

CURAMERICAS GLOBAL, INC.
RALEIGH, NORTH CAROLINA

INDEPENDENT AUDITORS' REPORT
FINANCIAL STATEMENTS
AND
SUPPLEMENTARY INFORMATION

Years ended September 30, 2009

BUIE, NORMAN & COMPANY, P.A.

Certified Public Accountants
Fayetteville, N.C.

CURAMERICAS GLOBAL, INC.
RALEIGH, NORTH CAROLINA

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AND
SUPPLEMENTARY INFORMATION

Year ended September 30, 2009

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Member AICPA, NCACPA

INDEPENDENT AUDITORS' REPORT

Board of Directors
Curamericas Global, Inc.

We have audited the accompanying statement of financial position of Curamericas Global, Inc. (a nonprofit organization) as of September 30, 2009, and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Curamericas Global, Inc. as of September 30, 2009, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 18, 2010, on our consideration of Curamericas Global, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements of Curamericas Global, Inc. taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Information for the year ended September 30, 2008 is presented for comparative purposes only and was extracted from the financial statements presented by net asset class for that year, on which an unqualified opinion dated January 10, 2009 was expressed.

Buie, Norman & Co., P.A.
Certified Public Accountants

Fayetteville, NC
February 18, 2010

CURAMERICAS GLOBAL, INC.
STATEMENT OF FINANCIAL POSITION
September 30, 2009
(With comparative totals at September 30, 2008)

	2009	2008
<u>ASSETS</u>		
Current assets:		
Cash	\$ 46,307	\$ 22,792
Sales tax receivable	443	83
Prepaid expenses	5,756	5,325
Total current assets	52,506	28,200
Property and equipment:		
Furniture and equipment	59,952	58,628
	59,952	58,628
Less: accumulated depreciation	45,962	48,912
Net property and equipment	13,990	9,716
Investments, at fair value	35,944	33,896
Total assets	\$ 102,440	\$ 71,812
<u>LIABILITIES AND NET ASSETS</u>		
Current liabilities:		
Accounts payable	\$ 3,052	\$ 9,293
Accrued wages and benefits	8,964	4,209
Current maturities of long-term debt	198,484	-
Total current liabilities	210,500	13,502
Long-term debt	-	149,600
Net assets:		
Unrestricted	(162,390)	(127,350)
Temporarily restricted	26,373	8,103
Permanently restricted	27,957	27,957
Total net assets	(108,060)	(91,290)
Total liabilities and net assets	\$ 102,440	\$ 71,812

See accompanying notes to financial statements.

CURAMERICAS GLOBAL, INC.
STATEMENT OF ACTIVITIES
Year ended September 30, 2009
(With comparative totals for the Year ended September 30, 2008)

	2009			Total	2008 Total
	Unrestricted	Temporarily restricted	Permanently restricted		
<u>SUPPORT AND REVENUE</u>					
Donations	\$ 247,635	\$ 246,570	\$ -	494,205	\$ 612,923
Federal grants	586,128	-	-	586,128	-
Services and materials	28,623	-	-	28,623	29,532
Net assets released from restrictions	228,300	(228,300)	-	-	-
Total support and revenue	<u>1,090,686</u>	<u>18,270</u>	<u>-</u>	<u>1,108,956</u>	<u>642,455</u>
<u>EXPENSES</u>					
Program services	897,945	-	-	897,945	571,185
Supporting services:					
Management and general	193,264	-	-	193,264	196,051
Fundraising	35,585	-	-	35,585	39,882
Total expenses	<u>1,126,794</u>	<u>-</u>	<u>-</u>	<u>1,126,794</u>	<u>807,118</u>
Change in net assets before other revenue and expenses	<u>(36,108)</u>	<u>18,270</u>	<u>-</u>	<u>(17,838)</u>	<u>(164,663)</u>
Other revenue and expenses:					
Interest and dividends	1,524	-	-	1,524	2,615
Market value gain (loss)	524	-	-	524	(5,738)
(Loss) on sale of assets	(980)	-	-	(980)	-
Total other revenue and expenses	<u>1,068</u>	<u>-</u>	<u>-</u>	<u>1,068</u>	<u>(3,123)</u>
Change in net assets	<u>(35,040)</u>	<u>18,270</u>	<u>-</u>	<u>(16,770)</u>	<u>(167,786)</u>
Net assets:					
Beginning of year	<u>(127,350)</u>	<u>8,103</u>	<u>27,957</u>	<u>(91,290)</u>	<u>76,496</u>
End of year	<u>\$ (162,390)</u>	<u>\$ 26,373</u>	<u>\$ 27,957</u>	<u>\$ (108,060)</u>	<u>\$ (91,290)</u>

See accompanying notes to financial statements.

