



THE ASIA SOCIETY

Financial Statements and Schedule

June 30, 2010 and 2009

(With Independent Auditors' Report Thereon)



KPMG LLP
345 Park Avenue
New York, NY 10154

Independent Auditors' Report

The Board of Trustees
The Asia Society:

We have audited the accompanying balance sheets of The Asia Society (the Society) as of June 30, 2010 and 2009, and the related statements of activities and cash flows for the years then ended. These financial statements are the responsibility of the Society's management. Our responsibility is to express an opinion on these financial statements based on our audits.

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 misstatements. 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 Society'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 statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Asia Society 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 U.S. generally accepted accounting principles.

Our audits were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information in the accompanying schedules is presented for purposes of additional analysis and is not a required part of the basic financial statements. This 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.

KPMG LLP

December 42, 2010

THE ASIA SOCIETY

Balance Sheets

June 30, 2010 and 2009

Assets	2010	2009
Cash and cash equivalents	\$ 4,985,627	8,098,728
Contributions and grants receivable (note 2)	12,104,945	14,131,696
Prepaid expenses and other assets (note 5)	1,430,346	1,038,238
Investments (note 3)	57,181,562	52,857,825
Land, building, and equipment (notes 4 and 5)	28,591,050	30,558,547
Collection	—	—
Total assets	<u>\$ 104,293,530</u>	<u>106,685,034</u>
Liabilities and Net Assets		
Liabilities:		
Accounts payable, accrued expenses, and other liabilities (note 9)	\$ 2,716,664	2,731,165
Interest rate swap liability (note 5)	1,646,525	1,104,101
Loan payable (note 5)	20,185,000	20,835,000
Total liabilities	<u>24,548,189</u>	<u>24,670,266</u>
Net assets (deficit):		
Unrestricted:		
Available for operations	(2,628,070)	(2,636,539)
Designated for investment (note 10)	(10,399,077)	(14,130,185)
Invested in and designated for fixed assets	7,369,470	9,235,879
Total unrestricted	<u>(5,657,677)</u>	<u>(7,530,845)</u>
Temporarily restricted (notes 6 and 10)	34,167,521	38,444,487
Permanently restricted (notes 6 and 10)	51,235,497	51,101,126
Total net assets	<u>79,745,341</u>	<u>82,014,768</u>
Commitments and contingencies (note 8)		
Total liabilities and net assets	<u>\$ 104,293,530</u>	<u>106,685,034</u>

See accompanying notes to financial statements.

THE ASIA SOCIETY
Statement of Activities
Year ended June 30, 2010

	<u>Available for operations</u>	<u>Designated for investment</u>	<u>Invested in and designated for fixed assets</u>	<u>Unrestricted total</u>	<u>Temporarily restricted</u>	<u>Permanently restricted</u>	<u>Total</u>
Revenue, gains, and other support:							
Contributions and grants	\$ 8,877,981	—	—	8,877,981	2,775,606	134,371	11,787,958
Membership	1,748,321	—	—	1,748,321	—	—	1,748,321
Special events, net of direct donor benefits of \$581,658	1,469,884	—	—	1,469,884	—	—	1,469,884
Program service fees	2,117,814	—	—	2,117,814	—	—	2,117,814
Investment return, net (note 3)	2,930,143	3,731,108	—	6,661,251	896,553	—	7,557,804
Miscellaneous	463,923	—	—	463,923	—	—	463,923
	<u>17,608,066</u>	<u>3,731,108</u>	<u>—</u>	<u>21,339,174</u>	<u>3,672,159</u>	<u>134,371</u>	<u>25,145,704</u>
Net assets released from restrictions	7,166,140	—	782,985	7,949,125	(7,949,125)	—	—
Total revenue, gains, and other support	<u>24,774,206</u>	<u>3,731,108</u>	<u>782,985</u>	<u>29,288,299</u>	<u>(4,276,966)</u>	<u>134,371</u>	<u>25,145,704</u>
Expenses:							
Program services:							
Cultural programs	5,988,289	—	743,771	6,732,060	—	—	6,732,060
Policy and business	4,618,309	—	313,056	4,931,365	—	—	4,931,365
Education	4,218,729	—	109,254	4,327,983	—	—	4,327,983
Communications	770,874	—	39,920	810,794	—	—	810,794
U.S. regional centers	1,088,130	—	4,442	1,092,572	—	—	1,092,572
Asian activities	189,137	—	—	189,137	—	—	189,137
Auxiliary services	1,593,113	—	380,289	1,973,402	—	—	1,973,402
Total program services	<u>18,466,581</u>	<u>—</u>	<u>1,590,732</u>	<u>20,057,313</u>	<u>—</u>	<u>—</u>	<u>20,057,313</u>
Supporting services:							
Management and general	3,575,902	—	286,335	3,862,237	—	—	3,862,237
Marketing	559,956	—	71,732	631,688	—	—	631,688
Fund-raising	2,163,298	—	158,171	2,321,469	—	—	2,321,469
Total supporting services	<u>6,299,156</u>	<u>—</u>	<u>516,238</u>	<u>6,815,394</u>	<u>—</u>	<u>—</u>	<u>6,815,394</u>
Total expenses	<u>24,765,737</u>	<u>—</u>	<u>2,106,970</u>	<u>26,872,707</u>	<u>—</u>	<u>—</u>	<u>26,872,707</u>
Increase (decrease) in net assets before other changes	8,469	3,731,108	(1,323,985)	2,415,592	(4,276,966)	134,371	(1,727,003)
Other changes:							
Change in fair value of interest rate swap (note 5)	—	—	(542,424)	(542,424)	—	—	(542,424)
Increase (decrease) in net assets	8,469	3,731,108	(1,866,409)	1,873,168	(4,276,966)	134,371	(2,269,427)
Net (deficit) assets at beginning of year	<u>(2,636,539)</u>	<u>(14,130,185)</u>	<u>9,235,879</u>	<u>(7,530,845)</u>	<u>38,444,487</u>	<u>51,101,126</u>	<u>82,014,768</u>
Net (deficit) assets at end of year	<u>\$ (2,628,070)</u>	<u>(10,399,077)</u>	<u>7,369,470</u>	<u>(5,657,677)</u>	<u>34,167,521</u>	<u>51,235,497</u>	<u>79,745,341</u>

See accompanying notes to financial statements.

