GLOBAL PARTNERSHIPS
AND SUBSIDIARIES

Consolidated Financial Statements

For the Year Ended June 30, 2011

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CLARK NUBER

10900 NE 4th Street
Suite 1700
Bellevue WA 98004
tel 425 454 4919
fax 425 454 4620
800 504 8747
clarknuber.com

Certified Public
Accountants
and Consultants

Independent Auditors' Report

Board of Directors
Global Partnerships
Seattle, Washington

We have audited the accompanying consolidating statement of financial position of Global Partnerships and its subsidiaries (collectively "the Organization") as of June 30, 2011, and the related consolidating statement of activities and consolidated cash flows for the year then ended. These consolidating financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these consolidating financial statements based on our audit. The prior year summarized comparative information has been derived from Global Partnerships' 2010 consolidating financial statements and, in our report dated September 2, 2010, we expressed an unqualified opinion on those consolidating financial statements. We audited the adjustment described in Note 3 that was applied to report the Organization's change in accounting for loans receivable.

We conducted our audit 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 audit provides a reasonable basis for our opinion.

In our opinion, the consolidating financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of June 30, 2011, and the changes in its net assets and its cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the consolidating financial statements as a whole. The supplementary information on page 13 for the year ended June 30, 2011 is presented for purposes of additional analysis and is not a required part of the consolidating 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 consolidating financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidating financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidating financial statements or to the consolidating financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Clark Nuber PS

Certified Public Accountants
September 6, 2011

GLOBAL PARTNERSHIPS AND SUBSIDIARIES

Consolidating Statement of Financial Position
June 30, 2011
(With Comparative Totals for 2010)

	Global Partnerships	*Global Partnerships Social Investment Fund 2010, LLC*	*Global Partnerships Microfinance Fund 2008, LLC*	*Global Partnerships Microfinance Fund 2006, LLC*	*GP Fund Management, LLC*	*Eliminations*	*2011 Consolidated Total*	*2010 Consolidated Total (As Adjusted, Note 3)*
Assets								
Current Assets:								
Cash and cash equivalents	$ 2,631,974	$ 10,555,414	$ 473,935	$ 243,471	$ 28,743	$ -	$ 13,933,537	$ 5,039,544
Pledges receivable current, net (Note 2)	261,844						261,844	555,346
Social investment loans receivable current portion, net		2,303,853	11,243,000	2,216,140			15,762,993	5,383,896
Other receivables	4,634	160,017	61,462	8,820		(3,372)	231,561	86,296
Other assets	8,725						8,725	4,645
Total Current Assets	**2,907,177**	**13,019,284**	**11,778,397**	**2,468,431**	**28,743**	**(3,372)**	**30,198,660**	**11,069,727**
Pledges receivable, net (Note 2)	193,786						193,786	171,265
Social investment loans receivable long-term portion, net		11,229,000	8,157,000	350			19,386,350	19,067,847
Investment in subsidiaries and other	3,694,734					(3,631,100)	63,634	50,000
Property and equipment, net (Note 4)	166,944						166,944	43,299
Total Assets	**$ 6,962,641**	**$ 24,248,284**	**$ 19,935,397**	**$ 2,468,781**	**$ 28,743**	**$ (3,634,472)**	**$ 50,009,374**	**$ 30,402,138**
Liabilities and Net Assets								
Current Liabilities:								
Accounts payable	$ 21,789	$ 28,244	$ 2,559	$ 744	$ 257	$ (2,308)	$ 51,285	$ 52,032
Long-term debt, current portion (Note 5)				2,491,553		(18,750)	2,472,803	3,521,771
Accrued liabilities	117,194	86,787			31,535	(1,064)	234,452	129,563
Total Current Liabilities	**138,983**	**115,031**	**2,559**	**2,492,297**	**31,792**	**(22,122)**	**2,758,540**	**3,703,366**
Deferred rent liability	60,219						60,219	
Long-term debt (Note 5)		23,500,000	18,516,533		1,000	(357,250)	41,660,283	20,914,337
Total Liabilities	**199,202**	**23,615,031**	**18,519,092**	**2,492,297**	**32,792**	**(379,372)**	**44,479,042**	**24,617,703**
Net Assets/Equity:								
Members' equity		1,500,000	1,500,000	255,000	100	(3,255,100)		
Accumulated deficit		(866,747)	(83,695)	(278,516)	(4,149)		(1,233,107)	(983,534)
Unrestricted net assets	5,865,559						5,865,559	5,576,607
Temporarily restricted net assets (Note 6)	897,880						897,880	1,191,362
Total Net Assets and Equity	**6,763,439**	**633,253**	**1,416,305**	**(23,516)**	**(4,049)**	**(3,255,100)**	**5,530,332**	**5,784,435**
Total Liabilities, Net Assets and Equity	**$ 6,962,641**	**$ 24,248,284**	**$ 19,935,397**	**$ 2,468,781**	**$ 28,743**	**$ (3,634,472)**	**$ 50,009,374**	**$ 30,402,138**

