

## THE KOREA SOCIETY STATEMENT OF FINANCIAL POSITION

	DECEMBER 31	
	2001	2000
<b>ASSETS</b>		
Cash	\$ 829,007	\$ 39,575
Money Market Fund	80,771	355,666
Investments (at market value)	—	1,133,008
Accounts Receivable	13,625	7,049
Prepaid Expenses	4,004	27,799
Contributions Receivable - Temporarily Restricted	190,476	467,015
Furniture, Fixtures and Equipment (net of \$104,315 and \$89,717 accumulated depreciation in 2001 and 2000, respectively)	63,461	60,521
Assets Restricted for Long-Term Purposes	6,317,888	6,259,903
Cash Restricted for Lease Agreement	50,000	50,000
Total Assets	\$ 7,549,232	\$ 8,400,536
<b>LIABILITIES AND NET ASSETS</b>		
Accounts Payable	\$ 19,193	\$ 6,998
Unearned Revenue	38,720	6,700
Total Liabilities	57,913	13,698
<b>NET ASSETS</b>		
Unrestricted		
Operating	355,238	634,203
Board Designated Endowment	625,717	1,025,717
Total Unrestricted	980,955	1,659,920
Temporarily Restricted	192,476	467,015
Permanently Restricted	6,317,888	6,259,903
Total Net Assets	7,491,319	8,386,838
Total Liabilities and Net Assets	\$ 7,549,232	\$ 8,400,536

# STATEMENT OF ACTIVITIES

YEAR ENDED DECEMBER 31

2001

2000

	OPERATING	UNRESTRICTED BOARD DESIGNATED ENDOWMENT	TOTAL UNRESTRICTED	TEMPORARILY RESTRICTED	PERMANENTLY RESTRICTED	Total	Total
<b>SUPPORT AND REVENUE</b>							
Contributions	\$ 376,520	—	\$ 376,520	\$ 37,461	\$ 57,985	\$ 471,966	\$1,011,683
Program Revenue	124,285	—	124,285	—	—	124,285	225,865
Special Events	509,696	—	509,696	—	—	509,696	821,260
Interest, Dividends and Capital Gains on Mutual Funds	195,110	—	195,110	—	—	195,110	474,181
Other	6,695	—	6,695	—	—	6,695	666
Net Assets Released from Restrictions	312,000	—	312,000	(312,000)	—	—	—
<b>Total Support and Revenue</b>	<b>1,524,306</b>	<b>—</b>	<b>1,524,306</b>	<b>(274,539)</b>	<b>57,985</b>	<b>1,307,752</b>	<b>2,533,655</b>
<b>EXPENSES</b>							
<i>Program services</i>							
Contemporary Issues and Corporate Affairs	287,809	—	287,809	—	—	287,809	396,689
Intercultural Outreach Program	161,520	—	161,520	—	—	161,520	149,448
Korean Studies	332,722	—	332,722	—	—	332,722	345,752
Arts	257,032	—	257,032	—	—	257,032	275,718
Publications	295,179	—	295,179	—	—	295,179	287,095
Membership	46,457	—	46,457	—	—	46,457	48,695
Development	50,860	—	50,860	—	—	50,860	52,653
<b>Total Program Services</b>	<b>1,431,579</b>	<b>—</b>	<b>1,431,579</b>	<b>—</b>	<b>—</b>	<b>1,431,579</b>	<b>1,556,050</b>
Direct Costs of Special Events	150,405	—	150,405	—	—	150,405	212,634
<i>Supporting services</i>							
Management and General	113,113	—	113,113	—	—	113,113	117,756
Fundraising	59,972	—	59,972	—	—	59,972	67,004
<b>Total Supporting Services</b>	<b>173,085</b>	<b>—</b>	<b>173,085</b>	<b>—</b>	<b>—</b>	<b>173,085</b>	<b>184,760</b>
<b>Total Expenses</b>	<b>1,755,069</b>	<b>—</b>	<b>1,755,069</b>	<b>—</b>	<b>—</b>	<b>1,755,069</b>	<b>1,953,444</b>
Increase (decrease) in Net Assets Before Other Additions (deductions)	(230,763)	—	(230,763)	(274,539)	57,985	(447,317)	580,211
<b>OTHER ADDITIONS (deductions)</b>							
Interfund Transfer	400,000	(400,000)	—	—	—	—	—
Realized Gain (loss) on Sale of Investments	23,667	—	23,667	—	—	23,667	(190,627)
Unrealized (loss) on Investments	(471,869)	—	(471,869)	—	—	(471,869)	(286,822)
Increase (decrease) in Net Assets	(278,965)	(400,000)	(678,965)	(274,539)	57,985	(895,519)	102,762
Net Assets, Beginning of Year	634,203	1,025,717	1,659,920	467,015	6,259,903	8,386,838	8,284,076
<b>Net Assets, End of Year</b>	<b>\$ 355,238</b>	<b>\$ 625,717</b>	<b>\$ 980,955</b>	<b>\$ 192,476</b>	<b>\$6,317,888</b>	<b>\$7,491,319</b>	<b>\$8,386,838</b>

## STATEMENT OF CASH FLOWS

	YEAR ENDED DECEMBER 31	
	2001	2000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Increase (decrease) in Net Assets		
Adjustments to Reconcile Increase (decrease) in Net Assets to Net Cash Provided by (used in) Operating Activities	\$ (895,519)	\$ 102,762
Depreciation	14,598	14,600
Contribution Revenue Restricted for Korea Foundation Endowment	(57,985)	(29,203)
Donated Securities	(99,816)	(99,615)
Unrealized and Realized Loss on Investments	448,202	477,448
(Increase) Decrease in Accounts Receivable	(6,576)	15,459
(Increase) Decrease in Prepaid Expenses	23,795	(318)
(Increase) Decrease in Contributions Receivable –Temporarily Restricted	276,539	(253,881)
Increase (decrease) in Accounts Payable	12,195	(75,050)
Increase (decrease) in Unearned Revenue	32,020	(27,650)
Net Cash Provided by (used in ) Operating Activities	(252,547)	124,552
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of Investments	(179,776)	(960,420)
Proceeds from Sale of Investments	520,166	491,724
Expenditures for Furniture, Fixtures and Equipment	(17,538)	(13,908)
Net Cash Provided by (used in) Investing Activities	322,852	(482,604)
<b>CASH FLOWS PROVIDED BY FINANCING ACTIVITIES</b>		
Contributions Restricted for Korea Foundation Endowment	601,000	600,000
Net Increase in Cash and Money Market Fund	671,305	241,948
Cash and Money Market fund, Beginning of Year	445,241	203,293
Cash and Money Market Fund, End of Year	\$ 1,116,546	\$ 445,241
<b>CONSISTS OF:</b>		
Cash		
Unrestricted	\$ 829,007	\$ 39,575
Restricted for Lease Agreement	50,000	50,000
Money Market Fund		
Unrestricted	80,771	355,666
Restricted for Long-Term Purpose	156,768	—
Total	\$ 1,116,546	\$ 445,241