

WORKING CAPITAL FOR COMMUNITY NEEDS, INC.

CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2009, 2008, and 2007

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Working Capital for Community Needs, Inc.
Madison, Wisconsin

We have audited the accompanying consolidated statements of financial position of Working Capital for Community Needs, Inc. as of December 31, 2009, 2008, and 2007, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended. These consolidated financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these consolidated 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 consolidated financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the consolidated financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Working Capital for Community Needs, Inc. as of December 31, 2009, 2008, and 2007, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Wegner

Wegner LLP
Madison, Wisconsin
April 13, 2010



WORKING CAPITAL FOR COMMUNITY NEEDS, INC.
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
December 31, 2009, 2008, and 2007

	2009	2008	2007
ASSETS			
CURRENT ASSETS			
Cash	\$ 412,393	\$ 110,230	\$ 94,033
Certificates of deposit	-	-	441,275
Accrued interest receivable	174,645	167,350	126,012
Investments	1,641,225	996,672	-
CC Fund notes receivable - current portion	4,895,593	5,002,167	4,996,675
CN LLC notes receivable - current portion	872,500	-	-
Prepaid expenses	3,196	5,768	5,354
Other receivables	3,950	-	3,808
Total current assets	8,003,502	6,282,187	5,667,157
EQUIPMENT			
Equipment	4,047	16,050	12,914
Less accumulated depreciation	2,259	13,217	12,239
Equipment - net	1,788	2,833	675
OTHER ASSETS			
CC Fund notes receivable less current portion	2,554,953	3,677,903	3,294,770
CN LLC notes receivable less current portion	724,659	-	-
Total assets	\$ 11,284,902	\$ 9,962,923	\$ 8,962,602
LIABILITIES AND NET ASSETS			
CURRENT LIABILITIES			
Current portion of notes payable	\$ 3,068,287	\$ 2,529,103	\$ 1,690,901
Accounts payable and accrued expenses	21,490	10,123	10,840
Accrued interest payable	131,928	124,360	98,667
Total current liabilities	3,221,705	2,663,586	1,800,408
LONG-TERM LIABILITIES			
Notes payable less current portion	6,127,115	5,462,267	5,572,411
Total liabilities	9,348,820	8,125,853	7,372,819
NET ASSETS			
Unrestricted	1,685,355	1,585,818	1,334,509
Temporarily restricted	250,727	251,252	255,274
Total net assets	1,936,082	1,837,070	1,589,783
Total liabilities and net assets	\$ 11,284,902	\$ 9,962,923	\$ 8,962,602

See accompanying notes.

WORKING CAPITAL FOR COMMUNITY NEEDS, INC.
CONSOLIDATED STATEMENTS OF ACTIVITIES
Years ended December 31, 2009, 2008, and 2007

	2009	2008	2007
UNRESTRICTED NET ASSETS			
SUPPORT AND REVENUE			
Investment return	\$ 957,656	\$ 907,421	\$ 752,181
Contributions	91,926	100,204	105,920
Loan fees	59,312	56,120	78,495
Tour fees	5,900	17,750	8,220
Sales	763	1,829	675
Other	845	344	7,537
Total unrestricted support and revenue	1,116,402	1,083,668	953,028
EXPENSES			
Program services			
Microfinance	754,789	520,110	455,104
Educational and other	93,258	179,415	126,610
Supporting activities			
Management and general	125,014	102,800	81,479
Fundraising	44,704	34,956	27,698
Total expenses	1,017,765	837,281	690,891
NET ASSETS RELEASED FROM RESTRICTIONS			
Net assets released from restrictions	900	(4,922)	-
Change in unrestricted net assets	99,537	251,309	262,137
TEMPORARILY RESTRICTED NET ASSETS			
Contributions	375	900	5,490
Net assets released from restrictions	(900)	(4,922)	-
Change in temporarily restricted net assets	(525)	(4,022)	5,490
Change in net assets	99,012	247,287	267,627
Net assets - beginning of year	1,837,070	1,589,783	1,322,156
Net assets - end of year	<u>\$ 1,936,082</u>	<u>\$ 1,837,070</u>	<u>\$ 1,589,783</u>

See accompanying notes.

