 9, 2018, which is the date the financial statements were available to be issued.