

***INVESTMENT MANAGEMENT
CONSULTANTS ASSOCIATION, INC.***

FINANCIAL STATEMENTS

December 31, 2008 and 2007

TABLE OF CONTENTS

	<u>PAGE(S)</u>
Independent Auditors' Report	1
Statement of Financial Position	2
Statement of Activities	3
Statement of Cash Flows	4
Notes to the Financial Statements	5 - 13
 <i>SUPPLEMENTAL INFORMATION</i>	
Schedule of Revenues and Expenses – Budget to Actual 2008	14
Schedule of Revenues and Expenses – Budget to Actual 2007	15



BONDI & Co. LLC

CERTIFIED PUBLIC ACCOUNTANTS
MANAGEMENT CONSULTANTS

44 INVERNESS DRIVE EAST
ENGLEWOOD, COLORADO 80112

www.bondico.com

(303) 799-6826 PHONE
(800) 250-9083 TOLL-FREE

(303) 799-6926 FAX

**Board of Directors
Investment Management
Consultants Association, Inc.
Greenwood Village, Colorado**

Independent Auditors' Report

We have audited the accompanying statements of financial position of the Investment Management Consultants Association, Inc. (IMCA) as of December 31, 2008 and 2007, and the related statements of activities and cash flows for the years then ended. These financial statements are the responsibility of IMCA's management. Our responsibility is to express an opinion on these 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 audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Investment Management Consultants Association, Inc. as of December 31, 2008 and 2007, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

The accompanying schedules of revenues and expenses – budget to actual, included on pages 14 through 15, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The revenues and expenses – budget to actual schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

March 23, 2009


BONDI & Co. LLC



Affiliate Offices Worldwide

INVESTMENT MANAGEMENT CONSULTANTS ASSOCIATION, INC.

STATEMENT OF FINANCIAL POSITION

December 31, 2008 and 2007

	<u>2008</u>	<u>2007</u>
<u>ASSETS</u>		
CURRENT ASSETS		
Cash and Cash Equivalents (Note 2)	\$ 929,326	\$ 4,267,214
Accounts Receivable	38,981	136,058
Prepaid Expenses	454,372	109,654
Publications Inventory	76,246	220,097
Total Current Assets	<u>1,498,925</u>	<u>4,733,023</u>
PROPERTY AND EQUIPMENT, NET (Note 3)	<u>271,833</u>	<u>390,269</u>
DEVELOPMENT COSTS, NET (Note 4)	<u>528,770</u>	<u>592,390</u>
OTHER ASSETS		
Investments (Note 2)	11,022,109	7,672,616
Other Assets	18,000	18,000
Total Other Assets	<u>11,040,109</u>	<u>7,690,616</u>
TOTAL ASSETS	<u><u>13,339,637</u></u>	<u><u>13,406,298</u></u>
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES		
Accounts Payable and Accrued Expenses	427,029	606,230
Accrued Compensated Absences	47,413	28,145
Deferred Revenue (Note 5)	6,409,961	7,004,603
Total Liabilities	<u>6,884,403</u>	<u>7,638,978</u>
NET ASSETS		
Unrestricted	<u>6,455,234</u>	<u>5,767,320</u>
Total Net Assets	<u>6,455,234</u>	<u>5,767,320</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 13,339,637</u></u>	<u><u>\$ 13,406,298</u></u>

The accompanying notes are an integral part of the financial statements.

INVESTMENT MANAGEMENT CONSULTANTS ASSOCIATION, INC.