CURAMERICAS GLOBAL, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year ended September 30, 2009
(With comparative totals for the Year ended September 30, 2008)

	Program Services	Supporting Services		Total Expenses	
		Management and General Services	Fundraising	2009	2008
Bank and payroll fees	\$ -	\$ 3,902	\$ -	\$ 3,902	\$ 2,948
Board expense	-	2,012	-	2,012	477
Depreciation	-	3,684	-	3,684	5,078
Donated services and supplies	18,123	-	-	18,123	29,532
Employee benefits	29,188	8,339	4,170	41,697	41,827
Insurance	615	1,835	-	2,450	2,435
Interest	-	6,774	-	6,774	6,088
Lease	-	3,223	-	3,223	2,780
Licenses	-	2,630	-	2,630	2,787
Office	-	15,793	-	15,793	17,922
Overseas program costs	490,764	-	-	490,764	180,006
Payroll taxes	14,593	4,170	2,085	20,848	21,218
Penalties	-	-	-	-	-
Personnel Recruitment	-	2,450	-	2,450	-
Postage	2,241	2,821	-	5,062	8,439
Printing	3,981	1,990	1,991	7,962	19,709
Professional fees	15,300	18,721	-	34,021	34,705
Rent	-	26,475	-	26,475	24,023
Repairs	-	7,658	-	7,658	3,155
Retirement	5,346	1,527	764	7,637	9,484
Telephone and internet	4,559	13,677	-	18,236	16,605
Training	-	575	-	575	1,830
Travel	31,938	6,881	-	38,819	42,165
Utilities	-	4,978	-	4,978	3,287
Work team expense	95,276	-	-	95,276	53,597
Wages	186,021	53,149	26,575	265,745	277,021
	<u>\$ 897,945</u>	<u>\$ 193,264</u>	<u>\$ 35,585</u>	<u>\$ 1,126,794</u>	<u>\$ 807,118</u>

See accompanying notes to financial statements.

CURAMERICAS GLOBAL, INC.
STATEMENT OF CASH FLOWS
Year ended September 30, 2009
(With comparative totals for the Year ended September 30, 2008)

	2009	2008
Cash flows from operating activities:		
Changes in net assets	\$ (16,770)	\$ (167,786)
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Loss on sale of assets	980	-
Unrealized (gain) loss on investments	(524)	5,738
Depreciation	3,684	5,078
(Increase) decrease in:		
Accounts receivable	-	435
Sales tax receivable	(360)	276
Prepaid expenses	(431)	(1,775)
Increase (decrease) in:		
Accounts payable	(6,241)	(12,710)
Accrued wages and benefits	4,755	(4,443)
Net cash (used in) operating activities	(14,907)	(175,187)
Cash flows from investing activities:		
Purchase of investments	(1,524)	(2,457)
Proceeds from sale of fixed assets	592	-
Capital expenditures	(9,530)	(759)
Net cash used in investing activities	(10,462)	(3,216)
Cash flows from financing activities:		
Proceeds from issuance of long-term debt	48,884	139,600
Net cash provided by financing activities	48,884	139,600
Net increase (decrease) in cash	23,515	(38,803)
Cash:		
Beginning of year	22,792	61,595
End of year	\$ 46,307	\$ 22,792

See accompanying notes to financial statements.

CURAMERICAS GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2009

NOTE 1 – ORGANIZATIONAL STRUCTURE AND PURPOSE

Curamericas Global, Inc. (the Organization) is a not-for-profit corporation that works to alleviate suffering by improving the health education and access to care for families and communities living in dire human need. With a special focus on women of reproductive age and their children, the Organization teaches women how to detect and treat the symptoms of illness that, if untreated, will decrease their own survival and that of their children.

