Near East Foundation

Financial Report and Supplementary Information

June 30, 2010

Contents

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Certified Public Accountants

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Independent Auditor's Report

To the Board of Directors
Near East Foundation
New York, New York

We have audited the accompanying statements of financial position of the Near East Foundation (the "Foundation") as of June 30, 2010 and 2009, and the related statements of activities, functional expenses, and cash flows for the years then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audits. We did not audit the financial statements of certain foreign branch offices listed in Note 1, which statements reflect total assets and revenue constituting 20% and 25%, respectively, in 2010, and 40% and 39%, respectively, in 2009 of the related totals. Those statements were audited by other auditors whose reports have been furnished to us and, in our opinion, insofar as they relate to the amounts included for the Foundation, are based solely on the reports of the other auditors.

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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits and the reports of the other auditors provide a reasonable basis for our opinion.

In our opinion, based on our audits and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the financial position of the Near East Foundation as of June 30, 2010 and 2009, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information contained on page 13 is presented for the purpose 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, based upon our audits and the reports of the other auditors, is fairly presented in all material respects in relation to the financial statements taken as a whole.

McGladrey & Pullen, LLP

New York, New York
March 29, 2011

Near East Foundation

Statements of Financial Position
June 30, 2010 and 2009

	2010	2009
ASSETS		
Current Assets:		
Cash and cash equivalents	**$ 732,168**	$ 969,423
Accounts and loans receivable	**158,728**	169,391
Grants and contracts receivable (Note 3)	**293,638**	606,102
Prepaid expenses	**15,590**	15,890
Investments, at fair value (Note 4)	**3,231,577**	480,935
Security deposits	**8,302**	28,430
Investment in trusts held by others	**49,925**	49,492
Fixed assets, net (Note 5)	**59,592**	94,573
Total assets	**$ 4,549,520**	$ 2,414,236
LIABILITIES AND NET ASSETS		
Current Liabilities:		
Accounts payable and accrued expenses	**$ 380,492**	$ 531,667
Refundable advances	**122,918**	139,333
Total liabilities	**503,410**	671,000
Commitments		
Net Assets:		
Unrestricted	**426,543**	686,653
Temporarily restricted	**395,214**	721,198
Permanently restricted	**3,224,353**	335,385
Total net assets	**4,046,110**	1,743,236
Total liabilities and net assets	**$ 4,549,520**	$ 2,414,236

See Notes to Financial Statements.

Near East Foundation

Statements of Activities
Years Ended June 30, 2010 and 2009

	2010				2009			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Revenue and Other Support:								
Contributions	$ 261,199	$ 17,061	$ 3,000,000	$ 3,278,260	$ 839,642	$ 77,834	$ 100,000	$ 1,017,476
Government grants and contracts	2,173,566	-	-	2,173,566	894,790	-	-	894,790
Private grants	-	1,500,937	-	1,500,937	8,320	2,005,719	-	2,014,039
In-kind contributions (Note 10)	346,130	-	-	346,130	203,903	41,229	-	245,132
Special events revenue, net	-	28,401	-	28,401				
Investment income	10,640	-	-	10,640	15,351	-	-	15,351
Realized losses on investments	-	-	-	-	(37,481)	-	-	(37,481)
Net change in fair value of investments	-	6,739	-	6,739	(63,075)	-	-	(63,075)
Program-related income	290,127	-	-	290,127	260,589	-	-	260,589
Other	25,668			25,668	13,685	(11,508)	-	2,177
Net assets released from restrictions	1,990,154	(1,879,122)	(111,032)	-	2,872,086	(2,872,086)	-	-
Total revenue and other support	5,097,484	(325,984)	2,888,968	7,660,468	5,007,810	(758,812)	100,000	4,348,998
Expenses:								
Direct program services	4,139,010	-	-	4,139,010	3,708,792	-	-	3,708,792
Program administration	524,341	-	-	524,341	914,638	-	-	914,638
Total program services	4,663,351	-	-	4,663,351	4,623,430	-	-	4,623,430
Management and general	593,426	-	-	593,426	736,852	-	-	736,852
Fund-raising	100,817	-	-	100,817	265,598	-	-	265,598
Total expenses	5,357,594	-	-	5,357,594	5,625,880	-	-	5,625,880
Change in net assets	(260,110)	(325,984)	2,888,968	2,302,874	(618,070)	(758,812)	100,000	(1,276,882)
Net Assets:								
Beginning	686,653	721,198	335,385	1,743,236	1,304,723	1,480,010	235,385	3,020,118
Ending	$ 426,543	$ 395,214	$ 3,224,353	$ 4,046,110	$ 686,653	$ 721,198	$ 335,385	$ 1,743,236