See accompanying notes.

GLOBAL PARTNERSHIPS AND SUBSIDIARIES

Consolidating Statement of Activities
For the Year Ended June 30, 2011
(With Comparative Totals for 2010)

	Global Partnerships	*Global Partnerships Social Investment Fund 2010, LLC*	*Global Partnerships Microfinance Fund 2008, LLC*	*Global Partnerships Microfinance Fund 2006, LLC*	*Global Partnerships Microfinance Fund 2005, LLC*	*GP Fund Management, LLC*	*Eliminations*	*2011 Consolidated Total*	*2010 Consolidated Total (As Adjusted, Note 3)*
Unrestricted Revenue and Other Support:									
Contributions	$ 723,127	$ -	$ -	$ -	$ -	$ -	$ -	$ 723,127	$ 1,017,263
In-kind contributions	445,724							445,724	379,786
Earned income	977,688	326,850	1,490,647	403,107	3,042	346,587	(1,091,820)	2,456,101	2,203,425
Other income	156,870	64,684	7,109	2,071	194	6,256	(150,362)	86,822	48,112
Net assets released from restrictions	1,124,435							1,124,435	2,933,631
Total Unrestricted Revenue and Other Support	**3,427,844**	**391,534**	**1,497,756**	**405,178**	**3,236**	**352,843**	**(1,242,182)**	**4,836,209**	**6,582,217**
Expenses:									
Program services	2,269,848	1,258,281	1,053,271	224,984	9,457	354,127	(1,242,182)	3,927,786	3,711,598
Management and general	182,103							182,103	200,700
Fundraising	686,941							686,941	684,588
Total Expenses	**3,138,892**	**1,258,281**	**1,053,271**	**224,984**	**9,457**	**354,127**	**(1,242,182)**	**4,796,830**	**4,596,886**
Change in Unrestricted Net Assets	**288,952**	**(866,747)**	**444,485**	**180,194**	**(6,221)**	**(1,284)**		**39,379**	**1,985,331**
Changes in Temporarily Restricted Net Assets									
Contributions	830,953							830,953	766,180
Net assets released from restrictions	(1,124,435)							(1,124,435)	(2,933,631)
Change in Temporarily Restricted Net Assets	**(293,482)**							**(293,482)**	**(2,167,451)**
Changes in Net Assets	**(4,530)**	**(866,747)**	**444,485**	**180,194**	**(6,221)**	**(1,284)**		**(254,103)**	**(182,120)**
Beginning of Year Net Assets / Equity:									
Members' equity			1,500,000	255,000	183,660	100	(1,938,760)		
Accumulated deficit			(528,180)	(458,710)	6,221	(2,865)		(983,534)	(19,201,288)
Unrestricted net assets	5,576,607							5,576,607	3,554,386
Temporarily restricted net assets	1,191,362							1,191,362	3,358,813
Total	**6,767,969**		**971,820**	**(203,710)**	**189,881**	**(2,765)**	**(1,938,760)**	**5,784,435**	**(12,288,089)**
Change in accounting policy (Note 3)									18,254,644
Beginning of Year Net Assets/Equity, Adjusted	**6,767,969**		**971,820**	**(203,710)**	**189,881**	**(2,765)**	**(1,938,760)**	**5,784,435**	**5,966,555**
End of Year Net Assets / Equity:									
Members' equity		1,500,000	1,500,000	255,000		100	(3,255,100)		
Accumulated deficit		(866,747)	(83,695)	(278,516)		(4,149)		(1,233,107)	(983,534)
Unrestricted net assets	5,865,559							5,865,559	5,576,607
Temporarily restricted net assets	897,880							897,880	1,191,362
Total	**$ 6,763,439**	**$ 633,253**	**$ 1,416,305**	**$ (23,516)**	**$ -**	**$ (4,049)**	**$ (3,255,100)**	**$ 5,530,332**	**$ 5,784,435**