THE ASIA SOCIETY
Statement of Activities
Year ended June 30, 2009

	<u>Available for operations</u>	<u>Designated for investment</u>	<u>Invested in and designated for fixed assets</u>	<u>Unrestricted total</u>	<u>Temporarily restricted</u>	<u>Permanently restricted</u>	<u>Total</u>
Revenue, gains (losses), and other support:							
Contributions and grants	\$ 10,118,486	—	—	10,118,486	11,169,526	101,300	21,389,312
Membership	1,837,099	—	—	1,837,099	—	—	1,837,099
Special events, net of direct donor benefits of \$741,061	1,504,195	—	—	1,504,195	—	—	1,504,195
Program service fees	1,914,949	—	—	1,914,949	—	—	1,914,949
Investment return, net (note 3)	3,185,521	(18,491,493)	—	(15,305,972)	(7,304,598)	—	(22,610,570)
Miscellaneous	520,131	—	—	520,131	—	—	520,131
	<u>19,080,381</u>	<u>(18,491,493)</u>	<u>—</u>	<u>588,888</u>	<u>3,864,928</u>	<u>101,300</u>	<u>4,555,116</u>
Net assets released from restrictions	<u>8,761,004</u>	<u>—</u>	<u>897,358</u>	<u>9,658,362</u>	<u>(9,658,362)</u>	<u>—</u>	<u>—</u>
Total revenue, gains (losses), and other support	<u>27,841,385</u>	<u>(18,491,493)</u>	<u>897,358</u>	<u>10,247,250</u>	<u>(5,793,434)</u>	<u>101,300</u>	<u>4,555,116</u>
Expenses:							
Program services:							
Cultural programs	5,155,689	—	735,336	5,891,025	—	—	5,891,025
Policy and business	4,578,512	—	309,506	4,888,018	—	—	4,888,018
Education	4,377,632	—	108,015	4,485,647	—	—	4,485,647
Communications	777,813	—	39,467	817,280	—	—	817,280
U.S. regional centers	1,272,282	—	4,452	1,276,734	—	—	1,276,734
Asian activities	3,333,054	—	—	3,333,054	—	—	3,333,054
Auxiliary services	1,798,467	—	375,977	2,174,444	—	—	2,174,444
Total program services	<u>21,293,449</u>	<u>—</u>	<u>1,572,753</u>	<u>22,866,202</u>	<u>—</u>	<u>—</u>	<u>22,866,202</u>
Supporting services:							
Management and general	3,262,850	—	283,095	3,545,945	—	—	3,545,945
Marketing	832,806	—	70,922	903,728	—	—	903,728
Fund-raising	2,399,469	—	156,385	2,555,854	—	—	2,555,854
Total supporting services	<u>6,495,125</u>	<u>—</u>	<u>510,402</u>	<u>7,005,527</u>	<u>—</u>	<u>—</u>	<u>7,005,527</u>
Total expenses	<u>27,788,574</u>	<u>—</u>	<u>2,083,155</u>	<u>29,871,729</u>	<u>—</u>	<u>—</u>	<u>29,871,729</u>
Increase (decrease) in net assets before other changes	52,811	(18,491,493)	(1,185,797)	(19,624,479)	(5,793,434)	101,300	(25,316,613)
Other changes:							
Transfer for acquisition of fixed assets	(5,935)	—	5,935	—	—	—	—
Change in fair value of interest rate swap (note 5)	—	—	(971,622)	(971,622)	—	—	(971,622)
Increase (decrease) in net assets	46,876	(18,491,493)	(2,151,484)	(20,596,101)	(5,793,434)	101,300	(26,288,235)
Net (deficit) assets at beginning of year	(2,683,415)	4,361,308	11,387,363	13,065,256	44,237,921	50,999,826	108,303,003
Net (deficit) assets at end of year	<u>\$ (2,636,539)</u>	<u>(14,130,185)</u>	<u>9,235,879</u>	<u>(7,530,845)</u>	<u>38,444,487</u>	<u>51,101,126</u>	<u>82,014,768</u>

See accompanying notes to financial statements.

THE ASIA SOCIETY

Statements of Cash Flows

Years ended June 30, 2010 and 2009

	2010	2009
Cash flows from operating activities:		
Decrease in net assets	\$ (2,269,427)	(26,288,235)
Adjustments to reconcile decrease in net assets to net cash used in operating activities:		
Net realized and unrealized loss on investments	(7,165,274)	23,242,336
Change in fair value of interest rate swap	542,424	971,622
Depreciation and amortization	2,106,971	2,083,155
Permanently restricted contributions and contributions restricted for capital projects	(134,371)	(101,300)
Change in contributions and grants receivable, net of amounts classified as financing	1,326,122	(3,223,062)
Change in prepaid expenses and other assets	(406,100)	10,626
Change in accounts payable and accrued expenses	(14,501)	3,172
Net cash used in operating activities	(6,014,156)	(3,301,686)
Cash flows from investing activities:		
Proceeds from sales of investments	12,903,575	14,843,130
Investment purchases	(10,062,038)	(11,944,739)
Capital expenditures	(125,482)	(268,291)
Net cash provided by investing activities	2,716,055	2,630,100
Cash flows from financing activities:		
Operations:		
Loan principal payments	(650,000)	(630,000)
Permanently restricted contributions and contributions restricted for capital projects	134,371	101,300
Decrease in contributions and grants receivable related to permanently restricted contributions and contributions restricted for capital projects	700,629	480,000
Net cash provided by (used in) financing activities	185,000	(48,700)
Net decrease in cash and cash equivalents	(3,113,101)	(720,286)
Cash and cash equivalents at beginning of year	8,098,728	8,819,014
Cash and cash equivalents at end of year	\$ 4,985,627	8,098,728
Supplemental disclosure of cash flow information:		
Cash paid during the year for interest	\$ 653,840	741,433

See accompanying notes to financial statements.

