

**THE TANZANIA WILDLIFE FUND, INC.
D/B/A AFRICAN RAINFOREST CONSERVANCY**

Financial Statements

December 31, 2007

**The Tanzania Wildlife Fund, Inc.
D/B/A African Rainforest Conservancy**

Financial Statements

December 31, 2007

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BERNSTEIN ROSEN & COMPANY, PC

CERTIFIED PUBLIC ACCOUNTANTS

The Board of Directors
Tanzania Wildlife Fund, Inc.
D/B/A African Rainforest Conservancy

We have audited the accompanying statement of financial position of The Tanzania Wildlife Fund, Inc. D/B/A African Wildlife Conservancy (a nonprofit organization) as of December 31, 2007, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on the financial statements based on our audit.

We conducted our audit in accordance with United States generally accepted auditing standards. Those standards 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the aforementioned financial statements present fairly, in all material respects, the financial position of The Tanzania Wildlife Fund, Inc. D/B/A African Wildlife Conservancy at December 31, 2007 and the changes in its net assets and its cash flows for the year then ended in conformity with United States generally accepted accounting principles.

NEW YORK, NEW YORK
January 15, 2008


BERNSTEIN ROSEN & COMPANY CPAS PC

**The Tanzania Wildlife Fund, Inc.
D/B/A African Rainforest Conservancy**

**STATEMENT OF FINANCIAL POSITION
December 31, 2007**

ASSETS

CURRENT ASSETS

| | |
|---------------------------|------------------|
| Cash and cash equivalents | \$ <u>60,080</u> |
|---------------------------|------------------|

FIXED ASSETS

| | |
|---|----------|
| Property and equipment - net of accumulated depreciation | <u>-</u> |
|---|----------|

| | |
|---------------------|-------------------------|
| TOTAL ASSETS | \$ <u>60,080</u> |
|---------------------|-------------------------|

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

| | |
|---------------------------------------|-----------------|
| Accounts payable and accrued expenses | \$ <u>2,747</u> |
|---------------------------------------|-----------------|

Commitments (Note 3)

NET ASSETS

| | |
|--------------------------|---------------|
| Unrestricted - operating | <u>57,333</u> |
|--------------------------|---------------|

| | |
|---|-------------------------|
| TOTAL LIABILITIES AND NET ASSETS | \$ <u>60,080</u> |
|---|-------------------------|

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

**The Tanzania Wildlife Fund, Inc.
D/B/A African Rainforest Conservancy**

**STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2007**

PUBLIC SUPPORT AND REVENUE

| | |
|--------------------------------------|-------------|
| Grants | \$ 91,893 |
| Fundraising | 70,373 |
| In-kind donations | 112,723 |
| Individual contributions | 37,485 |
| Corporate contributions | 12,000 |
| Interest and dividend income | <u>780</u> |
| TOTAL PUBLIC SUPPORT AND REVENUE | 325,254 |

EXPENSES

| | |
|--------------------------------|--------------------|
| Program services - grants | 253,283 |
| Management and general | 43,841 |
| Fundraising | <u>23,132</u> |
| TOTAL EXPENSES | <u>320,256</u> |
| CHANGE IN NET ASSETS | 4,998 |
| Net Assets - beginning of year | <u>52,335</u> |
| Net Assets - end of year | <u>\$ 57,333</u> |

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

**The Tanzania Wildlife Fund, Inc.
D/B/A African Rainforest Conservancy**

**STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2007**

CASH FLOWS FROM OPERATING ACTIVITIES

| | |
|--|------------------|
| Change in net assets | \$ 4,998 |
| Adjustments to reconcile change in net assets to net cash used in operating activities: | |
| Provision for doubtful accounts | 2,500 |
| Changes in operating assets and liabilities: | |
| Decrease in contributions receivable | 450 |
| Increase in accounts payable and accrued expenses | 2,747 |
| (Decrease) in grants payable | <u>(30,000)</u> |
| Net cash used in operating activities | <u>(19,305)</u> |
| Net (decrease) in cash and cash equivalents | (19,305) |
| Cash and cash equivalents - January 1 | <u>79,385</u> |
| Cash and cash equivalents - December 31 | <u>\$ 60,080</u> |

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

**The Tanzania Wildlife Fund, Inc.
D/B/A African Rainforest Conservancy
Notes to Financial Statements
December 31, 2007**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
AND OTHER INFORMATION**

ORGANIZATION

The Tanzania Wildlife Fund, Inc. D/B/A African Rainforest Conservancy (TWF) is a nonprofit organization exempt from income tax under section 501(c)(3) of the U.S. Internal Revenue Code. TWF was incorporated January 22, 1991 under the laws of the State of New York. The Organization was formed to promote the conservation of wildlife and rainforests in Africa primarily in Tanzania.

