

**NETWORK OF INTERNATIONAL CHRISTIAN SCHOOLS/
OASIS INTERNATIONAL SCHOOLS, INC. AND RELATED ENTITY**

COMBINED STATEMENT OF FINANCIAL POSITION

June 30, 2011

ASSETS

Cash and cash equivalents	\$ 1,529,066
Restricted cash and cash equivalents	671
Certificates of deposit	333,172
Investments, at fair value	83,008
Restricted investments, at fair value	643,671
Interest receivable on CD's	230
Prepaid expenses	1,699
Due from schools	1,463,290
School start-up receivables	20,000
Charitable remainder unitrust	100,033
Land held for sale	130,000
Property and equipment, net	<u>5,350,190</u>
TOTAL ASSETS	\$ <u>9,655,030</u>

LIABILITIES AND NET ASSETS

LIABILITIES

Due to schools	\$ 538,579
Accounts payable	45,909
Custodial account	59,745
Accrued expenses	48,992
Capital lease obligations	19,380
Note payable	<u>4,352,097</u>
Total liabilities	<u>5,064,702</u>

NET ASSETS

Unrestricted -	
Board designated	486,326
Undesignated	<u>3,418,620</u>
	3,904,946
Temporarily restricted	<u>685,382</u>
Total net assets	<u>4,590,328</u>

TOTAL LIABILITIES AND NET ASSETS **\$ 9,655,030**

**NETWORK OF INTERNATIONAL CHRISTIAN SCHOOLS/
OASIS INTERNATIONAL SCHOOLS, INC. AND RELATED ENTITY**

COMBINED STATEMENT OF ACTIVITIES

Year Ended June 30, 2011

	Unrestricted	Temporarily Restricted	Total
SUPPORT AND REVENUE			
Contributions	\$ 2,687,516	\$ 552,694	\$ 3,240,210
Administrative fees	2,885,565	-	2,885,565
Investment return	3,672	32,655	36,327
Orientation and other fees	131,440	-	131,440
Change in value of split-interest agreement	-	(10,280)	(10,280)
In-kind contributions	6,208	-	6,208
Net assets released from restrictions	<u>49,029</u>	<u>(49,029)</u>	<u>-</u>
 Total support and revenue	 <u>5,763,430</u>	 <u>526,040</u>	 <u>6,289,470</u>
EXPENSES			
Project support	2,741,837	-	2,741,837
Management and general	2,008,790	-	2,008,790
Fundraising expenses	<u>31,205</u>	<u>-</u>	<u>31,205</u>
 Total expenses	 <u>4,781,832</u>	 <u>-</u>	 <u>4,781,832</u>
CHANGE IN NET ASSETS	<u>981,598</u>	<u>526,040</u>	<u>1,507,638</u>
NET ASSETS - beginning of year, as previously reported	2,862,253	159,342	3,021,595
 Prior period adjustment	<u>61,095</u>	<u>-</u>	<u>61,095</u>
NET ASSETS - beginning of year, as restated	<u>2,923,348</u>	<u>159,342</u>	<u>3,082,690</u>
NET ASSETS - end of year	<u>\$ 3,904,946</u>	<u>\$ 685,382</u>	<u>\$ 4,590,328</u>

**NETWORK OF INTERNATIONAL CHRISTIAN SCHOOLS/
OASIS INTERNATIONAL SCHOOLS, INC. AND RELATED ENTITY**

COMBINED STATEMENT OF CASH FLOWS

Year Ended June 30, 2011

OPERATING ACTIVITIES	
Change in net assets	\$ 1,507,638
Adjustments to reconcile change in net assets to net cash flows from operating activities -	
Depreciation	104,846
Loss on disposal of asset	29
Earnings reinvested	(17,926)
Unrealized gain on investments	(12,159)
Realized gain on investments	(6,242)
Change in value of split-interest agreement	10,280
Changes in operating assets and liabilities -	
Accounts receivable	49,029
Interest receivable on CD's	224
Due to schools	(1,150,011)
Accounts payable	(33,375)
Custodial account	(625,796)
Accrued expenses	<u>4,209</u>
Net cash flows from operating activities	<u>(169,254)</u>
INVESTING ACTIVITIES	
Purchase of property and equipment	(32,650)
Purchase of investments	(1,296,104)
Proceeds from investments	877,130
Purchase of certificates of deposit	(101,407)
Proceeds from certificate of deposit	101,023
Due from schools	<u>(138,282)</u>
Net cash flows from investing activities	<u>(590,290)</u>
FINANCING ACTIVITIES	
Payments on capital lease obligations	(12,804)
Payments on note payable	<u>(238,664)</u>
Net cash flows from financing activities	<u>(251,468)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	(1,011,012)
CASH AND CASH EQUIVALENTS - beginning of year	<u>2,540,749</u>
CASH AND CASH EQUIVALENTS - end of year	<u>\$ 1,529,737</u>