

**Georgia Tech Global, Inc.**  
**(A Development Stage Company)**  
**Financial Statements**  
**With**  
**Independent Accountant's Review Report**  
**As of and for the Nine Month Period**  
**From September 25, 2009 (date of inception) through June 30, 2010**

**Georgia Tech Global, Inc.**  
**(A Development Stage Company)**  
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**SWOFFORD & ASSOCIATES**  
GOVERNMENTAL CONSULTING – FORENSIC ACCOUNTING

**Independent Accountant's Review Report**

To the Board of Directors of  
Georgia Tech Global, Inc.

I have reviewed the accompanying statement of net assets of Georgia Tech Global, Inc. ("GTGI", A Development Stage Company), and a component unit of the Georgia Institute of Technology, as of June 30, 2010, and the related statements of revenues, expenses and changes in net assets, and cash flows for the period from September 25, 2009 (date of inception) through June 30, 2010, which collectively comprise the company's basic financial statements as listed in the table of contents, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of management of Georgia Tech Global, Inc.'s management.

A review consists principally of inquiries of Company personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, I do not express such an opinion.

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

Management has not presented the management's discussion and analysis information that accounting principles generally accepted in the United States of America applicable to governments have determined is required to supplement, although not required to be a part of, the basic financial statements.

*Swofford & Associates*

Swofford & Associates  
September 24, 2010

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**Georgia Tech Global, Inc.**  
**(A Development Stage Company)**

**Statement of Net Assets**

**June 30, 2010**

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<b>ASSETS</b>	
<b>Current assets:</b>	
Cash	\$ 4,939
Total current assets	<u>\$ 4,939</u>
<b>LIABILITIES AND NET ASSETS</b>	
<b>Current liabilities:</b>	
Accounts payable:	
Georgia Tech Research Corporation	\$ 2,284
Total current liabilities	2,284
<b>Unrestricted net assets</b>	<u>2,655</u>
Total liabilities and net assets	<u>\$ 4,939</u>

See accompanying notes to financial statements.

**Georgia Tech Global, Inc.**  
**(A Development Stage Company)**

**Statement of Revenues, Expenses and Changes in Net Assets**

**For the Nine Month Period From September 25, 2009 (date of inception) through  
June 30, 2010**

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<b>Operating revenues:</b>	
Other	\$ 5,000
Total operating revenues	<u>5,000</u>
<b>Operating expenses:</b>	
Administrative and general expenses	<u>2,345</u>
Total operating expenses	2,345
<b>Income from operations</b>	<u>2,655</u>
<b>Increase in net assets</b>	2,655
<b>Net assets, beginning of year</b>	<u>-</u>
<b>Net assets, end of year</b>	<u><u>\$ 2,655</u></u>

See accompanying notes to financial statements.

**Georgia Tech Global, Inc.**  
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**Statement of Cash Flows**

**For the Nine Month Period From September 25, 2009 (date of inception) through  
June 30, 2010**

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**Cash flows from operating activities:**

Miscellaneous receipts	\$	5,000
Payments for organizational costs		(61)
Net cash provided by operating activities		<u>4,939</u>

**Net increase in cash** 4,939

**Cash, beginning of year** -

**Cash, end of year** \$ 4,939

**Reconciliation of operating income to net cash  
provided by operating activities:**

Operating income	\$	2,655
Adjustments to reconcile operating income to net cash provided by operating activities:		
Changes in assets and liabilities:		
Increase in Due to Georgia Tech Research Corporation		2,284
Net cash provided by operating activities	\$	<u>4,939</u>

See accompanying notes to financial statements.

**Georgia Tech Global, Inc.**  
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**Notes to Financial Statements**

**As of and for the Nine Month Period From September 25, 2009 (date of inception)  
through  
June 30, 2010**

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**NOTE 1 – DESCRIPTION OF ORGANIZATION**

Georgia Tech Global Inc. (GTGI) was established September 25, 2009, as a not-for-profit corporation affiliated with the Georgia Institute of Technology (GIT), a unit of the University System of the State of Georgia. GTGI was established for the purpose of engaging in charitable, scientific, literary, and educational purposes and to receive, hold, invest, and administer property and to make expenditures to or for the benefit of GIT and to support the international activities and initiatives of GIT. As of September 25, 2009, GTGI also entered into a Memorandum of Understanding with GIT designating GTGI as a Cooperative Organization.

GTGI will serve as the contracting entity for certain international activities and initiatives of GIT.

Management of GTGI is devoting substantial efforts to raising capital and developing markets. Planned principal operations have commenced; however, there has been no substantial revenue; therefore GTGI is considered a development stage company.

In accordance with accounting principles generally accepted in the United States of America ("GAAP") applicable to governments GTGI is a component unit of GIT.

**NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES**

GTGI follows guidance as to governmental propriety funds and Financial Accounting Standards Board pronouncements issued on or before November 30, 1989. In accordance with accounting principles generally accepted in the United States of America (GAAP) the financial statements of GTGI have been prepared on the accrual basis of accounting and are presented in conformity with GAAP. The following is a summary of certain significant accounting policies followed in the preparation of the financial statements:

GTGI's revenue was derived from a grant. GTGI classifies revenues generated from within its' normal operating cycle such as grants or contributions as operating income. Revenues that are not generated during the normal operating cycle such as interest income are classified as non-operating revenues.

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**Notes to Financial Statements**

**As of and for the Nine Month Period From September 25, 2009 (date of inception)  
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**Cash**

At June 30, 2010, the bank balance was \$4,939 and the book balance was \$4,939. At times, cash balances may exceed federally insured amounts. GTGI mitigates this risk by depositing and investing cash with a major financial institution. GTGI has not experienced any loss in such accounts and believes it is not exposed to any significant credit risk on cash. At June 30, 2010, the bank balance was insured by the Federal Deposit Insurance Corporation.

**Use of Estimates**

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from these estimates.

**Federal Income Taxes**

GTGI is applying for an exemption from income taxes as provided by Section 501(c)(3) of the Internal Revenue Code.

**Net Assets**

Unrestricted net assets represent resources derived from grants and contributions. These resources are used for the ongoing operations of GTGI and may be used at the discretion of the governing board to meet current expenses for those purposes and to enhance programs at GIT. All of GTGI's net assets are unrestricted.

**Subsequent Events**

Subsequent events have been evaluated through September 24, 2010, the date these financial statements were available to be issued.