THE ASIA SOCIETY

Notes to Financial Statements

June 30, 2010 and 2009

(1) Organization and Summary of Significant Accounting Policies

Organization

The Asia Society (the Society) is a New York not-for-profit company chartered by State Education Department of New York. It was founded in 1956 by John D. Rockefeller III. The Society is an international, nonprofit, nonpartisan organization dedicated to strengthening relationships and deepening understanding among the peoples of Asia and the United States. The Society presents a wide range of public programs, including major art exhibitions, performances, lectures, international conferences, and kindergarten through grade 12 educational initiatives about Asia and international education. Headquartered in New York City, the organization has centers in Los Angeles, San Francisco, and Washington, D.C. and a representative in Shanghai.

Additionally, the Society has affiliate offices in Houston-Texas, Hong Kong, Manila, Melbourne, Mumbai, and Seoul. Each affiliate operates in concert with the Society based on a Global Operating Agreement and pays an annual participation fee to the Society in consideration of being part of the Society organization and the global services provided by the Society. In addition, the Society has entered into an agreement with each affiliate under which the Society has granted a royalty-free license to use the Society's trademark and related marks and trade names.

Summary of Significant Accounting Policies

(a) *Basis of Accounting*

The accompanying financial statements have been prepared on the accrual basis.

(b) *Basis of Presentation*

The Society's net assets and revenues, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Society and changes therein are classified and reported as follows:

Unrestricted net assets – available for operations – Net assets that are not subject to donor-imposed stipulations and are available for the organization's ongoing operations.

Unrestricted net assets – designated for investment – Net assets that are not subject to donor-imposed stipulations but have been designated by the board for investment.

Unrestricted net assets – invested in and designated for fixed assets – Unrestricted net assets that are invested in or designated for the organization's long-lived assets.

Temporarily restricted net assets – Net assets subject to donor-imposed stipulations that will be met by either actions of the Society and/or the passage of time.

Permanently restricted net assets – Net assets subject to donor-imposed stipulations that they be maintained permanently by the Society. Generally, the donors of these assets permit the Society to use all or part of the income earned on related investments for general or specific purposes.

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Notes to Financial Statements

June 30, 2010 and 2009

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 and/or the stipulated time period has elapsed), except for those restrictions met in the same year as received, which are reported as revenues of the unrestricted net asset class, are reported as net assets released from restrictions. Contributions of cash or other assets that must be used to acquire long-lived assets are recorded as temporarily restricted net assets until the assets are placed in service.

(c) Contributions

Contributions, which include unconditional promises to give (pledges), are recognized as revenues in the period received. Contributions to be received after one year are discounted at an adjusted risk-free rate. Amortization of the discount is recorded as additional contribution revenue and used in accordance with donor-imposed restrictions, if any, on the contributions.

(d) Revenue Recognition

Conditional promises are recorded as revenue once the conditions are substantially met. Contributions, grants, and bequests are recognized as either temporarily or permanently restricted if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions. When restrictions are met in the same period as the contribution is received, the Society records the contribution and the expense as unrestricted. Contributions of assets other than cash are recorded at their estimated fair value. Contributions of services are recognized if the services received (a) create or enhance nonfinancial assets or (b) require specialized skills, are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation.

The Society received goods and services valued at \$46,960 and \$195,653 in 2010 and 2009, respectively, for use at auctions held by the Society. These items included goods, services, and vacation packages. The auctions of these items yielded revenue of \$49,725 and \$140,430 in 2010 and 2009, respectively, which is included in special events revenue in the statements of activities.

(e) Collection Items

The Mr. and Mrs. John D. Rockefeller 3rd Collection of Asian Art (the Rockefeller Collection) is noted for both its large number of masterpiece-quality objects and the scholarly import awarded to these pieces. The Rockefeller Collection is pan-Asian and includes approximately 300 objects, ranging in date from the second millennium B.C.E. to the 18th century, from such diverse nations as India, Pakistan, Bangladesh, Nepal, Myanmar, Thailand, Cambodia, Vietnam, Indonesia, China, Korea, and Japan. It includes a large number of bronze sculptures and ceramics, as well as paintings, wooden sculptures, and other decorative arts. Most of the Rockefeller Collection was donated to the Society in 1979. Additions since that time consist principally of donations from the estate of Mrs. Blanchette Rockefeller.

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Notes to Financial Statements

June 30, 2010 and 2009

In addition to frequent displays in the exhibition galleries at the Society, selected works from the Rockefeller Collection are also shown as part of special exhibitions either at the Society or in museums throughout the world. When not on display at the Society or on loan to museums for temporary exhibitions, the objects are maintained in climate-controlled storage. The Society maintains policies and procedures addressing the Rockefeller Collection's upkeep as well as other aspects of its management, including accession/deaccession policies. The Society has adopted the policy of not capitalizing its collection. During 2010, art was acquired with donor-restricted funds at a cost of \$14,000. During 2009, art was acquired at a cost of \$57,016. This expenditure was included as an operating expense.

(f) Cash Equivalents

Cash equivalents represent debt instruments with original maturities of three months or less, except for those short-term investments managed by the Society's investment managers as part of their long-term investment strategies. Included in the cash balances are deposits that exceed the Federal Deposit Insurance Coverage (FDIC) of \$250,000.

(g) Depreciation

Depreciation is provided on a straight-line basis over the estimated useful lives of the assets. Building is depreciated over a 40-year estimated useful life. Building improvements and other equipment are depreciated over a 10-year estimated useful life, and computer equipment is depreciated over a 3-year estimated useful life.

(h) Accounting 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 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 revenues and expenses during the reporting period. Actual results could differ from those estimates. Significant items subject to such estimates and assumptions include the useful lives of fixed assets; the valuation of investments, inventory, fixed assets, and contributions receivable; and reserves for other contingencies. The current economic environment has increased the degree of uncertainty inherent in those estimates and assumptions.