See Notes to Financial Statements.

Near East Foundation

Statement of Functional Expenses
Year Ended June 30, 2010

	2010					
	Direct Program Services	**Program Administration**	**Total Program Services**	**Management and General**	**Fund-Raising**	**Total**
Salaries	$ 701,271	$ 194,190	$ 895,461	$ 235,753	$ 64,491	**$ 1,195,705**
Fringe benefits	143,554	29,500	173,054	59,497	13,342	**245,893**
Total salaries and related expenses	844,825	223,690	1,068,515	295,250	77,833	**1,441,598**
Professional fees	473,173	71,528	544,701	234,912	4,043	**783,656**
Training, supplies and technical assistance	392,098	777	392,875	-	-	**392,875**
Supplies	36,234	6,373	42,607	1,076	2,502	**46,185**
Agricultural expenses	12,294	-	12,294	-	-	**12,294**
Construction	1,815	-	1,815	-	-	**1,815**
Equipment	140,568	18,844	159,412	2,048	479	**161,939**
Grants	1,716,792	-	1,716,792	-	-	**1,716,792**
Program development and marketing	43,826	20	43,846	-	1,908	**45,754**
Occupancy	58,408	38,243	96,651	26,854	8,865	**132,370**
Telephone and Internet	35,564	10,784	46,348	3,898	1,521	**51,767**
Postage and shipping	56,715	446	57,161	488	355	**58,004**
Printing and publications	5,016	830	5,846	1,036	279	**7,161**
Travel	83,158	21,091	104,249	23,235	3,032	**130,516**
Meetings and conferences	320	-	320	1,203	-	**1,523**
Depreciation	4,389	30,591	34,980	-	-	**34,980**
Foreign exchange loss	2,656	102,193	104,849	-	-	**104,849**
Bad debt expense	-	3,590	3,590	-	-	**3,590**
Miscellaneous expenses	231,159	(4,659)	226,500	3,426	-	**229,926**
Total expenses	$ 4,139,010	$ 524,341	$ 4,663,351	$ 593,426	$ 100,817	**$ 5,357,594**

See Notes to Financial Statements.

Near East Foundation

Statement of Functional Expenses
Year Ended June 30, 2009

	2009					
	Direct Program Services	**Program Administration**	**Total Program Services**	**Management and General**	**Fund-Raising**	**Total**
Salaries	$ 768,507	$ 315,119	$ 1,083,626	$ 252,267	$ 187,509	$ 1,523,402
Fringe benefits	131,299	80,904	212,203	81,529	31,983	325,715
Total salaries and related expenses	899,806	396,023	1,295,829	333,796	219,492	1,849,117
Professional fees	847,567	188,211	1,035,778	329,105	12,584	1,377,467
Training, supplies and technical assistance	590,044	12	590,056	-	-	590,056
Supplies	15,772	8,133	23,905	1,633	2,952	28,490
Agricultural expenses	12,569	-	12,569	-	-	12,569
Construction	9,237	-	9,237	-	-	9,237
Equipment	130,402	23,188	153,590	2,936	1,189	157,715
Grants	814,172	-	814,172	-	-	814,172
Program development and marketing	13,285	-	13,285	-	150	13,435
Occupancy	71,991	57,240	129,231	43,822	21,706	194,759
Telephone and Internet	28,287	11,491	39,778	3,069	1,205	44,052
Postage and shipping	72,838	491	73,329	1,642	575	75,546
Printing and publications	7,069	802	7,871	959	1,068	9,898
Travel	101,168	36,090	137,258	14,704	4,506	156,468
Meetings and conferences	3,100	-	3,100	35	-	3,135
Depreciation	4,389	30,591	34,980	-	-	34,980
Foreign exchange loss	274	139,936	140,210	-	-	140,210
Loss on disposal of fixed assets	-	7,321	7,321	-	-	7,321
Bad debt expense	5,763	-	5,763	-	-	5,763
Miscellaneous expenses	81,059	15,109	96,168	5,151	171	101,490
Total expenses	$ 3,708,792	$ 914,638	$ 4,623,430	$ 736,852	$ 265,598	$ 5,625,880