WORKING CAPITAL FOR COMMUNITY NEEDS, INC.
CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES
Years ended December 31, 2009, 2008, and 2007

2009	Program Services		Management and General	Fundraising	Total
	Microfinance	Educational and other			
Personnel	\$ 119,328	\$ 44,607	\$ 65,361	\$ 32,294	\$ 261,590
Interest on investor loans	327,121	-	-	-	327,121
Consultants	51,971	4,467	1,337	448	58,223
Legal	51,319	-	2,617	-	53,936
Grants and allocations	-	7,170	-	-	7,170
Supplies	575	517	885	398	2,375
Accounting	-	-	12,190	-	12,190
Printing and copying	964	4,106	641	521	6,232
Postage and shipping	488	2,116	1,095	540	4,239
Telephone	1,758	894	1,085	345	4,082
Occupancy	19,178	7,955	11,264	3,184	41,581
Travel and training	14,738	17,017	-	-	31,755
Conferences and meetings	4,046	473	3,740	1,378	9,637
Depreciation	-	-	1,045	-	1,045
Provision for loan losses	145,291	-	-	-	145,291
Marketing	9,207	3,632	19,755	4,571	37,165
Other	8,805	304	3,999	1,025	14,133
Total expenses	\$ 754,789	\$ 93,258	\$ 125,014	\$ 44,704	\$ 1,017,765

2008	Program Services		Management and General	Fundraising	Total
	Microfinance	Educational and other			
Personnel	\$ 46,894	\$ 96,439	\$ 60,455	\$ 27,236	\$ 231,024
Interest on investor loans	290,384	-	-	-	290,384
Consultants	45,819	3,920	3,265	-	53,004
Legal	33,032	250	2,709	-	35,991
Grants and allocations	-	27,425	-	-	27,425
Supplies	561	430	625	190	1,806
Accounting	-	-	9,180	-	9,180
Printing and copying	315	3,549	1,210	171	5,245
Postage and shipping	553	1,995	1,105	323	3,976
Telephone	2,482	1,057	998	292	4,829
Occupancy	20,330	9,417	9,322	2,554	41,623
Travel and training	7,521	19,967	274	-	27,762
Conferences and meetings	2,614	995	6,218	406	10,233
Depreciation	-	-	978	-	978
Provision for loan losses	63,101	10,350	-	-	73,451
Marketing	3,414	3,399	3,001	3,260	13,074
Other	3,090	222	3,460	524	7,296
Total expenses	\$ 520,110	\$ 179,415	\$ 102,800	\$ 34,956	\$ 837,281

WORKING CAPITAL FOR COMMUNITY NEEDS, INC.
CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES (continued)
Years ended December 31, 2009, 2008, and 2007

2007	Program Services		Management and General	Fundraising	Total
	Microfinance	Educational and other			
Personnel	\$ 69,536	\$ 58,138	\$ 62,339	\$ 19,236	\$ 209,249
Interest on investor loans	226,821	-	-	-	226,821
Consultants	42,937	1,760	-	-	44,697
Legal	9,821	-	-	-	9,821
Grants and allocations	-	27,071	-	-	27,071
Supplies	723	477	626	138	1,964
Accounting	-	-	7,285	-	7,285
Printing and copying	1,451	3,750	419	279	5,899
Postage and shipping	810	1,587	517	495	3,409
Telephone	3,053	871	764	271	4,959
Occupancy	16,088	7,163	6,222	2,123	31,596
Travel and training	3,602	15,312	-	-	18,914
Conferences and meetings	3,568	620	1,151	124	5,463
Depreciation	-	-	1,060	-	1,060
Study expense	3,813	1,897	-	-	5,710
Provision for loan losses	61,673	-	-	-	61,673
Marketing	5,388	4,315	-	5,032	14,735
Other	5,820	3,649	1,096	-	10,565
Total expenses	\$ 455,104	\$ 126,610	\$ 81,479	\$ 27,698	\$ 690,891

WORKING CAPITAL FOR COMMUNITY NEEDS, INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
Years ended December 31, 2009, 2008, and 2007

