

**INTERNATIONAL WOMEN'S
HEALTH COALITION, INC.**
New York, New York

FINANCIAL STATEMENTS

Including Independent Auditors' Report

For the Years Ended September 30, 2014 and 2013

INTERNATIONAL WOMEN'S HEALTH COALITION, INC.

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Financial Statements

INDEPENDENT AUDITORS' REPORT

Board of Directors
International Women's
Health Coalition, Inc.
New York, New York

Report on the Financial Statements

We have audited the accompanying financial statements of International Women's Health Coalition, Inc. (the "Coalition") which comprise the statements of financial position as of September 30, 2014 and 2013, and the related statements of activities and changes in net assets, 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 audit 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 auditor considers internal control relevant to the Coalition'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 Coalition'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 International Women's Health Coalition, Inc. as of September 30, 2014 and 2013, and the change 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.

Board of Directors
International Women's
Health Coalition, Inc.

Other Matters

Report on Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information on pages 13 to 14 is presented for the purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

Brkr Jilly Vichon Krause, LLP

Melville, New York
February 24, 2015

INTERNATIONAL WOMEN'S HEALTH COALITION, INC.

Statements of Financial Position

| September 30, | 2014 | 2013 |
|---|--------------|--------------|
| Assets | | |
| Current Assets: | | |
| Cash and cash equivalents | \$ 4,729,366 | \$ 4,551,547 |
| Grants and contributions receivable | 1,311,806 | 1,539,986 |
| Prepaid expenses and other current assets | 51,594 | 26,232 |
| Total Current Assets | 6,092,766 | 6,117,765 |
| Investment in Certificate of Deposit - Restricted | 43,629 | 43,597 |
| Grants and Contributions Receivable, net | - | 964,772 |
| Property and Equipment, net | 65,472 | 80,288 |
| Total Assets | \$ 6,201,867 | \$ 7,206,422 |
| Liabilities and Net Assets | | |
| Current Liabilities: | | |
| Accounts payable and accrued expenses | \$ 382,976 | \$ 225,866 |
| Grants payable | 104,040 | 122,259 |
| Total Current Liabilities | 487,016 | 348,125 |
| Total Liabilities | 487,016 | 348,125 |
| Commitments and Contingencies | | |
| Net Assets: | | |
| Unrestricted: | | |
| Operating | 2,545,235 | 3,581,027 |
| Board-designated | 1,591,558 | 1,591,558 |
| Total Unrestricted Net Assets | 4,136,793 | 5,172,585 |
| Temporarily restricted | 1,578,058 | 1,685,712 |
| Total Net Assets | 5,714,851 | 6,858,297 |
| Total Liabilities and Net Assets | \$ 6,201,867 | \$ 7,206,422 |

