

THE INTERNATIONAL CENTER

Financial Statements and Independent Auditor's Report

December 31, 2005 and 2004

**DENBURG & LOW, PA
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The International Center

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
The International Center

We have audited the accompanying statements of financial position and cash flows of The International Center (a non-profit organization) as of and for the years ended December 31, 2005 and 2004, and the related statements of activities and functional expenses for the year ended December 31, 2005. These financial statements are the responsibility of the Center's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position and cash flows of The International Center as of December 31, 2005 and 2004, and the changes in its net assets for the year ended December 31, 2005 in conformity with accounting principles generally accepted in the United States of America.

Washington, DC
July 7, 2006

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STATEMENTS OF FINANCIAL POSITION

The International Center

December 31, 2005 and 2004

| | <u>2005</u> | <u>2004</u> |
|--|---------------------|---------------------|
| ASSETS | | |
| Cash | \$ 183,493 | \$ 519,787 |
| Investments (Note C) | 51,558 | 16,809 |
| Accounts receivable and advances | 153,649 | 58,130 |
| Grant receivable (Note D) | 100,000 | - |
| Prepaid expenses | 6,106 | 2,046 |
| Land, building, and equipment (Note F) | 653,139 | 679,153 |
| Deposits | 1,107 | 1,107 |
| Unamortized loan and lease costs | <u>38,784</u> | <u>49,629</u> |
| Total assets | <u>\$ 1,187,836</u> | <u>\$ 1,326,661</u> |
| LIABILITIES | | |
| Accounts payable | \$ 83,597 | \$ 148,833 |
| Accrued expenses | 14,611 | 20,609 |
| Payroll taxes payable | - | 6,561 |
| Grant payable (Note N) | - | 369,637 |
| Deferred revenue (Note J) | 7,500 | 11,807 |
| Note payable (Note H) | 50,000 | - |
| Long-term debt (Note H and I) | <u>839,319</u> | <u>664,413</u> |
| Total liabilities | <u>995,027</u> | <u>1,221,860</u> |
| COMMITMENTS (Note J) | | |
| NET ASSETS | | |
| Unrestricted | (266,424) | (279,538) |
| Temporarily restricted (Note E) | <u>459,233</u> | <u>384,339</u> |
| Total net assets | <u>192,809</u> | <u>104,801</u> |
| Total liabilities and net assets | <u>\$ 1,187,836</u> | <u>\$ 1,326,661</u> |

The accompanying notes are an integral part of these financial statements

STATEMENT OF ACTIVITIES

The International Center

For the Year Ended December 31, 2005 with Comparative Totals for 2004

| | 2005 | | | 2004 |
|---|--------------|---------------------------|------------|------------|
| | Unrestricted | Temporarily Restricted | Total | Total |
| Revenues and support: | | | | |
| Contributions | \$ - | \$ 390,882 | \$ 390,882 | \$ 420,258 |
| Contracts and grants | 338,080 | 422,086 | 760,166 | 503,185 |
| Foundation support | - | 581,970 | 581,970 | 106,219 |
| Other revenue | - | - | - | 300 |
| Net rental income (after direct expenses of \$38,208) (Note J) | 10,368 | - | 10,368 | 6,305 |
| Net investment income | 3,853 | - | 3,853 | 5,252 |
| Net assets released from satisfaction of program restrictions (Note E) | 1,320,044 | (1,320,044) | - | - |
| Total revenues and support | 1,672,345 | 74,894 | 1,747,239 | 1,041,519 |
| Expenses: | | | | |
| General Program | 13,640 | - | 13,640 | - |
| New Forest Program | 195,452 | - | 195,452 | 117,263 |
| Vietnam Program | 952,583 | - | 952,583 | 1,192,817 |
| Administration | 323,401 | - | 323,401 | 417,866 |
| Fund raising | 174,155 | - | 174,155 | 156,178 |
| Total expenses | 1,659,231 | - | 1,659,231 | 1,884,124 |
| Changes in net assets | 13,114 | 74,894 | 88,008 | (842,605) |
| Net assets - Beginning of year | (279,538) | 384,339 | 104,801 | 947,406 |
| Net assets - End of year | \$ (266,424) | \$ 459,233 | \$ 192,809 | \$ 104,801 |

