

**NORWEGIAN FJORD HORSE REGISTRY**

Financial Statements  
December 31, 2016 and 2015

## INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors  
Norwegian Fjord Horse Registry

### Report on the Financial Statements

Management is responsible for the accompanying financial statements of Norwegian Fjord Horse Registry (a not-for-profit Organization), which comprise the statements of assets, liabilities, and net assets – modified cash basis as of December 31, 2016 and 2015, and the related statements of revenues, expenses and net assets – modified cash basis for the years then ended, and for determining that the modified cash basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The financial statements are prepared in accordance with the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all of the disclosures ordinarily included in financial statements prepared in accordance with the modified cash basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Organization's assets, liabilities, net assets, revenues and expenses. Accordingly, the financial statements are not designed for those who are not informed about such matters.

*Flaherty Salmin LLP*

Flaherty Salmin LLP  
Rochester, New York

January 19, 2017

**NORWEGIAN FJORD HORSE REGISTRY**  
**STATEMENTS OF ASSETS, LIABILITIES AND NET ASSETS -**  
**MODIFIED CASH BASIS**  
**DECEMBER 31, 2016 AND 2015**

**ASSETS**

	<u>2016</u>	<u>2015</u>
<b>CURRENT ASSETS</b>		
Checking accounts	11,908	22,659
Certificate of deposit	15,828	15,814
Savings account	5,400	-
Money market account	4,160	4,160
Total current assets	<u>37,296</u>	<u>42,633</u>
 <b>PROPERTY AND EQUIPMENT</b>		
Fixed assets	10,118	10,118
Less: Accumulated depreciation	<u>(10,118)</u>	<u>(10,118)</u>
Total property and equipment	<u>-</u>	<u>-</u>
 <b>TOTAL ASSETS</b>	 <u><u>\$ 37,296</u></u>	 <u><u>\$ 42,633</u></u>

**LIABILITIES AND NET ASSETS**

<b>LIABILITIES</b>	<u>\$ -</u>	<u>\$ -</u>
 <b>NET ASSETS</b>	 <u>37,296</u>	 <u>42,633</u>
 <b>TOTAL LIABILITIES AND NET ASSETS</b>	 <u><u>\$ 37,296</u></u>	 <u><u>\$ 42,633</u></u>

See Independent Accountants' Compilation Report

**NORWEGIAN FJORD HORSE REGISTRY**  
**STATEMENTS OF REVENUES, EXPENSES AND NET ASSETS -**  
**MODIFIED CASH BASIS**  
**FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015**

	2016	2015
REVENUES		
Awards	\$ 405	\$ 280
Youth donations	85	845
Education	3,342	11,188
Evaluations	15,831	18,374
NFHR operations	35,649	41,246
Promotions	230	585
Publications	16,481	17,657
Registrars	26,375	25,370
Sale of products	8,382	5,133
TOTAL REVENUES	106,780	120,678
EXPENSES		
Awards	361	235
Cost of goods sold	5,257	2,281
Educations	3,979	8,792
Evaluation committee	14,566	19,738
NFHR operations		
Annual director's meeting	6,461	3,893
2017 education forum	5,608	0
Bank fees	100	156
Communications	2,378	2,265
Dues and subscriptions	495	450
Insurance	2,217	2,103
Office supplies	1,694	1,883
Postage	3,999	2,531
Professional fees	2,550	2,550
Software	436	296
Sub-contract labor	31,500	30,000
Publications	25,707	28,902
Registrar	2,426	2,435
Website	1,908	1,893
Other expenses	490	0
TOTAL EXPENSES	112,132	110,403

See Independent Accountants' Compilation Report

**NORWEGIAN FJORD HORSE REGISTRY**  
**STATEMENTS OF REVENUES, EXPENSES AND NET ASSETS -**  
**MODIFIED CASH BASIS**  
**FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015**  
(Continued)

	<u>2016</u>	<u>2015</u>
EXCESS OF OPERATING REVENUE OVER OPERATING EXPENSES (OPERATING EXPENSES OVER OPERATING REVENUE)	(5,352)	10,275
OTHER INCOME		
Interest and dividends	<u>15</u>	<u>16</u>
EXCESS OF REVENUE OVER EXPENSES (EXPENSES OVER REVENUE)	(5,337)	10,291
NET ASSETS - BEGINNING OF YEAR	<u>42,633</u>	<u>32,342</u>
NET ASSETS - END OF YEAR	<u>\$ 37,296</u>	<u>\$ 42,633</u>

See Independent Accountants' Compilation Report