A portion of the Organization's activities is conducted through South American, Latin American, Haitian and Liberian not-for-profit institutions. These institutions are legally separate entities working cooperatively to promote health programs. For financial reporting purposes, these institutions are considered to be subrecipients of federal funds. The financial statements of these institutions are not combined with Curamericas Global, Inc's financial statements.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of Curamericas Global, Inc. is presented to assist in understanding its financial statements. The financial statements and notes are representations of Curamericas Global, Inc.'s management who is responsible for their integrity and objectivity. These accounting policies conform to accounting principles generally accepted in the United States of America and have been consistently applied in the preparation of the financial statements.

Basis of Accounting

Curamericas Global, Inc.'s financial statements are prepared on the accrual basis of accounting, recognizing revenues when earned and expenses when incurred. Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires within the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

Property and Equipment

Property and equipment are stated at historical cost at the date of acquisition. Donated assets are recorded at fair market value at the date of donation. Depreciation is computed using the straight line method over the estimated useful life of the asset. Repairs and maintenance are expensed as incurred and betterments and improvements are capitalized. Management has elected to expense property and equipment forwarded to foreign locations rather than to capitalize and depreciate these assets over their estimated useful lives. Since it is unlikely that these assets could be economically returned for other uses, their costs are reflected as a part of the program expenditures in the year incurred.

Accounts Receivable and Allowance for Doubtful Accounts

Curamericas Global, Inc. considers accounts receivable to be fully collectible at September 30, 2009; therefore, no allowance for doubtful accounts is required.

CURAMERICAS GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2009

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments

The Organization carries investments in marketable securities at their determinable fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying statement of activities.

Cash

Curamericas Global, Inc. presents its cash flow statements using the indirect method. For purposes of cash flow presentation, the organization considers demand deposits with financial institutions to be cash.

Income Taxes

Curamericas Global, Inc. files Form 990, *Return of Organization Exempt from Income Tax*. The organization is exempt from federal income tax under §501(c)(3) of the Internal Revenue Code (IRC). Therefore, no provision for income taxes is made in the accompanying financial statements. In addition, the Internal Revenue Service has determined that Curamericas Global, Inc. is not a "private foundation" within the meaning of §509(a) of the IRC. There was no unrelated business income during the fiscal year.

Estimates

The presentation 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 accounts 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.

Functional Allocation

Curamericas Global, Inc. allocates its expenses on a functional basis among its various programs and support services. Expenses that can be identified with a specific program and support service are allocated directly according to their natural expenditure classification. Other expenses that are common to several functions are allocated by various statistical bases.

Financial Statement Presentation

The organization employs Statement of Financial Accounting Standards (SFAS) Number 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS Number 117, the organization reports information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted net assets. In addition, the organization presents a statement of cash flows. Temporarily restricted net assets at September 30, 2009 and 2008 were \$26,373 and \$8,103, respectively. Permanently restricted net assets at September 30, 2009 and 2008 were \$27,957 and \$27,957 respectively.

CURAMERICAS GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2009

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributions

Curamericas Global, Inc. also employs SFAS Number 116, *Accounting for Contributions Received and Contributions Made*. In accordance with SFAS Number 116, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions. During the year ended September 30, 2009, donors contributed \$246,570 temporarily restricted for specific use in overseas locations and for support of work teams in these locations. \$220,197 of these funds had been used for the purposes intended by the end of the fiscal year.

NOTE 3 – CREDIT CONCENTRATION

Curamericas Global, Inc. is required by SFAS Number 105, *Disclosure of Information about Financial Instruments with Off-Balance-Sheet Risk and Financial Instruments with Concentrations of Credit Risk*, to disclose significant concentrations of credit risk regardless of the degree of risk. The Organization maintains bank deposits in one bank located in Raleigh, North Carolina. Accounts are secured by the Federal Deposit Insurance Corporation up to \$250,000 as of September 30, 2009. At September 30, 2009, bank deposits totaled \$42,715, all of which was insured.

