

NOTES TO THE FINANCIAL STATEMENTS:

- (a) By the middle of 2008, it was obvious that the farm purchase Oasis was working towards in 2007 would not go through, and our attorneys at Ballard, Spahr, Andrews & Ingersoll advised the Board members to cancel the contract. At the end of the year the Board executives were seeking other property.
- (b) The Sterilization Assistance Program, one of the Company's Five Initiatives, is still being effectively run without the benefit of a facility. 680 authorizations for surgery were approved in 2008 (an increase of 25 over 2007), the bulk of which were performed before year's end. Additionally, the Adoption / Foster / Relocate Program is also being run through the use of different foster homes, or by having the current owner keep the animal while Oasis finds an adoptive family. In 2008, 73 animals were surrendered to Oasis, of which 50 were adopted out, 1 young kitten died, 16 were released to other rescues, and 6 are still in foster care as of the end of the year. Total number of animals surrendered to Oasis since inception is 352.
- (c) Included in contribution income is the value of the pro-bono service provided by Ballard, Spahr, Andrews & Ingersoll LLP for their legal guidance in obtaining a farm in jeopardy of being foreclosed. The service value amounted to \$15,663 for 2008. The property's contract was terminated in 2008 due to unavoidable personal family issues of the seller.
- (d) Oasis was incorporated on June 19, 2001, and received its 501(c)(3) advanced ruling status from IRS on Nov. 20, 2001. The advanced ruling period expired on December 31, 2005, and Oasis had 90 days in which to apply for its final determination. IRS approved the 501(c)(3) Final Determination application on February 14, 2006.
- (e) Non-cash donations consist of:
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|-----------------------------|---------------|--|
| Program expense: | 1,479 | (animal feed & supplies) |
| Operating expense: | 773 | (office supplies & website maintenance) |
| Riding Lawnmower | 1,350 | (donated by Mary & Jerry Johnson) |
| Advertising: | 302 | |
| Pro-Bono newsletter design: | 3,900 | (provided by Indigo Designs) |
| Pro-Bono professional work | 388 | (provided by vets) |
| Pro-Bono legal work: | 15,663 | (provided by the Voorhees, NJ office of Ballard, Spahr, Andrews & Ingersoll LLP) |
| total: | <u>23,855</u> | |
- (f) Over the course of the year, no transfers were made from the operating account to cover any program expenses.

(g) Funding granted in 2008:	01/10/08	6,500	M. Edward Morris Foundation (for 2007)
	01/22/08	1,000	Greg Biffle Foundation (for 2007)
	01/30/08	1,000	Wal-Mart Foundation
	07/08/08	200	Wachovia Foundation
	08/20/08	1,000	Katie's Fund (Philadelphia Foundation)
			M. Edward Morris
	11/14/08	5,000	Foundation
	12/22/08	3,000	Natalie Furniss Charitable Trust
	12/26/08	3,000	J. Robert Nonemaker Fdn for Small Animals
		<u>\$20,700</u>	total grants received or granted in 2008