The accompanying notes are an integral part of these financial statements

STATEMENT OF FUNCTIONAL EXPENSES

The International Center

For the Year Ended December 31, 2005 with Comparative Totals for 2004

| | 2005 | | | | | 2004 | | |
|--------------------------------|------------------|--------------------|-------------------|------------------------|-------------------|-------------------|-------------------------------------|-------------------------------------|
| | General Program | New Forest Program | Vietnam Program | Total Program Services | Administration | Fund Raising | Total Program & Supporting Services | Total Program & Supporting Services |
| Expenses | | | | | | | | |
| Conferences and meetings | 503 | 35,627 | 8,405 | 44,535 | 1,318 | - | 45,853 | 36,408 |
| Consulting fees | - | 2,400 | 2,132 | 4,532 | - | - | 4,532 | 2,513 |
| Delegation | - | - | 211,532 | 211,532 | - | - | 211,532 | 299,726 |
| Depreciation and amortization | - | - | - | - | 26,584 | - | 26,584 | 31,237 |
| Direct mail | - | - | - | - | - | 168,106 | 168,106 | 153,464 |
| Donated materials and services | - | - | - | - | - | - | - | 1,428 |
| Employee fringe benefits | 2,180 | 21,967 | 93,795 | 117,942 | 14,651 | - | 132,593 | 145,798 |
| Entertainment | 271 | 875 | 1,361 | 2,507 | 1,842 | - | 4,349 | 4,104 |
| Housing | - | - | - | - | - | - | - | 10,133 |
| Insurance | - | - | - | - | 3,694 | - | 3,694 | 5,552 |
| Interest | - | - | - | - | 42,008 | - | 42,008 | 38,525 |
| Miscellaneous | - | - | - | - | 10,455 | - | 10,455 | 6,256 |
| Office supplies and expense | - | 1,134 | 2,400 | 3,534 | 1,055 | - | 4,589 | 13,917 |
| Postage and delivery | 33 | 3,364 | 747 | 4,144 | 1,220 | 802 | 6,166 | 6,281 |
| Printing and copying | - | 2,627 | 740 | 3,367 | 1,102 | - | 4,469 | 13,013 |
| Professional fees | - | 1,835 | 48,072 | 49,907 | 81,778 | 5,247 | 136,932 | 167,768 |
| Project field expense | - | 16,820 | 124,996 | 141,816 | - | - | 141,816 | 187,581 |
| Reference materials | 800 | 300 | 1,968 | 3,068 | 385 | - | 3,453 | 5,250 |
| Rent | - | - | - | - | 9,669 | - | 9,669 | 9,626 |
| Repairs and maintenance | - | - | - | - | 29,980 | - | 29,980 | 28,870 |
| Salaries and wages | 9,346 | 94,149 | 401,791 | 505,286 | 62,060 | - | 567,346 | 578,094 |
| Taxes | - | - | - | - | 8,531 | - | 8,531 | 9,141 |
| Telephone | 37 | 4,395 | 10,831 | 15,263 | 14,794 | - | 30,057 | 34,874 |
| Travel-domestic | 470 | 6,935 | 2,292 | 9,697 | 499 | - | 10,196 | 26,708 |
| Travel-international | - | 3,024 | 41,521 | 44,545 | 2,754 | - | 47,299 | 60,269 |
| Utilities | - | - | - | - | 9,022 | - | 9,022 | 7,407 |
| | <u>\$ 13,640</u> | <u>\$ 195,452</u> | <u>\$ 952,583</u> | <u>\$ 1,161,675</u> | <u>\$ 323,401</u> | <u>\$ 174,155</u> | <u>\$ 1,659,231</u> | <u>\$ 1,883,943</u> |