STATEMENT OF ACTIVITIES

For the Years Ended December 31, 2008 and 2007

	<u>2008</u>	<u>2007</u>
REVENUES AND GAINS		
Certification	\$ 5,387,647	\$ 4,030,123
Meetings and Conferences	3,913,917	3,633,358
Membership	2,806,388	2,361,767
Education	407,025	876,691
Investment Income (Note 2)	24,667	488,342
Total Revenues and Gains	<u>12,539,644</u>	<u>11,390,281</u>
EXPENSES		
Program Services		
Certification	5,272,564	4,267,420
Meetings and Conferences	2,665,905	2,440,750
Education	431,003	653,801
Membership	1,125,916	833,039
Total Program Services	<u>9,495,388</u>	<u>8,195,010</u>
Supporting Services		
Management and General	<u>2,356,342</u>	<u>1,839,726</u>
Total Expenses	<u>11,851,730</u>	<u>10,034,736</u>
CHANGE IN NET ASSETS	687,914	1,355,545
NET ASSETS - BEGINNING OF YEAR	<u>5,767,320</u>	<u>4,411,775</u>
NET ASSETS - END OF YEAR	<u>\$ 6,455,234</u>	<u>\$ 5,767,320</u>

The accompanying notes are an integral part of the financial statements.

INVESTMENT MANAGEMENT CONSULTANTS ASSOCIATION, INC.

STATEMENT OF CASH FLOWS

For the Years Ended December 31, 2008 and 2007

	<u>2008</u>	<u>2007</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received From Members and Customers	\$ 12,017,412	\$ 13,465,206
Cash Paid to Suppliers	(10,322,098)	(8,025,304)
Cash Paid to Employees	(1,476,743)	(1,467,866)
Interest and Dividends Received	24,667	488,342
Net Cash Provided by Operating Activities	<u>243,238</u>	<u>4,460,378</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Acquisition of Property and Equipment	(12,112)	(187,474)
Proceeds from Disposal of Property and Equipment		19,107
Acquisition of Development Costs	(219,521)	(483,351)
Purchases of Investments	(3,349,493)	(2,547,839)
Net Cash Used in Investing Activities	<u>(3,581,126)</u>	<u>(3,199,557)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(3,337,888)	1,260,821
CASH AND CASH EQUIVALENTS, Beginning of Year	<u>4,267,214</u>	<u>3,006,393</u>
CASH AND CASH EQUIVALENTS, End of Year	<u><u>929,326</u></u>	<u><u>4,267,214</u></u>
RECONCILIATION OF CHANGES IN NET ASSETS TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Change in Net Assets	687,914	1,355,545
Adjustments to Reconcile Net Assets to Net Cash Provided by Operating Activities:		
Depreciation	123,412	105,034
Amortization	195,786	198,347
Loss on Disposition of Development Costs and Property and Equipment	94,491	
Changes in Assets and Liabilities:		
(Increase) Decrease in Accounts Receivable	97,077	(126,407)
Decrease in Publications Inventory	143,851	75,043
(Increase) in Prepaid Expenses	(344,718)	(32,032)
Increase (Decrease) in Accounts Payable and Accrued Expenses	(179,201)	167,029
Increase in Accrued Compensated Absences	19,268	28,145
Increase (Decrease) in Deferred Revenue	(594,642)	2,689,674
Net Cash Provided by Operating Activities	<u>\$ 243,238</u>	<u>\$ 4,460,378</u>

The accompanying notes are an integral part of the financial statements.

INVESTMENT MANAGEMENT CONSULTANTS ASSOCIATION, INC.

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2008 and 2007

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Investment Management Consultants Association, Inc. (IMCA) is a membership organization for investment professionals. IMCA was founded in 1985 by a small group of investment consultants; IMCA now provides educational experiences in a variety of formats. IMCA also provides forums (conferences) for ongoing education and information sharing among its members.

IMCA is governed by a volunteer Board of Directors – 13 elected members with a President, Vice-President, Secretary and Treasurer. There are also numerous volunteer committees through which membership/designation policies and procedures are discussed and cleared. The Board meets several times a year in person or by teleconference; most of the committees meet by teleconference over the course of the year.

Organizationally, IMCA is a 501(c)(6) membership organization; this means that IMCA is a tax exempt organization as authorized by the Internal Revenue Service. In addition to providing membership services and educational conferences to its members, IMCA supports one of the most prestigious designations in the investment consulting field – Certified Investment Management Analyst.

