

**WOMEN'S LEARNING PARTNERSHIP
FOR RIGHTS, DEVELOPMENT, AND PEACE, LTD**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005
(WITH INDEPENDENT AUDITOR'S REPORT THEREON)**



**WOMEN'S
LEARNING
PARTNERSHIP**

**FOR RIGHTS,
DEVELOPMENT,
AND PEACE**

Financial Statements

For the Years Ended December 31, 2005



**and
Report Thereon**

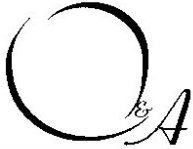


For the Year Ended December 31, 2005

**WOMEN’S LEARNING PARTNERSHIP FOR
RIGHTS, DEVELOPMENT, AND PEACE, LTD.**

TABLE OF CONTENTS

	<i>Page</i>
Independent Auditor’s Report.....	1
Statement of Financial Position.....	2
Statement of Activities.....	3
Statement of Cash Flows.....	4
Statement of Functional Expenses.....	5
Schedule of Leadership Program Expenses.....	6
Notes to Financial Statements.....	7-10



OTIS AND ASSOCIATES, P.C.

Certified Public Accountants & Management Consultants

6875 New Hampshire Avenue, Suite 200 Takoma Park, MD 20912

INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of the
Women's Learning Partnership for
Rights, Development, and Peace, Ltd.

We have audited the accompanying statement of financial position of the Women's Learning Partnership for Rights, Development, and Peace, Ltd. (WLP) as of December 31, 2005 and the related statements of activities, cash flows and functional expenses for the year then ended. These financial statements are the responsibility of WLP's management. 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, which 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 audit provides 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 WLP as of December 31, 2005, and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Otis and Associates, P.C.

Takoma Park, Maryland
March 15, 2006

**WOMEN'S LEARNING PARTNERSHIP FOR
RIGHTS, DEVELOPMENT, AND PEACE, LTD.**

**STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2005**

	<u>2005</u>	<u>2004</u>
ASSETS		
Current Assets		
Cash	\$ 336,242	\$ 616,107
Reserve Account	216,817	-
Grant receivable	307,468	198,863
Account receivable	26,418	-
Other receivables	315	285
Prepaid expenses	<u>3,693</u>	<u>3,195</u>
Total Current Assets	<u>890,953</u>	<u>818,450</u>
Fixed asset, net (Note 6)	<u>5,869</u>	<u>6,040</u>
TOTAL ASSETS	<u>\$ 896,822</u>	<u>\$ 824,490</u>
LIABILITIES AND NET ASSETS		
Accrued payroll and expenses	\$ 18,332	\$ 9,057
Grants payable	<u>76,595</u>	<u>80,450</u>
Total Liabilities	<u>94,927</u>	<u>89,507</u>
NET ASSETS		
Unrestricted	492,533	212,971
Temporarily restricted	<u>309,362</u>	<u>522,012</u>
TOTAL NET ASSETS	<u>801,895</u>	<u>734,983</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 896,822</u>	<u>\$ 824,490</u>

The accompanying notes are an integral part of these financial statements

**WOMEN'S LEARNING PARTNERSHIP FOR
RIGHTS, DEVELOPMENT, AND PEACE, LTD.**

**STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2005**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>2005 Total</u>	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>2004 Total</u>
REVENUE AND SUPPORT						
Grants and Contributions	\$ 224,849	\$ 856,218	\$ 1,081,067	\$ 248,678	\$ 855,563	\$ 1,104,241
Other income	31,372		31,372	16,266		16,266
Net assets released from restriction:						-
Satisfaction of time restrictions	274,210	(274,210)	-	75,000	(75,000)	-
Satisfaction of purpose restrictions	<u>794,658</u>	<u>(794,658)</u>	<u>-</u>	<u>630,425</u>	<u>(630,425)</u>	<u>-</u>
TOTAL REVENUE AND SUPPORT	<u>1,325,089</u>	<u>(212,650)</u>	<u>1,112,439</u>	<u>970,369</u>	<u>150,138</u>	<u>\$ 1,120,507</u>
EXPENSES						
Program Expenses						
Leadership and Capacity Building	799,591	-	799,591	614,353	-	614,353
Conference	49,133	-	49,133	-	-	-
Advocacy	93,778	-	93,778	89,046	-	89,046
Human Rights	<u>14</u>	<u>-</u>	<u>14</u>	<u>2,028</u>	<u>-</u>	<u>2,028</u>
Total Program Services	<u>942,516</u>		<u>942,516</u>	<u>705,427</u>		<u>705,427</u>
Supporting services						
General and administrative	43,320	-	43,320	55,850	-	55,850
Fundraising & Development	<u>59,691</u>	<u>-</u>	<u>59,691</u>	<u>67,629</u>	<u>-</u>	<u>67,629</u>
Total Supporting Services	<u>103,011</u>		<u>103,011</u>	<u>123,479</u>	<u>-</u>	<u>123,479</u>
TOTAL EXPENSES	<u>1,045,527</u>		<u>1,045,527</u>	<u>828,906</u>		<u>828,906</u>
Change in Net Assets	279,562	(212,650)	66,912	141,463	150,138	291,601
Net Asset, Beginning of Year	<u>212,971</u>	<u>522,012</u>	<u>734,983</u>	<u>71,508</u>	<u>371,874</u>	<u>443,382</u>
Net Assets, End of Year	<u>\$ 492,533</u>	<u>\$ 309,362</u>	<u>\$ 801,895</u>	<u>\$ 212,971</u>	<u>\$ 522,012</u>	<u>\$ 734,983</u>

