

**STUDENTS FOR A FREE TIBET, INC.
FINANCIAL STATEMENTS
FOR THE YEARS ENDED
AUGUST 31, 2017 AND 2016**

**STUDENTS FOR A FREE TIBET, INC.
FOR THE YEARS ENDED
AUGUST 31, 2017 AND 2016**

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MEMBER

AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

The Board of Directors
Students for a Free Tibet, Inc.

I have audited the accompanying financial statements of the Students for a Free Tibet Inc., which comprise the statements of financial position as of August 31, 2017 and 2016, and the related statements of activities 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

My responsibility is to express an opinion on these financial statements based on my audits. I conducted my audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 auditor's 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 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, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Students for a Free Tibet Inc. as of August 31, 2017 and 2016, and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.


Matthew DiPasquale, CPA, LLC

Blauvelt, NY
February 10, 2018

STUDENTS FOR A FREE TIBET, INC.
STATEMENTS OF FINANCIAL POSITION
AS AT

<u>ASSETS</u>	AUGUST 31,	
	2017	2016
Current Assets:		
Cash	\$ 7,095	\$ 16,483
Contributions receivable	32,000	22,000
Merchandise inventory	5,791	15,329
Total Current Assets	44,886	53,812
Property and equipment - net of accumulated depreciation of \$25,984 and \$25,984 (Note B & C)	136	136
TOTAL ASSETS	\$ 45,022	\$ 53,948

LIABILITIES AND NET ASSETS

LIABILITIES:

Accounts payable	\$ 26,558	\$ 33,234
Salaries payable	43,161	8,423
Payroll taxes payable	3,302	644
Convio advances payable	655	1,255
Loans payable	21,000	27,500
Total Liabilities	\$ 94,676	\$ 71,056

NET ASSETS:

Unrestricted	(49,654)	(17,108)
Total Net Assets	(49,654)	(17,108)
TOTAL LIABILITIES AND NET ASSETS	\$ 45,022	\$ 53,948

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

STUDENTS FOR A FREE TIBET, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED

	AUGUST 31, 2017			AUGUST 31,
	UNRESTRICTED	TEMPORARILY RESTRICTED	TOTAL	2016
SUPPORT and REVENUE:				
SUPPORT:				
Foundations & other agencies	\$ 100,000	\$ 73,500	\$ 173,500	\$ 191,639
Individuals & corporations	171,692		171,692	146,706
Released from restrictions	73,500	(73,500)	-0-	-0-
Donated merchandise	1,696		1,696	10,000
Event income - net (Note D)	4,053		4,053	35,692
Total Support	350,941	-0-	350,941	384,037
REVENUE:				
Net merchandise sales	8,756		8,756	5,325
Membership dues	25,405		25,405	33,284
Speaking and other fees	-0-		-0-	1,382
Interest income	9		9	14
Total Revenue	34,170	-0-	34,170	40,005
Total Support and Revenue	385,111	-0-	385,111	424,042
EXPENSES:				
Program Services:				
Leadership	32,783		32,783	49,833
Awareness	167,039		167,039	231,383
Cultural	16,141		16,141	35,350
Int'l organizing	47,799		47,799	34,733
Outreach	2,684		2,684	3,901
Campaigns	18,828		18,828	17,289
Environment	5,863	-0-	5,863	10,171
Total Program services	291,137	-0-	291,137	382,660
Supporting Services:				
Management and general	79,122		79,122	55,177
Fundraising	47,398		47,398	42,110
Total Expenses	417,657	-0-	417,657	479,947
CHANGE IN NET ASSETS	(32,546)	-0-	(32,546)	(55,905)
NET ASSETS -				
Beginning of Year	(17,108)	-0-	(17,108)	38,797
NET ASSETS -				
End of Year	\$ (49,654)	\$ -0-	\$ (49,654)	\$ (17,108)

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

STUDENTS FOR A FREE TIBET, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED

	AUGUST 31,	
	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ (32,546)	\$ (55,905)
Adjustments to reconcile changes in net assets to net cash (utilized) by operating activities:		
Depreciation	-0-	2,008
CHANGES IN OPERATING ASSETS AND LIABILITIES:		
(Increase) decrease in assets:		
Contribution receivable	(10,000)	500
Merchandise inventory	9,538	(3,572)
Increase (decrease) in liabilities:		
Accounts payable	(6,676)	21,436
Salaries payable	34,738	(15,970)
Payroll taxes payable	2,658	(1,222)
Convio advance payable	(600)	(3,981)
Loans payable	<u>(6,500)</u>	<u>22,500</u>
Net cash flow (utilized) operating activities	<u>(9,388)</u>	<u>(34,206)</u>
Net (Decrease) in cash	(9,388)	(34,206)
Cash - Beginning of Year	<u>16,483</u>	<u>50,689</u>
Cash - End of Year	<u>\$ 7,095</u>	<u>\$ 16,483</u>

The accompanying notes are an integral part
of these financial statements

STUDENTS FOR A FREE TIBET, INC.
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2017 AND 2016

Note A - Organization and Nature of Activities

Students for Free Tibet, Inc. (the "Organization") seeks to educate students and the public on the situation in Tibet, to provide a forum to exhibit Tibetan culture, and to promote religious freedom and understanding of the human rights situation in Tibet. The organization conducts most of its activities in the United States. The organization's support comes from the general public.

