

International Rivers Network and Subsidiaries
CONSOLIDATED FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITORS' REPORT

December 31, 2016 and 2015

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INDEPENDENT AUDITORS' REPORT

Board of Directors
International Rivers Network

We have audited the accompanying consolidated financial statements of International Rivers Network (a nonprofit organization) and Subsidiaries, which comprise the consolidated statements of financial position as of December 31, 2016 and 2015, and the related consolidated statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

INDEPENDENT AUDITORS' REPORT (continued)

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of International Rivers Network and Subsidiaries as of December 31, 2016 and 2015, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Supplementary Information

Our audits were conducted for the purpose of forming an opinion of the consolidated financial statements as a whole. The accompanying supplementary information on pages 21 – 30 is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audits of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

DZH Phillips LLP

San Francisco, California
October 24, 2017

International Rivers Network and Subsidiaries

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

December 31, 2016 and 2015

	<u>2016</u>	<u>2015</u>
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 558,944	\$ 986,630
Certificates of deposit	-	100,816
Investments	199,226	314,819
Pledges and grants receivable	752,973	452,664
Other receivables	14,734	117,250
Prepaid expenses	<u>54,128</u>	<u>49,234</u>
Total Current Assets	1,580,005	2,021,413
Pledges and grants receivable beyond one year, net	100,902	83,000
Deposits	26,291	26,291
Property and equipment, net	<u>29,404</u>	<u>35,176</u>
TOTAL ASSETS	<u><u>\$ 1,736,602</u></u>	<u><u>\$ 2,165,880</u></u>
LIABILITIES		
Current Liabilities:		
Accounts payable and accrued expenses	\$ 33,688	\$ 27,138
Accrued time-off liability	146,649	107,574
Deferred revenue	2,271	42,410
Passthrough grants payable	<u>20,456</u>	<u>40,500</u>
Total Current Liabilities	203,064	217,622
Deferred rent	23,180	25,200
Security deposit	<u>3,710</u>	<u>1,200</u>
TOTAL LIABILITIES	<u><u>229,954</u></u>	<u><u>244,022</u></u>
NET ASSETS		
Unrestricted		
Available for operations	214,497	118,806
Designated as operating reserve	<u>31,253</u>	<u>380,145</u>
Total unrestricted	245,750	498,951
Temporarily restricted	<u>1,260,898</u>	<u>1,422,907</u>
TOTAL NET ASSETS	<u><u>1,506,648</u></u>	<u><u>1,921,858</u></u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 1,736,602</u></u>	<u><u>\$ 2,165,880</u></u>

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

International Rivers Network and Subsidiaries

CONSOLIDATED STATEMENTS OF ACTIVITIES

Years Ended December 31, 2016 and 2015

	December 31, 2016			December 31, 2015		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
SUPPORT AND REVENUE						
Foundation and corporate grants	\$ 8,424	\$ 1,411,365	\$ 1,419,789	\$ 66,530	\$ 1,193,016	\$ 1,259,546
Contributions	224,567	1,750	226,317	321,848	120	321,968
Special events revenue	-	-	-	95,383	-	95,383
Special events expenses	-	-	-	(30,043)	-	(30,043)
Contract revenue	88,113	-	88,113	21,673	-	21,673
Interest and dividends	9,705	-	9,705	15,438	-	15,438
Gains (losses) from investments	11,729	-	11,729	(25,425)	-	(25,425)
Other income	5,955	-	5,955	12,885	-	12,885
Net assets released from restrictions:						
Purpose accomplished or time restriction met	1,575,124	(1,575,124)	-	1,302,030	(1,302,030)	-
TOTAL SUPPORT AND REVENUE	1,923,617	(162,009)	1,761,608	1,780,319	(108,894)	1,671,425
EXPENSES						
Program services	1,655,642	-	1,655,642	1,468,460	-	1,468,460
Supporting services:						
Administration	264,091	-	264,091	363,784	-	363,784
Fundraising	257,085	-	257,085	288,455	-	288,455
TOTAL EXPENSES	2,176,818	-	2,176,818	2,120,699	-	2,120,699
Change in net assets	(253,201)	(162,009)	(415,210)	(340,380)	(108,894)	(449,274)
Net assets at beginning of year	498,951	1,422,907	1,921,858	839,331	1,531,801	2,371,132
Net assets at the end of year	\$ 245,750	\$ 1,260,898	\$ 1,506,648	\$ 498,951	\$ 1,422,907	\$ 1,921,858

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

International Rivers Network and Subsidiaries

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

Year Ended December 31, 2016

	Program services	Supporting Services		Total
		Administration	Fundraising	
Salaries	\$ 889,614	\$ 152,299	\$ 180,867	\$ 1,222,780
Payroll taxes	71,487	11,335	14,739	97,561
Employee benefits	105,727	13,530	14,863	134,120
Professional fees	162,214	49,368	4,515	216,097
Occupancy	114,601	11,308	13,070	138,979
Travel and meals	132,571	5,831	3,531	141,933
Dues, licenses, and other fees	18,583	5,097	10,264	33,944
Grants	80,901	-	-	80,901
Copy and printing	9,835	63	5,915	15,813
Conferences, conventions, and meetings	16,593	229	269	17,091
Depreciation	12,276	1,723	1,995	15,994
Supplies	11,833	1,455	803	14,091
Equipment rental and maintenance	8,537	4,054	775	13,366
Telephone	10,476	766	619	11,861
Information technology	5,544	573	701	6,818
Postage and shipping	1,202	547	2,428	4,177
Insurance	1,077	4,306	341	5,724
Staff training	2,155	807	124	3,086
Advertising and promotion	416	800	1,266	2,482
Total Expenses	<u>\$ 1,655,642</u>	<u>\$ 264,091</u>	<u>\$ 257,085</u>	<u>\$ 2,176,818</u>

