

ROCKETSHIP EDUCATION
(A California Non-Profit Public Benefit Corporation)

STATEMENT OF FINANCIAL POSITION
JUNE 30, 2008

ASSETS

Cash and cash equivalents	\$ 1,320
Deposits	25,800
Receivables	132,089
Other assets	<u>28,130</u>
Total current assets	187,339

Property and equipment - net	<u>4,227,191</u>
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TOTAL ASSETS	<u><u>\$ 4,414,530</u></u>
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LIABILITIES & NET ASSETS

Accounts payable	\$ 131,797
Accrued liabilities	36,771
Loans payable - current	<u>100,207</u>
Total current liabilities	<u>268,775</u>

Loans payable	1,233,742
Accrued long-term liabilities	<u>2,515,663</u>

TOTAL LIABILITIES	<u>4,018,180</u>
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NET ASSETS, UNRESTRICTED

Unrestricted	393,886
Temporarily restricted	<u>2,464</u>
Total net assets	<u>396,350</u>

TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 4,414,530</u></u>
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ROCKETSHIP EDUCATION
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STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
PERIOD FROM INCEPTION (OCTOBER 18, 2006) THROUGH JUNE 30, 2008

UNRESTRICTED NET ASSETS:

REVENUES:

Federal revenue	\$ 217,574
State revenue:	
State aid portion of block grant	264,920
Categorical block grant	63,249
Lottery revenue	17,710
All other	421,344
Local revenue:	
Cash in-lieu of property taxes	799,978
Interest income	454
Private grants	405,402
In-kind contribution	126,118
All other	22,918
Total revenues	<u>2,339,667</u>

EXPENSES:

Program expenses:	
Educational programs	1,800,994
Supporting services:	
Management and general	144,787
Total expenses	<u>1,945,781</u>

INCREASE IN UNRESTRICTED NET ASSETS	<u>393,886</u>
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TEMPORARILY RESTRICTED NET ASSETS:

Other state revenue	<u>2,464</u>
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INCREASE IN RESTRICTED NET ASSETS	<u>2,464</u>
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INCREASE IN NET ASSETS	396,350
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NET ASSETS, Beginning	<u> </u>
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NET ASSETS, Ending	<u><u>\$ 396,350</u></u>
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The accompanying notes are an integral part of these financial statements.

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STATEMENT OF CASH FLOWS
PERIOD FROM INCEPTION (OCTOBER 18, 2006) THROUGH JUNE 30, 2008

CASH FLOWS FROM OPERATING ACTIVITIES

Change in Net Assets	\$ 396,350
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	15,898
Increase in operating assets:	
Accounts receivable	(132,089)
Other assets	(28,130)
Deposits	(25,800)
Increase in operating liabilities:	
Accounts payable	131,797
Accrued liabilities	<u>36,771</u>
Net cash provided by operating activities	<u>394,797</u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Purchase of property and equipment	<u>(4,243,089)</u>
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CASH FLOWS FROM FINANCING ACTIVITIES

Payments on line of credit	(752,042)
Borrowings on line of credit	752,042
Borrowings on loan payable	<u>3,849,612</u>
Net cash provided by financing activities	<u>3,849,612</u>

NET INCREASE IN CASH AND CASH EQUIVALENTS 1,320

CASH AND CASH EQUIVALENTS, Beginning of the period 0

CASH AND CASH EQUIVALENTS, End of period \$ 1,320

SUPPLEMENTAL DISCLOSURE:

Cash paid for interest	\$ 21,384
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