See accompanying notes.

GLOBAL PARTNERSHIPS AND SUBSIDIARIES

Consolidated Statement of Cash Flows
For the Year Ended June 30, 2011
(With Comparative Totals for 2010)

	2011 Consolidated Total	2010 Consolidated Total (As Adjusted Note 3)
Cash Flows from Operating Activities:		
Change in net assets	$ (254,103)	$ (182,120)
Adjustments to reconcile change in net assets to net cash provided in operating activities-		
Depreciation and amortization	20,093	29,197
Social investment loan loss allowance	110,000	99,500
Loss on disposal of asset	2,900	
Changes in assets and liabilities:		
Pledges receivable	270,981	2,145,565
Other receivables	(145,265)	33,747
Other assets	(4,080)	4,687
Accounts payable	(747)	(988)
Accrued liabilities	104,889	(15,856)
Deferred rent and rent deposit	46,585	
Net Cash Provided in Operating Activities	**151,253**	**2,113,732**
Cash Flows from Investing Activities:		
Principal repayments on social investment loans	4,640,400	2,703,403
Issuance of social investment loans	(15,448,000)	(9,000,000)
Purchase of property and equipment	(146,638)	(5,482)
Net Cash Used in Investing Activities	**(10,954,238)**	**(6,302,079)**
Cash Flows from Financing Activities:		
Issuance of long-term debt instruments	23,218,750	
Principal repayments on long-term debt instruments	(3,521,772)	(3,012,144)
Net Cash Provided by (Used In) Financing Activities	**19,696,978**	**(3,012,144)**
Net Change in Cash	**8,893,993**	**(7,200,491)**
Cash balance, beginning of year	5,039,544	12,240,035
Cash End of Year	**$ 13,933,537**	**$ 5,039,544**
Supplemental Information:		
Cash paid for interest	**$ 1,310,665**	**$ 1,267,162**

See accompanying notes.

Note 1 - Nature of Operations and Significant Accounting Policies

Organization and Program Services - The consolidating financial statements of Global Partnerships (GP) and subsidiaries include the activities of Global Partnerships and its subsidiaries, Global Partnerships Microfinance Fund 2005, LLC (MFF2005), Global Partnerships Microfinance Fund 2006, LLC (MFF2006), Global Partnerships Microfinance Fund 2008, LLC (MFF2008), Global Partnerships Social Investment Fund 2010, LLC (SIF2010) and GP Fund Management, LLC. Global Partnerships is a not-for-profit investor whose mission is to expand opportunity for people living in poverty. Through our innovative and efficient funding model, we invest in and develop sustainable strategies to help Latin America's poor earn a living, provide for their families and improve their lives. As of June 30, 2011, GP had more than $36.2 million invested in 30 partner organizations in seven countries. GP raises money from mission-aligned investors and donors, and invests this capital - in the form of low-cost loans and start-up grants - in a select group of partner organizations in Latin America. These organizations, in turn, serve people in need with microloans and essential services that help them improve their livelihoods and lives.