The accompanying financial statements are presented in accordance with Statements of Financial Accounting Standards No. 116, *Accounting for Contributions Received and Contributions Made* (SFAS No. 116) and No. 117, *Financial Statements of Not-for-Profit Organizations* (SFAS No. 117). SFAS No. 116 generally requires contributions received or made, including unconditional promises to give, to be recognized in the period received or made, respectively, at fair value. SFAS No. 117 defines not-for-profit financial statement presentation, requires the presentation of a statement of cash flows, and requires that amounts be classified based on the presence or absence of donor-imposed restrictions.

Under SFAS No. 117, financial statements report amounts separated by class of net assets. IMCA has only unrestricted net assets.

INVESTMENT MANAGEMENT CONSULTANTS ASSOCIATION, INC.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

December 31, 2008 and 2007

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated between the program and supporting services benefited.

The preparation of IMCA's financial statements, in conformity with accounting principles generally accepted in the United States of America, requires IMCA's management to make estimates and assumptions that affect the amounts reported in these financial statements and accompanying notes. Actual results could differ from those estimates.

IMCA's financial instruments that are exposed to concentrations of credit risk consist primarily of cash and investments.

IMCA's cash is in demand deposit accounts placed with a major financial institution. Such deposit accounts at times may exceed federally insured limits.

IMCA considers all highly liquid investments purchased with an original maturity of three months or less to be cash equivalents. The carrying value of cash and cash equivalents approximates fair value because of the short maturities of those financial instruments.

Investments are accounted for in accordance with SFAS No. 124, *Accounting for Certain Investments by Not-for-Profit Organizations* (SFAS No. 124). Under SFAS No. 124, investments in equity securities with readily determinable fair values and all investments in debt securities are measured at fair value in the statement of financial position.

Property and equipment are stated at cost. Depreciation is computed over the estimated useful lives of the assets (5 to 7 years) using the straight-line method. IMCA capitalizes property and equipment purchases with a cost in excess of \$1,000 and a useful life of one year or greater.

Inventory is stated at cost on a first-in, first-out basis and consists of various publications.

Revenues are recognized when earned.

INVESTMENT MANAGEMENT CONSULTANTS ASSOCIATION, INC.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

December 31, 2008 and 2007

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

IMCA is exempt from federal income taxes under Section 501(c)(6) of the Internal Revenue Code; accordingly, no provision for income taxes is included in the accompanying financial statements.

In 2008, classification changes were made to include publications revenues and expenses with membership for financial statement presentation. No changes in total revenues, total expenses, or changes in net assets occurred as a result of this classification change.

NOTE 2: CASH AND INVESTMENTS

IMCA maintains cash accounts in commercial banks. In 2007, these accounts are guaranteed by the Federal Deposit Insurance Corporation (FDIC) up to \$100,000. On October 3, 2008, as part of the Economic Stabilization Act, Congress temporarily increased FDIC insurance from \$100,000 to \$250,000 per depositor through December 31, 2009. For the years ended December 31, 2008 and 2007, IMCA had bank balances in excess of federally insured limits of \$743,661 and \$3,857,753, respectively.

Market values at December 31, 2008 and 2007, classified by major investment type, are summarized as follows:

	12/31/2008	Fair Value Measurements at Reporting Date Using: Quoted Prices in Active Markets for Identical Assets (Level 1)
Cash and Equivalents	<u>\$ 929,326</u>	<u>\$ 929,326</u>
Mututal Funds	652,495	652,495
US Treasury Notes	1,892,847	1,892,847
Money Markets	<u>8,476,767</u>	<u>8,476,767</u>
Total Investments	<u>11,022,109</u>	<u>11,022,109</u>
Total Cash and Investments	<u>\$ 11,951,435</u>	<u>\$ 11,951,435</u>

