Sports Humanitarian Group, Inc.

dba Right To Play

Financial Statements
and
Independent Auditors' Report

December 31, 2014
Independent Auditors' Report

To the Board of Directors of
Sports Humanitarian Group, Inc.
dba Right To Play
New York, New York

Report on the Financial Statements
We have audited the accompanying financial statements of Sports Humanitarian Group, Inc. dba Right To Play (a nonprofit organization), which comprise the statement of financial position as of December 31, 2014, and the related statements of activities and cash flows for the year 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 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 from material misstatement.

An audit involves performing procedures to obtain audit 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 Sports Humanitarian Group, Inc. dba Right To Play as of December 31, 2014, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.
Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, 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 Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated May 20, 2015, on our consideration of Sports Humanitarian Group, Inc. dba Right To Play’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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering Sports Humanitarian Group, Inc. dba Right To Play’s internal control over financial reporting and compliance.

New City, New York
May 20, 2015
## Sports Humanitarian Group, Inc.
### dba Right To Play
#### Statement of Financial Position
##### December 31, 2014

### ASSETS

#### Current Assets
- **Cash**: $1,047,879
- **Contributions Receivable**: 1,511,564
- **Advance Deposits (Note 3)**: 239,108
- **Prepaid Expenses**: 46,742

#### Total Current Assets: 2,845,293

#### Other Assets
- **Security Deposit**: 21,631

#### Total Other Assets: 21,631

#### TOTAL ASSETS: $2,866,924

### LIABILITIES AND NET ASSETS

#### Current Liabilities
- **Accounts Payable and Accrued Expenses**: $300,180

#### Total Current Liabilities / Total Liabilities: 300,180

#### Net Assets
- **Unrestricted Net Assets**: 2,156,464
- **Temporarily Restricted Net Assets (Note 7)**: 410,280

#### Total Net Assets: 2,566,744

#### TOTAL LIABILITIES AND NET ASSETS: $2,866,924

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See accompanying notes and independent auditor's report.

(3)
# Sports Humanitarian Group, Inc.
## dba Right To Play
### Statement of Activities
#### For the year ended December 31, 2014

<table>
<thead>
<tr>
<th></th>
<th>Unrestricted</th>
<th>Temporarily Restricted</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>SUPPORT AND REVENUE:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Government Contracts</td>
<td>$</td>
<td>$ 524,458</td>
<td>$ 524,458</td>
</tr>
<tr>
<td>Foundation Grants</td>
<td>-</td>
<td>1,956,514</td>
<td>1,956,514</td>
</tr>
<tr>
<td>Corporation Grants</td>
<td>-</td>
<td>125,000</td>
<td>125,000</td>
</tr>
<tr>
<td>Contributions</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Foundation</td>
<td>2,264,493</td>
<td>-</td>
<td>2,264,493</td>
</tr>
<tr>
<td>Corporate</td>
<td>653,102</td>
<td>-</td>
<td>653,102</td>
</tr>
<tr>
<td>Individual</td>
<td>1,420,154</td>
<td>-</td>
<td>1,420,154</td>
</tr>
<tr>
<td><strong>Total Support</strong></td>
<td>4,337,749</td>
<td>2,605,972</td>
<td>6,943,721</td>
</tr>
<tr>
<td><strong>Other Revenues:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other Revenue</td>
<td>10,000</td>
<td>-</td>
<td>10,000</td>
</tr>
<tr>
<td>Investment Income (Note 4)</td>
<td>(314)</td>
<td>-</td>
<td>(314)</td>
</tr>
<tr>
<td><strong>Total Support and Revenue</strong></td>
<td>4,347,435</td>
<td>2,605,972</td>
<td>6,953,407</td>
</tr>
<tr>
<td><strong>Net Assets Released From Restrictions</strong></td>
<td>3,804,437</td>
<td>(3,804,437)</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total Public Support and Other Revenue</strong></td>
<td>8,151,872</td>
<td>(1,198,465)</td>
<td>6,953,407</td>
</tr>
<tr>
<td><strong>EXPENSES</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Salaries and Benefits</td>
<td>1,428,242</td>
<td>-</td>
<td>1,428,242</td>
</tr>
<tr>
<td>Contracted Services For Field Programs</td>
<td>1,568,989</td>
<td>-</td>
<td>1,568,989</td>
</tr>
<tr>
<td>Professional Fees</td>
<td>196,421</td>
<td>-</td>
<td>196,421</td>
</tr>
<tr>
<td>Occupancy Costs</td>
<td>382,542</td>
<td>-</td>
<td>382,542</td>
</tr>
<tr>
<td>Office and Related Expenses</td>
<td>227,678</td>
<td>-</td>
<td>227,678</td>
</tr>
<tr>
<td>Telephone and Postage Expenses</td>
<td>36,464</td>
<td>-</td>
<td>36,464</td>
</tr>
<tr>
<td>Computer Software Expenses</td>
<td>6,685</td>
<td>-</td>
<td>6,685</td>
</tr>
<tr>
<td>Media and Promotional Expenses</td>
<td>53,621</td>
<td>-</td>
<td>53,621</td>
</tr>
<tr>
<td>Contributions For Program Expenses (Note 6)</td>
<td>3,200,000</td>
<td>-</td>
<td>3,200,000</td>
</tr>
<tr>
<td>Travel and Conferences</td>
<td>88,947</td>
<td>-</td>
<td>88,947</td>
</tr>
<tr>
<td>Bank Fees</td>
<td>22,958</td>
<td>-</td>
<td>22,958</td>
</tr>
<tr>
<td>Events</td>
<td>22,500</td>
<td>-</td>
<td>22,500</td>
</tr>
<tr>
<td><strong>Total Expenses</strong></td>
<td>7,235,047</td>
<td>-</td>
<td>7,235,047</td>
</tr>
<tr>
<td><strong>Change in Net Assets</strong></td>
<td>916,825</td>
<td>(1,198,465)</td>
<td>(281,640)</td>
</tr>
<tr>
<td><strong>Net Assets, Beginning of Year</strong></td>
<td>1,239,639</td>
<td>1,608,745</td>
<td>2,848,384</td>
</tr>
<tr>
<td><strong>Net Assets, End of Year</strong></td>
<td><strong>$ 2,156,464</strong></td>
<td><strong>$ 410,280</strong></td>
<td><strong>$ 2,566,744</strong></td>
</tr>
</tbody>
</table>