See Notes to Financial Statements.

Near East Foundation

Statements of Cash Flows
Years Ended June 30, 2010 and 2009

	2010	2009
Cash Flows From Operating Activities:		
Change in net assets	**$ 2,302,874**	$ (1,276,882)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	**34,980**	34,980
Loss on disposal of fixed assets	**-**	7,321
Realized losses on investments	**-**	37,481
Net change in fair value of investments	**(6,739)**	63,075
Change in value of investments in trusts held by others	**(433)**	44,834
Changes in value of assets and liabilities:		
Decrease in accounts and loans receivable	**10,663**	10,566
Decrease in grants and contracts receivable	**312,464**	310,918
Decrease in prepaid expenses	**300**	8,133
Decrease in security deposits	**20,128**	-
(Decrease) increase in accounts payable and accrued expenses	**(151,175)**	167,794
Decrease in refundable advances	**(16,415)**	(30,934)
Net cash provided by (used in) operating activities	**2,506,647**	(622,714)
Cash Flows From Investing Activities:		
Proceeds from sales of investments	**256,098**	435,781
Purchases of investments	**(3,000,000)**	(480,935)
Net cash used in investing activities	**(2,743,902)**	(45,154)
Net decrease in cash and cash equivalents	**(237,255)**	(667,868)
Cash and Cash Equivalents:		
Beginning	**969,423**	1,637,291
Ending	**$ 732,168**	$ 969,423

See Notes to Financial Statements.

Note 1. Nature of Organization

The Near East Foundation ("NEF" or the "Foundation") is an international non-governmental organization, founded in 1915, that fosters and supports civil society organizations in select African and Middle Eastern communities experiencing inveterate poverty, as well as conflict, migration and/or climate change. NEF designs and manages projects that engage communities in simple, but innovative and sustainable practices and technologies to meet their basic needs in agriculture, education, healthcare and income generation, giving them the confidence and competence to seek services from their governments and broader societies.

To implement its projects, the organization maintains offices and staff in Egypt, Jordan, Mali, Morocco, Palestine and Sudan, as well as New York City. Its presence in these countries is registered with each of the respective national authorities, and NEF also has a license from the U.S. Treasury Department to work in Sudan. With respect to Egypt, NEF has a memorandum of understanding with the Center for Development Services ("CDS") to provide NEF with staff for representation purposes, as well as other memoranda of understanding to provide staff and services for specific NEF projects in Egypt. CDS is an Egyptian company that belongs to former NEF employees who set up CDS with support from NEF. NEF has supported other former and current employees to set up similar entities in other countries, but has not used these entities.

NEF has been classified as a 501(c)(3) organization and is exempt from federal income taxes under the provisions of 501(a) of the Internal Revenue Code and a similar provision of the State of New York tax laws. Accordingly, no provision for income taxes has been recorded in the accompanying financial statements.

NEFdev, a for-profit subsidiary of NEF, was established in March 2006 to take advantage of United States government small business grants that would not be available to the not-for-profit NEF organization. NEFdev has been inactive as of June 30, 2008, but is expected to pursue small business grants in the future.

Note 2. Summary of Significant Accounting Policies

Basis of Financial Statements: The accompanying financial statements have been prepared on an accrual basis of accounting and are presented in accordance with accounting requirements for not-for-profit organizations. These requirements provide that all not-for-profit organizations provide a statement of financial position, a statement of activities, and a statement of cash flows and that net assets are classified as unrestricted, temporarily restricted, or permanently restricted based on the existence or absence of donor stipulations regarding the use of such assets.

