AMERICAN CORPORATE PARTNERS, INC.

Financial Statements
Years Ended
December 31, 2015 and 2014

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
American Corporate Partners, Inc.

Report on the Financial Statements

We have audited the accompanying statements of financial position of American Corporate Partners, Inc. as of December 31, 2015, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of American Corporate Partners Inc. as of December 31, 2015 and the changes in net assets and its cash flows for the years ended December 31, 2015 in conformity with accounting principles generally accepted in the United States of America.

Other Matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of functional expenses on page 13 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Matter

The financial statements of American Corporate Partners, Inc., as of December 31, 2014, were audited by other auditor's whose report dated April 10, 2015, expressed an unqualified opinion on those statements.

RBSM LLP

RBSM LLP

New York, New York
April 7, 2016

AMERICAN CORPORATE PARTNERS, INC.
STATEMENTS OF FINANCIAL POSITION

		December 31, 2015		December 31, 2014
ASSETS				
Cash and cash equivalents	$	3,121,357	$	2,689,959
Restricted cash - certificate of deposit		100,436		100,521
Prepaid expenses		52,068		41,817
Computer equipment and software-net		19,626		24,625
Office furniture and equipment-net		44,032		64,658
Web site and database costs-net		-		8,400
Leasehold inprovements-net		1,262		4,829
TOTAL ASSETS	$	3,338,781	$	2,934,809
LIABILITIES AND NET ASSETS				
Liabilities:				
Accounts payable and accrued expenses	$	30,915	$	42,925
TOTAL LIABILITIES		30,915		42,925
Net Assets:				
Unrestricted		3,207,430		2,791,363
Restricted		100,436		100,521
TOTAL NET ASSETS		3,307,866		2,891,884
TOTAL LIABILITIES AND NET ASSETS	$	3,338,781	$	2,934,809

See accompanying notes to financial statements

AMERICAN CORPORATE PARTNERS, INC.
STATEMENTS OF ACTIVITIES

	Years ended December 31,	
	2015	**2014**
CONTRIBUTIONS AND PROGRAM REVENUES:		
Grants in cash	$ 2,756,059	$ 2,727,168
In Kind Donations	-	91,176
TOTAL CONTRIBUTIONS	2,756,059	2,818,344
EXPENSES:		
(See Footnote I for functional expenses detail)		
Programs	2,309,889	2,320,028
Support services	33,986	47,348
TOTAL EXPENSES	2,343,875	2,367,376
EXCESS OF CONTRIBUTIONS OVER EXPENSES	412,184	450,968
OTHER INCOME:		
Interest income	3,798	3,892
TOTAL OTHER INCOME	3,798	3,892
CHANGE IN NET ASSETS - Unrestricted	415,982	454,860
NET ASSETS, BEGINNING OF YEAR	2,891,884	2,437,024
NET ASSETS, END OF YEAR	$ 3,307,866	$ 2,891,884

See accompanying notes to financial statements

AMERICAN CORPORATE PARTNERS, INC.
STATEMENTS OF CASH FLOWS

	Years Ended December 31, 2015	2014
OPERATING ACTIVITIES		
CHANGE IN NET ASSETS	$ 415,982	$ 454,860
Adjustments to reconcile change in net assets to cash provided by operating activities:		
Depreciation and amortization	44,321	63,768
Increase in prepaid expenses	(10,251)	(41,817)
Decrease in accounts payable and accrued expenses	(12,010)	(7,035)
	22,060	14,916
NET CASH PROVIDED BY OPERATING ACTIVITIES	438,042	469,776
INVESTING ACTIVITIES		
Certificate of deposit - security for letter of credit	85	(100,521)
Purchase of furniture, equipment and website costs	(6,729)	(15,033)
NET CASH USED IN INVESTING ACTIVITIES	(6,644)	(115,554)
FINANCING ACTIVITIES	-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS	431,398	354,222
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	2,689,959	2,335,737
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 3,121,357	$ 2,689,959

See accompanying notes to financial statements

AMERICAN CORPORATE PARTNERS, INC.
Notes to Financial Statements
Years Ended December 31, 2015 and 2014

NOTE A: DESCRIPTION OF THE ORGANIZATION

American Corporate Partners ("ACP") is a New York City based non-profit organization incorporated in the State of New York in November 2007 and approved for 501(c)(3) status on September 12, 2008. ACP consists of two programs: The ACP Veteran Mentoring Program, and ACP AdvisorNet. Both programs are dedicated to helping service members and veterans of the armed services transition to the corporate environment. The ACP Veteran Mentoring Program provides current and past military members with mentoring and networking opportunities offered by employees of some of America's leading corporations and select universities. The Mentoring Program offers both local and national (long-distance) mentorships depending on geography and preferences. At the conclusion of 2015, approximately 2,500 veteran Proteges were paired with corporate Mentors throughout the United States. ACP expects this number of mentorships to increase significantly in the years ahead.