(i) Tax Status

The Society is exempt from federal income taxes under the provisions of Section 501(c)(3) of the Internal Revenue Code, except for unrelated business income activities. In addition, the Society is tax exempt from state and local income tax for related activities, property taxes, and sales tax. During the years ended June 30, 2010 and 2009, the Society was not subject to unrelated business income taxes. The Society has evaluated its tax positions and has determined that it is more likely than not that there are no significant uncertain tax positions and that it will continue to be exempt from taxes.

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Notes to Financial Statements

June 30, 2010 and 2009

(j) **Investments**

Investments are stated at fair value based upon quoted market prices except for the fair values of alternative investments, primarily hedge and absolute return funds, which are based on net asset values provided by the fund managers based upon the underlying net assets of the funds. These values are reviewed and evaluated by management.

(k) **Fair Value Measurements**

Fair value is defined 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. The Financial Accounting Standards Board (FASB) guidance on fair value measurements establishes a hierarchy that gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

The three levels of the fair value hierarchy are as follows:

- Level 1 Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that the Society has the ability to access at the measurement date.
- Level 2 Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly, including inputs in markets that are not considered to be active.
- Level 3 Inputs that are unobservable for the asset or liability.

The Society adopted the measurement provisions of Accounting Standards Update No. 2009-12, *Fair Value Measurement and Disclosures – Investments in Certain Entities that Calculate Net Asset Value per Share (or its Equivalent)*, which, as a practical expedient, allows for the estimation of fair value of investments in investment companies for which the investment does not have a readily determinable fair value using net asset value per share or its equivalent as reported by the investment managers. In addition, because the net asset value reported by each fund is used as a practical expedient to estimate fair value of the Society's interest therein, its classification in Level 2 or 3 is based on the Society's ability to redeem its interest at or near the date of the balance sheet. If the interest can be redeemed in the near term, the investment is classified in Level 2. The classification of investments in the fair value hierarchy is not necessarily an indication of the risks, liquidity, or degree of difficulty in estimating the fair value of each investment underlying assets and liabilities.

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Notes to Financial Statements

June 30, 2010 and 2009

(2) Contributions and Grants Receivable

Unconditional promises to give are reported in the financial statements as contributions and grants receivable and as revenue of the appropriate net asset class. These receivables are recorded net of a discount to reflect the present value of future cash flows and are expected to be collected as follows at June 30, 2010 and 2009:

	<u>2010</u>	<u>2009</u>
Amounts expected to be collected in:		
Less than one year	\$ 5,843,280	6,216,282
One to five years	6,521,665	8,059,414
Thereafter	<u>150,000</u>	<u>450,000</u>
Total	12,514,945	14,725,696
Less:		
Allowance for doubtful accounts	(150,000)	(150,000)
Less discount to present value (at discount rates ranging from 0.56% to 5.12%)	<u>(260,000)</u>	<u>(444,000)</u>
	<u>\$ 12,104,945</u>	<u>14,131,696</u>

Included in contributions receivable are pledges of approximately \$7.1 million and \$8.6 million from two donors at June 30, 2010 and 2009, respectively.

(3) Investments

The overall goal of the Society's investment policy is capital preservation through long-term asset appreciation combined with a reasonable level of liquidity to meet spending needs.

In addition to traditional stock, fixed-income, and mutual fund securities, the Society holds investments in alternative investments, consisting primarily of hedge and absolute return funds, which invest in long and short publicly traded equities, debt and credit related instruments, private equity situations, and real estate, for which no ready market exists. The Society's investments in alternative investments are recorded at fair values provided by the fund managers and general partners. The values assigned to the holdings do not necessarily represent amounts that might ultimately be realized upon the sale or other disposition since such amounts depend on future circumstances and cannot reasonably be determined until the actual liquidation occurs. The Society reviews the values provided by the fund managers and general partners and agrees with the valuation methods and assumptions used in determining the fair value of the alternative investments.

The Society invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the balance sheets.

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Notes to Financial Statements

June 30, 2010 and 2009

Financial assets and liabilities, at fair value, consist of the following at June 30, 2010:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Cash and cash equivalents	\$ 311,041	—	—	311,041
Fixed income:				
Mutual Funds	6,195,913	—	—	6,195,913
Domestic equities:				
Domestic equity securities	11,621,434	—	—	11,621,434
Domestic equity mutual funds	9,701,336	—	—	9,701,336
Total	<u>21,322,770</u>	<u>—</u>	<u>—</u>	<u>21,322,770</u>
Global equities:				
Developed market equity securities	1,132,112	—	—	1,132,112
Developed market mutual fund	2,148,687	—	—	2,148,687
Developed market equity trust	—	2,790,302	—	2,790,302
Emerging markets equities (including Asia)	5,097,380	2,088,346	—	7,185,726
Total	<u>8,378,179</u>	<u>4,878,648</u>	<u>—</u>	<u>13,256,827</u>
Hedge funds:				
Long/short funds	—	3,514,852	1,885,308	5,400,160
Absolute return funds	—	1,012,872	8,192,194	9,205,066
Fund of funds	—	—	1,489,785	1,489,785
Total	<u>—</u>	<u>4,527,724</u>	<u>11,567,287</u>	<u>16,095,011</u>
Total assets	\$ <u>36,207,903</u>	<u>9,406,372</u>	<u>11,567,287</u>	<u>57,181,562</u>
Interest rate swap liability	\$ —	1,646,525	—	1,646,525

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Notes to Financial Statements

