

SOSTENICA, Inc.**Balance Sheet**

(revised 01-11-09)

	Dec 31, 08	Dec 31, 07	Dec 31, 06	Dec 31, 05
	(unaudited)	(audited)	(audited)	(audited)
Assets				
Total Checking & Savings	100,768	27,710	29,832	57,525
Interest Receivable	71,940	63,523	55,931	43,227
Prepaid Expense			1,300	2,223
Notes Receivable (< 1 yr)	182,929	95,900	258,637	236,000
Net Fixed Assets	365	713	1,136	541
Notes Receivable (> 1 yr)	1,729,321	1,669,850	1,215,300	884,537
Total Assets	2,085,323	1,857,696	1,562,136	1,224,053
Liabilities				
Interest Payable	25,638	21,679	17,770	12,854
Payroll Liabilities	1,648	1,173	971	902
Notes Payable (< 1 yr)	130,929	83,900	248,637	236,000
Notes Payable (> 1 yr)	1,566,321	1,427,850	1,045,300	761,537
Total Liabilities	1,724,536	1,534,602	1,312,678	1,011,293
Net Assets				
Unrestricted				
(US Equity in Nicaragua)	250,000	245,000	180,000	145,000
Unrestricted (Operating)	99,737	78,094	57,502	62,690
Temporarily Restricted				
(Earthright)			11,956	5,070
Temporarily Restricted				
(Sustainable Rural Development)				
Temporarily Restricted				
(Friends of the Cloudforest)	11,050			
Total Net Assets	360,787	323,094	249,458	212,760
Total Liabilities & Net Assets	2,085,323	1,857,696	1,562,136	1,224,053

SOSTENICA, Inc.
Income and Expense
(revised 01-11-09)

	2008	2007	2006	2005
	(unaudited)	(audited)	(audited)	(audited)
Income				
Bank Interest	547	626	366	270
CEPRODEL Interest Paid	121,156	107,394	81,466	70,813
Donations-Individual	11,792	72,235	31,024	21,251
Donations-Institutional	3,235	4,025	2,000	7,000
Earthright Income		10,000	6,886	97
Friends of the Cloudforest Income	11,050			
Grants				
Increase/Decrease in				
Interest Receivable	8,417	7,592	12,700	4,980
Miscellaneous Income	231			
Total Income	156,428	201,872	134,442	104,411
Expenses				
Accounting Fees	4,800	3,900	3,900	3,700
Advertising				100
Bank Charges	254	316	501	356
Conferences, Conventions	488	1,283	618	1,583
Depreciation - Equipment	428	423	264	238
Dues	790	550	80	415
E-mail	436	363	289	523
Earthright Expenses		21,955		
Grants-Technical Assistance	8,063	25,674	30,342	28,004
Grants-Other			187	200
Increase/Decrease in				
Interest Payable	3,959	3,909	4,914	1,708
Insurance	1,917	1,903	1,897	1,894
Interest Paid to Investors	45,731	37,499	28,216	20,671
Licenses & Permits	100	100	100	100
Loan Processing Fee			1,625	
Miscellaneous	215	100		
Payroll Expenses	46,130	26,592	19,377	19,172
Postage & Shipping	808	739	565	565
Printing & Copying	1,048	1,162	2,142	1,353
Supplies	550	604	462	607
Telephone & Fax	910	784	852	1,225
Travel	2,182	380	1,413	2,942
Total Expenses	118,808	128,236	97,744	85,356
Net Income/Loss	37,620	73,636	36,698	19,055

CEPRODEL
Balance Sheet (\$US)
(revised 02-11-09)

	12/31/08	12/31/07	12/31/06	12/31/05
Assets	(unaudited)	(audited)	(audited)	(audited)
Cash and Bank Deposits	983,832	2,068,900	724,627	322,614
Temporary Investments	6,218	6,094	6,000	
Permanent Investments	5,508	5,000	5,000	27,980
Loan Portfolio	11,567,638	10,304,808	7,011,198	5,610,222
Less Loan Loss Reserve	(544,133)	(323,598)	(358,628)	(204,716)
Interest & Commissions Receivable	971,642	861,710	547,295	386,295
Accounts Receivable	196,282	271,815	255,370	90,588
Net Fixed Assets	594,075	325,193	323,826	281,756
Prepaid Expenses	31,746	39,861	33,208	12,308
Deferred Charges	109,323	67,508	44,900	27,410
Goods Received on Unpaid Loans	274,209	123,430	198,080	222,957
Other Assets	64,929	68,384	67,415	3,937
Pending Operations	118,390	14,733	1,686	47
Total Assets	14,379,658	13,833,837	8,859,977	6,781,398
Liabilities				
Savings Deposits	479,265	680,569	405,372	316,611
Interest Payable on Savings		16		
Notes Payable (<1 yr)	5,709,674	3,253,618	3,185,708	1,011,611
Notes Payable (>1 yr)	5,243,495	6,824,883	2,720,978	3,237,413
Interest Payable	213,929	222,763	121,668	76,299
Accounts Payable	105,773	138,632	37,651	16,259
Provision for Obligations	286,524	250,673	203,101	130,976
Subordinated Obligations			442	
Minority Interest (CODELSA-Telica)				292
Total Liabilities	12,038,660	11,371,154	6,674,919	4,789,461
Net Assets				
Donations	753,845	791,535	831,114	856,413
Net Assets Not Capitalized	504	529	555	
Voluntary Reserves	467,298	490,662	544,152	571,360
Retained Earnings from Previous Years	1,142,830	763,937	537,299	324,482
Corrections to Retained Earnings from Previous years	(29,477)	1,307		(4,407)
Retained Earnings from Current Year	5,998	414,713	271,937	244,090
Total Net Assets	2,340,998	2,462,683	2,185,058	1,991,937
Total Liabilities & Net Assets	14,379,658	13,833,837	8,859,977	6,781,398