NOTE 4 – INVESTMENTS

Investments consist of money market and mutual funds. They are stated at estimated fair value at September 30, 2009.

	Fair Value	Cost basis
Money market funds	\$ 3,985	\$ 3,985
Vanguard funds	31,872	36,969
Putnam growth	87	169
Total	\$ 35,944	\$ 41,123

NOTE 5 – LONG-TERM DEBT

Long-term debt at September 30, 2009 consisted of two lines of credit with BB&T with an outstanding balance of \$198,484. On April 10, 2007, the Organization renegotiated the credit line for the sum of \$100,000. A second credit line of \$100,000 was also obtained. Interest on the balance is charged at the prime rate. The credit line is secured by personal guarantees from the Organization's directors. Payments of interest only are due monthly with the entire balance of the loan due on March 10, 2010.

CURAMERICAS GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2009

NOTE 6 – RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes at September 30, 2009:

South America, Latin America, Haiti and Liberia	\$ 26,373
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Permanently restricted net assets consist of endowment fund assets to be held indefinitely. Based on the donor's instructions, Curamericas Global, Inc.'s directors have discretion in the use of all income earned from endowment assets.

NOTE 7 – IN-KIND CONTRIBUTIONS

Donated services consist of building rent, supplies and specialized services by medical personnel. These services would ordinarily be purchased by the Organization. They are recorded at the fair value of the good and service on the date of donation. Goods donated consist of medical supplies for use in Curamericas Global, Inc.'s programs. They are recorded at the fair value of the item on the date of donation. The value of the donated goods and services during the year ended September 30, 2009 was \$28,623. This amount is reflected as revenue within the services and materials income and expense as donated services and supplies in the accompanying financial statements.

NOTE 8 – LEASE COMMITMENTS

The Organization leases certain equipment and office space for its operations. Total lease and rental payments for the years ended September 30, 2009 and 2008 totaled \$29,698 and \$26,803. The occupancy lease agreement began June 30, 2006 for a period of three years, payments of \$1,775 per month. Beginning July 1, 2009, the organization moved its offices to a new location with a monthly lease of \$3,500. Assuming that Curamericas Global, Inc. maintains its current lease arrangements, minimum lease payments for the next five years will be as follows:

<u>Year ending September 30,</u>	
2010	\$ 42,000
2011	42,000
2012	42,000
2013	42,000
2014	42,000
	42,000
	\$ 210,000

CURAMERICAS GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2009

NOTE 9 – GRANTS

Curamericas Global, Inc. participates in the US Agency for International Development (US AID) federal grant program. In 2009, Curamericas Global, Inc. received US AID funding for agency programs in both Haiti and Liberia. In previous years, the organization received US AID funding for programs in Bolivia and Guatemala. Federal expenditures received for 2009 and 2008 were \$586,128 and \$0, respectively.

NOTE 10 – RETIREMENT BENEFIT PLAN

Curamericas Global, Inc. maintains a profit sharing pension plan. The plan invites exempt employees to participate and contribute to a 401(k) fund that is administered by a third party. Curamericas Global, Inc. matches employee contributions up to a maximum of 4% of gross salary. Employer contributions for 2009 and 2008 were \$7,637 and \$9,484, respectively.

NOTE 11 – COMPENSATED ABSENCES

Employees must be full-time, permanent employees to accrue leave. Accrued leave available at September 30, 2009 and 2008 was \$8,964 and \$4,209, respectively and is included in accrued wages and benefits in the current liabilities section of the statement of financial position.

NOTE 12 – SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION

Cash paid for interest amounted to \$6,774 and \$6,088 during the years ended September 30, 2009 and 2008, respectively.