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

International Rivers Network and Subsidiaries

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

Year Ended December 31, 2015

	Program services	Supporting Services		Total
		Administration	Fundraising	
Salaries	\$ 804,990	\$ 191,256	\$ 168,239	\$ 1,164,485
Payroll taxes	67,057	19,104	12,792	98,953
Employee benefits	93,309	17,138	19,920	130,367
Professional fees	102,011	100,940	26,005	228,956
Occupancy	117,016	15,479	16,274	148,769
Travel and meals	109,131	3,545	3,175	115,851
Dues, licenses, and other fees	45,372	3,174	18,507	67,053
Grants	45,041	-	-	45,041
Copy and printing	13,859	-	11,052	24,911
Conferences, conventions, and meetings	17,852	143	155	18,150
Depreciation	10,075	2,118	2,025	14,218
Supplies	8,972	1,291	2,524	12,787
Equipment rental and maintenance	8,583	3,298	640	12,521
Telephone	9,273	1,007	590	10,870
Information technology	7,071	840	1,146	9,057
Postage and shipping	3,593	550	3,412	7,555
Insurance	1,316	3,185	434	4,935
Staff training	2,962	231	1,320	4,513
Advertising and promotion	977	485	245	1,707
Total Expenses	<u>\$ 1,468,460</u>	<u>\$ 363,784</u>	<u>\$ 288,455</u>	<u>\$ 2,120,699</u>

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

International Rivers Network and Subsidiaries

CONSOLIDATED 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	\$ (415,210)	\$ (449,274)
Adjustments to reconcile change in net assets to net cash from operating activities:		
Depreciation	15,994	14,218
(Gains) losses from investments	(11,729)	25,425
(Increase) decrease in operating assets:		
Pledges, grants and other receivables	(112,195)	315,828
Prepaid expenses	(4,894)	7,085
Deposits	-	(1,748)
Increase (decrease) in operating liabilities:		
Accounts payable and accrued expenses	(96,950)	(22,340)
Accrued time-off liability	39,075	(41,410)
Deferred revenue	(40,139)	17,140
Passthrough grants payable	(20,044)	(19,500)
Deferred rent	(2,020)	9,360
Security deposit	2,510	1,200
Net cash provided by (used in) operating activities	<u>(645,602)</u>	<u>(144,016)</u>
Cash flows from investing activities:		
Purchase of property and equipment	(10,222)	(12,897)
Net decrease in certificates of deposit	100,816	200,452
Purchase of investments	(120,175)	(119,753)
Proceeds from the sale of investments	<u>247,497</u>	<u>241,117</u>
Net cash provided by investing activities	<u>217,916</u>	<u>308,919</u>
Net increase (decrease) in cash and cash equivalents	(427,686)	164,903
Cash and cash equivalents - beginning of the year	<u>986,630</u>	<u>821,727</u>
Cash and cash equivalents - end of the year	<u>\$ 558,944</u>	<u>\$ 986,630</u>

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

International Rivers Network and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (continued)

December 31, 2016 and 2015

NOTE A - DESCRIPTION OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

International Rivers Network (IRN) is a California nonprofit organization founded in 1986 and located in Berkeley, California. IRN is headquartered in Berkeley, California and its activities are primarily supported by private grants and contributions.

In 2006 Fund for International Rivers (FIR), a California nonprofit organization, was founded as a supporting organization of IRN.

In 2014, IRN formed Yi Tai Rui Wo (Beijing) Environmental Consulting Company Limited to carry out its mission in China. It also formed Yi Tai Rui Wo Environmental Consulting Company Limited (HK) as a holding company of the Beijing entity.

In 2016, IRN formed Yi Tai Ru Wo California, LLC (CA) to facilitate funding for the foreign operations.

IRN protects rivers and defends the rights of communities that depend on them.

IRN works with river-dependent and dam-affected communities to ensure their voices are heard and their rights are respected. IRN helps to build well-resourced, active networks of civil society groups to create the change. IRN undertakes independent, investigative research, generating robust data and evidence to inform policies and campaigns. IRN exposes and resists destructive projects, while also engaging with all relevant stakeholders, including industry and policymakers, to develop a vision that protects rivers and the communities that depend upon them.

Significant accounting policies are described below to enhance the usefulness of the financial statements to the reader.

Basis of consolidation

The consolidated financial statements include the accounts and activities of IRN, FIR and IRN's three subsidiaries, Yi Tai Rui Wo (Beijing) Environmental Consulting Company Limited, Yi Tai Rui Wo Environmental Consulting Company Limited, and Yi Tai Ru Wo California, LLC. All significant inter-company accounts and transactions and balances have been eliminated in the consolidated financial statements.

International Rivers Network and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (continued)

December 31, 2016 and 2015

NOTE A - DESCRIPTION OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Method of accounting

The financial statements of IRN and its subsidiaries have been prepared using the accrual method of accounting which involves the recognition of revenues and gains when earned and expenses and losses when incurred.

Cash and cash equivalents

For purposes of the statement of cash flows, the Organization considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment income, gains and losses are reported as increases in the unrestricted net assets unless a donor restricts their use.

Fair value measurements

The Organization considers the use of market-based information over entity specific information in valuing its marketable investments, using a three-level hierarchy for fair value measurements based on the nature of inputs used in the valuation of an asset or liability at the measurement date.

The three-level hierarchy for fair value measurements is defined as follows:

- *Level 1* inputs to the valuation methodology - quoted prices (unadjusted) for identical assets or liabilities in active markets.
- *Level 2* inputs to the valuation methodology - quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the investment.
- *Level 3* inputs to the valuation methodology - unobservable and significant to the fair value measurement.

International Rivers Network and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (continued)

December 31, 2016 and 2015

NOTE A - DESCRIPTION OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fair value measurements (continued)

An investment's categorization within the valuation hierarchy is based upon the lowest level of input that is significant to the fair value measurement.