Investment funds MFF2005, MFF2006, MFF2008 and SIF2010 (collectively, the Funds) were formed in June 2005, March 2007, October 2008, and August 2010 respectively, to serve as investment vehicles to make unsecured term loans to qualified partner institutions in Latin America. Investors in the Funds, who purchased notes payable from the Funds or made loans to the Funds, include accredited private investors, development banks, and institutions. At the time of formation, GP contributed $1,000 in cash and other loan assets to the MFF2005 fund, $255,000 in cash to the MFF2006 fund, $1,500,000 in cash to the MFF2008 fund and $1,500,000 in cash to the SIF2010 fund, as capital contributions.

GP Fund Management, LLC (the Fund Management) was formed in June 2005 to provide investment fund management services. Wholly owned by GP, the management responsibilities for the Fund Management are assigned to GP according to the Investment Advisory Services Agreement. GP contributed $100 in capital contributions at the formation.

The MFF2005 fund reached completion during fiscal year 2011, and the entity no longer exists as of June 30, 2011.

Principles of Consolidation - The consolidating financial statements of GP include the accounts of the four microfinance funds and Fund Management LLC, collectively referred to as "the Organization". All inter-company transactions have been eliminated.

Basis of Presentation - Net assets, revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified and reported as follows:

> Unrestricted Net Assets - Represents resources, which have met all applicable donor restrictions and are considered to be available for unrestricted use. From time to time, the Board of Directors may designate a portion of net assets for a specific purpose; however, board designated net assets are classified as unrestricted net assets.
>
> Temporarily Restricted Net Assets - Net assets subject to donor-imposed stipulations that will be met either by actions of the Organization or the passage of time.

Note 1 - Continued

Permanently Restricted Net Assets - Net assets subject to donor-imposed stipulations that they be maintained permanently by the Organization. As of June 30, 2011 and 2010, respectively, the Organization has no permanently restricted net assets.

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law. Expirations of temporary restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled or the stipulated time period has lapsed) are reported as reclassifications between the applicable classes of net assets.

Contributions that the donor requires to be used to acquire long-lived assets (e.g., building improvements, furniture, fixtures and equipment) are reported as temporarily restricted. When the long-lived assets are acquired, the Organization reflects the expiration of the donor-imposed restriction as a reclassification included in net assets released from restrictions.

Cash Equivalents - The Organization considers all highly liquid investments purchased with an original maturity of three months or less to be cash equivalents. These amounts may at times exceed the limits insured by the Federal Deposit Insurance Corporation.

Pledges Receivable - Unconditional promises to give (pledges) are recognized as revenues in the period they are received. Pledges receivable over periods in excess of one year are recorded net of discounts (the present value component) to reflect the time value of money. Amortization of discounts is included in contribution revenue.

The allowance for doubtful pledges receivable is maintained at a level considered adequate to provide for potential uncollected past due pledges. The adequacy of the allowance is based upon management's evaluation of the quality, character, and inherent risks associated with the pledges.

Social Investment Loan Losses - The Organization has established an allowance for loan losses through a provision for loan losses charged to expenses. The allowance is an amount that management believes will be adequate to absorb possible losses on existing loans that may become uncollectible. This allowance is determined based upon a quarterly review of each loan, including age of the balance, historical experience with the customer and the risk of the institution and country.

Investment in Other Entity - GP's investment in another entity is carried at cost. The cost of GP's cost method investment totaled $50,000 at June 30, 2011 and 2010. GP did not identify any events or changes in circumstances that may have had a significant adverse effect on the value of those investments and therefore, no impairment has been recorded for the years ended June 30, 2011 and 2010.

