

新韓會計法人

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AUDIT REPORT

To the committe of Friends of The Asia Foundation (Korea)

We have audited the accompanying balance sheet of Friends of the Asia Foundation as of Dec 31, 2007 and the related operating statement for the year ended.

We conducted our audits in accordance with auditing standards generally accepted for the NON-Profit Organization.

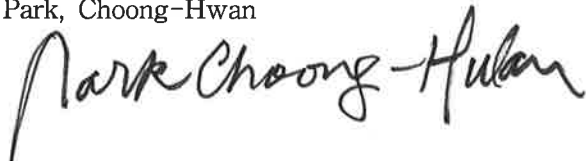
In our opinion, the financial statement referred to above present fairly the financial position of Friends of The Asia Foundation as of December 31, 2007 and the results of its operation for the year then ended, in conformity with the financial accounting standards.

February 4, 2008

AUDITOR

Certified Public Accountant

Park, Choong-Hwan



Balance Sheets

(U.S. Dollars)

Friends of The Asia Foundation(Korea)

As of Dec 31, 2007

Assets		LIABILITIES	
Deposit in bank	68,901	Total Liabilities	-
Prepaid Tax	10		
		PROPERTIES	
		Beginning properties	40,000
		carried	7,453
		subsequent years	
		Operating income	21,458
		Total Properties	68,911
TOTAL	68,911	TOTAL	68,911

Operating Statement

(U.S. Dollars)

Friends of The Asia Foundation(Korea)

For the period from Jan 1, 2007 to Dec 31, 2007

EXPENSES		REVENUE	
Forum expenses	38,119	Membership fees	63,270
Administrative expenses	3,767	Interest income	74
Operating income	21,458		
TOTAL	63,344	TOTAL	63,344

1. Annual General Membership meeting was held on January 18, 2007 featuring Prof. David Lampton from Johns Hopkins University. He gave a lecture entitled. "The Faces of Chinese Power: Implications to America and its Allies."
2. Public lecture entitled, "Northeast Asia and Six Party Process" was held on May 17, 2007 in honor of Amb. James Kelly. He also had a high profile meeting with Korean CEOs on the same subject on May 28, 2007.
3. Public lecture entitled, "Doing Business in India: Opportunities and Challenges" was held on October 19, 2007 in honor of Mr. Tarun Das, Chief Mentor of the Confederation of Indian Industry. Mr. Tarun Das and Amb. Rajendra Abhyankar also had a CEO meeting on October 20, 2007.
4. The Asia Foundation donated US\$83,110 of annual salaries and administrative expenses toward The Friends of The Asia Foundation.