June 30, 2010 and 2009

Financial assets and liabilities, at fair value, consist of the following at June 30, 2009:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Cash and cash equivalents	\$ 2,259,958	—	—	2,259,958
Fixed income:				
Mutual Funds	8,468,492	—	—	8,468,492
Domestic equities:				
Domestic equity securities	10,488,144	—	—	10,488,144
Domestic equity mutual funds	8,990,531	—	—	8,990,531
Total	<u>19,478,675</u>	<u>—</u>	<u>—</u>	<u>19,478,675</u>
Global equities:				
Developed market equity securities	542,169	—	—	542,169
Developed market mutual fund	1,897,447	—	—	1,897,447
Developed market equity trust	—	2,471,686	—	2,471,686
Emerging markets equities (including Asia)	4,077,241	—	—	4,077,241
Total	<u>6,516,857</u>	<u>2,471,686</u>	<u>—</u>	<u>8,988,543</u>
Hedge funds:				
Long/short funds	—	1,644,767	2,278,998	3,923,765
Absolute return funds	—	—	9,738,392	9,738,392
Fund of funds	—	—	—	—
Total	<u>—</u>	<u>1,644,767</u>	<u>12,017,390</u>	<u>13,662,157</u>
Total assets	\$ <u>36,723,982</u>	<u>4,116,453</u>	<u>12,017,390</u>	<u>52,857,825</u>
Interest rate swap liability	\$ —	1,104,101	—	1,104,101

The following table presents the Society's activity for 2010 and 2009 for the investments classified as Level 3 within the fair value hierarchy.

	<u>Level 3 assets</u>	
	<u>2010</u>	<u>2009</u>
Fair value as of beginning of year	\$ 12,017,390	16,615,927
Acquisitions	3,000,000	—
Dispositions	(3,899,296)	—
Transfers to Level 2	(1,012,872)	(2,475,200)
Net appreciation (depreciation) in fair value of investments	1,462,065	(2,123,337)
Fair value as of end of the year	\$ <u>11,567,287</u>	<u>12,017,390</u>

THE ASIA SOCIETY

Notes to Financial Statements

June 30, 2010 and 2009

As of June 30, 2010, the Society had total investments with a fair value of \$57,181,562; of that value, \$53,160,467 can be redeemed in fiscal year 2011. The remainder represents investments that have an initial lock-up period that extends beyond June 30, 2011 or private placement investments, which will be accessible to the Society as the investments are liquidated by the fund manager. The limitations and restrictions on the Society's ability to redeem or sell any of its investments vary by investment and ranges from daily access to required notice periods (generally 30 to 90 days after initial lock-up periods) and specific redemption frequency. Based on the terms and conditions in effect at June 30, 2010, the Society's investments can be redeemed or sold as follows:

	Investment fair values	Level 3
Investment redemption or sale period:		
Daily	\$ 34,207,903	—
Semi-monthly	2,000,000	—
Monthly	4,878,648	—
Quarterly	4,527,724	—
Semi-annual	3,038,615	3,038,615
Annually	4,005,862	4,005,862
Subject to rolling lock-ups	2,994,931	2,994,931
Illiquid	1,527,879	1,527,879
	<hr/>	<hr/>
Total	\$ 57,181,562	11,567,287
	<hr/> <hr/>	<hr/> <hr/>

The following summarizes investment return components for the years ended June 30, 2010 and 2009:

	2010	2009
Interest and dividends	\$ 674,399	1,013,209
Net realized losses	(1,419,679)	(12,108,082)
Net unrealized gains (losses)	8,584,953	(11,134,254)
	<hr/>	<hr/>
Total net gains (losses)	7,165,274	(23,242,336)
	<hr/>	<hr/>
Net investment gains (losses)	7,839,673	(22,229,127)
	<hr/>	<hr/>
Less investment advisory fees	(281,869)	(381,443)
	<hr/>	<hr/>
Investment return, net	\$ 7,557,804	(22,610,570)
	<hr/> <hr/>	<hr/> <hr/>

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Notes to Financial Statements

June 30, 2010 and 2009

Investment returns are included in the statements of activities as follows for the years ended June 30:

	2010	2009
Investment return:		
Operating:		
Investment earnings utilized in operations	\$ 2,930,143	3,185,521
Nonoperating activities:		
Investment return, net of amounts used in operations	3,731,108	(18,491,493)
Changes in temporarily restricted net assets:		
Investment return	896,553	(7,304,598)
Changes in permanently restricted net assets:		
Investment return	—	—
Investment return	\$ 7,557,804	(22,610,570)

(4) Land, Building, and Equipment

At June 30, 2010 and 2009, the cost and accumulated depreciation of land, building, and equipment were as follows:

	2010	2009
Land	\$ 2,032,010	2,032,010
Building and building improvements	38,334,974	38,334,974
Equipment and furniture	10,992,146	10,866,664
	51,359,130	51,233,648
Less accumulated depreciation	22,768,080	20,675,101
	\$ 28,591,050	30,558,547

(5) Loan Payable

On March 1, 2000, the Society entered into a loan agreement with the Trust for Cultural Resources of the City of New York (the Trust), primarily to provide long-term financing of the cost of renovating and refurbishing the Society's headquarters building at 725 Park Avenue.

In connection with the loan agreement, on April 14, 2000, the Trust issued \$25,000,000 of Revenue Bonds, Series 2000 (the Bonds), due 2030, loaning the proceeds of the issuance to the Society. While the Bonds are not the debt of the Society, the loan agreement obligates the Society to make payments equal to the debt service (principal and interest) of the Bonds.

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Notes to Financial Statements

June 30, 2010 and 2009

The principal of the loan is payable annually beginning April 1, 2002 in increasing amounts through April 1, 2030. The loan can be prepaid, without penalty, at any time. Minimum principal payments are as follows:

	<u>Amount</u>
Year ending June 30:	
2011	\$ 680,000
2012	705,000
2013	735,000
2014	760,000
2015	795,000
2016 and thereafter	<u>16,510,000</u>
	<u>\$ 20,185,000</u>

The issuance costs associated with the Bonds are being amortized over the term of the Bonds. The unamortized balance of \$277,014 and \$291,006 at June 30, 2010 and 2009, respectively, is included in prepaid expenses and other assets.

The Bonds bear interest at a weekly rate, not to exceed 12.00% per annum. Interest is payable monthly. For the years ended June 30, 2010 and 2009, the interest rate varied from 0.10% to 0.35% and 0.15% to 6.50%, respectively, and at June 30, 2010 and 2009 was 0.24% and 0.24%, respectively. Interest expense for the years ended June 30, 2010 and 2009 was \$47,789 and \$289,994, respectively.