INVESTMENT MANAGEMENT CONSULTANTS ASSOCIATION, INC.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

December 31, 2008 and 2007

NOTE 2: CASH AND INVESTMENTS (Continued)

	<u>2007</u>
Cash and Cash Equivalents	<u>\$ 4,267,214</u>
Mutual Funds	1,210,480
US Treasury Notes	1,355,275
Money Markets	<u>5,106,861</u>
Total Investments	<u>7,672,616</u>
Total	<u>\$ 11,939,830</u>

Investment income and its classification in the statement of activities for the years ended December 31, 2008 and 2007 are as follows:

	<u>2008</u>	<u>2007</u>
Dividends and Interest	\$ 373,502	\$ 394,849
Realized Gains	34,994	1,300
Unrealized Gains (Losses)	<u>(383,829)</u>	<u>92,193</u>
Total Investment Income	<u>\$ 24,667</u>	<u>\$ 488,342</u>

NOTE 3: PROPERTY AND EQUIPMENT

Property and equipment at December 31, 2008 are comprised of the following:

	<u>Balance</u>		<u>Disposals/</u>	<u>Balance</u>
	<u>12/31/2007</u>	<u>Additions</u>	<u>Reclassifications</u>	<u>12/31/2008</u>
Equipment	\$ 382,745	\$ 10,372	\$ (12,985)	\$ 380,132
Leasehold Improvements	150,510		(868)	149,642
Software	147,608	1,740	2,783	152,131
Total	680,863	12,112	(11,070)	681,905
Accumulated Depreciation	<u>(290,594)</u>	<u>(123,412)</u>	<u>3,934</u>	<u>(410,072)</u>
Net Property and Equipment	<u>\$ 390,269</u>	<u>\$ (111,300)</u>	<u>\$ (7,136)</u>	<u>\$ 271,833</u>

Depreciation expense for the year ending December 31, 2008 was \$123,412.

INVESTMENT MANAGEMENT CONSULTANTS ASSOCIATION, INC.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

December 31, 2008 and 2007

NOTE 3: PROPERTY AND EQUIPMENT (Continued)

Property and equipment at December 31, 2007 are comprised of the following:

	Balance <u>12/31/2006</u>	Additions	Disposals	Balance <u>12/31/2007</u>
Equipment	\$ 375,222	\$ 7,523	\$	\$ 382,745
Leasehold Improvements	118,167	32,343		150,510
Software		147,608		147,608
Software Development	<u>19,107</u>		<u>(19,107)</u>	
Total	512,496	187,474	(19,107)	680,863
Accumulated Depreciation	<u>(185,560)</u>	<u>(105,034)</u>		<u>(290,594)</u>
Net Property & Equipment	<u>\$ 326,936</u>	<u>\$ 82,440</u>	<u>\$ (19,107)</u>	<u>\$ 390,269</u>

Depreciation expense for the year ending December 31, 2007 was \$105,034.

NOTE 4: DEVELOPMENT COSTS

Development costs at December 31, 2008 are comprised of the following:

(Continued on the next page)

INVESTMENT MANAGEMENT CONSULTANTS ASSOCIATION, INC.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

December 31, 2008 and 2007

NOTE 4: DEVELOPMENT COSTS (Continued)

	Balance 12/31/2007	Additions	Disposals	Balance 12/31/2008
Software Development	\$ 277,335	\$ 135,446	\$ (25,710)	\$ 387,071
Website/Data Manager	129,940			129,940
Wealth Management	184,927			184,927
Online Essentials	197,119	84,075		281,194
ISC	60,255			60,255
CIMA I	28,441			28,441
IHOP Development	20,100			20,100
Investor Website	96,014			96,014
Intro to Investment Certificate	33,828			33,828
Alternative Investment Certificate	125,164			125,164
Endowment and Foundations Certificate	83,869			83,869
Certification Development	61,645		(61,645)	
CPWA	144,371			144,371
Total	1,443,008	219,521	(87,355)	1,575,174
Accumulated Amortization	(850,618)	(195,786)		(1,046,404)
Net Development Costs	<u>\$ 592,390</u>	<u>\$ 23,735</u>	<u>\$ (87,355)</u>	<u>\$ 528,770</u>

Amortization expense for the year ended December 31, 2008 was \$195,786.