Pledges and grants receivable

Pledges and grants receivable include unconditional commitments from various foundations and individuals that are stated at the net realizable amount that management expects to collect. No allowance for uncollectible promises to give were provided at December 31, 2016 and 2015 as management believes that all promises to give are fully collectible. Pledges and grants receivable beyond one year are discounted to the present value of expected future cash flows using a risk-based discount rate.

Property, equipment, and depreciation

IRN records acquisitions of items with a cost of \$1,000 or more and significant leasehold improvements as property and equipment. Property and equipment are recorded at cost when purchased and fair value when received as donation. Depreciation is provided over the estimated useful lives of respective assets, primarily two to ten years, using the straight-line method of depreciation.

Income tax status

IRN and FIR are qualified as tax exempt organizations under Internal Revenue Code Section 501(c)(3) and by the California Revenue and Taxation Code under Section 23701(d). Accordingly, no provision has been made for income taxes in the accompanying consolidated financial statements. Each year, management considers whether any material tax positions IRN and FIR have taken are more likely than not to be sustained upon examination by the applicable taxing authority. Management believes that any positions IRN and FIR have taken are supported by substantial authority, and, hence, do not need to be measured or disclosed in the accompanying consolidated financial statements.

International Rivers Network and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (continued)

December 31, 2016 and 2015

NOTE A - DESCRIPTION OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Income tax status (continued)

Yi Tai Rui Wo (Beijing) Environmental Consulting Company Limited and Yi Tai Rui Wo Environmental Consulting Company Limited are subject to taxation in China and Hong Kong. The accompanying consolidated financial statements do not include any provision for income taxes as either these subsidiaries experienced net losses or their carried over losses were sufficient to reduce their taxable income to zero for the years ended December 31, 2016 and 2015. The earnings of these subsidiaries are considered to be indefinitely reinvested and accordingly, no U.S. federal or state deferred income taxes have been provided thereon. Upon distribution of those in the form of dividends or otherwise, the income would be subject to U.S. income taxes.

Yi Tai Ru Wo California, LLC is a pass through entity for income tax reporting purposes and, accordingly, does not pay tax on its taxable income. Instead, income or loss is reported on the tax return of IRN. The entity is subject to a minimum franchise tax for the State of California.

Basis of presentation

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

Unrestricted net assets represent net assets that are not subject to donor-imposed stipulations. The Board of Directors has designated a portion of the unrestricted net assets as operating reserves.

Temporarily restricted net assets represent net assets subject to donor-imposed stipulations that may or will be met either by actions of the Organization and/or the passage of time.

Permanently restricted net assets represent net assets where the use has been restricted by donor imposed stipulations that neither expire by passage of time nor can otherwise be removed by actions of the Organization. The Organization does not have any permanently restricted net assets.

International Rivers Network and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (continued)

December 31, 2016 and 2015

NOTE A - DESCRIPTION OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Grants and contributions

Grants and contributions are recognized when the donors makes a promise to the Organization that is, in substance, unconditional. IRN reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Gifts of property and equipment are recorded as unrestricted support unless explicit donor stipulations specify how the donated asset must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, IRN reports expirations of donor restrictions when donated or acquired long-lived assets are placed in service.

In-kind services

IRN records contributed professional services at their fair value if the services received require specialized skill, are provided by individuals with those skills, and would typically need to be purchased if not received through donation.

Allocation of shared expenses

Shared expenses that benefit two or more activities of IRN are allocated among program and supporting activities based on the ratio of each activity's direct cost less distorting direct expenses to total direct costs of all activities.

Use of estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions. These estimates and assumptions 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 revenue and expenses during the reporting period. Significant accounting estimates reflected in the IRN's financial statements include the valuation of investments, valuation of grants and pledges receivable, and the functional allocation of expenses. Actual results could differ from those estimates.

International Rivers Network and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (continued)

December 31, 2016 and 2015

NOTE A - DESCRIPTION OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Foreign operations

IRN's foreign wholly owned for-profit subsidiaries are located in China and Hong Kong. Additionally, in connection with its worldwide activities, IRN operates in various countries outside the United States including Brazil, South Africa, India, Thailand and Australia. Foreign operations are subject to risks inherent in operating under different legal systems and various political and economic environments. Among the risks are changes in existing tax laws, possible limitations on foreign investment and income repatriation, government price or foreign exchange controls, and restrictions on currency exchange.

The financial statements of the foreign subsidiaries are prepared using U.S. dollars as the functional currency. As a result, the transactions of those operations that are denominated in foreign currencies are remeasured into U.S. dollars, and any resulting gains or losses are included in earnings.

Subsequent events

IRN has evaluated subsequent events through October 24, 2017, the date on which the financial statements were available to be issued.

NOTE B - CONCENTRATION OF CREDIT RISK

Financial instruments that potentially subject IRN to concentrations of credit risk consist principally of cash and cash equivalents. Risks associated with cash and cash equivalents are mitigated by banking with creditworthy institutions. Such balances with any one institution may, at times, be in excess of federally insured amounts (currently \$250,000 per depositor). IRN has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk.

During the years ended December 31, 2016 and 2015, 69% and 49% of the grants were from three and two grantors, respectively. At December 31, 2016 and 2015, 82% and 93% of pledges and grants receivable were from four and two grantors, respectively.

International Rivers Network and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (continued)

December 31, 2016 and 2015

NOTE C - INVESTMENTS

Investments include the following:

	<u>2016</u>	<u>2015</u>
Exchange traded funds	\$ 58,234	\$ 83,397
Fixed income	9,974	19,933
Mutual funds	56,275	91,130
Stocks	<u>74,743</u>	<u>120,359</u>
	<u>\$ 199,226</u>	<u>\$ 314,819</u>

The components of total investment return are included in unrestricted net assets and are reflected below:

	<u>2016</u>	<u>2015</u>
Realized gains (losses)	\$ 19,890	\$ 22,011
Unrealized gains (losses)	(8,161)	(47,436)
Interest and dividends	<u>6,365</u>	<u>12,352</u>
	<u>\$ 18,094</u>	<u>\$ (13,073)</u>

NOTE D - PLEDGES AND GRANTS RECEIVABLE

Unconditional promises to give are receivable in the following periods:

	<u>2016</u>	<u>2015</u>
Receivable in less than one year	\$ 752,973	\$ 452,664
Receivable in one to five years	<u>105,000</u>	<u>83,000</u>
	857,973	535,664
Less: discount to present value	<u>(4,098)</u>	<u>-</u>
	<u>\$ 853,875</u>	<u>\$ 535,664</u>

These receivables have been discounted using an interest rate of 4.77%.