**INTERNATIONAL WOMEN'S
HEALTH COALITION, INC.**

Statements of Activities and Changes in Net Assets

| <i>Years Ended September 30,</i> | 2014 | | | 2013 | | |
|---|---------------------|---------------------------|---------------------|---------------------|---------------------------|---------------------|
| | Unrestricted | Temporarily Restricted | Total | Unrestricted | Temporarily Restricted | Total |
| Support and Revenue: | | | | | | |
| Contributions - foundations and others | \$ 1,274,030 | \$ 1,171,470 | \$ 2,445,500 | \$ 2,082,640 | \$ 654,500 | \$ 2,737,140 |
| Contributions - individuals | 388,707 | - | 388,707 | 1,177,055 | - | 1,177,055 |
| Grants - government agencies | 626,106 | - | 626,106 | - | 124,001 | 124,001 |
| Special events | 858,635 | - | 858,635 | 840,969 | - | 840,969 |
| Direct expenses of special events | (332,027) | - | (332,027) | (155,084) | - | (155,084) |
| Investment income | 4,626 | - | 4,626 | 4,948 | - | 4,948 |
| Miscellaneous income | 117,884 | - | 117,884 | 70,286 | - | 70,286 |
| Net assets released from restriction | 1,233,879 | (1,233,879) | - | 2,228,684 | (2,228,684) | - |
| Total Support and Revenue | 4,171,840 | (62,409) | 4,109,431 | 6,249,498 | (1,450,183) | 4,799,315 |
| Expenses: | | | | | | |
| Programs services: | | | | | | |
| Advocacy and Policy | 1,481,350 | - | 1,481,350 | 1,296,889 | - | 1,296,889 |
| Strengthening International Partnerships | 1,874,275 | - | 1,874,275 | 1,309,248 | - | 1,309,248 |
| Coalition Institutional Capacity | 528,391 | - | 528,391 | 333,188 | - | 333,188 |
| Total program services expense | 3,884,016 | - | 3,884,016 | 2,939,325 | - | 2,939,325 |
| Institutional Development: | | | | | | |
| Management, Administrative and Board Liaison | 684,684 | - | 684,684 | 805,948 | - | 805,948 |
| Fundraising | 647,681 | - | 647,681 | 743,539 | - | 743,539 |
| Total Institutional Development | 1,332,365 | - | 1,332,365 | 1,549,487 | - | 1,549,487 |
| Total Expenses | 5,216,381 | - | 5,216,381 | 4,488,812 | - | 4,488,812 |
| (Decrease) Increase in Net Assets before | | | | | | |
| Foreign Currency Exchange Gain (Loss) | (1,044,541) | (62,409) | (1,106,950) | 1,760,686 | (1,450,183) | 310,503 |
| Unrealized Foreign Currency Exchange Loss | - | (45,245) | (45,245) | - | - | - |
| Realized Foreign Currency Exchange Gain (Loss) | 8,749 | - | 8,749 | (30,281) | - | (30,281) |
| (Decrease) Increase in Net Assets | (1,035,792) | (107,654) | (1,143,446) | 1,730,405 | (1,450,183) | 280,222 |
| Net Assets, beginning of year | 5,172,585 | 1,685,712 | 6,858,297 | 3,442,180 | 3,135,895 | 6,578,075 |
| Net Assets, end of year | \$ 4,136,793 | \$ 1,578,058 | \$ 5,714,851 | \$ 5,172,585 | \$ 1,685,712 | \$ 6,858,297 |

See notes to financial statements.

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INTERNATIONAL WOMEN'S HEALTH COALITION, INC.