(Continued on the next page)

INVESTMENT MANAGEMENT CONSULTANTS ASSOCIATION, INC.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

December 31, 2008 and 2007

NOTE 4: DEVELOPMENT COSTS (Continued)

Development costs at December 31, 2007 are comprised of the following:

	Balance 12/31/2006	Additions	Disposals	Balance 12/31/2007
Software Development	\$	\$ 277,335	\$	\$ 277,335
Website/Data Manager	129,940			129,940
Wealth Management	184,927			184,927
Online Essentials	197,119			197,119
ISC	60,255			60,255
CIMA I	28,441			28,441
IHOP Development	20,100			20,100
Investor Website	96,014			96,014
Intro to Investment Certificate	33,828			33,828
Alternative Investment Certificate	125,164			125,164
Endowment and Foundations Certificate	83,869			83,869
Certification Development		61,645		61,645
CPWA		144,371		144,371
Total	959,657	483,351		1,443,008
Accumulated Amortization	(652,271)	(198,347)		(850,618)
Net Development Costs	<u>\$ 307,386</u>	<u>\$ 285,004</u>	<u>\$</u>	<u>\$ 592,390</u>

Amortization expense for the year ended December 31, 2007 was \$198,347.

NOTE 5: DEFERRED REVENUE

Deferred revenue at December 31, 2008 and 2007, respectively, was comprised of the following:

INVESTMENT MANAGEMENT CONSULTANTS ASSOCIATION, INC.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

December 31, 2008 and 2007

NOTE 5: DEFERRED REVENUE (Continued)

	<u>2008</u>	<u>2007</u>
Deferred Certification Income	\$ 3,790,510	\$ 4,369,461
Deferred Dues Income	1,333,187	1,353,932
Deferred Journal Publication	38,647	
Deferred Liability		25,500
Deferred Webcast		1,075
Deferred CPWA Income	480,420	601,030
Deferred Registration	767,197	488,755
Deferred Alternative Investments		125,250
Deferred Foundation and Endowments		39,600
Total	<u>\$ 6,409,961</u>	<u>\$ 7,004,603</u>

NOTE 6: LEASE COMMITMENTS

IMCA leases various office space and equipment under operating lease agreements, which require monthly payments through 2011. At December 31, 2008, future minimum rental payments under these lease agreements are as follows:

<u>Years Ending</u>	
2009	\$ 209,669
2010	212,220
2011	192,545
Total	<u>\$ 614,434</u>

Rent expense for the years ended December 31, 2008 and 2007 was \$196,524 and \$191,064, respectively.

NOTE 7: EMPLOYEE BENEFITS

As of March 2001, IMCA formed a retirement savings plan which allows IMCA's employees to make contributions by salary reduction pursuant to Section 401(k) of the Internal Revenue Code. IMCA regularly contributes 3% of the

INVESTMENT MANAGEMENT CONSULTANTS ASSOCIATION, INC.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

December 31, 2008 and 2007

NOTE 7: EMPLOYEE BENEFITS (Continued)

employees' eligible compensation. Employees are immediately vested under this plan.

IMCA also initiated a Profit Sharing Retirement Plan in March 2001. The plan is under Section 401 of the Internal Revenue Code. All full-time employees and part-time employees that work over 1,000 hours in any given year, and are 21 years of age, are eligible to participate in this plan after one year of employment. The plan is discretionary, and IMCA contributes as financial conditions allow. Historically, IMCA has contributed 7% to this plan. Total contributions to both plans are \$106,195 and \$76,044, respectively, for the years ended December 31, 2008 and 2007.