Note 1 - Continued

Property and Equipment - The Organization capitalizes assets with a cost greater than $1,000 and an estimated useful life of one or more years. Purchased property is carried at cost. Donated property is recorded at fair value when received. Depreciation is computed using the straight-line method based on estimated useful lives as follows:

Furniture and fixtures	7 years
Computers and equipment	5 years
Software	5 years
Leasehold improvements	Shorter of term of lease or economic life

Federal Income Tax - The Internal Revenue Service has determined that GP is exempt from federal income tax under Internal Revenue Code Section 501(c)(3); accordingly, no provision has been made for federal income tax in the accompanying consolidating financial statements. The four investment funds and Fund Management LLC are single member limited liability companies and are disregarded for federal tax purposes. The Organization files income tax returns with the U.S. government. The Organization is subject to income tax examinations for the current year and certain prior years based on the applicable laws and regulations.

Concentrations - Financial instruments which potentially subject the Organization to concentrations of credit risk consist of cash, receivables and revenue. The Organization maintains its cash and cash equivalents in depository institution accounts that, at times, may exceed federally insured limits.

At June 30, 2011, the Organization had pledges receivable from two donors which represents approximately 60 percent of total pledges receivable. At June 30, 2010, the Organization had pledges receivable from four donors which represented approximately 69 percent of total pledge receivables. At June 30, 2011, the Organization had contributions from two donors representing 29 percent of total contributions. At June 30, 2010, the Organization had contributions from one donor representing 11 percent of total contributions. At June 30, 2011 the Organization had in-kind contributions from three donors representing 81 percent of total in-kind contributions.

In-Kind Contributions - The Organization periodically receives donated materials and services. Donated goods are recorded at fair market value at the date of receipt. Donated services are recorded only if specific professional expertise is provided or the services are for constructing a fixed asset, in accordance with generally accepted accounting principles. Donated goods and services included in the consolidating statement of activities were made up of the following at June 30:

	2011	*2010*
Professional services	$ 337,058	$ 343,961
Software	57,588	
Lodging	22,500	
Advertising	15,993	29,484
Event expenses	9,595	6,341
Office equipment	2,990	
Total In-Kind Contributions	**$ 445,724**	**$ 379,786**

Note 1 - Continued

Earned Revenue - In addition to philanthropic support, GP earns revenue through the creation and management of its investment funds. Fund management fees are earned based on the outstanding loan balances in each fund for which GP provides servicing and monitoring. Fund closing fees are earned upon each close of a new fund. These fund management and closing fees are eliminated in consolidation. In addition, GP receives loan and commitment fees from partner organizations and these are recognized at the time of loan commitment since the loan origination costs directly related to these fees generally exceed the fee income.

Allocation of Functional Expenses - The costs of providing various programs and other activities have been summarized on a functional basis in the consolidating statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Advertising - Advertising costs are expensed the first time the advertisement appears in the specified media. All other costs are expensed as they are incurred. For the years ended June 30, 2011 and 2010, advertising expenses totaled $19,403 and $33,577, respectively.

Use of 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. These affect the reported amounts of assets, liabilities, revenues, and expenses, as well as the disclosure of contingent assets and liabilities. Actual results could differ from these estimates.

Comparative Amounts for 2010 - For comparative purposes, the financial statements include certain prior-year summarized information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization’s consolidating financial statements for the year ended June 30, 2010, from which the summarized information was derived.

Subsequent Events - The Organization’s management has evaluated subsequent events through September 6, 2011, the date on which the financial statements were available to be issued.

Note 2 - Pledges Receivable

Pledges receivable consist of the following unconditional promises to give by donors as of June 30:

	2011	*2010*
Receivables due in one year	$ 269,506	$ 565,346
Receivables due in two to three years	201,000	182,000
Gross Pledges Receivable	**470,506**	**747,346**
Less allowance for uncollectible pledges	(7,662)	(10,000)
Less unamortized discount to present value	(7,214)	(10,735)
Less current portion, net	(261,844)	(555,346)
Total Long-Term Pledges Receivable	**$ 193,786**	**$ 171,265**

Note 3 - Social Investment Loans Receivable

Global Partnerships provides loans to a select group of partner organizations in Latin America. These organizations, in turn serve people in need with microloans and essential services that help them improve their livelihoods and lives. These loans mature at various times over the life of the fund and are disbursed and repaid in either U.S. Dollars or the local currency of the respective country. Interest income is recognized when earned based on rates established in the underlying loan agreements.