The net assets of the Foundation and changes therein are classified and reported as follows:

Unrestricted: Net assets that are not subject to donor-imposed stipulations and are, therefore, available for the general operations of the Foundation.

Temporarily Restricted: Net assets that are subject to donor-imposed stipulations that will be met either by actions of the Foundation and/or the passage of time. As such restrictions are satisfied, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the accompanying statement of activities as net assets released from restrictions.

Permanently Restricted: Net assets that are subject to donor-imposed stipulations requiring the corpus of the gift be retained in perpetuity. Generally, such donors allow the income from these resources to be used for general or specific purposes.

Cash and Cash Equivalents: Cash and cash equivalents include highly liquid instruments with original maturities at the time of purchase of three months or less, excluding cash held for investment purposes. The Foundation maintains cash in bank deposit accounts which, at times, may exceed federally-insured limits. The Foundation has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash and temporary cash. Cash and cash equivalents do not include money market investments and bank deposit accounts included in investments.

Note 2. Summary of Significant Accounting Policies (Continued)

Revenue Recognition: The Foundation records contributions and private grants of cash and other assets when an unconditional promise to give is received from a donor. Contributions and private grants are recorded at the fair value of the assets received at the date of gift and are classified as either restricted or unrestricted support, depending upon donor-imposed stipulations, if any.

Government grants and other contracts designated for use in specific activities are recognized as revenue in unrestricted net assets when expenditures have been incurred in compliance with the grantor's provisions and as requisitions for reimbursements are submitted. Cash received in excess of revenue recognized is recorded as refundable advances.

Investments: Investments in equity with readily determinable fair value and all investments in debt securities are recorded at fair value, which is determined based upon quoted market prices. The statements of activities present investment income, consisting of interest and dividend income. Interest income is recorded on the accrual basis. Purchases and sales of securities are recorded on a trade-date basis.

Fixed Assets: Fixed assets are stated at cost, less accumulated depreciation and amortization or at the fair market value of the donated assets at the date of receipt, if donated. Depreciation and amortization expense is computed using the straight-line method over the estimated useful lives of the respective assets, as follows:

Vehicles	5 years
Furniture and equipment	5 to 10 years

Costs incurred for repairs and maintenance are charged to expense as incurred.

Split-Interest Agreements: Donors have established and funded certain trusts, which are administered and controlled by organizations other than the Foundation. Under the terms of these trusts, the Foundation has the irrevocable right to receive the income earned on the trust assets in perpetuity and, as such, has recorded its interest as permanently restricted contributions.

In addition, a donor established a funded trust under which specified distributions are to be made to a designated beneficiary over the trust's term. Upon the death of the beneficiary, the Foundation will receive a portion of the assets remaining in trust. Charitable remainder trusts are recorded as increases in temporarily restricted net assets at the fair value of the trust assets, less the present value of the estimated future payments to be made to the beneficiary.

Foreign Exchanges Gain or Loss: Monetary assets and liabilities denominated in foreign currencies are translated using rates prevailing at year-end. Revenues and expenses are translated at rates prevailing on the date of the respective transaction. Foreign exchange gains or losses are included in the accompanying statement of activities as components of program and/or management and general expenses, as appropriate.

Use of Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America ("GAAP") requires management to make estimates and judgments 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 revenue and expenses during the reporting period. Actual results could differ from those estimates.

Endowment Funds: Endowment funds represent funds that are not available for current use because they have been so restricted by donors, or designated by the Foundation's board of directors.

Note 2. Summary of Significant Accounting Policies (Continued)

Income Taxes: The Foundation is tax-exempt under Internal Revenue Code Section 501(c)(3). The Foundation recognizes the effect of income tax positions only if those positions are probable of being sustained. Income generated from activities unrelated to the Foundation's exempt purpose is subject to tax under Internal Revenue Code Section 501. The Foundation did not have any material unrelated business income tax liability for the years ended June 30, 2010 and 2009.