	2009	2008	2007
CASH FLOWS FROM OPERATING ACTIVITIES			
Change in net assets	\$ 99,012	\$ 247,287	\$ 267,627
Adjustments to reconcile change in net assets to net cash provided by operating activities			
Depreciation	1,045	978	1,060
Donated stock	(3,079)	(10,259)	(14,496)
Increase in loan loss reserve	145,291	73,451	61,673
(Increase) decrease in assets			
Accrued interest receivable	(7,295)	(41,338)	(40,795)
Prepaid expenses	2,572	(414)	(2,332)
Other receivables	(3,950)	3,808	10,061
Increase (decrease) in liabilities			
Accounts payable and accrued expenses	11,367	(717)	(4,290)
Accrued interest payable	7,568	25,693	32,268
Net cash provided by operating activities	252,531	298,489	310,776
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of equipment	-	(3,136)	-
Purchases of investments	(1,705,264)	(1,432,672)	-
Proceeds from sale of investments	1,060,711	436,000	-
Purchases of certificates of deposit	-	-	(775,370)
Redemption of certificates of deposit	-	441,275	334,095
Issuance of notes receivable	(6,087,500)	(5,615,000)	(7,985,175)
Collection of notes receivable	5,574,574	5,152,924	5,674,750
Proceeds from sale of donated stock	3,079	10,259	14,496
Net cash used in investing activities	(1,154,400)	(1,010,350)	(2,737,204)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from notes payable	4,143,193	2,431,989	2,928,789
Payment of notes payable	(2,939,161)	(1,703,931)	(1,644,605)
Net cash provided by financing activities	1,204,032	728,058	1,284,184
Net change in cash	302,163	16,197	(1,142,244)
Cash - beginning of year	110,230	94,033	1,236,277
Cash - end of year	\$ 412,393	\$ 110,230	\$ 94,033
SUPPLEMENTARY INFORMATION			
Cash payments for interest on investor loans	\$ 319,554	\$ 264,691	\$ 226,821
Non-cash investing activities			
Donations of stock	3,079	10,259	14,496

See accompanying notes.

WORKING CAPITAL FOR COMMUNITY NEEDS, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2009, 2008, and 2007

Working Capital for Community Needs, Inc. (WCCN) partners with individuals and organizations in Latin America and the United States of America to build sustainable economic opportunities that help people work their way out of poverty. WCCN provides low-income Latin American entrepreneurs and small farmers access to financing through various microfinance agencies to help them grow their operations and work their way out of poverty. The majority of WCCN's portfolio consisted of loans made to agencies in Nicaragua at December 31, 2009. In November 2008, WCCN changed its name from Wisconsin Coordinating Council on Nicaragua, Inc. To facilitate its activities in the greater Latin America area, WCCN formed a separate limited liability company, Community Needs, LLC during 2009. The LLC may further WCCN's purposes by participating in models that differ from WCCN's traditional avenues for promoting economic development.

Located in Madison, Wisconsin, WCCN is supported primarily through donor contributions and interest from its loan fund. The following summary of significant accounting policies is presented to enhance the usefulness of the consolidated financial statements to the reader.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Principles of Consolidation

The consolidated financial statements include the accounts of WCCN and Community Needs, LLC, of which WCCN is the sole member. All significant interorganizational transactions and accounts have been eliminated.

Basis of Presentation

WCCN is required to report information regarding its financial position and activities according to three classes of net assets:

Unrestricted net assets—Net assets that are not restricted by donors. Designations are voluntary board-approved segregations of unrestricted net assets for specific purposes, projects, or investments.

Temporarily restricted net assets—Net assets whose use has been limited by donor-imposed time restrictions or purpose restrictions.

Permanently restricted net assets—Net assets that have been restricted by donors to be maintained by WCCN in perpetuity.

Estimates

The preparation of consolidated financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Contributions

Contributions are recognized when the donor makes a promise to give that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

WORKING CAPITAL FOR COMMUNITY NEEDS, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2009, 2008, and 2007

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Investments

WCCN carries investments in money funds and certificates of deposits that are traded in secondary markets at fair value. Investment return consists of interest income.

Date of Management's Review

Management has evaluated subsequent events through April 13, 2010, the date which the consolidated financial statements were available to be issued.

Notes Receivable

Notes receivable consist of amounts due from microfinance organizations in Latin America. Interest income is accrued on a monthly basis. The allowance for loan loss reserve is estimated based on an analysis of the risk criteria for each borrower in the portfolio. A percentage of the loan amount is set aside in the allowance account based on the risk assessment. The aggregate of those assessments is used as a means to estimate the amount needed in the allowance account.

Equipment

Purchases of equipment in excess of \$1,500 are capitalized and depreciated over the asset's useful life using the straight-line method.

Notes Payable

WCCN borrows funds from individuals and organizations at interest rates that averaged 3.98%, 3.82%, and 3.44% at December 31, 2009, 2008, and 2007. While less than the rates charged by commercial lenders, these rates approximate the prevailing rate in the community credit market. Accordingly, notes payable are recorded at their face value.

