

COMBINED FINANCIAL STATEMENTS

Digital Green

**DIGITAL GREEN FOUNDATION AND THE
DIGITAL GREEN TRUST**

**FOR THE YEARS ENDED
MARCH 31, 2017 AND 2016**

DIGITAL GREEN FOUNDATION AND THE DIGITAL GREEN TRUST

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Digital Green Foundation and the Digital Green Trust
Berkeley, California

We have audited the accompanying combined financial statements of the Digital Green Foundation and the Digital Green Trust (collectively, the Organization), which comprise the combined statements of financial position as of March 31, 2017 and 2016, and the related combined statements of activities and changes in net assets and combined cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Combined Financial Statements

Management is responsible for the preparation and fair presentation of these combined 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 the combined 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 combined financial statements based on our audit. We did not audit the financial activity of the Digital Green Trust, which statements reflect total assets constituting 8% and 5% of the combined total assets as of March 31, 2017 and 2016 and total revenues constituting 6% and 9% of the combined total revenues for years ended March 31, 2017 and 2016. Those statements were audited by other auditors, whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Digital Green Trust, is based solely on the report of the other auditors.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the combined financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the combined 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 combined 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 combined financial statements.

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

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Opinion

In our opinion, based on our audit and the report of other auditors, the combined financial statements referred to above present fairly, in all material respects, the combined financial position of the Organization as of March 31, 2017 and 2016, and the combined changes in their net assets and their combined cash flows for the years then ended, in accordance with accounting principles generally accepted in the United States of America.

Gelman Rosenberg & Friedman

February 26, 2018

DIGITAL GREEN FOUNDATION AND THE DIGITAL GREEN TRUST

COMBINED STATEMENTS OF FINANCIAL POSITION
AS OF MARCH 31, 2017 AND 2016

	<u>2017</u>	<u>2016</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 2,936,874	\$ 4,595,913
Grants receivable (Note 2)	10,475,291	12,101,460
Advances and other receivables	74,093	82,132
Prepays and other assets	<u>198,505</u>	<u>121,165</u>
Total current assets	<u>13,684,763</u>	<u>16,900,670</u>
PROPERTY AND EQUIPMENT		
Property and equipment	117,829	89,256
Less: Accumulated depreciation	<u>(47,720)</u>	<u>(40,334)</u>
Net property and equipment	<u>70,109</u>	<u>48,922</u>
OTHER ASSETS		
Other	74,063	-
Grants receivable, net of current portion (Note 2)	<u>-</u>	<u>484,262</u>
Total other assets	<u>74,063</u>	<u>484,262</u>
TOTAL ASSETS	<u>\$ 13,828,935</u>	<u>\$ 17,433,854</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 155,874	\$ 172,532
Refundable advance	<u>357,301</u>	<u>331,762</u>
Total current liabilities	<u>513,175</u>	<u>504,294</u>
NET ASSETS		
Unrestricted	468,087	100,911
Temporarily restricted (Note 4)	<u>12,847,673</u>	<u>16,828,649</u>
Total net assets	<u>13,315,760</u>	<u>16,929,560</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 13,828,935</u>	<u>\$ 17,433,854</u>

DIGITAL GREEN FOUNDATION AND THE DIGITAL GREEN TRUST
COMBINED STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED MARCH 31, 2017 AND 2016

	<u>2017</u>		
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
REVENUE			
Grants and contributions	\$ -	\$ 496,301	\$ 496,301
Government grants	2,317,481	-	2,317,481
Government contracts	612,062	-	612,062
Interest income	624	53,336	53,960
Other	301	-	301
In-kind contributions	479,247	-	479,247
Net assets released from donor restrictions (Note 4)	<u>4,504,964</u>	<u>(4,504,964)</u>	<u>-</u>
Total revenue	<u>7,914,679</u>	<u>(3,955,327)</u>	<u>3,959,352</u>
EXPENSES			
Program Services	6,338,749	-	6,338,749
Management and General	<u>1,208,754</u>	<u>-</u>	<u>1,208,754</u>
Total expenses	<u>7,547,503</u>	<u>-</u>	<u>7,547,503</u>
Changes in net assets before other item	367,176	(3,955,327)	(3,588,151)
OTHER ITEM			
Loss on foreign exchange	<u>-</u>	<u>(25,649)</u>	<u>(25,649)</u>
Changes in net assets	367,176	(3,980,976)	(3,613,800)
Net assets at beginning of year	<u>100,911</u>	<u>16,828,649</u>	<u>16,929,560</u>
NET ASSETS AT END OF YEAR	<u>\$ 468,087</u>	<u>\$ 12,847,673</u>	<u>\$ 13,315,760</u>