The accompanying notes are an integral part of these financial statements

**WOMEN'S LEARNING PARTNERSHIP FOR
RIGHTS, DEVELOPMENT, AND PEACE, LTD.**

**STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2005**

	2005	2004
CASH FLOW FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 66,912	\$ 291,601
Adjustments to Reconcile Change in Net Assets provided by (used in) operating activities:		
Depreciation Expense	3,459	4,888
Loss on disposal of an asset	-	140
Change in assets and liabilities:		
Grant receivable	(108,605)	114,412
Account Receivable	(26,418)	-
Other receivables	(30)	21
Prepaid expenses	(498)	(365)
Accrued payroll and other expenses	9,275	1,196
Grant payable	(3,855)	22,768
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	(59,760)	434,661
CASH FLOW FROM INVESTING ACTIVITIES		
Purchases of fixed assets	(3,288)	(5,414)
Net Cash Used in Investing Activities	(3,288)	(5,414)
NET INCREASE IN CASH AND CASH EQUIVALENT	(63,048)	429,247
CASH AND CASH EQUIVALENT, BEGINNING OF YEAR	616,107	186,860
CASH AND CASH EQUIVALENT, END OF YEAR	\$ 553,059	\$ 616,107

The accompanying notes are an integral part of these financial statements

WOMEN'S LEARNING PARTNERSHIP FOR
RIGHTS, DEVELOPMENT, AND PEACE, LTD.

SCHEDULE OF FUNCTIONAL EXPENSES
For the Year Ended December 31, 2005

	Leadership and Capacity Building					Support Services			2005	2004
	Human Rights	Advocacy	Conf.	Total	General and Administrative	F/R DEV'T	Total	Grand Total	Grand Total	
Consultant fees	\$ 320,694	\$ 295	\$ 35	\$ 321,024	\$ 361	\$ 6,400	6,761	\$ 327,785	\$ 304,095	
Salaries	166,059	29,869	7,234	203,162	19,124	18,732	37,856	241,018	212,082	
Travel	78,830	6,626	7,081	92,537	-	920	920	93,457	45,148	
Hotel	48,534	1,042	6,387	55,963	-	414	414	56,377	19,393	
Fringe benefits	5,011	14,925	2,003	21,939	6,332	11,813	18,145	40,084	33,317	
Material development and production	30,562	3,206	4,976	38,744	870	2,798	3,668	42,412	27,162	
Rent	23,978	5,560	-	29,538	2,798	2,827	5,625	35,163	32,564	
Professional fee	28,518	1,474	4,091	34,083	1,234	928	2,162	36,245	21,831	
Printing and publication	13,420	2,541	7,439	23,400	135	1,210	1,345	24,745	10,769	
Health Insurance	13,364	3,987	869	18,220	2,353	2,393	4,746	22,966	20,997	
Payroll taxes	11,837	3,993	769	16,599	2,265	2,275	4,540	21,139	19,326	
Pension expense	8,472	2,661	586	11,719	1,545	1,608	3,153	14,872	13,975	
Office Supplies & Equipment	9,076	1,378	662	11,116	698	649	1,347	12,463	7,223	
Conference and training	8,944	-	520	9,464	-	-	-	9,464	72	
Meals and entertainment	5,231	1,523	2,145	8,899	96	251	347	9,246	389	
Per Diem	7,310	51	1,150	8,511	-	-	-	8,511	590	
Telephone	5,206	1,383	167	6,756	304	528	832	7,588	8,245	
Postage and shipping	3,692	1,697	708	6,097	212	703	915	7,012	4,617	
Board meeting	213	2,653	-	2,866	1,325	1,306	2,631	5,497	1,019	
Internet	3,714	588	127	4,429	367	387	754	5,183	5,228	
Depreciation	418	1,210	313	1,941	764	754	1,518	3,459	4,888	
Equipment rentals	1,519	305	975	2,799	178	180	358	3,157	1,428	
Outreach and Development	205	1,543	630	2,378	273	326	599	2,977	204	
Repair and maintenance	298	1,021	83	1,402	590	661	1,251	2,653	2,372	
Insurance	274	1,216	-	1,490	419	543	962	2,452	2,407	
Bank fees	781	461	100	1,342	374	315	689	2,031	1,339	
Utilities	1,562	329	-	1,891	172	176	348	2,239	2,001	
Dues and Subscriptions	-	1,185	-	1,185	-	100	100	1,285	795	
Copyrights and other fees	-	-	-	0	-	-	-	-	625	
Transportation	251	360	83	694	-	314	314	1,008	464	
Fees, licenses & other	233	294	-	541	121	107	228	769	245	
Duplicating	587	91	-	678	-	-	-	678	2,151	
Equipment -capacity building	489	-	-	489	-	-	-	489	18,382	
Books cost	-	246	-	246	-	-	-	246	3,106	
Training Materials	212	-	-	212	-	-	-	212	-	
Finance Charges	-	-	-	0	39	-	39	39	-	
Workman's ompensation	-	-	-	0	-	-	-	-	80	
Miscellaneous	97	65	-	162	371	73	444	606	376	
TOTAL EXPENSES	\$ 799,591	\$ 14	\$ 93,778	\$ 49,133	\$ 942,516	\$ 43,320	\$ 59,691	\$ 103,011	\$ 1,045,527	\$ 828,906

