

The John D.V. Salvador
Foundation, US

Financial Statements

for the year ended October 31, 2010
(including Attestation Report)



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1 Attestation Report Based on the Review

To The John D.V. Salvador Foundation

We have reviewed the accompanying annual financial statements comprising the statement of activities from November 1, 2009 to October 31, 2010 and the balance sheet as of October 31, 2010 as well as the notes to the annual financial statements of The John D.V. Salvador Foundation, US. The preparation of the annual financial statements in accordance with U.S. generally accepted accounting principles is the responsibility of the The John D.V. Salvador Foundation's management. Our responsibility is to issue an attestation report on the annual financial statements based on our review.

We performed our review of the annual financial statements in accordance with the German generally accepted standards for the review of financial statements promulgated by the Institut der Wirtschaftsprüfer (IDW). Those standards require that we plan and conduct the review so that we can preclude through critical evaluation, with a certain level of assurance, that the annual financial statements have not been prepared, in material respects, in accordance with the requirements of U.S. generally accepted accounting principles. A review is limited primarily to inquiries of company employees and analytical assessments and therefore does not provide the assurance attainable in a financial statement audit. Since, in accordance with our engagement, we have not performed a financial statement audit, we cannot issue an auditor's report.

Based on our review no matters have come to our attention that causes us to presume that the annual financial statements have not been prepared in material respects in accordance with the requirements of U.S. generally accepted accounting principles.

This review report is issued for information purposes to The John D.V. Salvador Foundation and must not be used in any other context than information purposes to the directors and officers of The John D.V. Salvador Foundation. This review report must not, in particular, be handed out to third parties or included in sales prospectuses or similar public documents or media.



Our assignment and professional liability is governed by the General Engagement Terms for Wirtschaftsprüfer und Wirtschaftsprüfungsgesellschaften (Allgemeine Auftragsbedingungen für Wirtschaftsprüfer und Wirtschaftsprüfungsgesellschaften) in the version dated January 1, 2002. By reading and using the information contained in this report, each recipient confirms notice of provisions of the General Engagement Terms (including the limitation of our liability as stipulated in No. 9) and accepts the validity of the attached General Engagement Terms with respect to us.

Frankfurt am Main, December 21, 2010

KPMG AG
Wirtschaftsprüfungsgesellschaft

Becker	Wiechens
Wirtschaftsprüfer	Wirtschaftsprüfer

2 Statement of Activities for the year ended October 31, 2010

	2010*	2009*
	\$	\$
Revenues		
Contributions	57,147	90,751
Investment income	416	730
Total revenues	57,563	91,481
Expenses		
Charitable activities	116,566	43,988
Costs of generating funds	20,921	-
Management and general	5,441	4,363
Total expenses	142,928	48,351
Increase (decrease) in net assets	(85,365)	43,130
Net assets at beginning of year	158,764	115,634
Net assets at end of year	73,399	158,764

* Mostly all funds held by the foundation are unrestricted general funds.

See accompanying notes to financial statements.

3 Balance Sheet as of October 31, 2010

	Oct 31 st , 2010	Oct 31 st , 2009
	\$	\$
Assets		
Accounts receivable	16,050	-
Cash and cash equivalents	58,093	158,764
Total assets	74,141	158,764
Liabilities and net assets		
Accounts Payable	742	-
Unrestricted net assets	73,399	158,764
Total liabilities and net assets	74,141	158,764

See accompanying notes to financial statements.

4 Notes to the Financial Statements

Note 1 - Nature of activities

The John D.V. Foundation (the “Foundation”) was established in 2005. The objects of the charity are to relieve poverty, hardship and distress and to further the education of children and young people, in particular but not exclusively, in the Philippines by providing such funds to finance and support such projects as the trustees think fit.

Note 2 - Summary of accounting policies

The following summary of accounting policies is to enhance the usefulness of the financial statements.

(a) Basis of presentation

The financial statements are presented in accordance with U.S. generally accepted accounting principles, in particular with the requirements of Statement of Financial Accounting Standard No. 117, *Financial Statements of Not-For-Profit Organizations*.

(b) Basis of accounting

The accompanying financial statements have been prepared using the accrual method of accounting. Under this method, revenue is recognized when earned and expenses are recognized when incurred.

(c) Contributions

Contributions are reported as revenues in the period received. Mostly all contributions (97.4%) to the Foundation to date have been unrestricted.

(d) Expenses

The increase in the expenses is mainly due to expenses for the construction of a dining hall as well as expenses to set up a local JDVS Foundation in Manila.

(e) Taxation

The Foundation is a not-for-profit organization exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code.

Exhibit