The Society's payment obligation under the loan agreement is secured by a Letter of Credit and Reimbursement Agreement (the L/C Agreement) between the Society and a financial institution. The scheduled termination date of the L/C Agreement is April 13, 2011, which may be extended indefinitely. In accordance with the L/C Agreement, the Society is required to meet certain reporting, insurance, and financial covenants. During fiscal 2010, the Society failed to meet one of the required covenants and received a waiver of such noncompliance from the financial institution. When the L/C Agreement is extended, it is expected that the covenant will be modified.

In April 2008, the Society entered into an interest rate swap with an initial notional amount of \$21,465,000. The swap is intended to convert the variable interest rate on the Bonds to a fixed rate of 3.10%. Because the swap is based on a LIBOR, while the interest rate on the bonds is determined by a weekly auction, the actual effective interest rate may vary from the swap rate of 3.10%. The notional amount declines to 60% of the outstanding Bond principal after five years, to 40% after 10 years, and expires in March 2023. As of June 30, 2010 and 2009, the total fair value of the swap agreement is a liability of \$1,646,525 and \$1,104,101, respectively. Net swap interest expense for the years ended June 30, 2010 and 2009 was \$606,051 and \$451,439, respectively.

The interest rate swap agreement requires that collateral be posted if the Society's liability in the swap exceeds a threshold of \$1,700,000. During 2010, the Society was not required to post collateral. In 2009, the Society was required to post a total of \$653,993 of collateral, all of which had been returned to the Society by June 30, 2009.

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Notes to Financial Statements

June 30, 2010 and 2009

(6) Temporarily Restricted and Permanently Restricted Net Assets

Temporarily restricted net assets at June 30, 2010 and 2009 were available for the following purposes or periods:

	<u>2010</u>	<u>2009</u>
Education	\$ 9,353,264	11,285,790
Building renovations	6,225,099	7,003,084
Cultural programs (a)	4,412,273	5,021,176
Policy and business	12,597,570	12,064,046
New media	123,917	178,769
Art acquisitions	825,715	825,715
U.S. centers	125,749	125,749
Future periods	503,934	1,940,158
	<u>\$ 34,167,521</u>	<u>38,444,487</u>

- (a) Includes a term endowment of \$550,000 to be invested through 2010, the income from which is available for gallery programs. At the end of the term, the principal may be used for this or any other purpose to be determined by the Society.

The investment income earned on the balances of permanently restricted net assets is restricted to the following uses at June 30, 2010 and 2009:

	<u>2010</u>	<u>2009</u>
Permanent collection	\$ 7,100,000	7,100,000
Cultural programs	16,411,007	16,311,007
Policy and business	19,699,241	19,708,870
Education	1,642,000	1,642,000
Art acquisitions	650,000	650,000
Country funds (b)	2,055,667	2,011,667
Internship funds	2,480,000	2,480,000
Unrestricted	1,197,582	1,197,582
	<u>\$ 51,235,497</u>	<u>51,101,126</u>

- (b) Comprised of four separate funds to support programming of any discipline of the Society related to four Asian countries.

(7) Pension Plan

The Society has a defined contribution retirement plan covering substantially all employees. The plan is fully funded by the purchase of annuity contracts. Pension expense for the years ended June 30, 2010 and

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Notes to Financial Statements

June 30, 2010 and 2009

2009 was approximately \$223,454 and \$703,000, respectively. There was change in the contribution rate from 10% to 3% in April 2009.

(8) Operating Leases

The Society rents office space to house programming and Center employees outside of New York. Additionally, it leases copiers for its New York office. The total lease expense associated with these commitments was \$272,257 and \$242,716 in fiscal years 2010 and 2009, respectively. Future minimum lease payments under noncancelable operating leases with remaining lease terms in excess of one year are as follows:

	<u>Amount</u>
Year ending June 30:	
2011	\$ 214,309
2012	147,761
2013	87,740
2014	67,953
2015	40,264
	<u>\$ 558,027</u>

(9) Related Party-Transactions

The affiliated offices, described in note 1, pay the Society an annual participation fee in accordance with a Global Operating Agreement. The Society has recognized participation fee revenue of \$79,170 and \$55,561 for the years ended June 30, 2010 and 2009, respectively, which is included in miscellaneous revenue in the accompanying statements of activities. In addition, the Society shares certain fees with and makes grants to the affiliated offices. At June 30, 2010 and 2009, the Society owed the affiliated offices \$212,133 and \$382,951, respectively, which is included in accounts payable, accrued expenses, and other liabilities in the accompanying balance sheets.

(10) Endowment Funds

The Society's endowment consists of approximately 40 individual donor-restricted funds, five term endowments, and the building fund, which is temporarily restricted as to purpose, to support its operating and capital needs. Net assets associated with the endowment funds, including the term endowments and the building fund, are classified and reported based on the existence or absence of donor-imposed restrictions.

The Society's management and investment of donor-restricted endowment funds is subject to the provisions of the Uniform Management of Institutional Funds Act (UMIFA). The Board of Trustees of the Society has interpreted UMIFA as requiring the preservation in perpetuity of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Society classifies as permanently restricted net assets the original value of gifts donated to the permanent endowment, as well as the original value of subsequent gifts to the permanent endowment. Income earned on these assets is appropriated for expenditure in accordance with donor-imposed purpose restrictions, if any, on the use of such earned income.

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Notes to Financial Statements

June 30, 2010 and 2009

In 2006, the Uniform Law Commission approved the model act, Uniform Prudent Management of Institutional Funds Act (UPMIFA), which serves as a guideline to states to use in enacting legislation. Among UPMIFA's most significant changes is the elimination of UMIFA's important concept of historic dollar value threshold, the amount below which an organization could not spend from the fund in favor of a more robust set of guidelines about what constitutes prudent spending. In September 2010, the Governor of the State of New York signed a version of UPMIFA for New York into law. The reclassification provisions of FASB Accounting Standards Codification (ASC) 958-205 will be adopted by the Society in fiscal 2011.

