INDEPENDENT AUDITORS’ REPORT

To the Board of Directors of
Wells Bring Hope

We have audited the accompanying financial statements of Wells Bring Hope - a non-profit organization (the Charity), which comprises the statement of financial position as of December 31, 2014, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

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

Auditor’s Responsibility
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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the 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 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 financial statements.

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

Opinion
In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Wells Bring Hope as of December 31, 2014, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

January 30, 2015
Encino, California

16601 Ventura Blvd., Suite #200 / Encino, CA 91436
Phone (818) 907-1975 / Fax (818) 907-6069 / abonenfant@abonenfant.com
ASSETS

CURRENT ASSETS:
Cash and Cash Equivalents $ 41,793

TOTAL ASSETS $ 41,793

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES:
Accounts Payable and Accrued Expenses $ 508

TOTAL LIABILITIES 508

NET ASSETS:
Unrestricted 41,285

TOTAL LIABILITIES AND NET ASSETS $ 41,793

The Accompanying Notes are an Integral Part of These Financial Statements

-2-
WELLS BRING HOPE

STATEMENT OF ACTIVITIES

Year Ended December 31, 2014

REVENUE AND OTHER SUPPORT:
Contributions and Donations $ 223,520
Event Income, net of $39,056 expenses 163,199

TOTAL REVENUE AND OTHER SUPPORT 386,719

FUNCTIONAL EXPENSES:
Program Services 332,821
Management and General Expenses 14,133
Fundraising Expenses 30,160

TOTAL FUNCTIONAL EXPENSES 377,114

CHANGE IN NET ASSETS 9,605

Unrestricted Net Assets - Beginning of Year 31,680

UNRESTRICTED NET ASSETS - END OF YEAR $ 41,285

The Accompanying Notes are an Integral Part of These Financial Statements
## Statement of Functional Expenses

Year Ended December 31, 2014

<table>
<thead>
<tr>
<th>Supporting Services</th>
<th>Management and General Services</th>
<th>Fundraising Expenses</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Accounting Fees</td>
<td>$</td>
<td>$ 300</td>
<td>$ -</td>
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<tr>
<td>Bank Fees</td>
<td>-</td>
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<td>$ 3,182</td>
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<tr>
<td>Computer Related</td>
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<td>22</td>
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<td>Insurance</td>
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<td>Meetings</td>
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<td>Office Supplies</td>
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<td>447</td>
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<td>-</td>
</tr>
<tr>
<td>Miscellaneous</td>
<td>223</td>
<td>144</td>
<td>759</td>
</tr>
</tbody>
</table>

**Total Functional Expenses**

$ 332,821 $ 14,133 $ 30,160 $ 377,114
WELLS BRING HOPE

STATEMENT OF CASH FLOWS

Year Ended December 31, 2014

CASH FLOWS FROM OPERATING ACTIVITIES:
Increase (Decrease) in Unrestricted Net Assets $ 9,605
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by (Used in) Operating Activities:
Increase (Decrease) in:
Accounts Payable and Accrued Expenses (6,198)

NET CASH USED IN OPERATING ACTIVITIES 3,407

Cash and Cash Equivalents - Beginning of Year 38,386

CASH AND CASH EQUIVALENTS - END OF YEAR $ 41,793

Additional information:
No amounts were paid for interest or taxes in 2014

The Accompanying Notes are an Integral Part of These Financial Statements
NOTE 1 - NATURE OF ORGANIZATION

Wells Bring Hope was founded in 2008 by Barbara Goldberg when she first learned about the worldwide water crisis after a presentation by former Los Angeles District Attorney, Gil Garcetti. Barbara saw a simple problem with a simple solution – drill a well deep into the ground and lives are transformed. Wells Bring Hope’s mission is to save lives with safe water.

Wells Bring Hope is partnered with World Vision, one of the world’s largest humanitarian organizations. Through the power of this partnership, we are able to multiply every donation we receive five times. In addition, Wells Bring Hope is proud to say that 100% of every donation goes directly to a well project. Our operating expenses are funded through a grant and a corporate sponsor. With only one paid employee, Wells Bring Hope is a primarily volunteer-run organization, and as a result, is able to keep operating costs very low.

Wells Bring Hope works exclusively in Niger, West Africa, the poorest country in the world according to the UN Development Index. The life expectancy in Niger is 55 years, and this is due in large part to the fact that 68% of the population has no access to safe water and 96% of the population lacks basic sanitation. When Wells Bring Hope commits to working in a village, both of these problems and more are directly addressed.

