

**Watchmen Radio Ministries International
Unaudited Financial Statements (Modified Accrued Basis)
For the years ended December 31, 2006 and 2005**

These unaudited financial statements are prepared by the Treasurer, Wing-Kit Chung, on September 11, 2007. With their signatures below, the Finance Committee of the Board has reviewed these statements and is presenting to the full Board of Watchmen Ministries for their final approval.

As started in 2004, these statements are prepared on a modified accrued basis. As such, revenues are recognized as they become measurable and available and expenses are recorded when incurred.

As of December 31, 2006, \$3,602 was recorded as a payable as it was incurred in 2006 even though it was disbursed in January 2007.

Signatures of the Finance Committee for reviewing these statements:


James Alexander

30th 2007
Date


Maurice L. Anderson

9/13/07
Date


Peggy C. Anderson

9/13/07
Date

Watchmen Radio Ministries International
Unaudited Statement of Financial Position (Modified Accrued Basis)
As of December 31, 2006 and 2005

	<u>2006</u>	<u>2005</u>
<u>Assets:</u>		
Cash in Bank	\$ 8,169	\$ 3,684
Capital Assets:		
Recording Studio	\$ 1,847	\$ 1,847
Studio Improvement	\$ 500	\$ 500
Recording equipment	\$ 465	\$ 465
Word Processor	\$ 399	\$ 399
Capital Assets Subtotal	<u>\$ 3,211</u>	<u>\$ 3,211</u>
Less: Accumulated Depreciation	<u>\$ (3,211)</u>	<u>\$ (3,211)</u>
Net Capital Assets	<u>\$ -</u>	<u>\$ -</u>
Total Assets	<u><u>\$ 8,169</u></u>	<u><u>\$ 3,684</u></u>
<u>Liabilities and Net Assets</u>		
<u>Liabilities:</u>		
Acrued Staff Reimbursement C/over		\$ 9,588
Accounts Payable	<u>\$ 3,602</u>	
Total Liabilities	\$ 3,602	\$ 9,588
Net Assets:		
Africa Outreach		
Central Asia Outreach	\$ 5,317	\$ 704
India Outreach		
China Broadcasts	\$ 2,010	\$ 2,182
Spanish Broadcasts		
English Broadcasts		
French Broadcasts	\$ 290	\$ 148
WJIE Short Wave Radio		
Internet Ministry	\$ 15	\$ 222
Outreach Ministry	\$ 398	\$ 409
Administrative & others	\$ 139	\$ 19
Staff Carryover (in total)		\$ (9,588)
Accrual for Central Asia at 12-31-06	\$ (3,602)	
Total Net Assets (Deficits)	<u>\$ 4,567</u>	<u>\$ (5,904)</u>
Total Liabilities and Net Assets	<u><u>\$ 8,169</u></u>	<u><u>\$ 3,684</u></u>

Watchmen Radio Ministries International
Unaudited Statement of Activities (Modified Accrued Basis)
For the years ended December 31, 2006 and 2005

	<u>2006</u>	<u>2005</u>
<u>Revenues:</u>		
Cash Donations	<u>\$ 31,922</u>	<u>\$ 35,652</u>
Total Revenue	<u>\$ 31,922</u>	<u>35,652</u>
<u>Expenditures:</u>		
Watchmen Support	\$ 3,631	\$ 9,501
Radio Time & Production	\$ 14,404	\$ 17,101
Internet Ministry	\$ 1,643	\$ 2,057
Outreach & Followup	\$ 1,267	\$ 2,161
Admin Support	\$ 506	\$ 1,130
Total Expenditures (Note A)	<u>\$ 21,451</u>	<u>\$ 31,950</u>
Changes in Net Assets	\$ 10,472	\$ 3,702
Net Assets at the Beginning of Year	<u>\$ (5,905)</u>	<u>\$ (9,607)</u>
Net Assets at the End of Year	<u>\$ 4,567</u>	<u>\$ (5,905)</u>

Note A: This line included accrued expenses of \$3,602 and \$9,588 respectively for 2006 and 2005