Statement of Functional Expenses

Year Ended September 30, 2014

| | Program Services | | | | Institutional Development | | | Total Expenses |
|---|---------------------|--|----------------------------------|------------------------|--|-------------|---------------------------------|----------------|
| | Advocacy and Policy | Strengthening International Partnerships | Coalition Institutional Capacity | Total Program Services | Management, Administrative and Board Liaison | Fundraising | Total Institutional Development | |
| Salaries | \$ 523,429 | \$ 432,802 | \$ 268,064 | \$ 1,224,295 | \$ 385,563 | \$ 382,115 | \$ 767,678 | \$ 1,991,973 |
| Fringe Benefits | 122,545 | 102,492 | 64,861 | 289,898 | 94,623 | 96,261 | 190,884 | 480,782 |
| Total Salaries and Fringe Benefits | 645,974 | 535,294 | 332,925 | 1,514,193 | 480,186 | 478,376 | 958,562 | 2,472,755 |
| Grants | 498,392 | 1,060,116 | - | 1,558,508 | - | - | - | 1,558,508 |
| Professional Fees | 68,638 | 34,915 | 68,052 | 171,605 | 13,628 | 7,387 | 21,015 | 192,620 |
| Accounting and Legal | 13,357 | 15,793 | 8,504 | 37,654 | 11,525 | 11,536 | 23,061 | 60,715 |
| Occupancy | 96,027 | 81,253 | 52,345 | 229,625 | 70,173 | 70,173 | 140,346 | 369,971 |
| Equipment Rental, Repairs and Maintenance | 4,335 | 3,636 | 2,861 | 10,832 | 3,264 | 3,125 | 6,389 | 17,221 |
| Staff Travel | 94,051 | 75,542 | 9,475 | 179,068 | 1,453 | 1,672 | 3,125 | 182,193 |
| Board Travel | - | - | - | - | 43,860 | - | 43,860 | 43,860 |
| Telephone | 9,036 | 7,306 | 3,738 | 20,080 | 5,048 | 4,455 | 9,503 | 29,583 |
| Office Supplies | 4,833 | 2,499 | 2,103 | 9,435 | 2,082 | 2,106 | 4,188 | 13,623 |
| Special Events | 540 | 359 | - | 899 | - | 33,247 | 33,247 | 34,146 |
| Meetings and Conferences | 10,557 | 4,766 | 1,214 | 16,537 | 1,101 | 1,120 | 2,221 | 18,758 |
| Printing and Reproduction | 3,581 | 1,215 | 12,670 | 17,466 | 6,038 | 6,607 | 12,645 | 30,111 |
| Postage and Shipping | 147 | 378 | 196 | 721 | 931 | 613 | 1,544 | 2,265 |
| Insurance | 7,628 | 6,454 | 4,108 | 18,190 | 5,574 | 5,574 | 11,148 | 29,338 |
| Licenses and Permits | 1,541 | 17,139 | 6,815 | 25,495 | 3,127 | 1,497 | 4,624 | 30,119 |
| Dues and Subscriptions | 1,800 | 507 | 10,726 | 13,033 | 360 | 2,841 | 3,201 | 16,234 |
| Depreciation and Amortization | 10,949 | 9,062 | 5,288 | 25,299 | 8,964 | 8,964 | 17,928 | 43,227 |
| Staff Development | 4,556 | 8,135 | 5,767 | 18,458 | 3,795 | 1,621 | 5,416 | 23,874 |
| Bank Charges | 2,639 | 2,671 | 1,298 | 6,608 | 6,708 | 6,678 | 13,386 | 19,994 |
| Miscellaneous | 1,397 | 7,085 | 306 | 8,788 | 16,867 | 89 | 16,956 | 25,744 |
| Recruiting | 1,372 | 150 | - | 1,522 | - | - | - | 1,522 |
| Total Expenses | \$ 1,481,350 | \$ 1,874,275 | \$ 528,391 | \$ 3,884,016 | \$ 684,684 | \$ 647,681 | \$ 1,332,365 | \$ 5,216,381 |

See notes to financial statements.

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INTERNATIONAL WOMEN'S HEALTH COALITION, INC.