The investment objective of the Society's investment portfolio is to provide that future growth of the portfolio is sufficient to offset normal inflation plus reasonable spending, thereby preserving the constant dollar value and purchasing power of the endowment fund with prudent level of risk. The assets are managed on a total return basis. The Investment Committee of the Board of Trustees has adopted a long-term asset allocation policy with mid-range targets for equities, fixed income, and alternative investments (which consist of hedge, equity, and absolute return funds).

To provide a predictable flow of funds to support operations, the Society's Board of Trustees has authorized a general policy permitting the use of income from endowment investments to be used for operations at a rate (spending rate) of up to 5.5% and 5.4% of the preceding 36-month average fair value of the portfolio for fiscal years 2010 and 2009, respectively. In fiscal years 2010 and 2009, the following amount and rates were allocated in accordance with this policy:

	2010	2009
Investment income allocated to:		
Unrestricted net assets for operations	\$ 2,937,249	3,159,007
Temporarily restricted net assets	13,776	59,691
	\$ 2,951,025	3,218,698
Representing a spending rate of	5.5%	5.4%

Furthermore, the policy of the Society is that the appropriated spending should not exceed 6.0% or be less than 4.5% of the 12-month average value through the fiscal year proceeding the fiscal year in which the distribution is planned.

From time to time, the fair value of assets associated with donor-restricted endowment funds may fall below the level that the donor or UMIFA requires to retain as a fund of perpetual duration. Deficiencies of this nature that are reported in unrestricted net assets totaled \$10,523,964 and \$12,623,842 as of June 30, 2010 and 2009, respectively. These deficiencies result from unfavorable market fluctuations subsequent to the investment of permanently restricted contributions. Subsequent gains that restore the fair value of the assets of the donor-restricted endowment fund to the required level will be classified as an increase in unrestricted net assets. On these deficiencies, donors have given explicit consent for the Society to authorize endowment spending for \$9,959,944 and \$8,449,954 for 2010 and 2009, respectively, per the parameters outlined above, even if the value of the endowment they contributed falls below the original value of their gifts.

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Notes to Financial Statements

June 30, 2010 and 2009

Endowment net assets, exclusive of pledge receivables of \$584,998, consist of the following as of June 30, 2010:

	<u>Unrestricted</u>	<u>Temporarily restricted</u>	<u>Permanently restricted</u>	<u>Total</u>
Donor-restricted endowment funds	\$ (7,803,005)	13,776	50,650,499	42,861,270
Long-term temporarily restricted funds	(76,719)	880,800	—	804,081
Term endowment funds	(894,349)	4,550,000	—	3,655,651
Building fund	(1,565,314)	6,205,100	—	4,639,786
Total endowment net assets	<u>\$ (10,339,387)</u>	<u>11,649,676</u>	<u>50,650,499</u>	<u>51,960,788</u>

Endowment net assets, exclusive of pledge receivables of \$1,285,628, consist of the following as of June 30, 2009:

	<u>Unrestricted</u>	<u>Temporarily restricted</u>	<u>Permanently restricted</u>	<u>Total</u>
Donor-restricted endowment funds	\$ (10,758,627)	—	49,815,498	39,056,871
Long-term temporarily restricted funds	(150,210)	880,800	—	730,590
Term endowment funds	(1,158,694)	4,550,000	—	3,391,306
Building fund	(2,002,963)	6,983,085	—	4,980,122
Total endowment net assets	<u>\$ (14,070,494)</u>	<u>12,413,885</u>	<u>49,815,498</u>	<u>48,158,889</u>

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Notes to Financial Statements

June 30, 2010 and 2009

Changes in endowment net assets for the year ended June 30, 2010 are as follows:

	<u>Unrestricted</u>	<u>Temporarily restricted</u>	<u>Permanently restricted</u>	<u>Total</u>
Endowment net assets, June 30, 2009	\$ (14,070,494)	12,413,885	49,815,498	48,158,889
Investment return:				
Interest and dividend income	596,117	—	—	596,117
Net appreciation in fair value	6,285,015	—	—	6,285,015
Management fees	(199,000)	—	—	(199,000)
Total investment return, net	<u>6,682,132</u>	<u>—</u>	<u>—</u>	<u>6,682,132</u>
Contributions cash basis	—	5,000	835,001	840,001
Appropriation of endowment assets for expenditure	(2,951,025)	13,776	—	(2,937,249)
Net asset release of building funds	—	(782,985)	—	(782,985)
Endowment net assets, June 30, 2010	<u>\$ (10,339,387)</u>	<u>11,649,676</u>	<u>50,650,499</u>	<u>51,960,788</u>

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Notes to Financial Statements

June 30, 2010 and 2009

Changes in endowment net assets for the year ended June 30, 2009 are as follows:

	<u>Unrestricted</u>	<u>Temporarily restricted</u>	<u>Permanently restricted</u>	<u>Total</u>
Endowment net assets, June 30, 2008	\$ 4,361,307	16,279,616	49,234,198	69,875,121
Investment return:				
Interest and dividend income	826,060	—	—	826,060
Net depreciation in fair value	(16,198,094)	(2,856,962)	—	(19,055,056)
Management fees	(290,765)	—	—	(290,765)
Total investment return, net	<u>(15,662,799)</u>	<u>(2,856,962)</u>	<u>—</u>	<u>(18,519,761)</u>
Contributions cash basis	—	207,500	581,300	788,800
Appropriation of endowment assets for expenditure	(2,769,002)	(390,004)	—	(3,159,006)
Net asset release of building funds	—	(826,265)	—	(826,265)
Endowment net assets, June 30, 2009	<u>\$ (14,070,494)</u>	<u>12,413,885</u>	<u>49,815,498</u>	<u>48,158,889</u>

(11) Subsequent Events

In connection with the preparation of the financial statements, in accordance with FASB ASC Subtopic 855-10, *Subsequent Events*, the Society evaluated events subsequent after the balance sheet date of June 30, 2010 and through December 42, 2010, the date on which the financial statements were approved for issuance, and determined that there were no additional matters that are required to be disclosed.