2016		
Unrestricted	Temporarily Restricted	Total
\$ -	\$ 2,103,260	\$ 2,103,260
558,110	-	558,110
253,819	-	253,819
2,421	138,193	140,614
-	-	-
369,706	-	369,706
<u>5,132,862</u>	<u>(5,132,862)</u>	<u>-</u>
<u>6,316,918</u>	<u>(2,891,409)</u>	<u>3,425,509</u>
5,230,592	-	5,230,592
<u>974,320</u>	<u>-</u>	<u>974,320</u>
<u>6,204,912</u>	<u>-</u>	<u>6,204,912</u>
112,006	(2,891,409)	(2,779,403)
<u>-</u>	<u>(45,204)</u>	<u>(45,204)</u>
112,006	(2,936,613)	(2,824,607)
<u>(11,095)</u>	<u>19,765,262</u>	<u>19,754,167</u>
<u>\$ 100,911</u>	<u>\$ 16,828,649</u>	<u>\$ 16,929,560</u>

DIGITAL GREEN FOUNDATION AND THE DIGITAL GREEN TRUST

COMBINED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED MARCH 31, 2017

	<u>Program Services</u>	<u>Management and General</u>	<u>Total Expenses</u>
Salaries and benefits	\$ 2,585,994	\$ 513,111	\$ 3,099,105
Professional fees	333,963	62,602	396,565
Rent and utilities	96,064	217,472	313,536
Accounting and audit	-	22,652	22,652
Insurance	15,564	10,258	25,822
Travel	984,606	20,050	1,004,656
Communication expense	19,093	12,375	31,468
Consulting fees	233,197	203,989	437,186
Postage and delivery	352	891	1,243
Supplies	1,698	1,230	2,928
Subscriptions and publications	3,369	(343)	3,026
Meetings and conventions	123,519	27,235	150,754
Bank fees and finance charges	3,389	1,490	4,879
Equipment	108,748	14,061	122,809
Sub-grantee expense (non DGT)	1,158,848	31,790	1,190,638
Miscellaneous and other project costs	191,098	52,387	243,485
Donated advertising	479,247	-	479,247
Depreciation	-	17,504	17,504
TOTAL	<u>\$ 6,338,749</u>	<u>\$ 1,208,754</u>	<u>\$ 7,547,503</u>

DIGITAL GREEN FOUNDATION AND THE DIGITAL GREEN TRUST

COMBINED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED MARCH 31, 2016

	<u>Program Services</u>	<u>Management and General</u>	<u>Total Expenses</u>
Salaries and benefits	\$ 1,928,385	\$ 352,441	\$ 2,280,826
Professional fees	426,479	13,863	440,342
Rent and utilities	53,754	198,564	252,318
Accounting and audit	-	29,627	29,627
Travel	881,068	25,675	906,743
Communication expense	29,867	1,583	31,450
Consulting fees	138,665	161,199	299,864
Meetings and conventions	147,876	21,319	169,195
Bank fees and finance charges	17	55	72
Equipment	314,238	43,394	357,632
Sub-grantee expense (non DGT)	837,296	-	837,296
Miscellaneous and other project costs	103,241	39,172	142,413
Loss on disposal of fixed asset	-	65,128	65,128
Donated advertising	369,706	-	369,706
Depreciation	-	22,300	22,300
	<u>\$ 5,230,592</u>	<u>\$ 974,320</u>	<u>\$ 6,204,912</u>
TOTAL			

DIGITAL GREEN FOUNDATION AND THE DIGITAL GREEN TRUST

COMBINED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED MARCH 31, 2017 AND 2016

	<u>2017</u>	<u>2016</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Changes in net deficit	\$ (3,613,800)	\$ (2,824,607)
Adjustments to reconcile changes in net deficit to net cash used by operating activities:		
Depreciation	17,504	22,300
Loss on disposal of fixed assets	-	65,128
Present value discount	(15,738)	15,738
(Increase) decrease in:		
Grants receivable	2,126,169	(1,744,968)
Advances and other receivables	8,039	(82,132)
Prepays and other assets	(77,340)	61,740
Other	(74,063)	-
Increase (decrease) in:		
Accounts payable and accrued liabilities	(16,658)	(283,070)
Refundable advance	<u>25,539</u>	<u>331,762</u>
Net cash used by operating activities	<u>(1,620,348)</u>	<u>(4,438,109)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	<u>(38,691)</u>	<u>(21,032)</u>
Net cash used by investing activities	<u>(38,691)</u>	<u>(21,032)</u>
Net decrease in cash and cash equivalents	(1,659,039)	(4,459,141)
Cash and cash equivalents at beginning of year	<u>4,595,913</u>	<u>9,055,054</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 2,936,874</u>	<u>\$ 4,595,913</u>