On July 1, 2009, the Foundation adopted the accounting standard on accounting for uncertainty in income taxes, which addresses the determination of whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the financial statements. Under this guidance, the Foundation may recognize the tax benefit from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by taxing authorities, based on the technical merits of the position. The tax benefits recognized in the financial statements from such a position are measured based on the largest benefit that has a greater than 50% likelihood of being realized upon ultimate settlement. The guidance on accounting for uncertainty in income taxes also addresses derecognition, classification, interest and penalties on income taxes, and accounting in interim periods.

Management evaluated the Foundation's tax positions and concluded that the Foundation had taken no uncertain tax positions that require adjustment to the financial statements to comply with the provisions of this guidance. With few exceptions, the Foundation is no longer subject to income tax examinations by U.S. federal, state or local tax authorities for years before 2007, which is the standard statute of limitations look-back period.

Subsequent Events: The Foundation evaluates events occurring after the date of the financial statements to consider whether or not the impact of such events needs to be reflected or disclosed in the financial statements. Such evaluation is performed through the date the financial statements are available for issuance, which was March 29, 2011 for these financial statements.

Note 3. Grants and Contracts Receivable

Grants and contracts receivable represent revenue earned but not received from the grantors. Grants receivable due within one year at June 30, 2010 and 2009 were $293,638 and $456,102, respectively. Grants receivable due in one to five years at June 30, 2010 and 2009 were $0 and $150,000, respectively.

Note 4. Investments, at Fair Value

The Foundation follows Accounting Standards Codification ("ASC") 820-10, previously referred to as Statement of Financial Accounting Standards No. 157, *Fair Value Measurements* ("SFAS 157"). ASC 820-10 defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. ASC 820-10 also establishes a framework for measuring fair value and expands disclosures about fair value measurements.

ASC 820-10 establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements).

The three levels of the fair value hierarchy under ASC 820-10 are as follows:

Level 1: Inputs that reflect unadjusted quoted market prices in active markets that the Foundation has the ability to access at the measurement date;

Level 2: Inputs other than quoted market prices that are observable for the asset or liability either directly or indirectly, including inputs in markets that are not considered to be active;

Note 4. Investments, at Fair Value (Continued)

Level 3: Inputs that are unobservable for the asset or liability and that include situations where there is little, if any, market activity for the asset or liability. The inputs into the determination of fair value are based upon the best information in the circumstances and may require significant management judgments or estimates.

Investments measured at fair value on a recurring basis consist of the following at June 30, 2010 and 2009:

	2010		
	Level 1	**Level 2**	**Level 3**
Bank savings account	**$ 3,006,739**	**$ -**	**$ -**
Money market funds	**224,838**	**-**	**-**
	$ 3,231,577	**$ -**	**$ -**

	2009		
	Level 1	Level 2	Level 3
Money market funds	$ 480,935	$ -	$ -
	$ 480,935	$ -	$ -

For the years ended June 30, 2010 and 2009, investment income is presented net of investment management and custodial fees totaling $10,640 and $15,351, respectively.

Note 5. Property and Equipment, Net

At June 30, 2010 and 2009, property and equipment, net, consists of the following:

	2010	2009
Vehicles	**$ 503,559**	$ 503,559
Office equipment	**125,611**	135,385
Furniture and fixtures	**12,560**	28,376
	641,730	667,320
Less accumulated depreciation	**(582,138)**	(572,747)
	$ 59,592	$ 94,573

Note 6. Retirement Plan

The Foundation had a defined contribution retirement plan (the "Plan") administered by Teachers Insurance and Annuity Foundation - College Retirement Equities Fund, which covers substantially all U.S. employees until February 2010. The Foundation contributes between 10% and 15% of each participant's salary,

Note 6. Retirement Plan (Continued)

depending on the participant's years of service. The Foundation's contribution to the Plan for the years ended June 30, 2010 and 2009 totaled $9,576 and $43,114, respectively. All New York City-based staff, except the vice president of finance, separated from the Foundation in January and February 2010 and contributions to the plan were terminated in February 2010.

