

BREAST CANCER OUTREACH FOUNDATION, INC
INDEPENDENT AUDITORS' REPORT
AND
FINANCIAL STATEMENTS
FOR THE PERIOD JULY 2, 2014(INCEPTION)
TO THE PERIOD ENDED DECEMBER 31, 2014

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DAVE V. JOHN, LLC

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INDEPENDENT AUDITORS' REPORT

To The Board of Directors
Breast Cancer Outreach Foundation, Inc.
Orlando, Florida

Report on the Financial Statements

I have audited the accompanying financial statements of Breast Cancer Outreach Foundation, Inc which comprise the statement of financial position as of December 31, 2014, and the related statements of activities and changes in fund balance, statements of functional expenses and cash flows for the period July 2, 2014(Inception) to the period ended December 31, 2014, 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.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit 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 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 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 Breast Cancer Outreach Foundation, Inc as of December 31, 2014 and the results of its operations and its cash flows for the period July 2, 2014(Inception) to December 31, 2014, in accordance with accounting principles generally accepted in the United States of America.


DAVE. V. JOHN, LLC

Tamarac, Florida

March 5, 2015

BREAST CANCER OUTREACH FOUNDATION, INC
STATEMENT OF FINANCIAL POSITION

December 31, 2014

ASSETS

ASSETS	
Cash	\$ 7,164
TOTAL ASSETS	<u>7,164</u>

LIABILITIES AND NET ASSETS

LIABILITIES	
Accounts payable	\$ 3,500
TOTAL LIABILITIES	<u>3,500</u>

NET ASSETS	
Unrestricted	3,664
TOTAL NET ASSETS	<u>3,664</u>

TOTAL LIABILITIES AND NET ASSETS	\$ <u>7,164</u>
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The accompanying notes are an integral part of these financial statements

BREAST CANCER OUTREACH FOUNDATION, INC
STATEMENTS OF ACTIVITIES AND CHANGES IN FUND BALANCES
For The Period July 2, 2014(Inception) To The Period Ended December 31, 2014

		<u>Unrestricted</u>
REVENUE AND SUPPORT		
Fundraising activities	\$	145,468
In-Kind donation		<u>400,374</u>
 TOTAL REVENUE AND SUPPORT		 <u>545,842</u>
 EXPENSES		
Program Services:		
Program expense	\$	407,190
Supporting services		
Management and general		9,113
Fundraising		<u>125,875</u>
TOTAL EXPENSES		<u>542,178</u>
 CHANGES IN NET ASSETS		 3,664
 NET ASSETS AT BEGINNING OF PERIOD(JULY 2, 2014)	\$	 <u>-</u>
 NET ASSETS AT END OF YEAR(DECEMBER 31, 2014)	\$	 <u><u>3,664</u></u>

The accompanying notes are an integral part of these financial statements

BREAST CANCER OUTREACH FOUNDATION, INC
STATEMENTS OF CASH FLOWS
For The Period July 2, 2014 (Inception) To The Period Ended December 31, 2014

OPERATING ACTIVITIES

Increase (decrease) in net assets	\$ <u>3,664</u>
Adjustments to reconcile increase in net assets to net cash provided(used) by operating activities:	
Changes in operating assets and liabilities	
Account payable increase(decrease)	<u>3,500</u>
Net cash provided by operating activities	<u>7,164</u>
 Increase in cash and cash equivalents for the year	 7,164
 CASH AT THE BEGINNING OF YEAR(July 2, 2014)	 <u>-</u>
 CASH AT THE END OF YEAR(December 31, 2014)	 \$ <u><u>7,164</u></u>

The accompanying notes are an integral part of these financial statement

BREAST CANCER OUTREACH FOUNDATION, INC
STATEMENTS OF FUNCTIONAL EXPENSES

For The Period July 2, 2014(Inception) To The Period Ended December 31, 2014

	Program Services	Supporting Services		Total Expenses
		Management and General	Fund Raising	
In-kind donation	\$ 407,190	\$ -	\$ 125,875	\$ 533,065
Bank fees	-	1,200	-	1,200
State and federal registration fees	-	1,695	-	1,695
Donation	-	438	-	438
Other expense	-	2,280	-	2,280
Professional fees	-	3,500	-	3,500
Total expenses	\$ 407,190	\$ 9,113	\$ 125,875	\$ 542,178

The accompanying notes are an integral part of these financial statements

BREAST CANCER OUTREACH FOUNDATION, INC
NOTES TO FINANCIAL STATEMENTS
December 31, 2014

NOTE 1 – NATURE OF ACTIVITIES

Breast Cancer Outreach Foundation, Inc. (“organization”) is organized as a not-for-profit organization which operates exclusively for charitable and educational purposes within the meaning of section 501(c) (3) of the Internal Revenue Code of 1986.

Breast Cancer Outreach Foundation, Inc. was established in July, 2014, for the expressed purpose of funding breast cancer vaccine research, diagnosis and treatment of breast cancer, and to provide medicine and medical equipment to prevent, treat and eradicate breast cancer in the United States and around the world.