The accompanying notes are an integral part of these financial statements

STATEMENTS OF CASH FLOWS

The International Center

For the Years Ended December 31, 2005 and 2004

| | <u>2005</u> | <u>2004</u> |
|---|-------------------|-------------------|
| Cash flows from operating activities | | |
| Change in net assets | \$ 88,008 | \$ (842,605) |
| Adjustments to reconcile change in net cash used by operating activities: | | |
| Depreciation and amortization | 38,600 | 35,160 |
| Realized and unrealized gain on investments | (1,350) | (532) |
| Donated property | (63,089) | (29,696) |
| (Increase) decrease in receivables | (196,442) | 970,797 |
| (Increase) decrease in prepaid expenses | (4,060) | 1,487 |
| Increase (decrease) in accounts payable and accrued expenses | (71,234) | 32,457 |
| Decrease in grant payable | (369,637) | (46,995) |
| Decrease in deferred revenue | (4,307) | (23,317) |
| Net cash provided (used) by operations | <u>(583,511)</u> | <u>96,756</u> |
| Cash flows from investing activities | | |
| Purchase of property, equipment and improvements | (1,740) | (51,270) |
| Sale of investments | 29,689 | 27,720 |
| Net cash provided (used) by investing activities | <u>27,949</u> | <u>(23,550)</u> |
| Cash flows from financing activities | | |
| Decrease in employee and other advances | 923 | 779 |
| Increase in lease acquisition costs | - | (21,589) |
| Decrease in payroll taxes payable | (6,561) | (7,204) |
| Increase (decrease) in notes payable | 50,000 | (147,000) |
| Increase (decrease) in long-term debt | 174,906 | (22,084) |
| Net cash provided (used) by financing activities | <u>219,268</u> | <u>(197,098)</u> |
| Net decrease in cash | (336,294) | (123,892) |
| Cash balance - beginning of the year | 519,787 | 643,679 |
| Cash balance - end of the year | <u>\$ 183,493</u> | <u>\$ 519,787</u> |
| SUPPLEMENTAL DISCLOSURES OF CASH FLOWS | | |
| Cash payments for interest | <u>\$ 52,938</u> | <u>\$ 45,140</u> |

The accompanying notes are an integral part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS

The International Center
December 31, 2005 and 2004

NOTE A - ORGANIZATION

The International Center is a District of Columbia non-profit corporation whose activities include gathering and disseminating information related to developing countries. Through the Vietnam Program it provides a vehicle for disseminating information about international commercial law and trade policy for a developing country. Through the New Forest Program it provides a means of reforestation in areas devastated by over-cutting. The Center was incorporated under the laws of the District of Columbia on May 4, 1977.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Center have been prepared on the accrual basis. A summary follows of the Center's significant accounting policies consistently applied in the preparation of the accompanying financial statements.

1. Audit procedures

This audit was performed in accordance with the guidelines included in "Audits of Certain Non-Profit Organizations" issued by the American Institute of Certified Public Accountants.

2. Promises to give

Contributions are recognized when the donor makes a promise to give to the Center that is, in substance, unconditional. All donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets. The Center has not received any permanently restricted net assets.

3. Financial Statement Presentation

The Center follows Statement of Financial Accounting Standards (SFAS) No. 117, "Financial Statements of Not-for-Profit Organizations." Under SFAS No. 117, the Center is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

4. Contributions

The Center follows SFAS No. 116, "Accounting for Contributions Received and Contributions Made." In accordance with SFAS No. 116, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions.

NOTES TO THE FINANCIAL STATEMENTS

The International Center
December 31, 2005 and 2004

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

5. Fixed assets

Land, buildings, and equipment are recorded at cost less accumulated depreciation. Depreciation is computed using the straight-line method over the estimated useful lives of the assets. Asset lives range from 4 to 40 years.

6. Non-cash contributions and donated services

Non-cash contributions are recorded at fair market value on the date of donation to the extent they are susceptible to measurement or valuation.

The services of volunteers are valued and recorded as donated services to the extent they require specialized skills, and would typically need to be purchased if not provided by donation. No volunteer services were recorded in 2005 or 2004.

During the years ended December 31, 2005 and 2004 the Center received in-kind contributions related to the New Forest program in the amount of \$8,299 and \$10,878, respectively. The contributions included chemicals and a computer used in the program.

7. Deferred revenue

Revenue received from contracts that have not yet been expended for its designated purpose is recorded as deferred revenue (see Note J).

8. Income taxes

The Center is exempt from federal taxation under Section 501(c) (3) of the Internal Revenue Code and is not a private foundation. The Center is also exempt from DC Corporate Franchise Tax.

9. 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.

10. Statements of cash flows

For the purpose of reporting cash flows, cash consists of cash on hand, in banks, and in money market funds.

NOTES TO THE FINANCIAL STATEMENTS

The International Center
December 31, 2005 and 2004

NOTE C – INVESTMENTS

The Center's investments in marketable securities are reported at fair market value at December 31, 2005 and 2004. At December 31, 2005, the Center held \$51,558 in corporate stock which had a cost of \$43,305 and unrealized gain of \$8,253. At December 31, 2004, the Center held \$16,809 in corporate stock which had a cost of \$13,398 and unrealized gain of \$3,411.