ACP's Veteran Mentoring Program provides a unique career development opportunity to veterans, from former enlisted members and officers to current Reservists and National Guard members who have served on active duty since 2001. The Mentoring Program also accepts applications from spouses of those service members severely wounded or killed while serving. ACP's Mentoring Program is not a jobs program; rather, it is designed to assist veterans in their career development.

On November 11th, 2011, ACP launched ACP AdvisorNet. ACP AdvisorNet is a free, online "Quick Question Community" connecting veterans and their family members with business leaders across the country. Through an interactive Q&A platform, veterans can ask questions about career development, employment and small business and receive advice from business professionals with expertise in a variety of different fields. ACP AdvisorNet is open to all current and former members of the U.S. Military and their immediate family, as well as business leaders nationwide looking to share their expertise and advice.

As of December 31, 2015, ACP's Corporate Partners included: 21st Century Fox, AECOM, Alcoa, Allstate Insurance Company, Amgen, Aon, AT&T, Barclays, BlackRock, Blackstone, Bloomberg LP, Bristol-Myers Squibb, Cargill, Caterpillar, Citi, The Coca-Cola Company, Colgate-Palmolive Company, Credit Suisse, Deere & Company, Deloitte LLP, Disney, Eli Lilly and Company, Energy Future Holdings, Fidelity Investments, Gannett, General Electric Company, General Mills, Harvard University, Hewlett-Packard, The Home Depot Inc., Hospital Corporation of America, IBM Corporation, Intel Corporation, International Paper, Johnson & Johnson, Liberty Mutual Group, Lockheed Martin, MasterCard, Memorial Sloan-Kettering Cancer Center, MetLife, Morgan Stanley, News Corp, Northrop Grumman, Occidental Petroleum Corporation, Och-Ziff Capital Management Group, Omnicom Group, Partners Healthcare, PepsiCo Inc., PNC, Raytheon, TIAA-CREF, Time Inc., The Travelers Companies Inc., Tyco, UBS, UMB Financial Corporation, Unilever, The University of Texas System, UPS, USAA, Visa, Wells Fargo, and Whirlpool.

Funding for the organization has been obtained through a one-time contribution from ACP's Founder, Sidney E. Goodfriend, and through financial contributions from ACP's Corporate Partners and additional contributors.

NOTE B: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Presentation of Financial Statements

The Financial Accounting Standards Board's guidance on, "Financial Statements of Not-for-Profit Organizations," requires that Net Assets be presented as being either unrestricted, temporarily restricted, or permanently restricted. Unrestricted net assets result from contributions whose use is not limited by the donor. Temporarily restricted net assets result from contributions whose use is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of the organization pursuant to these restrictions. Permanently restricted net assets result from contributions whose use is limited by donor-imposed stipulations that neither expire by passage of time nor can be fulfilled or otherwise removed by the organization's actions.

Accrual Basis

The accompanying financial statements have been prepared on the accrual basis.

Cash and Cash Equivalents

The Company considers highly liquid financial instruments with maturities of three months or less at the time of purchase to be cash equivalents.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Revenue Recognition

The organization's revenue is obtained through sponsorship from corporations. It is the policy of the organization to record these contributions when the pledges are received.

Contributions and Grants

All contributions and grants are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are restricted by the donor for future periods or for specific purposes are reported as temporarily restricted or permanently restricted support, depending on the nature of the restrictions. If a restriction is fulfilled in the same time period in which the contribution is received, the Organization reports the support as unrestricted. Otherwise, when a temporary restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Contributed/ Donated Services

Donated services are recognized as contributions in accordance with FASB ASC 958-605, *Not-for-Profit Entities Revenue Recognition*, if the services (a) create or enhance nonfinancial assets or (b) require specialized skills that are performed by people with those skills, and would otherwise be purchased by the Organization. They are recorded at their fair values in the period received. Volunteers also provided other services throughout the year that are not recognized as contributions in the financial statements since the recognition criteria under FASB ASC 958 were not met.

Consideration of Credit Risk
ACP maintains its cash in bank deposits at high credit quality financial institutions. The balances, at times, may exceed federally insured limits of $250,000. At December 31, 2015 ACP cash balances exceeded the federal limits by $2,871,357. At December 31, 2014 ACP cash balances exceeded the federal limits by $2,439,959.

