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STATE OF INDIANA

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STATE BOARD OF ACCOUNTS
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July 1, 2009

Board of Directors
Roth Associates, Inc.
220 E. 82nd Street
Indianapolis, IN 46240

We have reviewed the audit report prepared by Comer, Nowling and Associates, PC, Independent Public Accountants, for the period January 1, 2007 to December 31, 2007. In our opinion, the audit report was prepared in accordance with the guidelines established by the State Board of Accounts. Per the Independent Public Accountants' opinion, the financial statements included in the report present fairly the financial condition of the Roth Associates, Inc., as of December 31, 2007, and the results of its operations for the period then ended, on the basis of accounting described in the report.

The Independent Public Accountants' report is filed with this letter in our office as a matter of public record.

STATE BOARD OF ACCOUNTS

Roth Associates, Inc.

Audited Financial Statements
For the Year Ended
December 31, 2007

COMER
NOWLING AND
ASSOCIATES, P.C.

Certified Public
Accountants

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COMER NOWLING AND ASSOCIATES, P.C.

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Independent Auditor's Report

To the Shareholder
Roth Associates, Inc.
Indianapolis, Indiana

We have audited the accompanying balance sheet of Roth Associates, Inc. as of December 31, 2007, and the related statement of profit and loss, statement of changes in retained earnings and statement of cash flows for the year then ended. These financial statements are the responsibility of the Company'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. 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 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 Roth Associates, Inc. as of December 31, 2007 and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Comer, Nowling and Associates, P.C.

Comer, Nowling and Associates, P.C.
Indianapolis, Indiana
September 16, 2008

8606 Allisonville Road • Suite 120 • Indianapolis, IN 46250 • TEL 317.841.3393 • FAX 317.841.3989 • www.comernowling.com

Roth Associates, Inc.

Balance Sheet

December 31, 2007

Assets

Current Assets		
Cash and cash equivalents	$	7,816
Accounts receivable		23,400
Total current assets		31,216
Property and Equipment		
Furniture and fixtures		2,084
Equipment		689
		2,773
Accumulated depreciation		(1,910)
Total property and equipment		863
	$	32,079

Liabilities and Shareholder's Equity

Current Liabilities		
Accounts payable	$	527
Total current liabilities		527
Shareholder's Equity		
Common stock, 100 shares authorized, 100 shares issued and outstanding		1,000
Retained earnings		30,552
Total shareholder's equity		31,552
	$	32,079

Roth Associates, Inc.

Statement of Profit and Loss

For the Year Ended December 31, 2007

Income	
Contract income	$ 137,700
Consulting income	1,875
Total income	139,575
Operational Expenses	
Automobile expense	1,446
Bank charges	46
Computer supplies	650
Contract labor	103,098
Insurance	325
Legal and professional fees	11,529
Meals and entertainment	191
Office expenses	2,754
Postage and delivery	1,213
Supplies	100
Communications	564
Meetings	130
Dues and subscriptions	30
Total operational expenses	122,076
Net Income from Operations	17,499
Non-operational Income (Expense)	
Interest income	9
Depreciation	(371)
Total non-operational income (expenses)	(362)
Net Income	$ 17,137

Roth Associates, Inc.

Statement of Changes in Retained Earnings

For the Year Ended December 31, 2007

Retained Earnings, December 31, 2006 (unaudited)	$	13,415
Net income		17,137
Retained Earnings, December 31, 2007	$	30,552

Roth Associates, Inc.

Statement of Cash Flows

For the Year Ended December 31, 2007

Cash Flows From Operating Activities		
Net income	$	17,137
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation		(371)
Increase in accounts payable		1,608
Increase in accounts receivable		(11,350)
Net cash provided by operating activities		7,024
Net Increase in Cash		7,024
Cash, Beginning of Year (unaudited)		792
Cash, End of Year	$	7,816

Roth Associates, Inc.
Notes to the Financial Statements
December 31, 2007

Note 1 – Nature of Operations

Roth Associates, Inc. (the "Company") was formed on February 25, 2002 as a corporation under the governing laws for corporations in the State of Indiana. The Company's sole location is in Indianapolis, Indiana, where it processes grant claims under a contract for services with the Indiana Department of Child Services.

Note 2 - Summary of Significant Accounting Policies

Basis of Presentation
The financial statements of Roth Associates, Inc. have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Cash and Cash Equivalents
For the statement of cash flows, cash and cash equivalents are defined by checking and savings deposit accounts held at a local financial institution.

Revenue Recognition
The Company's revenue is primarily derived from a contract between the Company and the Indiana Department of Child Services. Revenues are recognized in the period in which they are earned and expenses are recognized in the period in which they are incurred.

Income Tax Status
The Company, with the consent of its shareholder, has elected to be treated as a Subchapter S corporation for income tax purposes as provided in Section 1362(a) of the Internal Revenue Code. In lieu of corporation income taxes, the shareholders of an S corporation are taxed on their proportionate share of the Company's taxable income. Therefore, no provision or liability for federal or state income taxes has been included in the financial statements.

Property and Equipment
Property and equipment are recorded at cost. Depreciation is provided for equipment and other property in amounts sufficient to relate the cost of depreciable assets to operations over their estimated useful lives using the straight-line method. Furniture, fixtures and equipment are depreciated over a period of 3 to 7 years.

Depreciation expense for the year ended December 31, 2007 amounted to $371.

Note 2 - Summary of Significant Accounting Policies - Continued

Use of Estimates

The preparation of the financial statements in conformity with accounting principles as 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.

SFAS No. 144

SFAS No. 144, "*Accounting for the Impairment or Disposal of Long-Lived Assets*," requires that long-lived assets and certain identifiable intangibles held and used by an entity be reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. SFAS No. 144 has not materially affected the Company's net income, balance sheet or statement of cash flows.

Note 3 – Accounts Receivable

Accounts receivable are presented at face value, net of any allowance for uncollectible accounts. The accounts receivable balance at December 31, 2007 consisted of amounts due from the Indiana Department of Child Services that were generated under a contract for services. Due to the details of the agreement, management considers all accounts to be collectable and, therefore, has not established a provision for uncollectible accounts.

Note 4 – Related Party Transactions

The Company's president and majority stockholder, Mary Roth, acts as an independent contractor for the Company. During the year ended December 31, 2007 the President was paid $24,000 for services provided.

Note 5 – Concentration of Credit Risks

As of December, 31, 2007, 100% of the Company's accounts receivable was due from the Indiana Department of Child Services. Revenues from a contract with the Indiana Department of Child Services represented 98.87% of the total income for the year ended December 31, 2007.

Financial awards from federal, state and local governmental entities in the form of grants are subject to financial and compliance audits by funding agencies. Such audits could result in claims against the Company for disallowed costs or noncompliance with grantor restrictions. No provision has been made for any liabilities that may arise from such audits since the amounts, if any, cannot be determined at this date.