Statement of Functional Expenses

Year Ended September 30, 2013

| | Program Services | | | | Institutional Development | | | Total Expenses |
|---|---------------------|--|----------------------------------|------------------------|--|-------------|---------------------------------|----------------|
| | Advocacy and Policy | Strengthening International Partnerships | Coalition Institutional Capacity | Total Program Services | Management, Administrative and Board Liaison | Fundraising | Total Institutional Development | |
| Salaries | \$ 504,097 | \$ 269,566 | \$ 165,453 | \$ 939,116 | \$ 415,243 | \$ 365,114 | \$ 780,357 | \$ 1,719,473 |
| Fringe Benefits | 101,670 | 55,006 | 34,071 | 190,747 | 102,622 | 73,102 | 175,724 | 366,471 |
| Total Salaries and Fringe Benefits | 605,767 | 324,572 | 199,524 | 1,129,863 | 517,865 | 438,216 | 956,081 | 2,085,944 |
| Grants | 385,851 | 723,854 | - | 1,109,705 | - | 410 | 410 | 1,110,115 |
| Professional Fees | 53,047 | 68,339 | 58,605 | 179,991 | 43,794 | 47,175 | 90,969 | 270,960 |
| Accounting and Legal | 3,000 | 363 | - | 3,363 | 52,758 | - | 52,758 | 56,121 |
| Occupancy | 105,621 | 51,714 | 31,645 | 188,980 | 104,721 | 71,344 | 176,065 | 365,045 |
| Equipment Rental, Repairs and Maintenance | 7,971 | 21,180 | 4,488 | 33,639 | 12,295 | 21,166 | 33,461 | 67,100 |
| Staff Travel | 76,196 | 79,523 | 10,064 | 165,783 | 19,072 | 9,461 | 28,533 | 194,316 |
| Board Travel | - | - | - | - | 14,461 | - | 14,461 | 14,461 |
| Telephone | 8,144 | 3,667 | 2,301 | 14,112 | 8,983 | 3,043 | 12,026 | 26,138 |
| Office Supplies | 3,092 | 1,123 | 1,835 | 6,050 | 2,896 | 1,738 | 4,634 | 10,684 |
| Special Events | 20,046 | 2,021 | 624 | 22,691 | 359 | 89,147 | 89,506 | 112,197 |
| Meetings and Conferences | 6,960 | 17,869 | 239 | 25,068 | 43 | 440 | 483 | 25,551 |
| Printing and Reproduction | 2,794 | 449 | 7,352 | 10,595 | 1,426 | 20,764 | 22,190 | 32,785 |
| Postage and Shipping | 386 | 390 | 141 | 917 | 920 | 4,675 | 5,595 | 6,512 |
| Insurance | 10,361 | 5,352 | 3,209 | 18,922 | 10,383 | 7,384 | 17,767 | 36,689 |
| Licenses and Permits | 906 | 468 | 9,886 | 11,260 | 1,410 | 2,904 | 4,314 | 15,574 |
| Dues and Subscriptions | 25 | 275 | 762 | 1,062 | 440 | 403 | 843 | 1,905 |
| Depreciation and Amortization | - | - | - | - | 3,628 | - | 3,628 | 3,628 |
| Staff Development | 3,300 | 5,082 | 1,295 | 9,677 | 3,184 | 268 | 3,452 | 13,129 |
| Bank Charges | 3,038 | 1,575 | 906 | 5,519 | 6,192 | 7,658 | 13,850 | 19,369 |
| Miscellaneous | 215 | 407 | 312 | 934 | 1,048 | 17,343 | 18,391 | 19,325 |
| Recruiting | 169 | 1,025 | - | 1,194 | 70 | - | 70 | 1,264 |
| Total Expenses | \$ 1,296,889 | \$ 1,309,248 | \$ 333,188 | \$ 2,939,325 | \$ 805,948 | \$ 743,539 | \$ 1,549,487 | \$ 4,488,812 |

See notes to financial statements.

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INTERNATIONAL WOMEN'S HEALTH COALITION, INC.

Statements of Cash Flows

| <i>Years Ended September 30,</i> | 2014 | 2013 |
|--|---------------------|---------------------|
| Cash Flows from Operating Activities: | | |
| (Decrease) increase in net assets | \$ (1,143,446) | \$ 280,222 |
| Adjustments to reconcile (decrease) increase in net assets to net cash provided by operating activities: | | |
| Depreciation and amortization | 43,227 | 3,628 |
| Foreign currency exchange loss, net | 36,496 | 30,281 |
| Changes in operating assets and liabilities: | | |
| Decrease (increase) in assets: | | |
| Grants and contributions receivable | 1,156,456 | 727,535 |
| Prepaid expenses and other current assets | (25,362) | 19,603 |
| Increase (decrease) in liabilities: | | |
| Accounts payable and accrued expenses | 157,110 | 22,718 |
| Grants payable | (18,219) | 17,558 |
| Deferred revenue | - | (38,322) |
| Net Cash Provided by Operating Activities | <u>206,262</u> | <u>1,063,223</u> |
| Cash Flows from Investing Activities: | | |
| Purchase of property and equipment | (28,411) | (26,357) |
| Purchase of investments | (32) | (62) |
| Net Cash Used in Investing Activities | <u>(28,443)</u> | <u>(26,419)</u> |
| Increase in Cash and Cash Equivalents | 177,819 | 1,036,804 |
| Cash and Cash Equivalents, beginning of year | 4,551,547 | 3,514,743 |
| Cash and Cash Equivalents, end of year | <u>\$ 4,729,366</u> | <u>\$ 4,551,547</u> |