NOTE D – GRANT RECEIVABLE

The Center has a grant receivable at December 31, 2005 in the face amount of \$100,000. The grant proceeds were received in full subsequent to the end of the year therefore there is no provision for uncollectible grants.

NOTE E - RESTRICTIONS ON NET ASSETS

The restriction on net assets at December 31, 2005 and 2004 relate to funds raised through the Vietnam program and is restricted to use in that program. At December 31, 2005, temporarily restricted net assets in the amount of \$459,233 were available for use in the Vietnam program. At December 31, 2004, temporarily restricted net assets in the amount of \$384,339 were available for use in the Vietnam program.

NOTE F - LAND, BUILDING AND EQUIPMENT

Land, building and equipment consist of the following:

| | <u>December 31, 2005</u> | <u>December 31, 2004</u> |
|-----------------------------------|--------------------------|--------------------------|
| Land | \$ 118,905 | \$ 118,905 |
| Building | 743,575 | 743,575 |
| Furniture, fixtures and equipment | <u>103,563</u> | <u>101,823</u> |
| | 966,043 | 964,303 |
| Accumulated depreciation | <u>312,904</u> | <u>285,150</u> |
| | <u>\$ 653,139</u> | <u>\$ 679,153</u> |

An appraisal of the land and building was conducted on August 13, 2003. At that date the land and building were valued at \$1,120,000. The amounts reported above are based on the historical cost of the building and the values associated with contributions that occurred at various times from the date of acquisition, March 21, 1986 until October 6, 2003, the date the Center acquired the remaining interest in the partnership that owned the building.

NOTES TO THE FINANCIAL STATEMENTS

The International Center
December 31, 2005 and 2004

NOTE G – CONCENTRATION OF CREDIT RISK

The Center maintained cash balances in an uninsured money market fund, and in a bank in excess of the federally insured limit of \$100,000. The uninsured cash balances at December 31, 2005 and 2004 were \$68,462 and \$284,395, respectively.

A material part of the Center's 2005 activity is funded by a contract for services with an organization exempt under section 501 (c) (6) of the Internal Revenue Code. During the year it accounted for 19% of total revenues and support and 22% of accounts receivable at December 31, 2005.

A material part of the Center's 2005 activity is funded by a contract for services with a single company. During the year it accounted for 12% of total revenues and support and 18% of accounts receivable at December 31, 2005.

A material part of the Center's activity is funded by a single government agency. During the years ended December 31, 2005 and 2004 they accounted for approximately 7% and 35% of total revenues and support, respectively. However, because of the multi-year grant received in 2002 described below, cash collections related to revenues and support during the year ended December 31, 2004 was approximately 18%.

In 2005, the Center received a grant from a single foundation that represents a material part of their activity for that year. It accounted for 23% of total revenues and support for the year and 100% of grants receivable at December 31, 2005. Further, in 2002 the Center received a grant from the same foundation that represents a material part of their activity in 2004. At December 31, 2003 the Center had a grant receivable from the foundation in the amount of \$997,038, net of discounts in the amount of \$2,962 that was collected in 2004.

NOTE H - NOTES PAYABLE

United Bank

At December 31, 2005 and 2004 the Center was obligated on a note with balances of \$636,475 and \$655,547 respectively. The note is secured by property located 731 8th Street, SE, Washington, DC. The interest rate at December 31, 2005 is 6% with payments of \$4,869.89 per month. Any unpaid balance is due November 3, 2013.

At December 31, 2005 the Center was obligated on a note with a balance of \$199,038. The note is secured by property located at 731 8th Street, SE, Washington, DC. The interest rate at December 31, 2005 is 5.75% with interest only payments due monthly. Any unpaid balance is due May 31, 2007.

NOTES TO THE FINANCIAL STATEMENTS

The International Center
December 31, 2005 and 2004

NOTE H - NOTES PAYABLE (continued)

Edward Rawson

At December 31, 2005 the Center was obligated on unsecured loans, due on demand, with a balance of \$50,000. The interest rate at December 31, 2005 is 5% compounded monthly with interest due monthly.