International Rivers Network and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (continued)

December 31, 2016 and 2015

NOTE E - PROPERTY AND EQUIPMENT

Property and equipment consists of the following:

	<u>2016</u>	<u>2015</u>
Furniture and equipment	\$ 67,551	\$ 72,901
Leasehold improvements	23,443	22,401
Library	<u>5,000</u>	<u>5,000</u>
Total property and equipment	95,994	100,302
Accumulated depreciation	<u>(66,590)</u>	<u>(65,126)</u>
Property and equipment, net	<u>\$ 29,404</u>	<u>\$ 35,176</u>

NOTE F - TEMPORARILY RESETRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes:

	<u>2016</u>	<u>2015</u>
Latin America programs	\$ 374,683	\$ 136,612
South Asia programs	274,755	8,863
Southeast Asia programs	258,431	431,140
Restricted to future periods	162,784	25,000
China programs	124,675	394,000
Africa programs	60,160	412,292
Grants to others	2,910	12,000
Policy	<u>2,500</u>	<u>3,000</u>
	<u>\$ 1,260,898</u>	<u>\$ 1,422,907</u>

International Rivers Network and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (continued)

December 31, 2016 and 2015

NOTE G - CONDITIONAL GRANTS

At December 31, 2016, IRN had the following conditional promises to give:

<u>Condition</u>	<u>Balance</u>
Approval of progress reports	<u>\$ 200,886</u>

The conditions on these promises were not met as of December 31, 2016 and therefore they are not recognized as support in the accompanying consolidated financial statements.

NOTE H - LINE OF CREDIT

IRN has a \$100,000 unsecured line of credit with an interest rate of 10.25% per annum. There was no outstanding balance as of December 31, 2016 and 2015.

NOTE I - OPERATING LEASES

IRN leases its offices under non-cancellable operating lease arrangements with various terms. Future minimum payments under these arrangements are as follows:

<u>Year ending December 31,</u>	
2017	\$ 140,451
2018	131,600
2019	<u>44,400</u>
	<u>\$ 316,451</u>

Rent expense for the year ended December 31, 2016 and 2015 was \$133,342 and \$142,870, respectively.

International Rivers Network and Subsidiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (continued)

December 31, 2016 and 2015

NOTE J - FAIR VALUE MEASUREMENTS

Fair values of assets measured on a recurring basis are as follows:

	<u>Level 1</u>	<u>Level 2</u>	<u>Total</u>
<u>December 31, 2016</u>			
Exchange traded funds	\$ 58,234	\$ -	\$ 58,234
Fixed income	-	9,974	9,974
Mutual funds	56,275	-	56,275
Stocks	74,743	-	74,743
	<u>\$ 189,252</u>	<u>\$ 9,974</u>	<u>\$ 199,226</u>
<u>December 31, 2015</u>			
Exchange traded funds	\$ 83,397	\$ -	\$ 83,397
Fixed income	-	19,933	19,933
Mutual funds	91,130	-	91,130
Stocks	120,359	-	120,359
	<u>\$ 294,886</u>	<u>\$ 19,933</u>	<u>\$ 314,819</u>

SUPPLEMENTARY INFORMATION

International Rivers Network and Subsidiaries

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

December 31, 2016

	International Rivers Network	Fund for International Rivers	Yi Tai Rui Wo (Beijing) Environmental Consulting Company Limited	Yi Tai Rui Wo Environmental Consulting Company Limited	Yi Tai Rui Wo California, LLC	Eliminations	Consolidated Total
ASSETS							
Current Assets:							
Cash and cash equivalents	\$ 366,083	\$ 10,454	\$ 91,837	\$ -	\$ 90,570	\$ -	\$ 558,944
Investments	-	199,226	-	-	-	-	199,226
Pledges and grants receivable	752,973	-	-	-	-	-	752,973
Other receivables	5,922	-	8,812	-	-	-	14,734
Prepaid expenses	26,687	-	27,441	-	-	-	54,128
Intercompany receivables	257,430	-	-	-	-	(257,430)	-
Total Current Assets	1,409,095	209,680	128,090	-	90,570	(257,430)	1,580,005
Pledges and grants receivable beyond one year, net	100,902	-	-	-	-	-	100,902
Deposits	26,291	-	-	-	-	-	26,291
Property and equipment, net	28,896	-	508	-	-	-	29,404
Investments in subsidiaries	157,176	-	-	100,000	-	(257,176)	-
TOTAL ASSETS	\$ 1,722,360	\$ 209,680	\$ 128,598	\$ 100,000	\$ 90,570	\$ (514,606)	\$ 1,736,602
LIABILITIES							
Current Liabilities:							
Accounts payable and accrued expenses	\$ 32,530	\$ -	\$ 1,158	\$ -	\$ -	\$ -	\$ 33,688
Accrued time off	133,565	-	13,084	-	-	-	146,649
Deferred revenue	2,271	-	-	-	-	-	2,271
Passthrough grants payable	20,456	-	-	-	-	-	20,456
Intercompany payables	-	-	-	-	257,430	(257,430)	-
Total Current Liabilities	188,822	-	14,242	-	257,430	(257,430)	203,064
Deferred rent	23,180	-	-	-	-	-	23,180
Security deposit	3,710	-	-	-	-	-	3,710
TOTAL CURRENT LIABILITIES AND TOTAL LIABILITIES	215,712	-	14,242	-	257,430	(257,430)	229,954
NET ASSETS							
Unrestricted							
Available for operations	214,497	209,680	-	-	-	(209,680)	214,497
Designated as operating reserve	31,253	-	-	-	-	-	31,253
Controlling interest	-	-	114,356	100,000	(166,860)	(47,496)	-
Total unrestricted	245,750	209,680	114,356	100,000	(166,860)	(257,176)	245,750
Temporarily restricted	1,260,898	-	-	-	-	-	1,260,898
TOTAL NET ASSETS	1,506,648	209,680	114,356	100,000	(166,860)	(257,176)	1,506,648
TOTAL LIABILITIES AND NET ASSETS	\$ 1,722,360	\$ 209,680	\$ 128,598	\$ 100,000	\$ 90,570	\$ (514,606)	\$ 1,736,602

