SAHA GLOBAL, INC.

FINANCIAL STATEMENTS
TOGETHER WITH INDEPENDENT AUDITORS' REPORT

DECEMBER 31, 2017 AND 2016

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SAHA GLOBAL, INC.

FINANCIAL STATEMENTS

DECEMBER 31, 2017 AND 2016

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Independent Auditors' Report

To the Board of Directors
Saha Global, Inc.

We have audited the accompanying financial statements of Saha Global, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2017 and 2016, and the related statements of activities, functional expenses, and cash flows for the years 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.

Auditors' Responsibility

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 audits to obtain reasonable assurance about whether the financial statements are free from 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 auditors' judgment, 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 auditors consider 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 Saha Global, Inc. as of December 31, 2017 and 2016, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

DiCicco, Gulman & Company LLP

Boston, Massachusetts
June 22, 2018

SAHA GLOBAL, INC.

STATEMENTS OF FINANCIAL POSITION

December 31,	2017	2016
ASSETS		
Cash	**$ 246,069**	$ 95,290
Pledges receivable	**37,000**	-
Prepaid expenses and other assets	**2,761**	2,043
Equipment, net of accumulated depreciation of $4,006 and $3,599, respectively	**-**	407
	$ 285,830	$ 97,740
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable and accrued expenses	**$ 21,287**	$ 18,854
Advances (Note 4)	**-**	55,256
Note payable	**33,333**	-
Total liabilities	**54,620**	74,110
Net assets:		
Unrestricted	**142,543**	23,630
Temporarily restricted	**88,667**	-
Total net assets	**231,210**	23,630
	$ 285,830	$ 97,740

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

SAHA GLOBAL, INC.

STATEMENTS OF ACTIVITIES

For the years ended December 31,	**2017**			2016		
	Unrestricted	**Temporarily Restricted**	**Total**	Unrestricted	Temporarily Restricted	Total
Support and revenue:						
Contributions	**$ 494,529**	**$ 132,000**	**$ 626,529**	$ 426,960	$ -	$ 426,960
Donated goods and services	**70,155**	**-**	**70,155**	47,601	-	47,601
Special events	**-**	**-**	**-**	24,565	-	24,565
Net assets released from restriction	**43,333**	**(43,333)**	**-**	-	-	-
Total support and revenue	**608,017**	**88,667**	**696,684**	499,126	-	499,126
Functional expenses:						
Program services	**295,640**	**-**	**295,640**	364,967	-	364,967
Management and general	**131,254**	**-**	**131,254**	124,043	-	124,043
Fundraising	**62,210**	**-**	**62,210**	54,584	-	54,584
Total functional expenses	**489,104**	**-**	**489,104**	543,594	-	543,594
Change in net assets	**118,913**	**88,667**	**207,580**	(44,468)	-	(44,468)
Net assets, beginning of year	**23,630**	**-**	**23,630**	68,098	-	68,098
Net assets, end of year	**$ 142,543**	**$ 88,667**	**$ 231,210**	$ 23,630	$ -	$ 23,630

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

SAHA GLOBAL, INC.

STATEMENTS OF FUNCTIONAL EXPENSES

For the years ended December 31,	2017				2016			
		Support Services				Support Services		
	Program Services	Management and General	Fundraising	Total	Program Services	Management and General	Fundraising	Total
Personnel:								
Salaries and wages	$ 66,370	$ 21,818	$ 57,860	$ 146,048	$ 117,948	$ 16,867	$ 39,365	$ 174,180
Payroll taxes and benefits	4,991	1,640	4,350	10,981	8,440	1,207	2,817	12,464
Total personnel	71,361	23,458	62,210	157,029	126,388	18,074	42,182	186,644
Occupancy:								
Rent and utilities	9,684	-	-	9,684	10,328	-	-	10,328
Rent - donated	-	3,900	-	3,900	-	-	-	-
Total occupancy	9,684	3,900	-	13,584	10,328	-	-	10,328
Other:								
Bank charges and interest	6,883	3,811	-	10,694	5,202	2,986	-	8,188
Depreciation	407	-	-	407	1,335	-	-	1,335
Fundraising and special events	-	-	-	-	-	-	7,052	7,052
General and liability insurance	-	3,341	-	3,341	-	3,040	-	3,040
Ghana staff salaries, taxes and benefits	43,826	-	-	43,826	34,966	-	-	34,966
Marketing and advertising	4,922	5,014	-	9,936	6,765	348	-	7,113
Miscellaneous expenses	1,314	5,513	-	6,827	1,393	5,232	5,350	11,975
Office supplies and expenses	2,500	3,014	-	5,514	2,431	188	-	2,619
Postage	-	67	-	67	-	208	-	208
Professional fees	-	8,613	-	8,613	-	36,272	-	36,272
Professional fees - donated	-	66,255	-	66,255	-	47,601	-	47,601
Program events	2,142	-	-	2,142	897	-	-	897
Program materials	23,276	-	-	23,276	37,372	-	-	37,372
Telecommunications expense	1,422	3,963	-	5,385	276	1,858	-	2,134
Travel and meals	127,903	4,305	-	132,208	137,614	8,236	-	145,850
Total other expenses	214,595	103,896	-	318,491	228,251	105,969	12,402	346,622
Total functional expenses	$ 295,640	$ 131,254	$ 62,210	$ 489,104	$ 364,967	$ 124,043	$ 54,584	$ 543,594

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

SAHA GLOBAL, INC.