Maturities of long-term debt after December 31, 2005 are as follows:

| | | |
|---------------------|----|----------------|
| 2006 | \$ | 20,819 |
| 2007 | | 21,787 |
| 2008 | | 222,484 |
| 2009 | | 24,892 |
| 2010 | | 26,427 |
| 2011 and thereafter | | <u>519,104</u> |
| Total | \$ | <u>835,513</u> |

NOTE I- CAPITAL LEASES

The Center leases certain equipment under capital leases. The economic substance of these leases is that the company is financing the acquisition of the equipment through the leases and accordingly, the equipment is recorded as assets and the leases are recoded as long-term liabilities.

Following is an analysis of the leased assets included in property and equipment:

| | <u>December 31, 2005</u> | <u>December 31, 2004</u> |
|--------------------------------|--------------------------|--------------------------|
| Equipment under capital leases | \$ 20,832 | \$ 20,832 |
| Less: Accumulated depreciation | <u>19,584</u> | <u>14,651</u> |
| | \$ <u>1,248</u> | \$ <u>6,181</u> |

Future minimum lease payments under capital leases as of December 31, 2005 for each of the remaining years and in the aggregate are as follows:

Year ended December 31,

| | | |
|---|----|--------------|
| 2006 | \$ | 1,955 |
| 2007 | | 1,741 |
| 2008 | | <u>871</u> |
| Total | | 4,567 |
| Less: Amount representing interest | | <u>762</u> |
| Present value of minimum lease payments | \$ | <u>3,805</u> |

NOTES TO THE FINANCIAL STATEMENTS

The International Center
December 31, 2005 and 2004

NOTE J - COMMITMENTS

1. Deferred revenue

For the year ended December 31, 2005, the Center was obligated under a contract for services extending beyond the end of the year. Support of \$7,500 was not fully expended and has been reflected as deferred revenue at December 31, 2005.

For the year ended December 31, 2004, the Center was obligated under a contract for services extending beyond the end of the year. Support of \$11,807 was not fully expended and has been reflected as deferred revenue at December 31, 2004.

2. Lease obligation

On May 20, 2004 the Center entered into a long-term commercial lease agreement with an unrelated entity to rent the entire first floor of the building at 731 8th Street, SE, Washington, DC. Future minimum rental income due to the Center from the non-cancelable lease after December 31, 2005 is as follows:

| | |
|-------|------------------|
| 2006 | \$ 44,017 |
| 2007 | <u>18,565</u> |
| Total | <u>\$ 62,582</u> |

NOTE K - RELATED PARTY TRANSACTIONS

United States Vietnam Trade Council, Inc.

The Center provides management support for the United States Vietnam Trade Council, Inc., an affiliated organization exempt under 501 (c) (6) of the Internal Revenue Code. The Center charges for these services based on the time spent. The Center received \$27,044 and \$19,738 for these services in 2005 and 2004, respectively. The Center also received a grant in the amount of \$46,184 during 2005. There is a balance due to the Center of \$15,505 at December 31, 2005.

US -ASEAN Business Council, Inc.

The Center entered into a strategic alliance with the US – ASEAN Business Council, Inc. in 2005 to provide management and project support. The Council is exempt under section 501 (c) (6) of the Internal Revenue Code. The Center charges for these services based on the time spent and received \$338,686 for these services in 2005, including \$33,561 included in accounts receivable at December 31, 2005.

NOTES TO THE FINANCIAL STATEMENTS

The International Center
December 31, 2005 and 2004

NOTE L - RETIREMENT PLAN

The Center maintains a tax deferred annuity plan for its employees. The plan is authorized by Section 403 (b) of the Internal Revenue Code for organizations exempt under Section 501 (c) (3). The plan is a salary reduction type of plan. The Center also adopted a simplified employee pension plan effective for calendar year 1996. The Center expensed \$49,798 and \$47,913 related to the plan as part of employee benefits during the years ended December 31, 2005 and 2004, respectively.

NOTE M - FOREIGN OPERATIONS

The Center receives funding from the U.S. Agency for International Development that requires an active program in Vietnam. There are no foreign earnings.