THE ASIA SOCIETY
Schedule of Functional Expenses
Year ended June 30, 2010

	Cultural programs	Policy and business	Education	Communications	U.S. regional centers	Asian activities	Auxiliary services	Total program services	Management and general	Marketing	Fund-raising	Total supporting services	2010 Total expenses
Unrestricted operating expenses:													
Salaries and wages	\$ 1,589,212	1,787,385	1,163,862	466,248	610,846	14,652	587,935	6,220,140	1,950,542	311,880	1,405,336	3,667,758	9,887,898
Benefits and payroll taxes	316,552	373,563	252,634	105,638	134,061	5,298	119,394	1,307,140	383,075	67,074	304,431	754,580	2,061,720
Total staff costs	1,905,764	2,160,948	1,416,496	571,886	744,907	19,950	707,329	7,527,280	2,333,617	378,954	1,709,767	4,422,338	11,949,618
Professional fees	974,874	373,757	1,128,851	89,854	90,224	141,257	18,482	2,817,299	237,720	27,318	23,217	288,255	3,105,554
Supplies and materials	399,831	185,963	187,608	10,171	44,086	58	23,466	851,183	52,806	22,991	62,296	138,093	989,276
Travel	300,352	1,181,843	815,182	9,040	29,737	23,991	4,963	2,365,108	68,957	8,489	26,615	104,061	2,469,169
Communications	537,318	67,553	47,609	49,603	21,741	2,540	2,387	728,751	57,135	12,333	55,589	125,057	853,808
Occupancy	309,560	95,664	58,438	12,175	115,632	—	115,979	707,448	131,382	30,681	65,938	228,001	935,449
Equipment rental and maintenance	95,723	46,326	21,370	9,274	6,085	155	46,110	225,043	243,690	8,175	55,142	307,007	532,050
Store inventory	—	—	—	—	—	—	474,087	474,087	—	—	—	—	474,087
Grants paid	650,000	10,000	371,064	—	—	—	—	1,031,064	—	—	10,000	10,000	1,041,064
Financing costs	340,000	143,108	49,944	18,249	—	—	173,842	725,143	130,621	32,655	72,034	235,310	960,453
Other	474,867	353,147	122,167	622	35,718	1,186	26,468	1,014,175	319,973	38,360	82,700	441,033	1,455,208
Total unrestricted operating expenses	5,988,289	4,618,309	4,218,729	770,874	1,088,130	189,137	1,593,113	18,466,581	3,575,901	559,956	2,163,298	6,299,155	24,765,736
Unrestricted fixed-asset expenses:													
Depreciation and amortization	743,771	313,056	109,254	39,920	4,442	—	380,289	1,590,732	286,336	71,732	158,171	516,239	2,106,971
Total expenses	\$ 6,732,060	4,931,365	4,327,983	810,794	1,092,572	189,137	1,973,402	20,057,313	3,862,237	631,688	2,321,469	6,815,394	26,872,707

See accompanying independent auditors' report.

THE ASIA SOCIETY
Schedule of Functional Expenses
Year ended June 30, 2009

	<u>Cultural programs</u>	<u>Policy and business</u>	<u>Education</u>	<u>Communications</u>	<u>U.S. regional centers</u>	<u>Asian activities</u>	<u>Auxiliary services</u>	<u>Total program services</u>	<u>Management and general</u>	<u>Marketing</u>	<u>Fund-raising</u>	<u>Total supporting services</u>	<u>2009 Total expenses</u>
Unrestricted operating expenses:													
Salaries and wages	\$ 1,813,515	1,886,012	1,223,396	453,699	758,101	23,293	658,855	6,816,871	1,944,613	478,769	1,430,115	3,853,497	10,670,368
Benefits and payroll taxes	429,371	494,035	325,110	121,979	153,764	11,488	163,108	1,698,855	317,450	118,065	369,104	804,619	2,503,474
Total staff costs	2,242,886	2,380,047	1,548,506	575,678	911,865	34,781	821,963	8,515,726	2,262,063	596,834	1,799,219	4,658,116	13,173,842
Professional fees	715,439	324,911	1,214,064	72,926	91,498	131,374	25,757	2,575,969	184,173	32,205	56,620	272,998	2,848,967
Supplies and materials	386,791	286,745	195,882	3,493	62,414	—	47,673	982,998	48,925	43,652	129,143	221,720	1,204,718
Travel	193,400	983,364	551,927	2,944	32,088	20,527	12,640	1,796,890	36,519	10,763	33,469	80,751	1,877,641
Communications	337,765	69,752	43,872	69,988	24,654	2,490	5,529	554,050	68,375	13,386	76,204	157,965	712,015
Occupancy	337,760	166,336	64,216	13,037	106,864	—	124,741	812,954	115,757	30,453	65,711	211,921	1,024,875
Equipment rental and maintenance	94,187	59,074	19,405	20,096	12,421	—	55,630	260,813	185,544	10,893	57,763	254,200	515,013
Store inventory	—	—	—	—	—	—	497,696	497,696	—	—	—	—	497,696
Grants paid	—	33,000	630,024	—	—	3,142,000	—	3,805,024	—	—	—	—	3,805,024
Financing costs	346,140	145,692	50,845	18,578	—	—	176,981	738,236	132,980	33,245	73,335	239,560	977,796
Other	501,321	129,591	58,891	1,073	30,478	1,882	29,857	753,093	228,514	61,375	108,005	397,894	1,150,987
Total unrestricted operating expenses	5,155,689	4,578,512	4,377,632	777,813	1,272,282	3,333,054	1,798,467	21,293,449	3,262,850	832,806	2,399,469	6,495,125	27,788,574
Unrestricted fixed-asset expenses:													
Depreciation and amortization	735,336	309,506	108,015	39,467	4,452	—	375,977	1,572,753	283,095	70,922	156,385	510,402	2,083,155
Total expenses	\$ 5,891,025	4,888,018	4,485,647	817,280	1,276,734	3,333,054	2,174,444	22,866,202	3,545,945	903,728	2,555,854	7,005,527	29,871,729

See accompanying independent auditors' report.