**WOMEN'S LEARNING PARTNERSHIP FOR
RIGHT, DEVELOPMENT, AND PEACE, LTD.**

**SCHEDULE OF LEADERSHIP PROGRAM EXPENSES
For the Year Ended December 31, 2005**

	Cyber Institute For Women's Empowerment and Leadership	International Women's Democracy Network	Other Leadership	Total
Consultant fees	\$ 287,083	\$	\$ 33,611	\$ 320,694
Salaries	154,737	875	10,447	166,059
Material development and publication	16,225	-	14,337	30,562
Travel	69,724	757	8,349	78,830
Equipment (Capacity Building)	244	-	245	489
Rent	22,418	112	1,448	23,978
Hotel	42,128	-	6,406	48,534
Professional fees	27,636	-	882	28,518
Health Insurance	12,192	94	1,078	13,364
Payroll taxes	10,820	75	942	11,837
Printing and publication	11,674	-	1,747	13,421
Pension expenses	7,823	-	649	8,472
Office supplies	8,668	21	386	9,075
Telephone	4,906	14	286	5,206
Postage and shipping	3,474	2	217	3,693
Internet	3,467	19	229	3,715
Fringe benefits	610	-	4,400	5,010
Duplicating	469	-	119	588
Utilities	1,434	-	129	1,563
Equipment rental	1,420	-	99	1,519
Bank fees	245	-	536	781
Depreciation	-	-	418	418
Meals and entertainment	4,594	-	637	5,231
Insurance	-	-	274	274
Repairs and maintenance	-	-	297	297
Per Diem	5,474	-	1,835	7,309
Conference and Training	6,704	-	2,240	8,944
Transportation	251	-	-	251
Board meetings	-	-	213	213
Outreach & Development	52	-	152	204
Licenses and others	20	-	213	233
Training Materials	212	-	-	212
Miscellaneous expenses	16	-	81	97
TOTAL	\$ 704,720	\$ 1,969	\$ 92,902	\$ 799,591

WOMEN'S LEARNING PARTNERSHIP FOR RIGHTS, DEVELOPMENT, AND PEACE, LTD.

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended December 31, 2005

1. Organization

Women's Learning Partnership for Rights, Development, and Peace, Ltd. (WLP) is a nonprofit organization formed in August 1999. The mission and purpose of WLP is to empower women through dialogue, choice and participation to restructure their roles and to improve their status in their families, communities and societies.

2. Summary of Significant Accounting Policies

Basis of Accounting

The WLP has adopted the accrual basis of accounting in the presentation of its financial statements. Consequently, revenue is recognized when earned rather than when cash is received, and expenses and purchases of assets are recognized when the obligation is incurred rather than when cash is disbursed.

Classification of Net Assets

The WLP reports its financial statements in accordance with Statement of Financial Accounting Standards (SFAS) No.117, *Financial Statements of Non-Profit Organizations*. Under SFAS No. 117, the WLP is required to report information in three self-balancing groups as follows:

1. Unrestricted net assets represent unrestricted contributions, interests, dividends less expenses used to support the WLP general operations. As of December 31, 2005 and 2004, the WLP reported \$492,533 and \$212,971, respectively, of unrestricted net assets.
2. Temporarily restricted net assets represent amounts that are specifically restricted by donor for various programs. As of December 31, 2005 and 2004, the WLP reported \$309,362 and \$522,012 respectively, of temporarily restricted net assets.
3. Permanently restricted net assets represents endowment gifts requiring that the principal be invested in perpetuity, and that only the income be expended for purposes designated by donor. As of December 31, 2005 and 2004, there were no permanently restricted net assets.