Functional Allocation of Expenses

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

Income Taxes

WCCN is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. In addition, WCCN qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(2). Community Needs, LLC is observed as a "disregarded entity" and therefore all activity of this entity is reported on the informational return of WCCN. WCCN's federal exempt organization information is subject to examination by the Internal Revenue Service, generally for three years after they are filed. With few exceptions, WCCN is no longer subject to such examinations for years before 2006.

WORKING CAPITAL FOR COMMUNITY NEEDS, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2009, 2008, and 2007

NOTE 2 – RETIREMENT PLAN

WCCN has a SIMPLE IRA plan in which employees with prior year earnings of \$3,000 or more are eligible to participate. Employer contributions to the plan are 3% of the employee's annual compensation. Retirement expense was \$6,265, \$5,606, and \$4,996 for 2009, 2008, and 2007.

NOTE 3 – OPERATING LEASE

WCCN rents office space in Madison, Wisconsin under an annual lease agreement that requires monthly payments of \$2,056. Lease expense was \$25,366, \$23,724, and \$21,441 in 2009, 2008, and 2007.

NOTE 4 – RELATED PARTIES

WCCN had notes payable to board members totaling \$117,060, \$117,000, and \$113,395 at December 31, 2009, 2008 and 2007. The interest rates on the notes range from 0% to 6% and the notes mature on various dates between May 2010 and May 2011.

NOTE 5 – INVESTMENTS

Investments at December 31 2009, 2008, and 2007 consisted of the following:

	<u>2009</u>	<u>2008</u>	<u>2007</u>
Money fund	\$ 1,210,033	\$ 423,962	\$ -
Certificates of deposit	431,192	572,710	-
Investments	<u>\$ 1,641,225</u>	<u>\$ 996,672</u>	<u>\$ -</u>

NOTE 6 – NOTES RECEIVABLE

Capital for Communities Fund (CC Fund, formerly known as the NICA Fund)

WCCN participates in loan agreements with 13 Latin American not-for-profit organizations, five Nicaraguan cooperatives, and one Nicaraguan financial institution. These organizations use borrowed funds under the terms of the loan agreements for various projects in Latin America. The loans are for terms of two to three years at interest rates ranging from 9% to 10%. Interest payments are generally due quarterly and principal payments are due semi-annually. Since the loans are considered to be at a market rate of interest, no additional discounting is deemed necessary.

Notes receivable for the CC Fund at December 31, 2009, 2008, and 2007 consisted of the following:

	<u>2009</u>	<u>2008</u>	<u>2007</u>
CC Fund notes receivable	\$ 7,908,510	\$ 9,018,084	\$ 8,562,008
Less loan loss reserve	457,964	338,014	270,563
CC Fund notes receivable - net	7,450,546	8,680,070	8,291,445
Less current portion	<u>4,895,593</u>	<u>5,002,167</u>	<u>4,996,675</u>
CC Fund notes receivable less current portion	<u>\$ 2,554,953</u>	<u>\$ 3,677,903</u>	<u>\$ 3,294,770</u>

WORKING CAPITAL FOR COMMUNITY NEEDS, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2009, 2008, and 2007

NOTE 6 – NOTES RECEIVABLE (continued)

Community Needs, LLC Fund (CN LLC)

WCCN contributed assets represented by loan agreements with five Latin American not-for-profit organizations, one Nicaraguan cooperative, and one Nicaraguan financial institution, to the Community Needs, LLC Fund. WCCN maintains an agreement with Community Needs, LLC for services related to communications and payment collections on the receivables of the Community Needs, LLC. The loans are for terms of two to three years at interest rates ranging from 9% to 10%. Interest payments are generally due quarterly and principal payments are due semi-annually. Since the loans are considered to be at a market rate of interest, no additional discounting is deemed necessary.

Notes receivable for the CN LLC Fund at December 31, 2009, 2008, and 2007 consisted of the following:

	<u>2009</u>	<u>2008</u>	<u>2007</u>
CN LLC notes receivable	\$ 1,622,500	\$ -	\$ -
Less loan loss reserve	<u>25,341</u>	<u>-</u>	<u>-</u>
CN LLC notes receivable - net	1,597,159	-	-
Less current portion	<u>872,500</u>	<u>-</u>	<u>-</u>
CN LLC notes receivable less current portion	<u>\$ 724,659</u>	<u>\$ -</u>	<u>\$ -</u>

NOTE 7 – NOTES PAYABLE

Capital for Communities Fund (CC Fund)

Through the Capital for Communities Fund, WCCN accumulates funds from lenders in the United States and in turn lends in larger amounts to various organizations in Latin America that operate loan programs serving low-income borrowers. As of December 31, 2009, 2008, and 2007, there were approximately 3,000 notes executed with cumulative unpaid principal of \$9,195,402, \$7,991,370, and \$7,263,312. Interest rates on the notes range from 0% to 6% with maturities of one to five years. Since the loans are considered to be at a market rate of interest in the community credit market, no additional discounting is deemed necessary.