See accompanying notes and independent auditor's report.
CASH FLOWS FROM OPERATING ACTIVITIES:

Change in Net Assets $ (281,640)

Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:

(Increase) Decrease in:
  (Increase)/Decrease in Contributions Receivable (903,987)
  (Increase)/Decrease in Advance Deposits 597,216
  (Increase)/Decrease in Prepaid Expenses 39,235
  (Increase)/Decrease in Security Deposit 3,327
Increase (Decrease) in:
  Accounts Payable and Accrued Expenses 208,226

TOTAL ADJUSTMENTS (55,983)

NET CASH USED IN OPERATING ACTIVITIES (337,623)

NET DECREASE IN CASH AND CASH EQUIVALENTS (337,623)

CASH AND CASH EQUIVALENTS AT THE BEGINNING OF YEAR 1,385,502

CASH AND CASH EQUIVALENTS AT THE END OF YEAR $ 1,047,879
NOTE 1 - NATURE OF ORGANIZATION
Sports Humanitarian Group, Inc. dba Right To Play (the “Organization”) is a not-for-profit organization formed February 2, 1999 to raise awareness of humanitarian issues through sporting competition; to promote goodwill through sports; and to produce educational materials such as film, video and books in order to promote a better understanding of the problems faced by youths in poor and war-torn areas.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting
The accompanying financial statements were prepared on the accrual basis of accounting in accordance with generally accepted accounting principles.

Financial Statement Presentation
The Organization reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets. Contributions received are recorded as unrestricted, temporarily restricted or permanently restricted support, depending on the existence and/or nature of any donor restrictions. The Organization had no permanently restricted net assets.

Taxes
The Organization is a not-for-profit corporation exempt from federal income taxes under provisions of Section 501 (c) (3) of the Internal Revenue Code and is classified as a Public Charity under Section 170 (b) (1) (A) (vi).

Cash and Cash Equivalents
For the purposes of the statement of cash flows, the organization considers all highly liquid investments available for current use with an initial period of six months or less to be cash equivalents.

Use of Estimates in the Preparation of Financial Statements
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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Contributions
All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. When a temporarily 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.

Fixed Assets and Depreciation
All expenditures for equipment, furniture and fixtures in excess of $1,000 are capitalized and donated assets are valued at their estimated fair value on the date donated. Depreciation is provided over the estimated useful life of the assets on a straight line basis. The useful life of equipment, furniture and fixtures is 3 - 7 years.
NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**Fair Value Measurements**
The Organization categorizes its financial instruments into a three-level fair value hierarchy that prioritizes the inputs of valuation techniques used to measure fair value into three broad levels. The fair value hierarchy gives the highest priority prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). Valuation of assets and liabilities traded for less active dealer or broker markets that have significant observable inputs are classified as Level 2. Level 2 valuations are usually obtained from third-party pricing service valuations for identical or similar assets. If the inputs are used to measure fair value fall within different levels of the hierarchy, the category level is based on the lowest priority level input that is significant to the fair value measurement of the instrument.