STATEMENTS OF CASH FLOWS

For the years ended December 31,	2017	2016
Cash flows from operating activities:		
Change in net assets	**$ 207,580**	$ (44,468)
Adjustments to reconcile the change in net assets to net cash provided by (used in) operating activities:		
Depreciation	**407**	1,335
Forgiveness of advances	**(36,050)**	-
Change in operating assets and liabilities:		
Pledges receivable	**(37,000)**	3,916
Prepaid expenses and other assets	**(718)**	753
Accounts payable and accrued expenses	**2,433**	162
Total adjustments	**(70,928)**	6,166
Net cash provided by (used in) operating activities	**136,652**	(38,302)
Cash flows from financing activities:		
Proceeds from note payable	**50,000**	-
Payments on note payable	**(16,667)**	-
(Payments) receipts of advances	**(19,206)**	16,042
Net cash provided by financing activities	**14,127**	16,042
Net increase (decrease) in cash	**150,779**	(22,260)
Cash, beginning of year	**95,290**	117,550
Cash, end of year	**$ 246,069**	$ 95,290

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

Note 1 - Nature of Activities and Organization

Saha Global, Inc. (the "Organization"), a nonprofit organization, was formed on October 23, 2008, under the laws of the Commonwealth of Massachusetts. The Organization partners with rural communities in Ghana, Africa to establish sustainable water treatment and electricity businesses that are owned and operated by the communities that the businesses serve and generate economic growth and empower women in the community. The capital necessary for the initial establishment of these businesses is generated from the Organization's fundraising activities. The water treatment businesses use simple, affordable technologies to enable the treatment, distribution, and storage of clean, safe drinking water. The electricity businesses build solar charging centers using materials sourced from within Ghana.

Note 2 - Summary of 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 ("GAAP").

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

Concentration of Credit Risk

The Organization maintains its cash at high quality financial institutions within the United States of America ("U.S.") and Ghana. Cash held at those financial institution may occasionally exceed the amount of insurance provided on such accounts. The Organization has not experienced any losses in such accounts and does not believe it is exposed to any significant credit risks relating to its balances of cash in either the U.S. or Ghana. At December 31, 2017, the value of the Organization's cash denominated in the Ghanaian cedi in a Ghanaian financial institution converted to U.S. Dollars is approximately $3,247.

Pledges Receivable

Promises to give are included in the financial statements as pledges receivable, subject to a discount, if applicable, and recorded in the appropriate net asset category, at the time a donor makes a promise that is, in substance, unconditional. The Organization evaluates its pledges receivable for collectability on a periodic basis and establishes an allowance based on prior experience and an analysis of specific promises made. These receivables are written off to bad debt expense when deemed uncollectible. At December 31, 2017, the Organization considered its pledges receivable to be fully collectible. Accordingly, no allowance for doubtful accounts was recorded.

Note 2 - Summary of Significant Accounting Policies (Continued)

Equipment, Net

Equipment is recorded at cost, net of accumulated depreciation. Major additions are capitalized, while maintenance and repairs which do not extend the lives of the respective assets are expensed in the year incurred. Depreciation is computed using the straight-line method over the estimated useful life of the related asset. When equipment is retired or otherwise disposed of, the cost and accumulated depreciation are removed from the accounts and any resulting gain or loss is included in the statement of activities for the respective period.

Net Assets

The Organization is required to report information regarding its financial position and activities according to the following three categories of net assets:

Unrestricted

Unrestricted net assets are resources over which the Board of Directors has discretionary control.

Temporarily Restricted

Temporarily restricted net assets include contributions which are restricted by donors for specific purposes or for specific time periods. These contributions are recorded as temporarily restricted net assets until they are expended for their restricted purpose or the time restriction lapses. When a restriction is satisfied, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restriction.

Permanently Restricted

Permanently restricted net assets are those resources subject to donor-imposed restriction that they be maintained permanently by the Organization. As of December 31, 2017 and 2016, there were no net assets in this category.

Support and Revenue

The Organization recognizes support and revenue in the period received or unconditionally pledged. Conditional promises to give are not recognized until they become unconditional, which is at the time the conditions on which they depend are substantially met. All contributions are available for unrestricted use unless specifically restricted by the donor. Donor restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restriction. Transfers are made to unrestricted net assets as purpose restrictions are achieved or time restrictions have lapsed. Contributions of assets other than cash are reported at their estimated fair value.

Contributions of donated services that create or enhance nonfinancial assets or that require specialized skill, are provided by individuals possessing those skills and would typically need to be purchased if not donated, are recorded at their fair market values when the donated services are provided.

