

Humanitarian African Relief Organization

FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2010

BRE ACCOUNTING

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BOARD OF DIRECTORS

Humanitarian African Relief Organization

We have audit the accompanying balance sheet of Humanitarian African Relief Organization as of December 31, 2010 and related statement of income and expenses and changes in fund balance, and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is expressing an opinion on these financial statements bases on our audit.

We conducted our audit in accordance with generally accepted audited standards of United State 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 test basis evidence supporting the amounts and disclosure in financial statements. An audit also includes assessing the accounting principle used and significant estimate made by the management as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the balance sheet and related statement of income, expenses and changes in fund balance, and cash flow referred above present fairly, in all material respects, the financial position of Humanitarian African Relief Organization as December 31, 2010 in conformity with accounting principles generally accepted in United State of America.

Raja El Ghussein

JULY 31, 2011

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Balance Sheet

December 31, 2010

Assets	2010
Current cash	\$ 15,787.00
Advances	\$ 2,000.00
Total current assets	\$ 17,787.00
Fixed assets	\$ 17,888.00
Office equipment and furniture	\$ 6,799.00
Total assets	\$ 24,687.00
Limited and Fund Balance	
Fund Balance	\$ 24,687.00
Total liabilities and Fund balance	\$ 24,687.00

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Statement of Income, Expenses and Changes in Fund Balance

Year ended December 31, 2010

	2010

Donations and Support	\$ 92,705.00
Operating Expenses	
Bank Service charge	\$ 383.00
Occupancy expenses	\$ 26,801.00
Travel and Meeting	\$ 17,386.00
Office expenses	\$ 6,799.00
Professional fee	\$ 3,230.00
Disaster Relief program	\$ 14,787.00
Contract Labor	\$ 14,000.00
Miscellaneous	\$ 6,560.00

Total expenses	\$ 90,037.00

Net increase in net assets	\$ 17,888.00
Net assets, beginning of the year	\$ 6,799.00
Net assets end of the year	\$ 24,687.00

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Statement of Cash Flows

Year ended December 31, 2010

Cash Flows from Operating Activities	2010

Net Income	\$22,687.00
Adjustment to reconcile Net Income to	
Net Cash provided by operations	
Advances	\$ 2,000.00
Net cash from operating activities	

	\$24,687.00

Cash Flow from investing activities:**2010**

Office equipment & furniture	\$ 1,450.00
Net cash from investing activities	\$14,507.00
Net Cash increase for the period	\$ 8,095.00
Cash at the beginning of the year	\$ 8,510.00
Cash at the end of the year	\$ 2,605.00

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NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2010

Humanitarian African Relief Organization (HARO) is charitable organized under Internal Revenue Code Section 501(c) (3). The purpose of the organization is to provide disaster relief services in the Africa.

1. Summary of Significant Accounting policies

Use of Estimates

The preparation of financial statements in conformity with the accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates.

Support

Charitable donations received since as support are deemed to be earned and reported as support and revenue in the period received since no specific designations have been made.

Income Taxes

The organization is exempt from federal Income Tax under section 501 (c) (3) the Internal Revenue Code expect for unrelated business incomes. The organization had unrelated business income for 2011 and accordingly, no provision for income taxes has been made in the accompanying financial statements.

2. Cash and Cash Equivalents

Cash and cash equivalent consists of cash on deposit at financial and un-disbursed cash held on hand.

3. Commitments and Contingencies

The organization leases two spaces on month to month basis in San Diego and Minneapolis to organize the disaster relief program. Total occupancy expense charged to program activities was \$ 6,801.00 in 2010.