CURAMERICAS GLOBAL, INC.
SCHEDULE OF COMPUTATION OF INDIRECT COST RATE
Year ended September 30, 2009

	<u>Total</u>	<u>Exclusion/ Unallowable Expenses</u>	<u>Direct Costs</u>	<u>Indirect Cost Pool</u>
Bank and payroll fees	\$ 3,902	\$ -	\$ -	\$ 3,902
Board expense	2,012	-	-	2,012
Depreciation	3,684	-	-	3,684
Donated supplies	18,123	-	18,123	-
Employee benefits	41,697	4,170	29,188	8,339
Insurance	2,450	-	615	1,835
Interest	6,774	-	-	6,774
Lease	3,223	-	-	3,223
Licenses	2,630	-	-	2,630
Office	15,793	-	-	15,793
Overseas program costs	490,764	-	490,764	-
Payroll taxes	20,848	2,085	14,593	4,170
Personnel recruitment	2,450	-	-	2,450
Postage	5,062	-	2,241	2,821
Printing	7,962	1,991	3,981	1,990
Professional fees	34,021	-	15,300	18,721
Rent	26,475	-	-	26,475
Repairs	7,658	-	-	7,658
Retirement	7,637	764	5,346	1,527
Telephone and internet	18,236	-	4,559	13,677
Training	575	-	-	575
Travel	38,819	-	31,938	6,881
Utilities	4,978	-	-	4,978
Work team expense	95,276	-	95,276	-
Wages	265,745	26,575	186,021	53,149
	<u>\$ 1,126,794</u>	<u>\$ 35,585</u>	<u>\$ 897,945</u>	<u>\$ 193,264</u>

Indirect Costs	193,264	
Total adjusted expenses - Indirect costs	1,108,671	= 193,264 = 21%

CURAMERICAS GLOBAL, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 Year ended September 30, 2009

<u>Federal Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Federal Expenditures</u>
<u>Federal Awards:</u>		
Department of Health and Human Services Managed Care Preventive HIV Services for Haitian Women	93.067	\$ 329,244
US Agency for International Development Child Survival and Health Grants Program in Liberia	98.001	256,884
Total Federal expenditures		<u>\$ 586,128</u>



**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

Board of Directors
Curamericas Global, Inc.

We have audited the financial statements of Curamericas Global, Inc. (a nonprofit organization) as of and for the year ended September 30, 2009, and have issued our report thereon dated February 18, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered Curamericas Global, Inc.'s internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Curamericas Global, Inc.'s internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the organization's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles, such that there is more than a remote likelihood that a misstatement of the organization's financial statements that is more than inconsequential will not be prevented or detected by the organization's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the organization's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Curamericas Global, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an

objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, Board of Directors, Audit Committee, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Buie, Norman & Company, PA

Buie, Norman & Company, P.A.
Certified Public Accountants

Fayetteville, NC
February 18, 2010



**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

Board of Directors
Curamericas Global, Inc.

Compliance

We have audited the compliance of Curamericas Global, Inc. (a nonprofit organization) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended September 30, 2009. Curamericas Global, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Curamericas Global, Inc.'s management. Our responsibility is to express an opinion on Curamericas Global, Inc.'s compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Curamericas Global, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Curamericas Global, Inc.'s compliance with those requirements.

In our opinion, Curamericas Global, Inc. complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended September 30, 2009.

Internal Control Over Compliance

The management of Curamericas Global, Inc. is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Curamericas Global, Inc.'s internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Curamericas Global, Inc.'s internal control over compliance.

A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant*

deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, Board of Directors, Audit Committee, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Buie, Norman & Company, P.A.

Buie, Norman & Company, P.A.
Certified Public Accountants

Fayetteville, NC
February 18, 2010

CURAMERICAS GLOBAL, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year ended September 30, 2009

SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditor's report issued: Unqualified.

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified
not considered to be material weaknesses? _____ Yes X None reported

Noncompliance materials to financial statements noted? _____ Yes X No

Internal control over major programs:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified
not considered to be material weaknesses? _____ Yes X None reported

Type of auditor's report issued on compliance for major programs: Unqualified.

Any audit findings disclosed that are required to be reported in accordance with section 501(a) of OMB Circular A-133? _____ Yes X No

Identification of major programs:

Agency	Title	Grant
US Agency for International Development	Child Survival and Health Grants Program in Liberia	GHN-A-00-08-00011-00
Department of Health and Human Services	Managed Care Preventive HIV Services for Haitian Women	1U2GPS001527-01

The threshold used to distinguish between Type A and Type B programs was \$250,000.