DIGITAL GREEN FOUNDATION AND THE DIGITAL GREEN TRUST

NOTES TO COMBINED FINANCIAL STATEMENTS MARCH 31, 2017 AND 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION

Organization -

The Digital Green Foundation (the Foundation) was incorporated in March 2008 as a non-profit public benefit corporation in California. The Digital Green Trust (the Trust) was incorporated in 2008 and is exempt from paying taxes in the country of India. Based on their affiliation agreement, the Foundation has significant control over the Trust and the Trust must operate itself to align with the Foundation's mission.

Digital Green is a global development organization that empowers smallholder farmers to lift themselves out of poverty by harnessing the collective power of technology and grassroots-level partnerships. Digital Green has joined forces with governments, private agencies and, most importantly, rural communities themselves to co-create scalable and cost-effective technologies that enable rural communities to access and share information with each other. Digital Green initially focused on producing and screening locally relevant videos, which allowed farmers to share their knowledge with other farmers. Digital Green has added a number of video and mobile technologies to enable farmers to boost the value they realize from their harvests in a nutrition-sensitive, climate-resilient and inclusive manner.

Basis of presentation -

The accompanying combined financial statements are presented on the accrual basis of accounting, and in accordance with FASB ASC 958-810, *Not-for-Profit Entities Consolidation*.

Based upon the fact that management exerts common control, both financially and programmatically over both entities, the financial statements of the Digital Green Foundation and the Digital Green Trust (collectively, the Organization) have been combined. Accordingly, all significant transactions between the two entities have been eliminated in combination.

Cash and cash equivalents -

The Organization considers all cash and other highly liquid investments with initial maturities of three months or less to be cash equivalents.

Included in cash and cash equivalents is cash held in India and Ethiopia in the amounts of \$1,754,558 and \$945,489 at March 31, 2017 and 2016, respectively, which is uninsured. Management believes the risk in this situation is minimal.

Bank deposit accounts in the U.S. are insured by the Federal Deposit Insurance Corporation (FDIC) up to a limit of \$250,000. At times during the year, the Organization may maintain cash balances in excess of FDIC limits. Management believes the risk in these situations is also minimal.

Grants receivable -

Grants receivable at March 31, 2017 and 2016 approximate fair value. As of March 31, 2017 and 2016, management has evaluated all grants receivable and deemed them to be fully collectible. Accordingly, there is no allowance for doubtful accounts at March 31, 2017 and 2016.

Property and equipment -

Property and equipment are stated at cost and are depreciated on a straight-line basis over the estimated useful lives of the related assets, generally three to ten years.

DIGITAL GREEN FOUNDATION AND THE DIGITAL GREEN TRUST

NOTES TO COMBINED FINANCIAL STATEMENTS MARCH 31, 2017 AND 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION (Continued)

Income taxes -

The Foundation is exempt from U.S. income taxes under Section 501(c)(3) of the Internal Revenue Code. The Foundation is not a private foundation. The Foundation is required to file Internal Revenue Service (IRS) Form 990, *Return of Organization Exempt from Income Tax*, and the returns are subject to examination by the IRS, generally for three years after the date the return has been filed.

The Trust has been granted exemption from income taxes by the Revenue Authority in India. The Trust has been classified as a non-governmental organization under Indian Law.

Based upon the non-profit status of each entity, there is no provision for income taxes in the accompanying combined financial statements.

Uncertain tax positions -

For the tax years ended March 31, 2017 and 2016, management of the Foundation and the Trust have documented their consideration of FASB ASC 740-10, *Income Taxes*, that provides guidance for reporting uncertainty in income taxes and they have determined that no material uncertain tax positions with respect to either entity qualify for either recognition or disclosure in the combined financial statements.

Net asset classification -

The net assets are reported in two self-balancing groups as follows:

- **Unrestricted net assets** include unrestricted revenue and contributions received without donor-imposed restrictions. These net assets are available for the operation of the Organization and include both internally designated and undesignated resources.
- **Temporarily restricted net assets** include revenue and contributions subject to donor-imposed stipulations that will be met by the actions of the Organization and/or the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Combined Statements of Activities and Changes in Net Assets as net assets released from restrictions.

