

EDEYO, INC.
(A NOT-FOR-PROFIT CORPORATION)
REVIEWED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
DECEMBER 31, 2012

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INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Directors
Edeyo, Inc.
New York, NY

We have reviewed the accompanying statement of financial position of Edeyo, Inc. (a not-for-profit organization) as of December 31, 2012 and the related statements of activities and changes in net assets, cash flows and functional expenses for the year then ended. 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 is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

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

KBL, LLP

KBL, LLP
New York, NY
November 6, 2013

EDEYO, INC.
(A NOT-FOR-PROFIT CORPORATION)
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2012

Assets	
Current assets	
Cash and cash equivalents	\$ 140,415
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Total current assets	140,415
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Fixed assets	
Furniture and equipment	3,032
Less: accumulated depreciation	544
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Net fixed assets	2,488
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Total assets	\$ 142,903

Liabilities and Net Assets	
Current liabilities	
Accounts and accrued expenses payable	\$ 28,498
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Total current liabilities	28,498
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Total liabilities	28,498
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Net assets	
Unrestricted	114,405
Temporarily restricted	--
Permanently restricted	--
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Total net assets	114,405
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Total liabilities and net assets	\$ 142,903

See independent accountants' review report, and the notes to the financial statements.

EDEYO, INC.
(A NOT-FOR-PROFIT CORPORATION)
STATEMENT OF ACTIVITIES
AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED
DECEMBER 31, 2012

	General	Temporary	Permanent	Total
Support and revenue				
Grants and contributions	\$ 49,370	\$ -	\$ -	\$ 49,370
Interest income	104	-	-	104
Net assets released from restrictions	-	-	-	-
Total support and revenue	49,474			49,474
Expenses				
Program services	164,499	-	-	164,499
Management and general	18,765	-	-	18,765
Fundraising	3,445	-	-	3,445
Total expenses	186,709	-	-	186,709
Change in net assets	(137,235)	-	-	(137,235)
Net assets, beginning of year	251,640	-	-	251,640
Net assets, end of year	\$ 114,405	\$ -	\$ -	\$ 114,405

See independent accountants' review report, and the notes to the financial statements.

EDEYO, INC.
(A NOT-FOR-PROFIT CORPORATION)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED
DECEMBER 31, 2012

Cash flows from operating activities	
Change in net assets	\$ (137,235)
Adjustments to reconcile change in net assets to net cash used by operating activities:	
Depreciation	251
Change in operating assets and liabilities:	
Increase in accounts payable and accrued expenses	10,543
Net cash used by operating activities	(126,441)
Cash flows from investing activities	
Purchases of furniture and equipment	(2,232)
Net cash used by investing activities	(2,322)
Net decrease in cash and cash equivalents	(128,673)
Cash and cash equivalents, beginning of year	269,088
Cash and cash equivalents, end of year	\$ 140,415

Supplementary disclosures of cash flow information

Cash paid during the year for:	
Interest expense	\$ 4,995

See independent accountants' review report, and the notes to the financial statements.

EDEYO, INC.
(A NOT-FOR-PROFIT CORPORATION)
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED
DECEMBER 31, 2012

	Program Services	Management and General	Fundraising	Total
Personnel costs	\$ 57,160	\$	\$	57,160
Travel	18,156	6,052		24,208
Program expenses	14,067			14,067
Accounting	11,250	3,750		15,000
School expenses	34,410			34,410
Event expenses	9,447			9,447
Professional fees	2,100		3,445	5,545
Interest expense		4,995		4,995
Office expenses	2,236	746		2,982
Bank and finance charges	1,210	404		1,614
Information technology	849	283		1,132
Rent	1,100			1,100
Telephone	1,021	340		1,361
Legal	217	73		290
Postage	515	172		687
Banners and printing	596	199		795
Supplies	487	163		650
Equipment and facilities	4,575	1,525		6,100
Miscellaneous	4,915			4,915
Depreciation	188	63		251
	\$ 164,499	\$ 18,765	\$ 3,445	\$ 186,709

See independent accountants' review report, and the notes to the financial statements.