The Organization qualifies as a tax-exempt nonprofit organization under Section 501 (c) (3) of the Internal Revenue Code. Accordingly, no provision is required for Federal or State income tax.

Note B - Summary of Significant Accounting Policies

Financial Statement Presentation

The Organization prepares its financial statements using the accrual basis of accounting. The Organization adheres to accounting principles generally accepted in the United States of America which include certain specialized requirements set forth in publications of the Financial Accounting Standards Board and the American Institute of Certified Public Accountants.

Financial statement presentation follows (SFAS) No.117, Financial Statements of Not-for-Profit Organizations. Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Restricted Contributions

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted or permanently restricted net assets are reclassified to unrestricted net assets.

STUDENTS FOR A FREE TIBET, INC.
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2017 AND 2016
(Continued)

Note B - Summary of Significant Accounting Policies (continued)

Cash & Cash Equivalents

The Organization considers all highly liquid investments with a maturity of less than three months to be cash equivalents.

Depreciation

Property and equipment are carried at cost. Depreciation is calculated on all depreciable assets based on the straight-line method, accelerated cost recovery system (ACRS) or modified accelerated cost recovery system (MACRS) over their estimated useful lives.

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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Financial Accounting Standards Board (FASB) Interpretation No.48 - Accounting for Uncertainty in Income Taxes - and Interpretation of FASB Statement No. 109 (FIN 48)

In July 2006, the FASB issued Interpretation No.48, *Accounting for Uncertainty in Income Taxes - an Interpretation of FASB Statement No. 109* ("FIN 48"). FIN 48 prescribes a recognition threshold and measurement attribute for the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. FIN 48 also provides guidance on de-recognition, classification, interest and penalties, accounting in interim periods, disclosure and transition. FIN 48 is effective for fiscal years beginning after December 15, 2008.

The organization believes there would be no impact of adopting FIN 48 on the financial statements.

STUDENTS FOR A FREE TIBET, INC.
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2017 AND 2016
(Continued)

Note C - Property and Equipment

	AUGUST 31,	
	2017	2016
Office and computer Equipment	\$ 26,120	\$ 26,120
Less: accumulated depreciation	25,984	25,984
Net	\$ 136	\$ 136

Note D - Benefit Income

Income and expenses from the organization's fundraising events are shown, as follows,

	August 31, 2017
Event Receipts	\$ 7,435
Less: Event expenses	3,382
Net Event Income	\$ 4,053

Note E - Functional Allocation of Expenses

The cost of providing the various programs has been summarized on a functional basis in the statement of activities. Accordingly, certain supporting service costs have been allocated among the programs in reasonable ratios as determined by management.

Note F - Concentration of Credit Risk

The company maintains a bank account at a bank which is an institution insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per depositor. At August 31, 2017 and 2016, there were no uninsured cash balances.

STUDENTS FOR A FREE TIBET, INC.
NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2017 AND 2016
(Continued)

Note G - Commitments and Contingencies

In June 2008, the Organization extended its office space lease at 602 east 14th Street, New York, New York, for five additional years, which expired on June 30, 2013. The Organization has been on a month to month basis since then.

Note H - Subsequent Events

The Corporation has evaluated the need for disclosures and/or adjustments resulting from subsequent events through February 10, 2018. Based on this evaluation, no adjustments were required to the financial statements as of August 31, 2017.

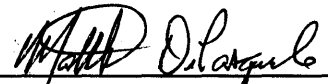
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MEMBER

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The Board of Directors
Students for a Free Tibet, Inc.

I have audited the financial statements of Students for a Free Tibet Inc. as of and for the year ended August 31, 2017, and have issued my report thereon dated February 10, 2018 which contained an unmodified opinion on those statements. My audit was performed for the purpose of forming an opinion on the financial statements as a whole. The schedule of functional expenses 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 audit of 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 my opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole.

 CPA LLC
Matthew DiPasquale CPA, LLC

Blauvelt, NY
February 10, 2018

STUDENTS FOR A FREE TIBET, INC.
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED

	<u>AUGUST 31,</u>		
	<u>2017</u>	<u>2016</u>	
<u>PROGRAM</u>	<u>MANAGEMENT AND GENERAL</u>	<u>FUNDRAISING</u>	<u>TOTAL EXPENSES</u>
Officer salaries	\$ 23,644	\$ 13,135	\$ 52,541
Other salaries	47,418	18,850	66,868
Independent contractors	74,911	500	75,411
Payroll taxes	5,574	2,509	9,366
Employee benefits	6,247	2,812	10,497
Grants to affiliates	40,803		40,803
Occupancy and space rental	30,210	4,990	41,324
Insurance	4,232		6,257
Telephone	858	629	5,719
Professional fees	24,108		24,108
Printing costs	562	347	3,245
Materials and supplies	3,499	520	4,863
Tech equipment and software	7,704	1,145	10,411
Web site costs	1,626	329	2,197
Fees and memberships	422	63	1,845
Travel and meeting expenses	40,897	1,512	52,185
Shipping and postage	968	144	1,390
Depreciation			-0-
Credit card processing	6,982		6,982
Miscellaneous	646		1,645
Total Expenses	\$ 291,137	\$ 47,398	\$ 417,657
Year ended August 31, 2016 Totals	\$ 382,660	\$ 42,110	\$ 479,947

See independent auditor's report on supplementary information.