Grants and contributions -

Unrestricted and temporarily restricted grants and contributions are recorded as revenue in the year notification is received from the donor. Temporarily restricted grants and contributions are recognized as unrestricted support only to the extent of actual expenses incurred in compliance with the donor-imposed restrictions and satisfaction of time restrictions. Such funds in excess of expenses incurred are shown as temporarily restricted net assets in the accompanying combined financial statements.

The Organization receives funding under contracts from international organizations and other grantors for direct and indirect program costs. This funding is subject to contractual restrictions, which must be met through incurring qualifying expenses for particular programs. Accordingly, such grants are considered exchange transactions and are recorded as unrestricted income to the extent that related expenses are incurred in compliance with the criteria stipulated in the grant agreements.

DIGITAL GREEN FOUNDATION AND THE DIGITAL GREEN TRUST

NOTES TO COMBINED FINANCIAL STATEMENTS MARCH 31, 2017 AND 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION (Continued)

Grants and contributions (continued) -

Grants and support receivable represents amounts due from funding organizations for reimbursable expenses incurred in accordance with the grant agreements. Grant funding received in advance of incurring the related expenses is recorded as a refundable advance.

In-kind contributions -

In-kind contributions consist of donated advertising. In-kind contributions are recorded at their fair market value as of the date of the gift. During the years ended March 31, 2017 and 2016, they received \$479,247 and \$369,706, respectively, in donated advertising.

Use of estimates -

The preparation of the combined 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 at the date of the combined financial statements and the reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Functional allocation of expenses -

The costs of providing the various programs and other activities have been summarized on a functional basis in the Combined Statements of Activities and Changes in Net Assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Functional currency -

The accompanying combined financial statements are denominated in U.S. Dollars. The assets and liabilities of the Trust and Digital Green Foundation - India have been converted from Indian Rupee to the U.S. Dollar using the spot rate at March 31, 2017 (\$1.00 equals 64.81 Rupee). At March 31, 2016, the spot rate used was \$1.00 equals 62.68 Rupee. The revenue and expenses of the Trust and Digital Green Foundation - India for the year ended March 31, 2017 have been converted from the Indian Rupee to the U.S. Dollar using a weighted average rate of \$1.00 equals 66.11 Rupee. The revenue and expenses of the Trust for the year ended March 31, 2016 have been converted from the Indian Rupee to the U.S. Dollar using a weighted average rate of \$1.00 equals 60.69 Rupee.

New accounting pronouncements (not yet adopted) -

In August 2016, the FASB issued ASU 2016-14, *Presentation of Financial Statements of Not-for-Profit Entities* (Topic 958), intended to improve financial reporting for not-for-profit entities. The ASU will reduce the current three classes of net assets into two: with and without donor restrictions. The change in each of the classes of net assets must be reported on the Combined Statements of Activities and Changes in Net Assets. The ASU also requires various enhanced disclosures around topics such as board designations, liquidity, functional classification of expenses, investment expenses, donor restrictions, and underwater endowments. The ASU is effective for years beginning after December 15, 2017. Early adoption is permitted. The ASU should be applied on a retrospective basis in the year the ASU is first applied. While the ASU will change the presentation of the Organization's combined financial statements, it is not expected to alter the Organization's reported financial position.

DIGITAL GREEN FOUNDATION AND THE DIGITAL GREEN TRUST

NOTES TO COMBINED FINANCIAL STATEMENTS MARCH 31, 2017 AND 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION (Continued)

New accounting pronouncements (not yet adopted) (continued) -

In May 2014, the FASB issued ASU 2014-09, *Revenue from Contracts with Customers* (Topic 606) (ASU 2014-09). The ASU establishes a comprehensive revenue recognition standard for virtually all industries under generally accepted accounting principles in the United States (U.S. GAAP) including those that previously followed industry-specific guidance. The guidance states that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The FASB issued ASU 2015-14 in August 2015 that deferred the effective date of ASU 2014-09 by a year thus the effective date is fiscal years beginning after December 15, 2018. Early adoption is permitted. The Organization has not yet selected a transition method and is currently evaluating the effect that the updated standard will have on the combined financial statements.

In 2016, the FASB issued ASU 2016-02, *Leases* (Topic 842). The ASU changes the accounting treatment for operating leases by recognizing a lease asset and lease liability at the present value of the lease payments in the Combined Statements of Financial Position and disclosing key information about leasing arrangements. The ASU is effective for private entities for fiscal years beginning after December 15, 2019. Early adoption is permitted. The ASU should be applied at the beginning of the earliest period presented using a modified retrospective approach.