EDEYO, INC.
(A NOT-FOR-PROFIT CORPORATION)
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 - THE ORGANIZATION

Edeyo, Inc. (“the Organization”) was incorporated in 2007 as a voluntary not-for-profit organization to provide free education, food, and educational supplies to children from kindergarten to 6th grade in the town of Port Au Prince in Haiti.

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America.

Grants and contributions

The Organization reports grants and contributions 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’s 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 cash and other assets are reported as restricted support if they are received with donor stipulations that limit the use of donated assets. When a restriction expires, that is, when a stipulated time restriction ends or a purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions.

However, if a restriction is fulfilled in the same time period in which the contributions are received, the Organization reports the support as unrestricted. All contributions received during the year ended December 31, 2012 were unrestricted.

Income taxes

The Organization is a tax-exempt organization under Section 501 (c) (3) of the Internal Revenue Code. The Organization has no unrecognized tax benefits at December 31, 2012. The Organization's Federal and State tax returns prior to fiscal year 2010 are closed from a statute of limitations standpoint and management continually evaluates expiring statutes of limitations, audits, proposed settlements, changes in tax law and new authoritative rulings.

See independent accountants' review report.

EDEYO, INC.
(A NOT-FOR-PROFIT CORPORATION)
NOTES TO THE FINANCIAL STATEMENTS

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures 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 may differ from these estimates.

Revenue recognition

Contributions are recognized when the donor makes a promise to give to the Organization an amount that is in substance, unconditional. Donor-restricted contributions are reported as increases 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.

Cash and cash equivalents

The Organization considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. Cash equivalents are carried at cost, which approximates market value.

Depreciation

Fixed assets are stated at cost. Depreciation is computed using the straight-line method over the following periods:

<i>Description</i>	<i>Estimated useful life</i>
Equipment	5 years
Furniture	7 years

Fundraising event revenue and expenses

Fundraising event revenue and expenses are recognized in the period of the event. Fundraising event income received in advance of the event is recorded as deferred revenue and related costs expended prior to the event are recorded as prepaid expenses.

See independent accountants' review report.

EDEYO, INC.
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NOTES TO THE FINANCIAL STATEMENTS

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

Concentration of credit

Financial instruments that potentially expose the Organization to concentrations of credit risk consist principally of bank deposits in excess of insurance limits. Cash balances are maintained in a financial institution which, from time to time, exceed the Federal Depository Insurance limit and subject the Organization to concentration of credit risk.

The Organization does not believe that the concentration of credit risk of bank deposits represents a material risk of loss with respect to its financial position as of December 31, 2012.

Fair value of financial instruments

The fair value of financial instruments classified as current assets or liabilities approximate their carrying value due to the short-term maturity of the instruments.

Donated materials and services

In-kind contributions are reflected as revenue and expense in the accompanying statement of activities at their estimated fair market value on the date of receipt.

Functional allocation of expenses

The Organization's costs of providing services and other operational expense have been summarized on a functional basis in the Statement of Activities and Change in Net Assets. Accordingly, allocation of costs are determined by management in accordance based on the following: 1) grant provisions, if applicable; 2) program or activity, or 3) other equitable

Recently issued accounting pronouncements

The Organization does not believe that any recently issued, but not yet effective accounting pronouncements, if adopted, would have a significant effect to the accompanying financial statements.

See independent accountants' review report.

EDEYO, INC.
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NOTES TO THE FINANCIAL STATEMENTS

NOTE 3 – LEASE AGREEMENTS

On October 27, 2011, the Organization entered into a one year lease agreement for office space in the town of Port Au Prince, Haiti. The lease called for an annual rent payment of \$1,000.

On October 27, 2012 the Organization entered into a new lease for a one year term at an annual cost of \$1,100. Total rent expense recorded by the Organization was \$1,100 for the year ended December 31, 2012.

NOTE 4 – SUBSEQUENT EVENTS

The Organization evaluated additional events occurring between the end of its fiscal year, December 31, 2012, and November 6, 2013 when the financial statements were issued and had no further events to report.

See independent accountants' review report.