International Rivers Network and Subsidiaries

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

December 31, 2015

	International Rivers Network	Fund for International Rivers	Yi Tai Rui Wo (Beijing) Environmental Consulting Company Limited	Yi Tai Rui Wo Environmental Consulting Company Limited	Eliminations	Combined Total
ASSETS						
Current Assets:						
Cash and cash equivalents	\$ 913,746	\$ 36,378	\$ 21,934	\$ 14,572	\$ -	\$ 986,630
Certificates of deposit	100,816	-	-	-	-	100,816
Investments	-	314,819	-	-	-	314,819
Pledges and grants receivable	452,664	-	-	-	-	452,664
Other receivables	116,450	-	800	-	-	117,250
Prepaid expenses	22,607	-	26,627	-	-	49,234
Intercompany receivables	3,500	-	50,000	50,000	(103,500)	-
Total Current Assets	1,609,783	351,197	99,361	64,572	(103,500)	2,021,413
Pledges and grants receivable beyond one year, net	83,000	-	-	-	-	83,000
Deposits	26,291	-	-	-	-	26,291
Property and equipment, net	34,286	-	890	-	-	35,176
Investments in subsidiaries	419,369	-	-	100,000	(519,369)	-
TOTAL ASSETS	\$ 2,172,729	\$ 351,197	\$ 100,251	\$ 164,572	\$ (622,869)	\$ 2,165,880
LIABILITIES						
Current Liabilities:						
Accounts payable and accrued expenses	\$ 23,189	\$ -	\$ 3,949	\$ -	\$ -	\$ 27,138
Accrued time off	99,209	-	8,365	-	-	107,574
Deferred revenue	11,573	-	30,837	-	-	42,410
Passthrough grants payable	40,500	-	-	-	-	40,500
Intercompany payables	50,000	3,500	-	50,000	(103,500)	-
Total Current Liabilities	224,471	3,500	43,151	50,000	(103,500)	217,622
Deferred rent	25,200	-	-	-	-	25,200
Security deposit	1,200	-	-	-	-	1,200
TOTAL LIABILITIES	250,871	3,500	43,151	50,000	(103,500)	244,022
NET ASSETS						
Unrestricted						
Available for operations	118,806	347,697	-	-	(347,697)	118,806
Designated as operating reserve	380,145	-	-	-	-	380,145
Controlling interest	-	-	57,100	114,572	(171,672)	-
Total unrestricted	498,951	347,697	57,100	114,572	(519,369)	498,951
Temporarily restricted	1,422,907	-	-	-	-	1,422,907
TOTAL NET ASSETS	1,921,858	347,697	57,100	114,572	(519,369)	1,921,858
TOTAL LIABILITIES AND NET ASSETS	\$ 2,172,729	\$ 351,197	\$ 100,251	\$ 164,572	\$ (622,869)	\$ 2,165,880

International Rivers Network and Subsidiaries

CONSOLIDATING STATEMENT OF ACTIVITIES

Year Ended December 31, 2016

	International Rivers Network	Fund for International Rivers	Yi Tai Rui Wo (Beijing) Environmental Consulting Company Limited	Yi Tai Rui Wo Environmental Consulting Company Limited	Yi Tai Rui Wo California, LLC	Eliminations	Total
SUPPORT AND REVENUE							
Foundation and corporate grants	\$ 1,569,789	\$ -	\$ -	\$ -	\$ -	\$ (150,000)	\$ 1,419,789
Contributions	226,317	-	-	-	-	-	226,317
Contract revenue	7,750	-	80,363	-	-	-	88,113
Interest and dividends	3,222	6,364	119	-	-	-	9,705
Gains (losses) from investments	-	11,729	-	-	-	-	11,729
Fee for services	-	-	196,500	15,700	-	(212,200)	-
Other income (losses)	6,087	-	(132)	-	-	-	5,955
TOTAL SUPPORT AND REVENUE	1,813,165	18,093	276,850	15,700	-	(362,200)	1,761,608
EXPENSES							
Program services	1,451,116	150,000	219,594	30,272	166,860	(362,200)	1,655,642
Supporting services:							
Administration	257,981	6,110	-	-	-	-	264,091
Fundraising	257,085	-	-	-	-	-	257,085
TOTAL EXPENSES	1,966,182	156,110	219,594	30,272	166,860	(362,200)	2,176,818
Change in net assets before gains (losses) from subsidiaries	(153,017)	(138,017)	57,256	(14,572)	(166,860)	-	(415,210)
Gains (losses) from investment in subsidiaries	(262,193)	-	-	-	-	262,193	-
Change in net assets	(415,210)	(138,017)	57,256	(14,572)	(166,860)	262,193	(415,210)
Net assets at beginning of year	1,921,858	347,697	57,100	114,572	-	(519,369)	1,921,858
Net assets at the end of year	\$ 1,506,648	\$ 209,680	\$ 114,356	\$ 100,000	\$ (166,860)	\$ (257,176)	\$ 1,506,648