Prior to 2011, it was Global Partnerships' policy to record its loans as "recoverable grants" expense as recovery was considered uncertain due to various risks, including borrower credit risk, political risk, potential relending and other factors. During 2011, the Organization revisited this loan methodology based on its history of loan repayment. Based on this review, the consolidating financial statements for the year ended June 30, 2011 and comparative restated balances for the year ended June 30, 2010, record these loans as receivables rather than as recoverable grants. All loans are reserved based on management's estimates of its borrowers' credit-worthiness, current economic conditions and historical information. As a result of this change in accounting policy, unrestricted net assets increased by $24,451,742 and $18,254,644 as of June 30, 2010 and 2009, respectively.

The following is a schedule of loans receivable, by fiscal year, as of June 30, 2011 and 2010:

Years Ending June 30,	*2011*	*2010*
2011	$ -	$ 5,399,896
2012	16,201,993	13,987,847
2013	9,601,684	
2014	3,266,666	
2015	7,125,000	6,000,000
	36,195,343	25,387,743
Less current maturities, net of allowance	(15,762,993)	(5,383,896)
Less allowance for loan losses (current portion)	(439,000)	(16,000)
Less allowance for loan losses (long-term portion)	(607,000)	(920,000)
Total Long-Term Social Investment Loans Receivable	**$ 19,386,350**	**$ 19,067,847**

Note 4 - Property and Equipment

A summary of property and equipment is as follows at June 30:

	2011	*2010*
Furniture and fixtures	$ 39,270	$ 21,378
Computers and equipment	91,606	98,836
Software	73,044	15,225
Leasehold improvements	29,674	31,192
	233,594	166,631
Less accumulated depreciation and amortization	(66,650)	(123,332)
Total Property and Equipment, Net	**$ 166,944**	**$ 43,299**

Note 5 - Long-Term Debt

Long-term debt consists of the following at June 30:

	2011	*2010*
Global Partnerships Microfinance Fund 2006: Unsecured notes and loans in MFF2006 issued March 2007 with interest payable quarterly at rates of 6.00%, 6.21%, 7.00% and 9.00% per annum, maturity date of March 2012.	$ 2,472,803	$ 5,994,575
Global Partnerships Microfinance Fund 2008: Unsecured notes in the MFF2008 issued October 2008 with interest payable quarterly at rates of 3.00%, 3.25%, 4.00%, 4.69% and 4.75% per annum, maturity date of October 2014.	18,441,533	18,441,533
Global Partnerships Social Investment Fund 2010: Unsecured notes in the SIF2010 issued October 2010, April and May 2011 with interest payable quarterly at rates ranging between 2.715% and 4.59% per annum, maturity date of October 2015 and June 2016.	23,218,750	
Total Debt	44,133,086	24,436,108
Less portion due within one year	2,472,803	3,521,771
Long-Term Debt	**$ 41,660,283**	**$ 20,914,337**

Note 5 - Continued

Debt maturities at June 30 are as follows:

Years Ending June 30,	
2012	$ 2,472,803
2013	
2014	
2015	18,441,533
Thereafter	23,218,750
Total	**$ 44,133,086**

Investors in the Funds purchased unsecured notes and provided loans to the Funds for the purpose of providing the resources for making unsecured loans to qualified partner institutions in Latin America. In fiscal year 2008, two GP board members gifted their unsecured notes in the Funds in the amount of $200,000 to GP, of which $18,750 of the original balance is outstanding at June 30, 2011. In fiscal year 2009, GP purchased an unsecured note of $75,000 in MFF2008, of which the entire balance is outstanding at June 30, 2011. In fiscal year 2011, GP purchased an unsecured note of $281,250 in SIF2010, of which the entire balance is outstanding as of June 30, 2011. These notes held by GP are presented as eliminations in the consolidating statement of financial position.