CEPRODEL
Income and Expense (\$US)
(revised 02-11-09)

	2008 (unaudited)	2007 (audited)	2006 (audited)	2005 (audited)
Income				
Financial Income	3,714,968	3,022,903	2,150,894	1,691,157
Maintenance of Value	549,216	467,156	326,535	250,649
Recuperation of Assets	453,042	261,671	90,452	55,813
Diverse Operations	65,374	44,072	69,105	46,022
Extraordinary	12,697	72,831	3,368	2,085
Total Income	4,795,297	3,868,633	2,640,354	2,045,725
Expenses				
Financial	962,933	660,758	405,192	305,782
Currency Devaluation	547,986	393,163	246,313	181,019
Provision for Loan Loss	964,705	559,711	406,753	233,012
Operations	37,974	29,021	30,292	16,846
Personnel Costs	1,244,323	1,013,816	795,003	645,308
Contract Services	247,296	188,420	74,953	39,217
Transportation & Communicatio	295,586	215,005	174,905	187,055
Infrastructrure	257,893	195,380	122,211	112,310
General	207,435	176,011	111,587	77,455
Extraordinary	21,064	20,703		
Tax	2,104	1,933	1,208	3,630
Total Expenses	4,789,298	3,453,920	2,368,417	1,801,635
Net Income/Loss	5,998	414,713	271,937	244,090

DELFIN/León
Loan Disbursements (\$US)
(unaudited - revised 01-11-09)

	2008	2007	2006	2005
NEW LOANS				
Number	4,165	6,441	6,116	4,483
Amount	2,856,196	3,678,665	2,341,825	1,974,912
WOMEN				
Number	2,852	4,578	4,768	3,467
Amount	1,420,556	1,814,279	1,363,837	1,107,590
MEN				
Number	1,313	1,863	1,348	1,013
Amount	1,435,640	1,864,386	977,988	858,698
COOP				
Number				3
Amount				8,624
AGRICULTURE				
Number	75	324	226	172
Amount	74,673	357,688	266,872	268,582
COMMERCIAL				
Number	2,583	4,216	4,883	3,481
Amount	993,932	1,096,823	1,122,622	880,417
CONSUMER				
Number	7	62	87	120
Amount	1,295	17,922	26,924	35,307
INDUSTRY				
Number	16	70	97	118
Amount	26,023	91,555	104,321	145,846
NOT SPECIFIED				
Number	1	8	1	3
Amount	52	9,954	461	1,147
LIVESTOCK				
Number	875	971	387	319
Amount	1,336,747	1,501,306	594,599	479,477
PERSONAL				
Number	437	443	256	102
Amount	312,339	214,641	118,058	41,931
SERVICE				
Number		53	52	76
Amount		38,934	37,718	57,558
HOUSING				
Number	171	294	127	92
Amount	111,135	349,842	70,250	64,646
NEW BORROWERS				
Number	770	1,604	1,070	1,087
Amount	673,338	1,540,896	564,890	616,793
REPEAT BORROWERS				
Number	3,395	4,837	5,046	3,396
Amount	2,182,858	2,137,769	1,776,935	1,358,119

DELFIN/León
Portfolio Analysis (\$US)
(unaudited - revised 01-11-09)

	Dec 31, 08	Dec 31, 07	Dec 31, 06	Dec 31, 05
NUMBER OF LOANS OUTSTANDING	2,822	3,132	2,234	1,780
OUTSTANDING PRINCIPAL	2,922,413.26	2,941,599.76	1,601,556	1,268,031
PAYMENTS IN ARREARS 1 - 7 DAYS				
Number	17	14	17	27
Amount	4,520	7,954	1,361	1,108
PAYMENTS IN ARREARS 8 - 15 DAYS				
Number	43	38	20	20
Amount	4,507	3,395	974	1,259
PAYMENTS IN ARREARS 16 - 30 DAYS				
Number	27	29	30	25
Amount	9,773	3,086	5,023	1,503
PAYMENTS IN ARREARS 31 - 60 DAYS				
Number	62	56	22	33
Amount	37,859	9,808	2,486	3,130
PAYMENTS IN ARREARS 61 - 90 DAYS				
Number	43	51	23	25
Amount	16,547	12,815	4,701	3,616
PAYMENTS IN ARREARS 91 - 120 DAYS				
Number	41	21	25	16
Amount	8,253	2,804	4,240	1,905
PAYMENTS IN ARREARS 121 OR MORE DAYS				
Number	236	73	133	82
Amount	101,206	28,398	30,274	16,236
LOANS WRITTEN OFF				
Number (Calendar Year)		146		81
Amount (Calendar Year)		37,368		23,056
PROVISION FOR LOAN LOSS	158,465	48,611	44,101	38,813
PERCENTAGE OF OUTSTANDING PRINCIPAL	5.42	1.65	2.75	3.06