

**Global Institute for Scientific Thinking Inc.  
(A Nonprofit Organization)\***

**Financial Statements  
For the Period Ending December 31, 2008**

\* An IRS Approved Section 501(c)(3) Organization

# McNair and Associates, P.A.

Certified Public Accountants

Taxes  
Business Consulting  
Auditing & Accounting  
Financial & Estate Planning

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To the Board of Directors  
Global Institute for Scientific Thinking, Inc.  
213 Ridge Road  
Lake Mary, FL 32746

We have compiled the accompanying statements of financial position of The Global Institute for Scientific Thinking, Inc. as of December 31, 2008, and the related statements of activities and cash flows for the short year then ended (6/20/08 – 12/31/08) in accordance with the Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

*McNair and Associates, P.A.*

McNair and Associates, P.A.  
Certified Public Accountant

April 20, 2009

**Global Institute for Scientific Thinking Inc.**  
**Statement of Activities**  
**For the Period Ended December 31, 2008**

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
<b>Revenues</b>				
Contributions	\$23,585	\$0	\$0	\$23,585
<b>Total Revenue</b>	<b>\$23,585</b>	<b>\$0</b>	<b>\$0</b>	<b>\$23,585</b>
<b>Expenses</b>				
Bank Charges	\$50	\$0	\$0	\$50
Accounting Fees	\$2,650	\$0	\$0	\$2,650
Exemption Application Fee	\$750	\$0	\$0	\$750
Contract Services	\$4,603	\$0	\$0	\$4,603
<b>Total Expense</b>	<b>\$8,053</b>	<b>\$0</b>	<b>\$0</b>	<b>\$8,053</b>
<b>Income (loss) From Operations</b>	<b>\$15,532</b>	<b>\$0</b>	<b>\$0</b>	<b>\$15,532</b>
<b>Non Operating Activities</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Change in Net Assets</b>	<b>\$15,532</b>	<b>\$0</b>	<b>\$0</b>	<b>\$15,532</b>
<b>Net Assets Beginning of Year</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Net Assets End of Year</b>	<b>\$15,532</b>	<b>\$0</b>	<b>\$0</b>	<b>\$15,532</b>

\* See Notes to Financial Statements

**Global Institute for Scientific Thinking Inc.**  
**Statement of Financial Position**  
**For the Period Ended December 31, 2008**

**Assets**

Cash and Cash Equivalents	<u>\$15,532</u>
<b>Total Assets</b>	<b><u><u>\$15,532</u></u></b>

**Liabilities and Net Assets**

Liabilities	<u>\$0</u>
<b>Total Liabilities</b>	<b><u>\$0</u></b>

**Net Assets**

Unrestricted	<u>\$15,532</u>
<b>Total Liabilities and Net Assets</b>	<b><u><u>\$15,532</u></u></b>

\*See Notes to Financial Statements

**Global Institute for Scientific Thinking Inc.**  
**Statement of Cash Flows**  
**For the Period Ended December 31, 2008**

<b>Cash Flows from Operating Activities</b>	
Change in Net Assets	<u>\$15,532</u>
Adjustments to Reconcile Change in Net Assets	<u>\$0</u>
Net Cash Provided by Operating Activities	<u>\$15,532</u>
<b>Cash Flows from Investing Activities</b>	<u>\$0</u>
<b>Cash Flows from Financing Activities</b>	<u>\$0</u>
<b>Net Increase in Cash and Cash Equivalents</b>	<b>\$15,532</b>
<b>Cash and Cash Equivalents</b>	
Beginning of Year	<u>\$0</u>
End of Year	<u><u>\$15,532</u></u>

\* See Notes to Financial Statements

**Global Institute for Scientific Thinking, Inc.**  
**Notes to Financial Statements**

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**Note 1. Summary of Significant Accounting Policies**

**Nature of Organization:** The Corporation is organized exclusively for charitable, literary, scientific and educational purposes, and more particularly, the Corporation is organized and shall at all times be operated and engage exclusively in one of more of the following charitable functions:

1. to perform scientific research in the application and integration of global scientific thinking, applied education, applied global semantics, artificial intelligence, applied scientific skills for interaction and communication for the benefit of the public;
2. to promote and perform education for the benefit of the public in the integration of global scientific thinking through various materials and venues;
3. to provide the general public with research, educational and training materials prepared, assimilated and/or conducted by the Corporation and others related to the integration of global scientific thinking;
4. publish, promote and/or provide to the general public academic journals, books, papers, periodicals, reports, yearbooks, newsletters, lectures, classes, seminars, and other services to educate the general public in the integration of global scientific thinking;
5. promoting and operating a library and/or a collection of research, books, papers, periodicals, reports, yearbooks, newsletters, lectures, classes, seminars, and other writings and services to educate and assist the general public in researching the integration of global scientific thinking;

**Basis of Presentation:** The financial statements of the Global Institute for Scientific Thinking Inc. have been prepared on the accrual basis in accordance with generally accepted accounting principals (GAAP) in the United States of America.

**Contributions:** Contributions received, including unconditional pledges, are recognized as revenue when donors' commitments are received. Pledges made and collected in the same reporting period are recorded when received in the appropriate net asset category.

**Cash and Cash Equivalents:** The Organization maintains some of its cash in insured bank deposit accounts. The Organization believes it is not exposed to any significant credit risk on cash and cash equivalents.

**Note 2. Tax Status**

**Non Profit Organization:** The Organization qualifies as a public charity under Internal Revenue Code Section 170(b)(1)(A)(vi), and has been determined by the Internal Revenue Service to be exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code.