Notes to Financial Statements

Years Ended September 30, 2014 and 2013

1. Description of Organization and Summary of Significant Accounting Policies

Nature of operations - International Women's Health Coalition, Inc. (the "Coalition") advances the sexual and reproductive health and rights of women and young people, particularly adolescent girls, in Africa, Asia, Latin America, and the Middle East. The Coalition furthers this agenda by supporting and strengthening leaders and organizations working at the community, national, regional, and global levels, and by advocating for international and U.S. policies, programs, and funding. The Coalition builds bridges between local realities and international policy by connecting women and young people in the Global South to key decision-makers. In doing so, the Coalition brings local voices to global debates and in turn, makes global processes and policies more understandable and actionable at the local level.

Basis of presentation - The financial statements of the Coalition have been prepared on an accrual basis.

Restricted investments - Restricted investments consist primarily of the Coalition's security deposit in connection with its lease commitment and are restricted as to use by agreement with the landlord.

Fair value - Fair value refers to the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants in the market in which the entity transacts. The Coalition must determine whether its assets and liabilities recorded at fair value were based on Level 1 (valued based on quoted prices in an active market for identical assets), Level 2 (valued based on significant other observable inputs) or Level 3 (valued based on significant unobservable inputs) measurements within the fair value hierarchy.

Net assets - The Coalition's financial statements distinguish between unrestricted, temporarily restricted and permanently restricted net assets, based upon the existence or absence of donor-imposed restrictions, as follows:

Unrestricted net assets - Unrestricted net assets include amounts that have not been donor restricted and are available for use in carrying out the general operations of the Coalition. Board-designated net assets include unrestricted net assets that have been designated by the board for specific purposes.

Temporarily restricted net assets - Temporarily restricted net assets include amounts that have been limited by donor-imposed stipulations that expire with the passage of time and/or can be fulfilled and removed by the actions of the Coalition pursuant to those stipulations.

Permanently restricted net assets - Permanently restricted net assets include amounts whereby donors have stipulated that the principal contributed be maintained in perpetuity. The Coalition has no permanently restricted net assets.

Contributions - Unconditional promises to give are recorded as receivables when received. Grants and contributions receivable due in one year are recorded at their net realizable values. Grants and contributions receivable due in more than one year are recorded at the present value of their net realizable values, using risk adjusted interest rates applicable to the years in which the contributions are received to discount the amounts.

The Coalition reports gifts of cash and other assets as restricted assets, if they are received with donor stipulations that limit the use of the donated assets. Donor restricted contributions whose restrictions are met in the same reporting period are reported as unrestricted support. 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 statements of activities and changes in net assets as net assets released from restriction.

Notes to Financial Statements

Years Ended September 30, 2014 and 2013

The Coalition reports gifts of land, buildings and equipment as unrestricted support, unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Coalition reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Donated services - In accordance with United States generally accepted accounting principles, donated services requiring specific expertise are recorded as an in-kind contribution and related expense at their fair market value as determined by donors. Accordingly, the Coalition recorded approximately \$20,000 of donated legal services for the year ended September 30, 2014. No donated services were recorded for the year ended September 30, 2013.

Allowance for doubtful accounts - Management must make estimates of the uncollectability of all grants and contributions receivable. Management specifically analyzes receivable balances, payment patterns and changes in circumstances when evaluating the need for an allowance for doubtful accounts.

Property and equipment - Property and equipment are carried at cost less accumulated depreciation and amortization. Depreciation is provided using the straight-line method over the estimated useful lives of the assets ranging from three to ten years. Amortization of leasehold improvements is provided over the shorter of their useful lives or the terms of the lease period using the straight-line method. The Coalition capitalizes property and equipment with a cost of \$1,500 or higher.

Annual sick leave - The Coalition does not accrue unused sick days as the payment of compensation is not probable or reasonably estimable.

Income taxes - The Coalition is incorporated in the State of New York as a nonprofit organization and is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for federal or state income tax is required.