Wells Bring Hope sees the drilling of a well as the entry point, the event that triggers an array of services that focuses on the complex problems associated with a lack of safe water. When a village lacks access to a safe water source, the burden of finding water falls to the women and girls of the village, and they will spend hours walking four to six miles every day to find water for their families. As a result, girls don’t go to school. 85% of the female population of Niger is illiterate.

The water that the women and girls spend so much time retrieving is often contaminated, leading to death and severe diarrheal diseases. Children are particularly vulnerable and one in seven children in Niger will not see a fifth birthday. All of this changes when a well is drilled.

Prior to drilling a well, our partners on the ground ensure that the community is committed to improving sanitation and hygiene practices by requiring that the village build and use latrines. Hand washing stations are also installed, and villagers are taught about the importance of using them.

A well maintenance committee is formed to ensure that the well will be properly maintained. Once the well has been drilled, girls are able to go to school and women have 50% of their time freed up to work and earn money. However, before they are able to do that, they must be educated. That is why we provide them with micro-finance education and later, micro-loans so that they can begin income-generating work. Finally, we teach the villagers drip farming techniques so that they can use the run-off from the well to grow vegetables that are crucial to supplementing their nutrition. As a result of this combined program of safe water, sanitation, and improved nutrition, child mortality is reduced by 70%.
NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF PRESENTATION
The accompanying financial statements have been prepared on the accrual basis of accounting. The Organization reports information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted.

*Unrestricted* net assets represent expendable funds available for operations, which are not otherwise limited by donor restrictions.

*Temporarily restricted* net assets consist of contributed funds, subject to specific donor-imposed restrictions, contingent upon a specific performance of a future event or a specific passage of time before the Organization may spend the funds.

*Permanently Restricted* net assets are subject to irrevocable donor restrictions, requiring that the assets be maintained in perpetuity.

The organization does not have temporarily or permanently restricted net assets as of December 31, 2014.

MANAGEMENT’S 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 that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Significant estimates used by management includes allocation of certain common costs.

CONCENTRATIONS OF RISK
The Organization places its cash deposits with various financial institutions. At times, balances in the Organization’s cash accounts may exceed the Federal Deposit Insurance Corporation (FDIC) limits.

ACCOUNTS RECEIVABLE
Accounts receivable consist of amounts due from donors. Accounts receivable are written-off in the period deemed uncollectible. An allowance for estimated uncollectible accounts receivable is based on management’s judgment, past experience, economic factors, and an analysis of current receivable balances. There are no accounts receivable from donors at December 31, 2014.
NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

REVENUE AND OTHER SUPPORT RECOGNITION
The Organization recognizes contributions and donations, which include unconditional promises to give, which are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. The Organization typically does not receive temporarily or permanently restricted contributions.

In-kind donations are reported at fair value at the date of donation. Services are recognized as donations if they (a) create or enhance non-financial assets or (b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not donated.

FUNCTIONAL ALLOCATION OF EXPENSES
The costs of providing Wells Bring Hope’s programs have been presented in the statement of functional expenses. During the year, such costs are accumulated into separate groupings as either direct or indirect. Indirect or shared costs are allocated among program and supporting services by the method that best measures the relative degree of benefit. Wells Bring Hope uses direct salary expenses to allocate their indirect and shared costs.

INCOME TAXES
The Organization qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and California Revenue and Taxation Code Section 23701(d). Accordingly, no provision has been made for Federal and state income taxes.

The Organization accounts for income taxes by evaluating its tax positions and recognize a liability for any positions that would not be considered “more likely than not” to be upheld under a tax authority examination. If such issues exist, the Organization’s policy will be to recognize any tax liability so recorded, including applicable interest and penalties, as a component of income tax expense.

The Organization has reviewed its tax positions and determined that an accrual for uncertain income tax positions and adjustment to the tax provision was not necessary. With few exceptions, the Organization is no longer subject to U. S. Federal and state income tax examinations for fiscal years before 2011.

NOTE 3 - SUBSEQUENT EVENTS

In preparing these financial statements, events occurring after December 31, 2014 have been evaluated by the Organization for possible adjustments to the financial statements or disclosures through January 30, 2015, the date the financial statements were available to be issued. No significant matters were identified for disclosure during this evaluation.