Breast Cancer Outreach Foundation, Inc. is a Florida incorporated organization, registered in 33 States which require registration for fundraising by its Professional Fundraiser. The organization has a national board of directors to assist in the eradication of breast cancer through diagnosis, treatment, vaccine research, and by providing medicines and medical equipment in the United States and around the world.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of Breast Cancer Outreach Foundation, Inc. (“organization”) are presented to assist in understanding the organization’s financial position and operations. The financial statements and notes are representations of the organization’s management who are responsible for the integrity and objectivity of the financial statements. These accounting policies conform to United States generally accepted accounting principles and have been consistently applied in the preparation of the financial statements.

Basis of Accounting

The financial statements have been prepared on an accrual basis, in accordance with U.S generally accepted accounting principles.

Estimates

The preparation of financial statements in conformity with United States generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and gains and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Cash and cash equivalents

The organization considers all highly liquid debt instruments with an original maturity of three months or less to be cash equivalents.

BREAST CANCER OUTREACH FOUNDATION, INC
NOTES TO FINANCIAL STATEMENTS
December 31, 2014

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-continued

Income Tax

The organization's financial statements do not include any provisions for income taxes. The organization is exempt from federal income tax under Internal Revenue Code Section 501(c)(3) organization.

The organization's form 990, Return of Organization Exempt from income Tax, for the year ended December 31, 2014 are subject to examination by the IRS, generally for three years after they were filed.

Financial Statement Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards ASC. 958, "Financial Statement of Not-for-Profit Organizations." Under ASC. 958, the Organization reports 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. In addition, the organization is required to present a statement of cash flow. The organization has no temporarily or permanently restricted net assets.

Revenue Recognition

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. All donor-restricted support is reported as temporary or permanently restricted net assets, based upon the nature of the restriction.

Contributed Services/Volunteers

Contributed services are received in connection with the organization fund-raising activities. No amounts have been reflected in the financial statements for those services, since they do not meet the criteria in ASC. 958-605 for recognition in the financial statements.

Donated Services

No amounts have been reflected in the financial statements for donated services, the organization pays for most services requiring specific expertise. However, individuals volunteer their time and perform a variety of tasks including assisting the organization with specific programs, and serving on committees. Such donated services have not been quantified and do not meet the criteria for recognition in the financial statements.

BREAST CANCER OUTREACH FOUNDATION, INC
NOTES TO FINANCIAL STATEMENTS
December 31, 2014

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-continued

Functional Expenses

The costs of providing programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among program and supporting services.

Fair Value Measurement

Under FASB ASC 820, Fair Value Measurements and disclosure (SFAS No.157), Fair value is defined as the exchange price that would be received for an asset or paid to transfer (an exit price) in the principal or most advantageous market for the asset or liability in an order transaction between market participants on the measurement date.

The organization has determined that there was no material differences between the carrying value and the fair value of its financial assets and liabilities at December 31, 2014, and therefore, no adjustment for the effect of FASB ASC 820 was made to the organization's financial statements at December 31, 2014.

NOTE 3 DATE OF MANAGEMENT REVIEW

In preparing the financial statements, the organization has evaluated events and transactions for potential recognition or disclosures through March 5, 2014, the date that the financial statements were available to be issued.

NOTE 4 CONCENTRATIONS AND CREDIT RISK

Financial Instruments, which potentially subject the organization to concentration of credit risk, consist principally of cash and cash equivalents. Cash on deposit with one financial institution at December 31, 2014 was approximately \$7,164, were insured up to \$250,000 by the Federal Deposit Insurance Corporation. At December 31, 2014, the organization had no amounts in excess of FDIC insured limits.

NOTE 5 CONCENTRATION OF CONTRIBUTIONS

The organization receives 100% of its revenues from two sources.

NOTE 6 COMMITMENTS AND CONTINGENCIES

The organization could be party to various legal actions normally associated in the course of its operation, the aggregate effect of which, in management's opinion would not be material to the future financial condition of the organization.

BREAST CANCER OUTREACH FOUNDATION, INC
NOTES TO FINANCIAL STATEMENTS
December 31, 2014

NOTE 7 SUBSEQUENT EVENT

Under FASB ASC, subsequent events are events or transactions that occur after the balance sheet date but before financial statements are issued or ready to be issued. The organization recognizes in the financial statements the effects of all subsequent events that provide additional evidence about conditions that existed at the date of the balance sheet, including the estimates inherent in the process of preparing the financial statements. The organization's financial statements do not recognize subsequent events that provide evidence about conditions that did not exist at the date of the balance sheet but arose after the balance sheet date and before financial statements are issued.

NOTE 8 UNCERTAINTIES IN INCOME TAXES

The organization has adopted the guidance for uncertainty in income taxes in FASB ASC 740. The organization will record a liability a liability for uncertain tax positions when it is probable that a loss has been incurred and the amount can be reasonably possible that changes will occur within the next twelve months that will have a material impact on the financial statement.

The organization's evaluation on December 31, 2014 revealed no tax positions that would have a material impact on the financial statements. The organization does not believe that any reasonably possible changes will occur within the next twelve months that will have a material impact on the financial statements.

The federal income tax returns of the organization for 2014 are subject to examination, generally for three years after being filed.