The Organization plans to adopt the new ASUs at the required implementation date.

2. GRANTS RECEIVABLE

Grants receivable represent unconditional promises to give from various donors. Amounts due more than one year from the Combined Statements of Financial Position date of March 31, 2017 and 2016, have been recorded at the present value of their estimated cash flows using a discount rate of 3.25%.

Following is a summary of when donor payments are to be received as of March 31, 2017 and 2016:

	<u>2017</u>	<u>2016</u>
Within one year	\$ 10,475,291	\$ 12,101,460
Two to five years	<u>-</u>	<u>500,000</u>
Subtotal	10,475,291	12,601,460
Less: Present value discount	<u>-</u>	<u>(15,738)</u>
GRANTS RECEIVABLE, NET	<u>\$ 10,475,291</u>	<u>\$ 12,585,722</u>

3. CONTINGENCY

The Organization receives grants from various agencies of the United States Government. These grants are subject to audit under the provisions of *Title 2 U.S. Code of Federal Regulations (CFR) Part 200 Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*.

DIGITAL GREEN FOUNDATION AND THE DIGITAL GREEN TRUST

**NOTES TO COMBINED FINANCIAL STATEMENTS
MARCH 31, 2017 AND 2016**

3. CONTINGENCY (Continued)

The ultimate determination of amounts received under the United States Government grants is based upon the allowance of costs reported to and accepted by the United States Government as a result of the audits. Audits in accordance with the applicable provisions have been completed for all required fiscal years through 2017. Until such audits have been accepted by the United States Government, there exists a contingency to refund any amount received in excess of allowable costs. Management is of the opinion that no material liability will result from such audits.

4. TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets consisted of the following at March 31, 2017 and 2016:

	<u>2017</u>	<u>2016</u>
ICT partnership with national rural livelihood mission in India	\$ 3,616,744	\$ 5,101,657
ICT enabled improvement in food security and health outcomes in India and other low income counties	-	463,766
Scaling Digital Green in Ethiopia	7,768,015	9,774,389
Integrated soil fertility management	-	10,457
Other ICT programs	1,368,127	1,375,147
New Alliance ICT Extension Challenge Fund in Ghana	<u>94,787</u>	<u>103,233</u>
TOTAL TEMPORARILY RESTRICTED NET ASSETS	<u>\$ 12,847,673</u>	<u>\$ 16,828,649</u>

The following temporarily restricted net assets were released from donor restrictions by incurring expenses which satisfied the restricted purposes specified by the donors:

	<u>2017</u>	<u>2016</u>
ICT partnership with national rural livelihood mission in India	\$ 1,531,011	\$ 1,952,402
ICT enabled improvement in food security and health outcomes in India and other low income counties	463,766	19,543
Scaling Digital Green in Ethiopia	2,006,622	1,670,168
Integrated soil fertility management	10,457	73,377
Other ICT programs	484,851	535,942
New Alliance ICT Extension Challenge Fund in Ghana	<u>8,257</u>	<u>881,430</u>
TOTAL NET ASSETS RELEASED FROM DONOR RESTRICTIONS	<u>\$ 4,504,964</u>	<u>\$ 5,132,862</u>

5. LEASE COMMITMENTS

The Foundation signed a lease to rent a house that will be used for office space in Addis Ababa, Ethiopia. The lease period begins on March 1, 2015 and ends on February 28, 2018. The agreement calls for an advance payment of 64,100 birr (\$2,779 USD), plus 15% VAT.

The Trust has entered into several lease agreements for office space in cities throughout India.

DIGITAL GREEN FOUNDATION AND THE DIGITAL GREEN TRUST

**NOTES TO COMBINED FINANCIAL STATEMENTS
MARCH 31, 2017 AND 2016**

5. LEASE COMMITMENTS (Continued)

Following is a schedule of the future lease commitments for 2018, denominated in U.S. Dollars, as of March 31, 2017:

Digital Green Foundation Ethiopia: Addis Ababa	\$ 33,921
Digital Green Trust India: Delhi Offices	<u>92,178</u>
TOTAL FUTURE LEASE COMMITMENTS	<u>\$ 126,099</u>

Rent expense, including utilities, for the years ended March 31, 2017 and 2016 was \$313,536 and \$252,318, respectively.

6. SUBSEQUENT EVENTS

In preparing these combined financial statements, the Organization have evaluated events and transactions for potential recognition or disclosure through February 26, 2018, the date the combined financial statements were issued.