Note 7. Occupancy Costs

On February 23, 2010, the Foundation signed a lease termination agreement with its landlord whereby the Foundation agreed to pay the landlord a termination fee of $10,686 and vacated the premises by March 5, 2010. In accordance with the terms of the agreement, the Foundation also waived its right, title and interest in and to the security deposit of $28,430. In March 2010, the president and vice president moved into an office at another location which is being provided to the Foundation at no cost.

Note 8. Temporarily Restricted Net Assets

Temporarily restricted net assets are restricted by purpose or periods for the following locations:

	2010	2009
NEF - Mali	**$ 90,355**	$ -
NEF - NY and Morocco	**73,179**	73,187
NEF - Egypt	**198,213**	617,440
NEF - West Bank	**6,456**	3,560
NEF - Sudan	**27,011**	27,011
	$ 395,214	$ 721,198

Note 9. Permanently Restricted Net Assets

Permanently restricted net assets as of June 30 consist of investments to be held in perpetuity in funds and charitable trusts as noted below for the purpose of generating income for the general purpose of the Foundation:

	2010	2009
Africa Fund	**$ 50,150**	$ 161,182
Francis K. Ross Charitable Trust	**62,414**	62,414
Violet J. Jacobs Endowment Fund	**3,000,000**	-
Other	**111,789**	111,789
	$ 3,224,353	$ 335,385

The Foundation is subject to the New York Not-for-Profit Corporation Law. The Foundation has determined that when a contribution is received and the donor restricts the Foundation from spending the principal, New York Law requires the Foundation to maintain the original historical dollar value of the contribution received as an endowment. Such amount is recorded as permanently restricted and investment return is recorded as temporarily restricted or unrestricted based on the purpose for which the endowment was created.

Note 9. Permanently Restricted Net Assets (Continued)

The Foundation has adopted investment and spending policies for endowment assets that attempt to maintain a surplus for the Foundation to allow for possible distributions for operating expenses, for unusual or unexpected repairs, and improvements to our physical plants. Endowment assets include those assets of donor-restricted funds that the Foundation must hold in perpetuity. Under this policy, as approved by the board of directors, the overriding objective is to maintain purchasing power.

The State of New York enacted the New York Prudent Management of Institutional Funds Act ("NYPMIFA") effective September 17, 2010. The Foundation does not expect the enactment of NYPMIFA to have a significant impact on its classification on net assets.

To satisfy its long-term rate of return objectives, the Foundation relies on the price appreciation of equities that at times make up a large percentage of its portfolio, but the Foundation will also hold cash at times to provide stability in volatile markets.

On March 5, 2010, the donor signed an agreement with the Foundation to provide cash totaling $3,000,000 to establish an endowment in perpetuity the income from which will be used to support the operations of the Foundation. The terms of the agreement require the Foundation to actively pursue building its board, and to establish a spending rate of 7% measured on June 30 of each year if the value of the endowment is greater than its corpus and 5% if it falls below the corpus.

During 2010, two donors authorized in writing to transfer approximately $111,032 from permanently restricted net assets to unrestricted net assets.

Note 10. In-Kind Contributions

In-kind contributions received for the year ended June 30, 2010 and 2009 approximated $346,000 and $245,000, respectively, of which the New York office received donated professional services totaling approximately $153,000 and $113,000, respectively. In 2010, the remaining balance consisted of donated supplies in Morocco of $193,000. In 2009, the remaining balance consisted of software licenses in Egypt of $41,000 and donated supplies in Morocco of $91,000.

New East Foundation

Supplementary Information

Schedule of Direct Program Services by Location
Years Ended June 30, 2010 and 2009

	2010	2009
Egypt	**$ 475,166**	$ 830,934
Jordan	**1,177,476**	588,498
Mali	**548,236**	409,642
Morocco	**917,109**	785,851
Sudan	**48,383**	74,820
Armenia	**14,560**	25,200
Syria	**-**	272,439
West Bank/Gaza	**958,080**	721,408
	$ 4,139,010	$ 3,708,792

See Notes to Financial Statements.