Note 6 - Temporarily Restricted Net Assets

Temporarily restricted net assets are available for the following purposes at June 30:

	2011	*2010*
Pledges - time restriction	$ 455,630	$ 726,612
Contributed loans - time restriction	18,750	43,750
Synergy Capital Fund - time and purpose	423,500	421,000
Total Temporarily Restricted Net Assets	**$ 897,880**	**$ 1,191,362**

Net assets were released from donor restrictions by the passage of time, maturing of contributed loans, and incurring expenses related to the Organization’s health initiative program.

Note 7 - Commitments

Operating Leases - The Organization leases office space under a non-cancelable lease agreement that expires in October 2020. The lease calls for minimum lease payments of $10,373 per month.

The Organization also leases office equipment under non-cancelable operating leases that expire in June 2012. The equipment leases call for monthly payments of $330.

Note 7 - Continued

Future minimum rentals as of June 30 under non-cancelable operating leases are as follows:

Years Ending June 30,	
2012	$ 122,233
2013	130,632
2014	134,980
2015	139,328
2016	143,676
Thereafter	672,714
Total Minimum Rental Payments	**$ 1,343,563**

Rent expense for operating leases totaled $175,324 and $129,243 for the years ended June 30, 2011 and 2010, respectively.

Note 8 - Retirement Plan

The Organization has a 401(k) retirement plan (the Plan) available to all eligible employees. The Organization makes contributions to the Plan for participants in accordance with requirements specified in the Plan documents. During the years ended June 30, 2011 and 2010, the Organization's contribution to the Plan was $94,954 and $87,775, respectively.

Note 9 - Related Parties

Certain unsecured notes invested in the Organization are held with GP board members and other related parties with outstanding balances of $3,127,723 as of June 30, 2011.

The Organization leased office space from a board member through January 2011. Payments during the year ended June 30, 2011 and 2010 totaled $79,528 and $73,275, respectively.

SUPPLEMENTARY INFORMATION

GLOBAL PARTNERSHIPS AND SUBSIDIARIES

Consolidated Schedule of Functional Operating Expenses
For the Year Ended June 30, 2011
(With Comparative Totals for 2010)

	Program Services	*Management and General*	*Fundraising*	*2011 Consolidated Total*	*2010 Consolidated Total*
Wages and salaries	$ 909,704	$ 108,423	$ 304,093	$ 1,322,220	$ 1,272,387
Employee benefits	237,367	31,463	58,650	327,480	334,621
Payroll taxes	62,881	7,045	36,022	105,948	97,022
Total Salaries and Related Expenses	**1,209,952**	**146,931**	**398,765**	**1,755,648**	**1,704,030**
Interest expense	1,310,665			1,310,665	1,267,162
Legal and accounting fees	482,475	5,809	17,164	505,448	407,148
Travel	173,329	184	10,410	183,923	188,678
Occupancy	126,966	14,312	35,303	176,581	183,368
Contract labor	157,070	1,861	4,590	163,521	159,490
Marketing	23,843	35	119,413	143,291	167,867
Allowance for social investment loan losses	110,000			110,000	149,000
Consulting fees	73,465		30,658	104,123	119,022
Office equipment and maintenance	42,550	6,132	25,544	74,226	25,003
Loan fees	61,549			61,549	15,000
Insurance	39,400	1,087	2,680	43,167	44,800
Office supplies and postage	21,484	1,451	18,320	41,255	37,312
Telephone	32,923	986	2,492	36,401	35,590
Bank charges	19,616	352	9,378	29,346	27,253
Depreciation and amortization	14,675	1,500	3,918	20,093	29,197
Business taxes	12,622	1,098	2,707	16,427	11,140
Miscellaneous	15,202	365	5,599	21,166	25,826
Total Expenses	**$ 3,927,786**	**$ 182,103**	**$ 686,941**	**$ 4,796,830**	**$ 4,596,886**

See independent auditors' report.