NOTE N – TRANSFER TO INTERNATIONAL ACTION

Pursuant to an October 24, 2003 agreement the Center agreed to transfer the rights to conduct a segment of the activities previously engaged in by the Center to an organization called International Action, Inc. The transfer also included cash payments that totaled \$450,000. The final payment was contingent upon International Action, Inc. obtaining its exempt status under section 501 (c) (3) of the Internal Revenue Code. That process was completed during 2005, and the balance of funds not previously distributed was paid at that time. To facilitate the transfer and assure the viability of the ongoing program, a third party exempt organization received interim payments under the agreement to continue activities outlined in the agreement. Former employees of the Center will be involved in the program, but there will be no ongoing connection between the Center and the new organization since the terms of the agreement have been completed. At December 31, 2004, \$369,637 remained to be paid in connection with the agreement. This amount was paid in 2005.

SUPPLEMENTAL INFORMATION



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INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTAL INFORMATION

Board of Directors
The International Center

We have audited the financial statements of The International Center (a non-profit organization) for the year ended December 31, 2005, and have issued our report thereon dated July 7, 2006. These financial statements are the responsibility of the Center's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was made for the purpose of forming an opinion on the basic financial statements of The International Center taken as a whole. The accompanying schedule of program functional support and revenue and expenses is presented for purposes of additional analysis, and is not a required part of the basic financial statements. The information in that schedule has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects in relation to the basic financial statements taken as a whole.

Washington, DC
July 7, 2006

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SCHEDULE OF PROGRAM FUNCTIONAL SUPPORT AND REVENUE AND EXPENSES

The International Center

For the Year Ended December 31, 2005 with Comparative Totals for 2004

| | 2005 | | | 2004 | |
|--|--------------------|-----------------------|--------------------|------------------|---------------------|
| | General Program | New Forest Program | Vietnam Program | Total | Total |
| Support and revenue | | | | | |
| Contributions | \$ - | \$ 344,395 | \$ 46,487 | \$ 390,882 | \$ 420,258 |
| Contracts and grants | 27,277 | 14,299 | 718,590 | 760,166 | 503,185 |
| Foundation support | - | 66,970 | 515,000 | 581,970 | 106,219 |
| Net investment income | 3,853 | - | - | 3,853 | 5,252 |
| Rental and other income | 48,576 | - | - | 48,576 | 24,138 |
| | <u>79,706</u> | <u>425,664</u> | <u>1,280,077</u> | <u>1,785,447</u> | <u>1,059,052</u> |
| Expenses | | | | | |
| Administration | 12,203 | 79,018 | 232,180 | 323,401 | 417,866 |
| Conferences and meetings | 503 | 35,627 | 8,405 | 44,535 | 32,282 |
| Consulting fees | - | 2,400 | 2,132 | 4,532 | 2,513 |
| Delegation | - | - | 211,532 | 211,532 | 299,726 |
| Direct rental expenses | 38,208 | - | - | 38,208 | 17,533 |
| Donated materials and services | - | - | - | - | 1,428 |
| Employee fringe benefits | 2,180 | 21,967 | 93,795 | 117,942 | 106,087 |
| Entertainment | 271 | 875 | 1,361 | 2,507 | 1,413 |
| Fund raising | - | 174,155 | - | 174,155 | 156,178 |
| Housing | - | - | - | - | 10,133 |
| Office supplies and expense | - | 1,134 | 2,400 | 3,534 | 9,481 |
| Postage and delivery | 33 | 3,364 | 747 | 4,144 | 4,408 |
| Printing and copy | - | 2,627 | 740 | 3,367 | 12,281 |
| Professional fees | - | 1,835 | 48,072 | 49,907 | 113,225 |
| Project field expense | - | 16,820 | 124,996 | 141,816 | 187,581 |
| Reference materials | 800 | 300 | 1,968 | 3,068 | 4,297 |
| Salaries and wages | 9,346 | 94,149 | 401,791 | 505,286 | 424,448 |
| Telephone | 37 | 4,395 | 10,831 | 15,263 | 17,365 |
| Travel-domestic | 470 | 6,935 | 2,292 | 9,697 | 23,143 |
| Travel-international | - | 3,024 | 41,521 | 44,545 | 60,269 |
| | <u>64,051</u> | <u>448,625</u> | <u>1,184,763</u> | <u>1,697,439</u> | <u>1,901,657</u> |
| Excess (deficiency) of support and revenue over expenses | <u>\$ 15,655</u> | <u>\$ (22,961)</u> | <u>\$ 95,314</u> | <u>\$ 88,008</u> | <u>\$ (842,605)</u> |

The accompanying notes are an integral part of these financial statements