Depreciation and Amortization
Depreciation and amortization of furniture and equipment and web site costs are calculated over the estimated useful lives of the respective assets, 3-7 years, using the straight-line method.

Allocation of Expenses

The cost of providing various programs and other activities has been summarized on a functional basis in the Statements of Activities and in the Schedule of Functional Expenses. Accordingly, certain costs have been allocated among the programs and supporting services based on management's estimate of the benefit to the related program and supporting service and certain expenses are allocated to program, general and administrative and fundraising based on a percentage of space utilization. The allocation of expenses at December 31, 2015 and 2014 were allocated at 98% to program and 2% to support services. No expenses are allocated to fundraising, as ACP does not do any fundraising.

Income Taxes

ACP is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. However, if income from certain activities not directly related to the Organization's tax-exempt purpose were received, it would be subject to taxation as unrelated business income. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(2). The Organizations' tax returns for the years 2011-2015 remain open to an Internal Revenue Service audit.

Fair Value of Financial Instruments

Effective June 1, 2008, the Company adopted the guidance in the Fair Value Measurements and Disclosure Topic of the Accounting Standards Codification for assets and liabilities measured at fair value on a recurring basis. This guidance establishes a common definition for fair value to be applied to existing generally accepted accounting principles that require the use of fair value measurements, establishes a framework for measuring fair value and expands disclosure about such fair value measurements. The adoption of this guidance did not have an impact on the Company's financial position or operating results, but did expand certain disclosures. The guidance defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Additionally, the guidance requires the use of valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs. These inputs are prioritized below:

Level 1: Quoted prices in active markets.

Level 2: Observable market-based inputs or unobservable inputs that are corroborated by market data.

Level 3: Unobservable inputs for which there is little or no market data, which require the use of the reporting entity's own assumptions.

The fair values of financial assets of the company were determined using the following categories at December 31, 2015:

	Quoted prices in active markets (Level 1)	Significant other observable inputs (Level 2)	Value at December 31, 2015
Restricted Cash – certificate of deposit	100,436	-	100,436
	$ 100,436	$ -	$ 100,436

The marketable securities presented above consist of a certificate of deposit which serves as collateral for a letter of credit required and evidenced in the Company's lease agreement. See Footnote G below for further details. The certificate of deposit matures on April 2, 2016 and bears interest at .65%.

The fair values of financial assets of the company were determined using the following categories at December 31, 2014:

	Quoted prices in active markets (Level 1)	Significant other observable inputs (Level 2)	Value at December 31, 2014
Restricted Cash – certificate of deposit	100,521	-	100,521
	$ 100,521	$ -	$ 100,521

The marketable securities presented above consist of a certificate of deposit which serves as collateral for a letter of credit required and evidenced in the Company's lease agreement. See Footnote G below for further details. The certificate of deposit matures on April 2, 2015 and bears interest at .80%.

Restrictions on Net Assets

The Company has restricted cash in the form of a certificate of deposit which is held as collateral for a letter of Credit required by the leasing company where the Company resides. There are no other restrictions on net assets, revenues or expenses at the end of 2015 and 2014. The Statements of Financial Position and Statement of Activities is presented to reflect all net assets, revenues and expenses as either restricted or non- restricted.

NOTE C: COMPUTER EQUIPMENT AND SOFTWARE

Computer equipment and software is carried at cost. Depreciation is provided by the straight-line-method at rates calculated to amortize the cost over the estimated lives (5-7 years) of the individual assets.

Computer equipment and software consists of the following:

	December 31,			
		2015		2014
Computer equipment	$	62,846	$	59,183
Software		842		842
Less: accumulated depreciation		(44,062)		(35,400)
Net computer equipment and software	$	19,626	$	24,625

Depreciation expense for the years ended December 31, 2015 and 2014 was $8,662 and $6,847, respectively.

NOTE D: OFFICE FURNITURE AND EQUIPMENT

Office furniture and equipment is carried at cost. Depreciation is provided by the straight-line-method at rates calculated to amortize the cost over the estimated lives (5-7 years) of the individual assets.

Office furniture and equipment consists of the following:

	December 31,			
		2015		2014
Office furniture	$	143,390	$	140,324
Office equipment		31,675		31,675
Less: accumulated depreciation		(131,033)		(107,341)
Net office furniture and equipment	$	44,032	$	64,658

Depreciation expense for the years ended December 31, 2015 and 2014 was $23,692 and $24,955, respectively.

NOTE E: WEB SITE AND DATABASE COSTS

Web site costs were recorded at cost when incurred. These costs are being amortized over the estimated lives (3-5 years) of the individual assets associated with them.