Notes payable for the CC Fund consisted of the following at December 31, 2009, 2008, and 2007:

	<u>2009</u>	<u>2008</u>	<u>2007</u>
Notes payable	\$ 9,195,402	\$ 7,991,370	\$ 7,263,312
Less current portion	<u>3,068,287</u>	<u>2,529,103</u>	<u>1,690,901</u>
Notes payable less current portion	<u>\$ 6,127,115</u>	<u>\$ 5,462,267</u>	<u>\$ 5,572,411</u>

WORKING CAPITAL FOR COMMUNITY NEEDS, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2009, 2008, and 2007

NOTE 7 – NOTES PAYABLE (continued)

Principal maturities of the notes payable for the years ending December 31 are as follows:

2010	\$ 3,068,287
2011	2,907,827
2012	1,557,638
2013	1,183,854
2014	330,796
Thereafter	<u>147,000</u>
Total	<u>\$ 9,195,402</u>

Community Needs, LLC Fund (CN LLC)

Community Needs, LLC is capitalized only with contributions from WCCN.

NOTE 8 – CONCENTRATION OF CREDIT RISK

The amounts loaned by WCCN to organizations in Latin America (“borrowing agencies”) are in turn lent to small enterprises and individuals in Latin America. WCCN has disbursed such loans in Nicaragua, El Salvador, Guatemala and Honduras. The majority of the loans are disbursed in Nicaragua. Notes executed between WCCN and the borrowing agencies are collateralized by assets of limited value. The nature of the loans and the limited value of collateral constitute a significant concentration of credit risk for WCCN. Since this portion of WCCN’s assets is concentrated outside the United States, it is reasonably possible that operations could be interrupted in the near term. All notes payable and notes receivable are denominated solely in United States dollars, so there is no direct currency risk to WCCN.

The notes from lenders to WCCN hold WCCN harmless for default on repayment if borrowing agencies default on notes to WCCN. If these hold harmless clauses are legally enforceable, then WCCN’s losses on the borrowing agencies’ default on their notes would not be significant. If the hold harmless clauses are not enforceable, then WCCN could be held liable for any outstanding unpaid balances on its notes with lenders. Under such circumstances, WCCN’s other assets may not be sufficient to repay the original lenders.

Fondo de Garantia de Depositos de las Instituciones Financieras insures Nicaragua bank accounts up to \$20,000. WCCN’s deposits in excess of this limit were \$75,465, \$3,712, \$0 at December 31, 2009, 2008, and 2007.

WORKING CAPITAL FOR COMMUNITY NEEDS, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2009, 2008, and 2007

NOTE 9 – FAIR VALUE MEASUREMENTS

Fair values of assets measured on a recurring basis at December 31, 2009 and 2008 are as follows:

	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Money Fund	\$ 431,192	\$ 431,192	\$ -	\$ -
Certificate of deposits	1,210,033	-	1,210,033	-
2009	\$ 1,641,225	\$ 431,192	\$ 1,210,033	\$ -
Money Fund	\$ 572,710	\$ 572,710	\$ -	\$ -
Certificate of deposits	423,962	-	423,962	-
2008	\$ 996,672	\$ 572,710	\$ 423,962	\$ -

Fair values for money funds are determined by reference to quoted market prices and other relevant information generated by market transactions. Fair values for the certificates of deposit are determined by using a matrix based approach on interest rates.

