

HIMALAYAN CHILDREN'S CHARITIES, INC.
FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2017 AND 2016



HIMALAYAN CHILDREN'S CHARITIES, INC.

TABLE OF CONTENTS

DECEMBER 31, 2017 AND 2016

INDEPENDENT ACCOUNTANTS' COMPILATION REPORT	1
FINANCIAL STATEMENTS	
Comparative Statements of Assets, Liabilities and Net Assets (Modified Cash Basis)	2
Comparative Statements of Revenue and Expenses (Modified Cash Basis)	3
Comparative Statements of Cash Flows (Modified Cash Basis)	4
Selected Information	5

INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors
Himalayan Children's Charities, Inc.

Management is responsible for the accompanying financial statements of Himalayan Children's Charities, Inc. (a non-profit organization), which comprise the statements of assets, liabilities, and net assets — modified cash basis as of December 31, 2017 and 2016, and the related statements of revenue and expenses — modified cash basis and statements of cash flows — modified cash basis for the years then ended in accordance with the modified cash basis of accounting and for determining that the modified cash basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The financial statements are prepared in accordance with the modified cash basis of accounting, (Note 2) which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all the disclosures ordinarily included in financial statements prepared in accordance with the modified cash basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Company's assets, liabilities, equity, revenue, and expenses. Accordingly, the financial statements are not designed for those who are not informed about such matters.

Consilium Partner Group, LLC

Atlanta, Georgia
August 15, 2018

HIMALAYAN CHILDREN'S CHARITIES, INC.
STATEMENTS OF ASSETS, LIABILITIES AND NET ASSETS
(MODIFIED CASH BASIS)
DECEMBER 31, 2017 AND 2016

	ASSETS		2017		2016
CURRENT ASSETS					
Cash and cash equivalents		\$	178,907	\$	124,645
Total current assets			178,907		124,645
OTHER ASSETS					
Investments			130,000		156,282
Escrow for Nepal Government			8,774		8,774
Total other assets			138,774		165,056
TOTAL ASSETS		\$	317,681	\$	289,701
LIABILITIES AND NET ASSETS					
NET ASSETS					
Unrestricted - available for operations		\$	317,681	\$	289,701
Total net assets			317,681		289,701
TOTAL LIABILITIES AND NET ASSETS		\$	317,681	\$	289,701

See accompanying selected information and accountant's compilation report.

HIMALAYAN CHILDREN'S CHARITIES, INC.
STATEMENTS OF REVENUE AND EXPENSES
(MODIFIED CASH BASIS)
FOR THE YEARS ENDED DECEMBER 31, 2017 AND 2016

	2017	2016
REVENUE		
Contributions	\$ 274,947	\$ 190,564
Special event income, net of expenses	8,247	(12,385)
Investment income	3,453	3,110
Total revenue	286,647	181,289
EXPENSES		
Program Service Expenses		
Creating Possibilities Nepal	179,141	165,061
Professional fees	62,259	15,799
Other program service expenses	7,849	4,787
Management and General Expenses		
Bank & credit card charges	2,793	1,638
Other operating expenses	1,435	1,252
Fundraising Expenses	5,190	-
Total expenses	258,667	188,537
(DECREASE) INCREASE IN NET ASSETS	27,980	(7,248)
NET ASSETS AT BEGINNING OF YEAR	289,701	296,949
NET ASSETS AT END OF YEAR	\$ 317,681	\$ 289,701

See accompanying selected information and accountant's compilation report.

HIMALAYAN CHILDREN'S CHARITIES, INC.
STATEMENTS OF CASH FLOWS
(MODIFIED CASH BASIS)
FOR THE YEARS ENDED DECEMBER 31, 2017 AND 2016

	<u>2017</u>	<u>2016</u>
CASH FLOWS (USED IN) PROVIDED BY OPERATING ACTIVITIES		
(Decrease) increase in net assets	\$ 27,980	\$ (7,248)
Net cash (used in) provided by operating activities	<u>27,980</u>	<u>(7,248)</u>
CASH FLOWS (USED IN) PROVIDED BY INVESTING ACTIVITIES		
(Purchase)/sale of equity investments	<u>26,282</u>	<u>(5,519)</u>
Net cash (used in) provided by investing activities	<u>26,282</u>	<u>(5,519)</u>
(DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	54,262	(12,767)
CASH AND EQUIVALENTS		
AT BEGINNING OF YEAR	<u>124,645</u>	<u>137,412</u>
AT END OF YEAR	<u><u>\$ 178,907</u></u>	<u><u>\$ 124,645</u></u>

See accompanying selected information and accountant's compilation report.

HIMALAYAN CHILDREN’S CHARITIES, INC.
SELECTED INFORMATION –
SUBSTANTIALLY ALL DISCLOSURES ARE NOT INCLUDED
(MODIFIED CASH BASIS)
DECEMBER 31, 2017 AND 2016

1. ORGANIZATION AND MISSION

Himalayan Children’s Charities, Inc. (HCC) is a nonprofit organization incorporated in September 2000 under the laws of the state of Florida. In July 2009 HCC transferred to a nonprofit organization incorporated under the laws of the state of Georgia. HCC raises funds to provide better care, living facilities, and education for Nepalese orphaned and abandoned children. HCC’s goal is to upgrade the quality of life for as many of these children as possible so they can have the same opportunities in life afforded to children in more fortunate situations. HCC also strives to teach the children values and responsibility which would be learned from their parents in a normal home environment.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting: HCC prepares its financial statements in accordance with the modified cash basis of accounting.

Cash and Cash Equivalents: HCC considers all cash investments and highly liquid investments to be cash equivalents.

Contributions: Contributions received are recorded as unrestricted support unless explicit donor stipulations specify how the donated assets must be used.

Functional Allocation of Expenses: The costs of providing the program have been summarized on a functional basis in the statements of activities.