Uncertain tax positions - Management has evaluated the Coalition's tax positions and concluded that the Coalition has not taken any uncertain tax positions that require adjustment to the financial statements to comply with the provisions of Accounting Standards Codification 740. Generally, the Coalition is no longer subject to income tax examination by United States federal, state or local tax authorities for years before 2011, which is the standard statute of limitations look-back period.

Functional allocation of expenses - The cost of providing the various programs and other activities have been summarized on a functional basis in the statements of activities and changes in net assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Statements of cash flows - For purposes of the statements of cash flows, the Coalition considers all highly liquid debt instruments purchased with a maturity of three months or less on the date of purchase to be cash equivalents.

Use of estimates - The preparation of 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 and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Evaluation of subsequent events - Management has evaluated subsequent events through February 24, 2015, the date the financial statements are available for issuance, for inclusion or disclosure in the financial statements.

INTERNATIONAL WOMEN'S HEALTH COALITION, INC.

Notes to Financial Statements

Years Ended September 30, 2014 and 2013

2. Grants and Contributions Receivable

Grants and contributions receivable are comprised of unconditional promises to give and consist of the following:

| <i>September 30,</i> | 2014 | 2013 |
|--|---------------------|---------------------|
| Unconditional Promises to Give before Discount | \$ 1,311,806 | \$ 2,507,856 |
| Less Discount on Grants and Contributions Receivable | - | 3,098 |
| Net Unconditional Promises to Give | <u>\$ 1,311,806</u> | <u>\$ 2,504,758</u> |
| Amounts Due in: | | |
| Less than one year | \$ 1,311,806 | \$ 1,539,986 |
| One to two years | - | 964,772 |
| | <u>\$ 1,311,806</u> | <u>\$ 2,504,758</u> |

The discount rate used to calculate the net present value of the grants and contributions at September 30, 2013 was .63%. No allowance for uncollectible grants and contributions was deemed necessary at September 30, 2014 or 2013.

During the year ended September 30, 2014, the Coalition received two conditional grants in the amounts of \$800,000 and Norwegian Krone (NOK) 7,500,000. The revenue associated with these grants is recorded by the Coalition upon meeting the requirements of the grants. As of September 30, 2014, the first requirements of the aforementioned grants were met and as such, \$400,000 and \$626,106, respectively, were recorded in the accompanying statements of activities and changes in net assets.

During the year ended September 30, 2013, the Coalition received a conditional grant in the amount of \$1,728,500. Revenue of \$421,000 and \$125,500 was recognized in the statements of activities and changes in net assets for the years ended September 30, 2014 and 2013, respectively, for this grant.

3. Property and Equipment

Property and equipment consists of the following:

| <i>September 30,</i> | 2014 | 2013 |
|--|------------------|------------------|
| Leasehold Improvements | \$ 98,274 | \$ 98,274 |
| Computer Equipment | 257,768 | 229,358 |
| Office Furniture and Equipment | 134,867 | 134,867 |
| | <u>490,909</u> | <u>462,499</u> |
| Less Accumulated Depreciation and Amortization | 425,437 | 382,211 |
| | <u>\$ 65,472</u> | <u>\$ 80,288</u> |

4. Grants Payable

The Coalition has made grant commitments to various not-for-profit organizations. At September 30, 2014 and 2013, grants payable were \$104,040 and \$122,259, respectively, which were due in less than one year.

INTERNATIONAL WOMEN'S HEALTH COALITION, INC.

Notes to Financial Statements

Years Ended September 30, 2014 and 2013

5. Temporarily Restricted Net Assets

Temporarily restricted net assets consist of amounts restricted for the following:

| <i>September 30,</i> | 2014 | 2013 |
|---|---------------------|---------------------|
| Time Restrictions | \$ 1,147,333 | \$ 219,198 |
| Time and Purpose Restrictions: | | |
| Empowering Youth in Latin America | 28,970 | 37,541 |
| Sexual and Reproductive Rights and Health | 401,755 | 1,428,973 |
| | <u>430,725</u> | <u>1,466,514</u> |
| | <u>\$ 1,578,058</u> | <u>\$ 1,685,712</u> |

Temporarily restricted net assets with time restrictions each year are available for use subsequent to September 30, 2014 and 2013.

