

CHIMOREL SERVICES, INC.

CASH BASIS STATEMENTS

December 31, 2007

To the Board of Trustees of  
Chimorel Services, Inc.

I have compiled the accompanying statement of financial position of Chimorel Services, Inc. (a nonprofit organization) as of December 31, 2007 and the related statement of cash receipts and disbursed for the twelve months then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. I have not audit or reviewed the accompanying financial statements and, accordingly, do not express an opinion of any other form of assurance on them.

These financial statements were prepared on the modified cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.



June 4, 2008

Chimorel Services, Inc.

Statement of Financial Postion(cash basis)

December 31, 2007

<u>Assets</u>		
Cash	\$	1,249
Prepaid educational course (net)		2,000
Equipment - not is service		670
		<u>3,919</u>
<u>Net assets</u>		
Unrestricted	\$	<u>3,919</u>

See accompanying notes and accountant's report.

Chimorel Services, Inc.

Statement of Cash Receipts and Disbursed

For the Year ended December 31, 2007

Operating revenue:	
Contributions	\$ 1,500
In-kind-members dues/contributions	3,600
Other income	310
Interest	2
	<u>5,412</u>
Operating expenses:	
Program expenses	1,366
In-kind costs	3,600
Amortization of educational material	500
Bad debt	200
Other expense	35
	<u>5,701</u>
Change in net assets	-289
Net assets, beginning of the year	<u>4,208</u>
Net assets, end of year	<u>\$ 3,919</u>

See accompanying notes and accountant's report.

Chimorel Services, Inc.

Notes to Financial Statements

December 31, 2007

1. Description of Organization and Activities

- a. Chimorel's mission is to help motivated individuals and organizations achieve goals, solve problems and to enhance our nation's productivity one life at a time.

2. Summary of Significant Accounting Policies

- a. Basis of Presentation – These financial statements are prepared on a cash basis of accounting or other comprehensive basis of accounting(OCBOA).
- b. Net assets and changes in net assets are classified based on the existence or absence of donor-imposed restriction.  
Unrestricted – net assets that are not subject to donor-imposed stipulations.
- c. Use of Estimates – The preparation of financial statements requires management to make estimates and assumption that affect reported amounts and disclosures in the financial statements.
- d. In-kind support – SFAS No. 116 requires organization to adopt and disclose accounting policy for contributed support. The organization policy is to value contribution at fair market value. The in-kind support consisted of membership dues of \$2,750 and assets donations of \$850.

2. Prepaid Educational Course

- a. The cost of the course is being amortized over 5 years on a straight line basis.