International Rivers Network and Subsidiaries

CONSOLIDATING STATEMENT OF ACTIVITIES

Year Ended December 31, 2015

	International Rivers Network	Fund for International Rivers	Yi Tai Rui Wo (Beijing) Environmental Consulting Company Limited	Yi Tai Rui Wo Environmental Consulting Company Limited	Eliminations	Total
SUPPORT AND REVENUE						
Foundation and corporate grants	\$ 1,193,016	\$ -	\$ 66,530	\$ -	\$ -	\$ 1,259,546
Contributions	321,968	-	-	-	-	321,968
Special events revenue	95,383	-	-	-	-	95,383
Special events expenses	(30,043)	-	-	-	-	(30,043)
Contract revenue	21,673	-	-	-	-	21,673
Interest and dividends	2,927	12,352	157	2	-	15,438
Gains (losses) from investments	-	(25,425)	-	-	-	(25,425)
Fee for services	-	-	108,000	100,000	(208,000)	-
Other income	12,542	-	343	-	-	12,885
TOTAL SUPPORT AND REVENUE	1,617,466	(13,073)	175,030	100,002	(208,000)	1,671,425
EXPENSES						
Program services	1,340,402	-	227,993	108,065	(208,000)	1,468,460
Supporting services:						
Administration	346,482	7,897	9,038	367	-	363,784
Fundraising	288,455	-	-	-	-	288,455
TOTAL EXPENSES	1,975,339	7,897	237,031	108,432	(208,000)	2,120,699
Change in net assets before gains (losses) from subsidiaries	(357,873)	(20,970)	(62,001)	(8,430)	-	(449,274)
Gains (losses) from investment in subsidiaries	(91,401)	-	-	-	91,401	-
Change in net assets	(449,274)	(20,970)	(62,001)	(8,430)	91,401	(449,274)
Additional capital during the year	-	-	70,001	100,000	(170,001)	-
Net assets at beginning of year	2,371,132	368,667	49,100	23,002	(440,769)	2,371,132
Net assets at the end of year	\$ 1,921,858	\$ 347,697	\$ 57,100	\$ 114,572	\$ (519,369)	\$ 1,921,858

International Rivers Network and Subsidiaries

CONSOLIDATING STATEMENT OF FUNCTIONAL EXPENSES

Year Ended December 31, 2016

	Program Services							Supporting Services								
	IRN Communications	IRN Campaigns	Fund for International Rivers	Yi Tai Rui Wo (Beijing) Environmental Consulting Company Limited	Yi Tai Rui Wo Environmental Consulting Company Limited	Yi Tai Rui Wo California, LLC	Eliminations	Total Programs	IRN Administration	FIR Administration	Yi Tai Rui Wo (Beijing) Environmental Consulting Company Limited	Yi Tai Rui Wo Environmental Consulting Company Limited	Yi Tai Rui Wo California, LLC	Total Administration	IRN Fundraising	Total
Salaries	\$ 56,347	\$ 713,072	\$ -	\$ 120,195	\$ -	\$ -	\$ -	\$ 889,614	\$ 152,299	\$ -	\$ -	\$ -	\$ -	\$ 152,299	\$ 180,867	\$ 1,222,780
Payroll taxes	4,384	33,804	-	33,299	-	-	-	71,487	11,335	-	-	-	-	11,335	14,739	97,561
Employee benefits	4,345	80,087	-	21,295	-	-	-	105,727	13,530	-	-	-	-	13,530	14,863	134,120
Professional fees	2,626	156,722	-	2,866	-	-	-	162,214	43,277	6,091	-	-	-	49,368	4,515	216,097
Occupancy	4,027	88,902	-	21,672	-	-	-	114,601	11,308	-	-	-	-	11,308	13,070	138,979
Travel and meals	466	115,796	-	16,309	-	-	-	132,571	5,831	-	-	-	-	5,831	3,531	141,933
Dues, licenses, and other fees	6,532	9,682	-	1,737	272	360	-	18,583	5,078	19	-	-	-	5,097	10,264	33,944
Grants	-	80,901	150,000	-	-	-	(150,000)	80,901	-	-	-	-	-	-	-	80,901
Copy and printing	31	9,578	-	225	-	-	-	9,835	63	-	-	-	-	63	5,915	15,813
Conferences, conventions, and meetings	86	15,959	-	548	-	-	-	16,593	229	-	-	-	-	229	269	17,091
Depreciation	645	11,249	-	381	-	-	-	12,276	1,723	-	-	-	-	1,723	1,995	15,994
Supplies	184	11,243	-	406	-	-	-	11,833	1,455	-	-	-	-	1,455	803	14,091
Equipment rental and maintenance	247	8,025	-	265	-	-	-	8,537	4,054	-	-	-	-	4,054	775	13,366
Telephone	197	10,053	-	226	-	-	-	10,476	766	-	-	-	-	766	619	11,861
Information technology	325	5,219	-	-	-	-	-	5,544	573	-	-	-	-	573	701	6,818
Postage and shipping	-	1,064	-	138	-	-	-	1,202	547	-	-	-	-	547	2,428	4,177
Insurance	109	968	-	-	-	-	-	1,077	4,306	-	-	-	-	4,306	341	5,724
Staff training	787	1,337	-	31	-	-	-	2,155	807	-	-	-	-	807	124	3,086
Advertising and promotion	294	122	-	-	-	-	-	416	800	-	-	-	-	800	1,266	2,482
Intercompany expenses	-	15,700	-	-	30,000	166,500	(212,200)	-	-	-	-	-	-	-	-	-
Total Expenses	\$ 81,632	\$ 1,369,483	\$ 150,000	\$ 219,593	\$ 30,272	\$ 166,860	\$ (362,200)	\$ 1,655,642	\$ 257,981	\$ 6,110	\$ -	\$ -	\$ -	\$ 264,091	\$ 257,085	\$ 2,176,818