6. Commitments and Contingencies

Operating lease - The Coalition currently leases office space under a noncancelable operating lease and executed a new agreement during the year ended September 30, 2014 which extends the lease term through August 31, 2025. In addition to base rentals, the lease provides for additional rent in the form of the Coalition's proportionate share of the increase in real estate taxes and operating expenses over a base year. The Coalition recognizes rent expense on a straight-line basis beginning with the first month of occupancy. Rent expense on a straight-line basis in excess of rental payments is recorded as a liability.

Approximate future minimum lease payments under the noncancelable operating leases are as follows:

| <i>Years Ending September 30,</i> | |
|-----------------------------------|---------------------|
| 2015 | \$ 291,000 |
| 2016 | 401,000 |
| 2017 | 411,000 |
| 2018 | 421,000 |
| 2019 | 432,000 |
| Thereafter | <u>2,784,000</u> |
| | <u>\$ 4,740,000</u> |

Rent expense on a straight-line basis approximated \$314,000 and \$311,000 for the years ended September 30, 2014 and 2013, respectively.

During the year ended September 30, 2013, the Coalition entered into a two-year and four months noncancelable lease agreement to sublease some of its office space. Total receipts under the lease agreement approximated \$94,000 and \$61,000 for the years ended September 30, 2014 and 2013, respectively. Approximate future minimum rentals to be received under this noncancelable sublease in 2015 are \$50,000.

Notes to Financial Statements

Years Ended September 30, 2014 and 2013

7. Retirement Plan

The Coalition maintains a tax shelter annuity plan for the benefit of all eligible employees. The Coalition is required to contribute 5% of eligible employees' compensation and match the employee's contribution up to 3% of the employee's compensation, after the employee works 20 hours per week, or more, as specified in the provisions of the Plan. Retirement contribution expense charged to operations for the years ended September 30, 2014 and 2013 was \$120,480 and \$60,186, respectively.

8. Concentrations

Financial instruments which potentially subject the Coalition to concentrations of credit risk consist principally of receivables and temporary cash investments. From time to time, the cash balances exceed the Federal Depository Insurance Coverage limit. The Coalition places its temporary cash investments with various financial institutions. Certain of the Coalition's receivables are denominated in foreign currencies and are subject to exchange rate fluctuations.

For 2014, 15% of total revenues of the Coalition were from one government, and an additional 20% of total revenues were from two separate organizations. For 2013, 18% of total revenues of the Coalition were from one foundation.

**INTERNATIONAL WOMEN'S
HEALTH COALITION, INC.**

**Statement of Revenue Report to
Danish International Development Agency**

Year Ended September 30, 2014

Revenue:

Danish International Development Agency, Denmark (DANIDA):

File No. 104.N.151.IWHC CY 2012-CY2015 Award kr 15,000,000 \$ 2,689,200

Expenses Incurred December 1, 2011 to September 30, 2012 \$ 448,200

Expenses Incurred October 1, 2012 to September 30, 2013 881,160

Expenses Incurred October 1, 2013 to September 30, 2014 1,099,766

Cumulative Expenses as of September 30, 2014 \$ 2,429,126

**INTERNATIONAL WOMEN'S
HEALTH COALITION, INC.**

**Statement of Revenue Report to
Norwegian Ministry for Development Cooperation**

Year Ended September 30, 2014

Revenue:

Norwegian Ministry for Development Cooperation (NORAD):

File No. 822.1 Ref No. 1300343 Date October 18, 2013 Award up to NOK 7,500,000:

Funds received October 1, 2013 to September 30, 2014 (NOK 3,750,000) \$ 612,385

Interest accrued -

Foreign currency loss 13,721

Cumulative Revenue \$ 626,106

Expenses Incurred October 1, 2013 to September 30, 2014 \$ 626,106

Cumulative Expenses as of September 30, 2014 \$ 626,106