Note 2 - Summary of Significant Accounting Policies (Continued)

Income Taxes

The Organization is exempt from income taxes under Internal Revenue Code (IRC) Section 501(c)(3). The Organization is not classified as a private foundation. Contributions made to the Organization are deductible by donors as provided in IRC Section 170.

GAAP prescribes the threshold a tax position is required to meet before being recognized in the financial statements. The tax-exempt status of an entity is considered a tax position. An additional liability for uncertain tax positions ("UTPs") is recognized and recorded as a component of current income tax expense for differences between financial and income tax reporting positions which do not meet this threshold. Any interest and penalties related to UTPs are recorded as a component of income tax expense.

The Organization has reviewed its income tax positions and has not identified any material UTPs, including any tax positions that would jeopardize its tax exempt status, and thus has not recorded a liability at December 31, 2017 or 2016.

The Organization's income tax returns are subject to examination by taxing authorities. Because the application of tax laws and regulations to many types of transactions is susceptible to varying interpretations, amounts reported could be changed at a later date upon final determination by taxing authorities. The Organization is no longer subject to examinations by tax authorities for years prior to 2014. Currently, there are no income tax audits in process.

On December 22, 2017, H.R.1, originally known as the Tax Cuts and Jobs Act of 2017 (the "Act"), was signed into law. Management does not expect the Act to have a financial impact on the Organization given the provisions specific to organizations exempt from federal income taxes.

Functional Expenses

The costs of providing various programs and supporting services have been summarized on a functional basis. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Reclassifications

Certain 2016 amounts have been reclassified in order to conform to the 2017 presentation. The reclassifications had no effect on previously reported net assets or change in net assets.

Note 3 - Donated Goods and Services

The fair value of donated goods and services are reported in the accompanying statements of activities as support and revenue with offsetting expenses included in management and general expenses.

During 2017 and 2016, the Organization received donated legal services from a related party. The fair value of these services amounted to $58,255 and $47,601 for the years ended December 31, 2017 and 2016, respectively.

Note 3 - Donated Goods and Services (Continued)

During 2017, the Organization received donated accounting services from a related party. The fair value of these services amounted to $8,000 for the year ended December 31, 2017.

The office space for the Organization's corporate headquarters, located in Boston, Massachusetts, was donated in 2017. The fair value of the donated rent amounted to $3,900 for the year ended December 31, 2017.

Note 4 - Advances

To assist with funding its operations the Organization has taken advances on its credit card. The advance is subject to interest rates prescribed by the credit card from which the advance was made from. The interest rate on this advance is 25.15% at December 31, 2016. Cash advances from the Organization's credit card are included in Advances and amounted to $484 at December 31, 2016. There were no credit card advances at December 31, 2017.

During 2013 a board member made an unsecured cash advance to the Organization amounting to $36,050. The advance did not bear interest and was payable on demand. During 2017 the board member elected to forgive the advance as an unrestricted contribution.

During 2016 an individual related to a board member made cash advances totaling $19,206 to the Organization. The advances are governed by a promissory note, entered into on December 29, 2016. The note accrues interest at a rate of 0.25% annually and had an initial maturity date of December 31, 2018. During 2017 the advance was repaid in full.

For the years ended December 31, 2017 and 2016, interest expense relating to all advances and purchases under credit agreements amounted to $3,811 and $2,986, respectively, and is included in bank charges and interest on the statements of functional expenses.

Note 5 - Note Payable

During 2017, the Organization received a loan from Kiva.Org, an organization that provides crowdfunded financing to people and organizations that cannot access fair and affordable credit. The loan, in the original amount of $50,000, is unsecured, non-interest bearing and has a maturity date of June 30, 2018. The outstanding principal balance at December 31, 2017 was $33,333.

Note 6 - Temporarily Restricted Net Assets

At December 31, 2017 and 2016, temporarily restricted net assets consist of the following time and purpose restrictions:

	2017	2016
Time restricted	$ 66,667	$ -
Purpose restricted	22,000	-
	$ 88,667	$ -

For the years ended December 31, 2017 and 2016, net assets of $43,333 and $0, respectively, were released from restriction upon the satisfaction of time and purpose restrictions.

Note 7 - Memorandum of Understanding

On September 23, 2015, the Organization entered into a Memorandum of Understanding (the "MOU") with an unrelated third party. Under the terms of the MOU, the unrelated third party promised to make monthly donations to the Organization, to support its operations, equal to the greater of 2% of the company's profits or $200. For the years ended December 31 2017 and 2016, the Organization has received $400 and $1,600, respectively, pursuant to the MOU.

Note 8 - Cash Flow Information

During the years ended December 31, 2017 and 2016 cash paid for interest amounted to $3,811 and $2,986, respectively.

Note 9 - Subsequent Events

The Organization has evaluated subsequent events through June 22, 2018, the date the financial statements were approved and authorized for issuance by management, and determined that there have been no subsequent events that would require recognition in, or disclosure in the notes to, the financial statements.