International Rivers Network and Subsidiaries

CONSOLIDATING STATEMENT OF FUNCTIONAL EXPENSES

Year Ended December 31, 2015

	Program Services							Supporting Services						
	IRN Communications	IRN Campaigns	Fund for International Rivers	Yi Tai Rui Wo (Beijing) Environmental Consulting Company Limited	Yi Tai Rui Wo Environmental Consulting Company Limited	Eliminations	Total Programs	IRN Administration	FIR Administration	Yi Tai Rui Wo (Beijing) Environmental Consulting Company Limited	Yi Tai Rui Wo Environmental Consulting Company Limited	Total Administration	IRN Fundraising	Total
Salaries	\$ 66,522	\$ 617,277	\$ -	\$ 121,191	\$ -	\$ -	\$ 804,990	\$ 185,549	\$ -	\$ 5,707	\$ -	\$ 191,256	\$ 168,239	\$ 1,164,485
Payroll taxes	5,898	32,089	-	29,070	-	-	67,057	16,431	-	2,673	-	19,104	12,792	98,953
Employee benefits	10,914	67,553	-	14,842	-	-	93,309	17,138	-	-	-	17,138	19,920	130,367
Professional fees	6,137	92,246	-	3,628	108,000	(108,000)	102,011	92,687	7,849	404	-	100,940	26,005	228,956
Occupancy	7,760	88,009	-	21,247	-	-	117,016	15,479	-	-	-	15,479	16,274	148,769
Travel and meals	339	86,333	-	22,459	-	-	109,131	3,545	-	-	-	3,545	3,175	115,851
Dues, licenses, and other fees	30,518	10,087	-	4,702	65	-	45,372	2,759	48	-	367	3,174	18,507	67,053
Grants	-	145,041	-	-	-	(100,000)	45,041	-	-	-	-	-	-	45,041
Copy and printing	3,456	5,095	-	5,308	-	-	13,859	-	-	-	-	-	11,052	24,911
Conferences, conventions, and meetings	74	15,975	-	1,803	-	-	17,852	143	-	-	-	143	155	18,150
Depreciation	966	9,109	-	-	-	-	10,075	1,864	-	254	-	2,118	2,025	14,218
Supplies	425	7,415	-	1,132	-	-	8,972	1,291	-	-	-	1,291	2,524	12,787
Equipment rental and maintenance	305	7,842	-	436	-	-	8,583	3,298	-	-	-	3,298	640	12,521
Telephone	368	8,886	-	19	-	-	9,273	1,007	-	-	-	1,007	590	10,870
Information technology	819	5,593	-	659	-	-	7,071	840	-	-	-	840	1,146	9,057
Postage and shipping	1,626	470	-	1,497	-	-	3,593	550	-	-	-	550	3,412	7,555
Insurance	207	1,109	-	-	-	-	1,316	3,185	-	-	-	3,185	434	4,935
Staff training	2,030	932	-	-	-	-	2,962	231	-	-	-	231	1,320	4,513
Advertising and promotion	20	957	-	-	-	-	977	485	-	-	-	485	245	1,707
Total Expenses	\$ 138,384	\$ 1,202,018	\$ -	\$ 227,993	\$ 108,065	\$ (208,000)	\$ 1,468,460	\$ 346,482	\$ 7,897	\$ 9,038	\$ 367	\$ 363,784	\$ 288,455	\$ 2,120,699

International Rivers Network and Subsidiaries

CONSOLIDATING STATEMENT OF CASH FLOWS

Year Ended December 31, 2016

	International Rivers Network	Fund for International Rivers	Yi Tai Rui Wo (Beijing) Environmental Consulting Company Limited	Yi Tai Rui Wo Environmental Consulting Company Limited	Yi Tai Rui Wo California, LLC	Eliminations	Total
Cash flows from operating activities:							
Change in net assets	\$ (415,210)	\$ (138,017)	\$ 57,256	\$ (14,572)	\$ (166,860)	\$ 262,193	\$ (415,210)
Adjustments to reconcile change in net assets to net cash from operating activities:							
Depreciation	15,612	-	382	-	-	-	15,994
(Gains) losses from investments	-	(11,729)	-	-	-	-	(11,729)
(Gains) losses from investment in subsidiaries	262,193	-	-	-	-	(262,193)	-
(Increase) Decrease in operating assets:							
Pledges, grants and other receivables	(461,613)	-	41,988	50,000	-	257,430	(112,195)
Prepaid expenses	(4,080)	-	(814)	-	-	-	(4,894)
Deposits	-	-	-	-	-	-	-
Increase (decrease) in operating liabilities:							
Accounts payable and accrued expenses	(40,659)	(3,500)	(2,791)	(50,000)	257,430	(257,430)	(96,950)
Accrued time-off liability	34,356	-	4,719	-	-	-	39,075
Deferred revenue	(9,302)	-	(30,837)	-	-	-	(40,139)
Passthrough grants payable	(20,044)	-	-	-	-	-	(20,044)
Deferred rent	(2,020)	-	-	-	-	-	(2,020)
Security deposit	2,510	-	-	-	-	-	2,510
Net cash provided by (used in) operating activities	<u>(638,257)</u>	<u>(153,246)</u>	<u>69,903</u>	<u>(14,572)</u>	<u>90,570</u>	<u>-</u>	<u>(645,602)</u>
Cash flows from investing activities:							
Purchase of property and equipment	(10,222)	-	-	-	-	-	(10,222)
Net decrease in certificates of deposit	100,816	-	-	-	-	-	100,816
Purchase of investments	-	(120,175)	-	-	-	-	(120,175)
Proceeds from the sale of investments	-	247,497	-	-	-	-	247,497
Net cash provided (used) by investing activities	<u>90,594</u>	<u>127,322</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>217,916</u>
Net increase (decrease) in cash and cash equivalents	(547,663)	(25,924)	69,903	(14,572)	90,570	-	(427,686)
Cash and cash equivalents - beginning of the year	913,746	36,378	21,934	14,572	-	-	986,630
Cash and cash equivalents - end of the year	<u>\$ 366,083</u>	<u>\$ 10,454</u>	<u>\$ 91,837</u>	<u>\$ -</u>	<u>\$ 90,570</u>	<u>\$ -</u>	<u>\$ 558,944</u>