PUBLIC SUPPORT AND REVENUE

Grants and other contributions of cash and other assets are reported as temporarily restricted support if they are received with donor 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.

There were no temporarily restricted contributions made for the year ending December 31, 2007.

FIXED ASSETS

Depreciation has been provided in the financial statements utilizing an accelerated depreciation method over the estimated tax lives of the assets.

The following is a summary of property and equipment as of December 31, 2007.

| | |
|--------------------------------|--------------|
| Computers, etc. | \$ 1,432 |
| Less: accumulated depreciation | <u>1,432</u> |
| | <u>\$ -</u> |

**The Tanzania Wildlife Fund, Inc.
D/B/A African Rainforest Conservancy
Notes to Financial Statements
December 31, 2007**

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

INCOME TAXES

The Organization is exempt from Federal and State income taxes under Internal Revenue Code Section 501(c)(3). Accordingly, no provision has been made for income taxes in these financial statements.

ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of management's estimates.

CASH AND CASH EQUIVALENTS

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

IN-KIND DONATIONS

During 2007, artwork valued at approximately \$112,000 was donated to the organization.

2. NET ASSETS RELEASED FROM RESTRICTIONS

There were no temporarily restricted contributions received and allocated during 2007.

3. COMMITMENTS

The Organization occupies premises under a two year lease expiring in December 2008. The lease provides for a minimum annual rental of approximately \$15,000.

Rent expense was approximately \$15,000 for the year ended December 31, 2007.

INDEPENDENT AUDITORS' REPORT
ON SUPPLEMENTARY INFORMATION

To Board of Directors
Tanzania Wildlife Fund, Inc.
D/B/A African Rainforest Conservancy

Our report on our audit of the basic financial statements of The Tanzania Wildlife Fund, Inc. D/B/A African Wildlife Conservancy for 2007 appears on page 1. We conducted our audit in accordance with generally accepted auditing standards for the purpose of forming an opinion on the basic financial statements taken as a whole. The information on pages 8 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

NEW YORK, NEW YORK
January 15, 2008


BERNSTEIN ROSEN & COMPANY CPAS PC

**The Tanzania Wildlife Fund, Inc.
D/B/A African Rainforest Conservancy**

**SUPPLEMENTARY INFORMATION
December 31, 2007**

Program Services

| | |
|---|------------|
| Grants - Tanzania Forest Conservation Group | \$ 189,909 |
| Grants - Other | 10,400 |
| Salaries | 19,444 |
| Payroll taxes | 1,560 |
| Benefit expense | 18,126 |
| Program expense - DVD Production | 12,000 |
| Travel | 1,844 |
| | <hr/> |
| TOTAL PROGRAM SERVICES | \$ 253,283 |

Management and General

| | |
|-----------------------------------|-----------|
| Salaries | \$ 13,889 |
| Payroll taxes and fringe benefits | 1,114 |
| Rent | 15,063 |
| Accounting and professional fees | 4,140 |
| Bad debts | 2,500 |
| Telephone | 1,956 |
| Insurance | 1,379 |
| Website costs | 842 |
| Utilities | 813 |
| Computer and internet expenses | 420 |
| Bank charges | 475 |
| Payroll services | 356 |
| Licenses and permits | 319 |
| Repairs | 120 |
| Office supplies | 455 |
| | <hr/> |
| TOTAL MANAGEMENT AND GENERAL | \$ 43,841 |

Fundraising

| | |
|-------------------|-----------|
| Benefit expense | \$ 18,125 |
| Credit card fees | 1,125 |
| Marketing | 3,210 |
| Printing | 614 |
| Postage | 58 |
| | <hr/> |
| TOTAL FUNDRAISING | \$ 23,132 |