Web site costs consist of the following:

		December 31, 2015		December 31, 2014
Web site costs	(1)	$ 69,022	(1)	$ 69,022
Database costs	(2)	142,000	(2)	142,000
Less: accumulated amortization		(211,022)		(202,622)
Net web site costs		$ -		$ 8,400

(1) The website costs for ACP's primary website were recorded at cost when incurred. These original costs are fully amortized. Any maintenance, technical support or upgrades to the existing site are being expensed.

(2) The cost of the database was an in-kind contribution.

ACP's on line program and ACP-AdvisorNet's website expenses are being expensed as incurred.

Amortization expense for the years ended December 31, 2015 and 2014 was $8,400 and $28,400, respectively.

NOTE F: LEASEHOLD IMPROVEMENTS

Leasehold improvements were recorded at cost when incurred. These costs are being amortized over the life of the lease (5 years).

Leasehold improvements consist of the following:

	December 31, 2015	December 31, 2014
Leasehold improvements	$ 17,828	$ 17,828
Less: accumulated amortization	(16,566)	(12,999)
Net leasehold improvements	$ 1,262	$ 4,829

Amortization expense for the years ended December 31, 2015 and 2014 was $3,567 and $3,566, respectively.

NOTE G: COMMITMENTS

Lease - In April 2009, the Company entered into a lease agreement for its offices. The lease contains provisions for future rent increases. The period of this lease is from May 26, 2009, through August 31, 2016. The Company amended the lease in February 2011 to include additional space needed as the company continues to grow. The lease term for the additional space remains the same as the original lease. The total amount of rental payments due over the lease period is being charged to rent expense.

Future minimal lease payments are as follows:

For the years ended December 31,		
2016	$	235,167

During fiscal years ended December 31, 2015 and 2014, the Company's rent expense was $359,848 and $354,493, respectively.

The lease agreement also provides for a security deposit of $100,000, which at December 31, 2015 and 2014 was evidenced by a letter of credit collateralized by the Company's funds held in a deposit account. The letter of credit matures in August 2016 and bears interest at 1.69%.

NOTE H: RELATED PARTY TRANSACTIONS

The founder of ACP, Sid Goodfriend has contributed services and is taking no compensation for his services rendered.

In 2008 the Founder of ACP, Sid Goodfriend contributed $200,000 of personal funds to ACP.

NOTE I: SUBSEQUENT EVENTS

In February 2016, the Company entered into a lease agreement for its new offices. The lease contains provisions for future rent increases. The period of this lease is from September 2016, through October 31, 2026. The total amount of rental payments due over the lease period will be charged to rent expense. Lease payment for years 1 through 5 are $595,612 annually, and for years 6 through 10 are $639,407 annually. The new lease provides for a security deposit of $300,000, which will be evidenced by a letter of credit collateralized by the company's funds held in a deposit account.

The Company has evaluated any other subsequent events through April 7, 2016, the financial statement issuance date.

SUPPMENTARY FINANCIAL INFORMATION

SCHEDULE OF FUNCTIONAL EXPENSES - Unaudited

For the Year Ended December 31, 2015:

		Programs		Fund Raising		Support Services		Total
Payroll and personnel costs	$	1,627,214	$	-	$	23,942	$	1,651,156
Professional fees		30,058		-		442		30,500
Depreciation and amortization		43,678		-		643		44,321
Marketing and promotional		67,692				996		68,688
Technology and web design		79,264		-		1,166		80,430
Travel related expenses		26,277		-		387		26,664
Rent and utilities		355,023		-		5,224		360,247
Office and other		80,683		-		1,186		81,869
	$	2,309,889	$	-	$	33,986	$	2,343,875

SCHEDULE OF FUNCTIONAL EXPENSES- Unaudited

For the Year Ended December 31, 2014:

		Programs		Fund Raising		Support Services		Total
Payroll and personnel costs	$	1,259,957	$	-	$	25,713	$	1,285,670
Professional fees		25,137		-		513		25,650
Depreciation and amortization		62,493		-		1,275		63,768
Marketing and promotional		66,760				1,362		68,122
Technology and web design	(2)	441,516		-		9,011		450,527
Travel related expenses	(1)	56,355		-		1,150		57,505
Rent and utilities		347,403		-		7,090		354,493
Office and other		60,407		-		1,234		61,641
	$	2,320,028	$	-	$	47,348	$	2,367,376

(1) Includes In-kind donations from American Airlines, some of which has been provided to ACP Proteges.
(2) Includes In-kind donations from IBM for Technology upgrades and support.