International Rivers Network and Subsidiaries

CONSOLIDATING STATEMENT OF CASH FLOWS

Year Ended December 31, 2015

	International Rivers Network	Fund for International Rivers	Yi Tai Rui Wo (Beijing) Environmental Consulting Company Limited	Yi Tai Rui Wo Environmental Consulting Company Limited	Eliminations	Total
Cash flows from operating activities:						
Change in net assets	\$ (449,274)	\$ (20,970)	\$ 8,000	\$ 91,570	\$ (78,600)	\$ (449,274)
Adjustments to reconcile change in net assets to net cash from operating activities:						
Depreciation	13,964	-	254	-	-	14,218
Loss on disposal	-	-	-	-	-	-
(Gains) losses from investments	-	25,425	-	-	-	25,425
(Gains) losses from investment in subsidiaries	21,400	-	-	(100,000)	78,600	-
(Increase) Decrease in operating assets:						
Certificates of deposit	200,452	-	-	-	-	200,452
Receivables	413,128	-	(22,400)	(50,000)	(24,900)	315,828
Prepaid expenses	14,167	-	(7,082)	-	-	7,085
Deposits	(1,748)	-	-	-	-	(1,748)
Increase (decrease) in operating liabilities:						
Accounts payable and accrued expenses	24,995	3,500	2,665	21,600	(75,100)	(22,340)
Accrued time-off liability	(45,411)	-	4,001	-	-	(41,410)
Grants payable	(19,500)	(100,000)	-	-	100,000	(19,500)
Deferred revenue	(13,697)	-	30,837	-	-	17,140
Deferred rent	9,360	-	-	-	-	9,360
Security deposit	1,200	-	-	-	-	1,200
Net cash provided (used) by operating activities	169,036	(92,045)	16,275	(36,830)	-	56,436
Cash flows from investing activities:						
Purchase of property and equipment	(11,753)	-	(1,144)	-	-	(12,897)
Purchase of investments	-	(119,753)	-	-	-	(119,753)
Proceeds from the sale of investments	-	241,117	-	-	-	241,117
Net cash provided (used) by investing activities	(11,753)	121,364	(1,144)	-	-	108,467
Net increase (decrease) in cash and cash equivalents	157,283	29,319	15,131	(36,830)	-	164,903
Cash and cash equivalents - beginning of the year	756,463	7,059	6,803	51,402	-	821,727
Cash and cash equivalents - end of the year	\$ 913,746	\$ 36,378	\$ 21,934	\$ 14,572	\$ -	\$ 986,630

International Rivers Network and Subsidiaries

STATEMENT OF ACTIVITIES – IRN ONLY

Year Ended December 31, 2016

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
SUPPORT AND REVENUE			
Foundation and corporate grants	\$ 8,424	\$ 1,561,365	\$ 1,569,789
Contributions	224,567	1,750	226,317
Contract revenue	7,750	-	7,750
Interest and dividends	3,222	-	3,222
Other income	6,087	-	6,087
Net assets released from restrictions:			
Purpose accomplished or time restriction met	1,725,124	(1,725,124)	-
TOTAL SUPPORT AND REVENUE	<u>1,975,174</u>	<u>(162,009)</u>	<u>1,813,165</u>
EXPENSES			
Program services	1,451,116	-	1,451,116
Supporting services:			
Administration	257,981	-	257,981
Fundraising	257,085	-	257,085
TOTAL EXPENSES	<u>1,966,182</u>	<u>-</u>	<u>1,966,182</u>
Change in net assets before gains (losses) from subsidiaries	8,992	(162,009)	(153,017)
Gains (losses) from investment in subsidiaries	(262,193)	-	(262,193)
Change in net assets	(253,201)	(162,009)	(415,210)
Net assets at beginning of year	498,951	1,422,907	1,921,858
Net assets at the end of year	<u>\$ 245,750</u>	<u>\$ 1,260,898</u>	<u>\$ 1,506,648</u>

International Rivers Network and Subsidiaries

STATEMENT OF ACTIVITIES – IRN ONLY

Year Ended December 31, 2015

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
SUPPORT AND REVENUE			
Foundation and corporate grants	\$ -	\$ 1,193,016	\$ 1,193,016
Contributions	321,848	120	321,968
Special events revenue	95,383	-	95,383
Special events expenses	(30,043)	-	(30,043)
Contract revenue	21,673	-	21,673
Interest and dividends	2,927	-	2,927
Other income	-	-	-
Net assets released from restrictions:	12,542	-	12,542
Purpose accomplished or time restriction met	<u>1,402,030</u>	<u>(1,402,030)</u>	<u>-</u>
TOTAL SUPPORT AND REVENUE	<u>1,826,360</u>	<u>(208,894)</u>	<u>1,617,466</u>
EXPENSES			
Program services	1,340,402	-	1,340,402
Supporting services:			
Administration	346,482	-	346,482
Fundraising	<u>288,455</u>	<u>-</u>	<u>288,455</u>
TOTAL EXPENSES	<u>1,975,339</u>	<u>-</u>	<u>1,975,339</u>
Change in net assets before gains (losses) from subsidiaries	(148,979)	(208,894)	(357,873)
Gains (losses) from investment in subsidiaries	<u>(91,401)</u>	<u>-</u>	<u>(91,401)</u>
Change in net assets	(240,380)	(208,894)	(449,274)
Net assets at beginning of year	<u>739,331</u>	<u>1,631,801</u>	<u>2,371,132</u>
Net assets at the end of year	<u>\$ 498,951</u>	<u>\$ 1,422,907</u>	<u>\$ 1,921,858</u>