NOTE 8: RELATED PARTY

The Evelyn Brust Foundation (Foundation) is a non-profit organization that shared two board members with IMCA out of thirteen total IMCA board members through part of 2007. The agreement with the Foundation was terminated, and both parties separated in 2007. Total contributions from IMCA to the Foundation in 2007 were \$38,717.

NOTE 9: CONCENTRATION

A significant portion of IMCA's operations are based on the Certified Investment Management Analyst certification revenue. In addition, one investment firm represents approximately 16% and 26%, respectively, of IMCA's members in 2008 and 2007.

NOTE 10: COMMITMENTS

IMCA has entered into contracts with facilities and vendors for classes and conferences being held at various times through 2010. As part of the contracts, IMCA has guaranteed a certain level of tuition income, rooms and food and beverage revenue for the vendors/facilities. The amounts are subject to cancellation policies with each party. The anticipated costs associated with the future events are \$5,358,763 at December 31, 2008.

INVESTMENT MANAGEMENT CONSULTANTS ASSOCIATION, INC.

SCHEDULE OF REVENUES AND EXPENSES - BUDGET TO ACTUAL

For the Year Ended December 31, 2008

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES AND GAINS			
Certification	\$ 5,093,075	\$ 5,387,647	\$ 294,572
Meetings and Conferences	3,948,567	3,913,917	(34,650)
Membership	2,515,091	2,806,388	291,297
Education	599,350	407,025	(192,325)
Investment Income	155,000	24,667	(130,333)
Total Revenues and Gains	<u>12,311,083</u>	<u>12,539,644</u>	<u>228,561</u>
EXPENSES			
Program Services			
Certification	5,198,395	5,272,564	(74,169)
Meetings and Conferernces	2,946,092	2,665,905	280,187
Education	448,883	431,003	17,880
Membership	1,330,606	1,125,916	204,690
Total Program Services	<u>9,923,976</u>	<u>9,495,388</u>	<u>428,588</u>
Supporting Services			
Management and General	2,101,759	2,356,342	(254,583)
Total Expenses	<u>12,025,735</u>	<u>11,851,730</u>	<u>174,005</u>
CHANGE IN NET ASSETS	<u>\$ 285,348</u>	687,914	<u>\$ 402,566</u>
NET ASSETS - BEGINNING OF YEAR		<u>5,767,320</u>	
NET ASSETS - END OF YEAR		<u>\$ 6,455,234</u>	

See the accompanying independent auditors' report.

INVESTMENT MANAGEMENT CONSULTANTS ASSOCIATION, INC.

SCHEDULE OF REVENUES AND EXPENSES - BUDGET TO ACTUAL

For the Year Ended December 31, 2007

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES AND GAINS			
Certification	\$ 4,334,637	\$ 4,030,123	\$ (304,514)
Meetings and Conferences	3,179,035	3,633,358	454,323
Membership	2,013,168	2,361,767	348,599
Education	1,031,390	876,691	(154,699)
Investment Income	200,000	488,342	288,342
Total Revenues and Gains	<u>10,758,230</u>	<u>11,390,281</u>	<u>632,051</u>
EXPENSES			
Program Services			
Certification	3,827,723	4,267,420	(439,697)
Meetings and Conferernces	2,373,953	2,440,750	(66,797)
Education	435,798	653,801	(218,003)
Membership	359,634	833,039	(473,405)
Total Program Services	<u>6,997,108</u>	<u>8,195,010</u>	<u>(1,197,902)</u>
Supporting Services			
Management and General	3,333,055	1,839,726	1,493,329
Total Expenses	<u>10,330,163</u>	<u>10,034,736</u>	<u>295,427</u>
CHANGE IN NET ASSETS	<u>\$ 428,067</u>	1,355,545	<u>\$ 927,478</u>
NET ASSETS - BEGINNING OF YEAR		<u>4,411,775</u>	
NET ASSETS - END OF YEAR		<u>\$ 5,767,320</u>	

See the accompanying independent auditors' report.