NOTE 10 – NET ASSETS

WCCN's board of directors has chosen to place the following limitations on unrestricted net assets:

	2009	2008	2007
Designated for CC Fund	\$ -	\$ -	\$ 1,170,069
Designated for Mission Related Investments (including CC Fund)	-	1,585,818	-
Undesignated	1,685,355	-	164,440
Unrestricted net assets	\$ 1,685,355	\$ 1,585,818	\$ 1,334,509

Temporarily restricted net assets are available for the following purposes:

	2009	2008	2007
CC Equity Fund	\$ 249,784	\$ 249,784	\$ 249,784
Various Projects in Nicaragua	943	1,468	5,490
Temporarily restricted net assets	\$ 250,727	\$ 251,252	\$ 255,274

WORKING CAPITAL FOR COMMUNITY NEEDS, INC.
CONSOLIDATING SCHEDULE OF FINANCIAL POSITION
December 31, 2009

ASSETS	WCCN	Community Needs, LLC	Eliminations	Total
CURRENT ASSETS				
Cash	\$ 401,560	10,833	-	\$ 412,393
Accrued interest receivable	150,950	23,695	-	174,645
Investments	1,641,225	-	-	1,641,225
CC Fund notes receivable - current portion	4,895,593	-	-	4,895,593
CN LLC notes receivable - current portion	-	872,500	-	872,500
Prepaid expenses	3,196	-	-	3,196
Other receivables	4,644	191,872	(192,566)	3,950
Total current assets	7,097,168	1,098,900	(192,566)	8,003,502
EQUIPMENT				
Equipment	4,047	-	-	4,047
Less accumulated depreciation	2,259	-	-	2,259
Equipment - net	1,788	-	-	1,788
OTHER ASSETS				
CC Fund notes receivable less current portion	2,554,953	-	-	2,554,953
CN LLC notes receivable less current portion	-	724,659	-	724,659
Investment in CN, LLC	1,821,213	-	(1,821,213)	-
Total assets	\$ 11,475,122	1,823,559	(2,013,779)	\$ 11,284,902
LIABILITIES AND NET ASSETS				
CURRENT LIABILITIES				
Current portion of notes payable	\$ 3,068,287	-	-	\$ 3,068,287
Due to LLC	191,872	-	(191,872)	-
Accounts payable and accrued expenses	19,838	2,346	(694)	21,490
Accrued interest payable	131,928	-	-	131,928
Total current liabilities	3,411,925	2,346	(192,566)	3,221,705
LONG-TERM LIABILITIES				
Notes payable less current portion	6,127,115	-	-	6,127,115
Total liabilities	9,539,040	2,346	(192,566)	9,348,820
NET ASSETS				
Unrestricted	1,685,355	-	-	1,685,355
Member equity	-	1,821,213	(1,821,213)	-
Temporarily restricted	250,727	-	-	250,727
Total net assets	1,936,082	1,821,213	(1,821,213)	1,936,082
Total liabilities and net assets	\$ 11,475,122	\$ 1,823,559	\$ (2,013,779)	\$ 11,284,902

WORKING CAPITAL FOR COMMUNITY NEEDS, INC.
CONSOLIDATING SCHEDULE OF ACTIVITIES
Year ended December 31, 2009

	WCCN	Community Needs, LLC	Eliminations	Total
UNRESTRICTED NET ASSETS				
SUPPORT AND REVENUE				
Investment return	\$ 957,182	\$ 474	\$ -	\$ 957,656
Contributions	91,926	-	-	91,926
Loan fees	59,312	-	-	59,312
Tour fees	5,900	-	-	5,900
Sales	763	-	-	763
Other	845	-	-	845
Total unrestricted support and revenue	1,115,928	474	-	1,116,402
EXPENSES				
Personnel	261,590	-	-	261,590
Interest on investor loans	327,121	-	-	327,121
Consultants	58,223	-	-	58,223
Legal	52,284	1,652	-	53,936
Grants and allocations	7,170	-	-	7,170
Supplies	2,375	-	-	2,375
Accounting	12,190	-	-	12,190
Printing and copying	6,232	-	-	6,232
Postage and shipping	4,239	-	-	4,239
Telephone	4,082	-	-	4,082
Occupancy	40,887	694	-	41,581
Travel and training	31,755	-	-	31,755
Conferences and meetings	9,637	-	-	9,637
Depreciation	1,045	-	-	1,045
Provision for loan losses	145,222	69	-	145,291
Marketing	37,165	-	-	37,165
Other	14,133	-	-	14,133
Total expenses	1,015,350	2,415	-	1,017,765
NET ASSETS RELEASED FROM RESTRICTIONS				
Net assets released from restrictions	900	-	-	900
Change in unrestricted net assets	101,478	(1,941)	-	99,537
TEMPORARILY RESTRICTED NET ASSETS				
Contributions	375	-	-	375
Net assets released from restrictions	(900)	-	-	(900)
Change in temporarily restricted net assets	(525)	-	-	(525)
Change in net assets	\$ 100,953	\$ (1,941)	\$ -	\$ 99,012