**WOMEN'S LEARNING PARTNERSHIP FOR
RIGHTS, DEVELOPMENT, AND PEACE, LTD.**

**NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2005**

2. Summary of Significant Accounting Policies (Continued)

Cash and Cash Equivalent

For financial statement purposes, the WLP considers demand deposit, money market and reserve fund accounts to be cash and cash equivalents.

Contributions and Gifts

The WLP adopted SFAS No. 116, "Accounting for Contributions Received and Contributions Made," whereby contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. Restricted assets are reclassified to unrestricted net assets upon satisfaction of the time and purpose of the restrictions.

Fixed Assets and Related Depreciation

Furniture, equipment and library assets are stated at cost and are depreciated using the straight-line method over their estimated useful lives ranging from two to five years. Fixed assets with original costs of less than \$500 are expensed as acquired. Expenditures for major repairs and improvements are capitalized; expenditures for minor repairs and maintenance costs are expensed when incurred. Upon the retirement or disposal of assets, the cost and accumulated depreciation is eliminated from the respective accounts and the resulting gain or loss is included in revenue or expenses.

Revenue Recognition

WLP reports contributions as temporarily restricted support if they are received with donor or grantor 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.

Functional Allocation of Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the programs and supporting services to which they relate based upon direct salaries.

WOMEN'S LEARNING PARTNERSHIP FOR RIGHTS, DEVELOPMENT, AND PEACE, LTD.

NOTES TO THE FINANCIAL STATEMENTS For the Year Ended December 31, 2005

2. Summary of Significant Accounting Policies (Continued)

Estimates

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

Compliance with Grant Requirement

WLP is subject to audit by grantors to determine compliance with grant requirements. Should any expense be disallowed, a liability to the granting agency would result. Management is not aware of any non-compliance; therefore, no liability has been reported.

3. Cash

WLP is required to maintain a separate bank account to hold certain funds received from the National Endowment for Democracy (NED) for its Leadership program. Included in cash are \$104,640 and \$149,243 as of December 31, 2005 and 2004, respectively that were maintained for the NED Program.

4. Grants Receivable

Grants receivable consists primarily of contributions pledged from donors. All receivables are deemed fully collectible within one year and are recorded at net realizable value. As of December 31, 2005 and 2004 grant receivables amounted to \$307,468 and \$198,863 respectively.

5. Pension Plan

WLP maintains a Tax Deferred Retirement Pension Plan under Section 403 (b) of the Internal Revenue Code (IRC) covering all full-time employees that elect to participate and who meet certain length of service requirements. Annual employer contributions to the plan are based on the employees' length of service. After one year of service for each participating employee, WLP contributes an amount which totals up to a maximum of \$1,000 or 5% of the employee's salary. After three and five years of service, WLP contributes up to 7% and 10% of the employee's annual compensation, respectively. WLP contributed \$14,872 and \$13,975 to the retirement plan in 2005 and 2004, respectively.

**WOMEN'S LEARNING PARTNERSHIP FOR
RIGHTS, DEVELOPMENT, AND PEACE, LTD.**

**NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended December 31, 2005**

6. Fixed Assets

Fixed assets as of December 31, 2005 and 2004 consisted of the following:

	<u>2005</u>	<u>2004</u>
Furniture and equipment	\$ 22,176	\$ 19,069
Library	<u>2,179</u>	<u>1,998</u>
Total fixed assets	24,355	21,067
Less: accumulated depreciation	<u>(18, 486)</u>	<u>(15,027)</u>
Fixed assets, net	<u>\$ 5,869</u>	<u>\$ 6,040</u>

7. Temporarily Restricted Net Assets

Temporarily restricted net assets were available for the following purposes as of December 31, 2005 and 2004.

	<u>2005</u>	<u>2004</u>
Leadership	\$ 196,862	\$ 285,302
Future periods	<u>112,500</u>	<u>236,710</u>
Total	<u>\$ 309,362</u>	<u>\$ 522,012</u>

8. Income Taxes

The Internal Revenue Service has determined that WLP is a public charity and is exempt from Federal Income taxes on its exempt purposes activities under the provision of Section 501 (c)(3) of the Internal Revenue Code, except income from unrelated business activities. Accordingly, no provision for income taxes is required as of December 31, 2005 and 2004, as the organization had no unrelated business income.