NOTE 3 - ADVANCE DEPOSITS

Advance deposits consist of restricted funds transferred to Right To Play International, an affiliate organization, to carryout the Organizations international programs.

NOTE 4 - INVESTMENT VALUATION AND INCOME RECOGNITION

The Organization’s investments are stated at fair value in the statement of financial position, with all gains and losses included in the statement of activities. Fair value is 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. See Note 2 for discussion of fair value measurement.

Investments acquired by gift are recorded at their fair value at the date of the gift. The Organization’s policy is to liquidate all gifts of investments as soon as possible after receipt, taking into consideration the impact on market price.

Sales of securities are recorded on a trade-date basis. Interest and dividend income are recorded on the accrual basis. Realized gains or losses on the sale of marketable securities are calculated using the specific-identification method. Unrealized gains and losses represent the change in the fair value of the individual investments for the year, or since the acquisition date, if acquired during the year.

The Organization had no investments at December 31, 2014. Investment income consists of the following:

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Interest Income</td>
<td>$7</td>
</tr>
<tr>
<td>Realized Loss on Investments</td>
<td>(277)</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>(314)</strong></td>
</tr>
</tbody>
</table>

NOTE 5 - DONATED SERVICES & FACILITIES

A number of volunteers have donated substantial amounts of their time to the Organization’s program services, however no accounting has been made for these, in as much as there is no objective basis available to measure the value of such services. Administrative supporting services have been provided by Right To Play International. Legal consulting services have been provided on a pro bono basis by various firms during the course of the year.
NOTE 6 - CONTRIBUTIONS FOR PROGRAM EXPENSES

The Organization has contributed to other organizations having a similar and related mission. Some of these are based in the United States, while others are foreign-based nonprofits. In determining whether to grant support to such organizations, due diligence is observed to ensure compliance with any donor stipulations and preferences.

For the year ended December 31, 2014, contributions of $3,200,000 were made to Right To Play International, an affiliate organization.

Right To Play International is an international humanitarian organization that uses sport and play as a tool for development of children and youth in the most disadvantaged areas of the world. It was initiated in 1999 through Johann Olav Koss, President of Sports Humanitarian Group, Inc. dba Right To Play. Right To Play International contributes the following activities:

(a) The delivery of programs in situations of disadvantage around the world to:
- Support sport and play as a strategy to enhance child development;
- Build community capacity to deliver sport and play by training local sport leadership; and
- Use sport and play to promote the health and well being of a population.
- Reduce violence through sport and play programs with peace and conflict resolution education.
(b) The development of education programs which:
- Raise awareness of sport and play as an effective development strategy;
- Use sport and play to teach the value of sport; and
- Develop life skills in children living in situations of disadvantage around the world.
(c) Research and policy development to support the inclusion of sport and play, at the national and international levels, as recognized and well supported strategies of child and community development.
(d) Program Monitoring and Evaluation to ensure the best quality program resources and materials for the children participating in the Organization’s programming.

The Organization began to focus activities in the United States in 2003, as an effort to develop a network of high-level, influential business contacts that would be able to raise the profile of the Organization as a non-profit humanitarian organization, and thereby develop additional sources of revenue to complement governmental funds to achieve the objectives stated above. In addition, the Organization maintains relationships with athlete ambassadors and serves as a government liaison with the U.S. Government.

NOTE 7 – TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets at December 31, 2014, are donor restricted for expenditures toward the following purposes:

<table>
<thead>
<tr>
<th>Organization</th>
<th>Net Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Swire Trust - China</td>
<td>$189,332</td>
</tr>
<tr>
<td>Canada Uganda Challenge</td>
<td>21,891</td>
</tr>
<tr>
<td>Goldman Sachs - Investment Funding</td>
<td>113,207</td>
</tr>
<tr>
<td>Goldman Sachs - NY School Program</td>
<td>52,965</td>
</tr>
<tr>
<td>Disney Worldwide Services - China</td>
<td>27,796</td>
</tr>
<tr>
<td>Other Programs</td>
<td>5,089</td>
</tr>
<tr>
<td><strong>Total Temporarily Restricted Net Assets</strong></td>
<td><strong>$410,280</strong></td>
</tr>
</tbody>
</table>
NOTE 8 – COMMITMENTS

**Occupancy Lease**
The Organization currently leases its office space under an operating lease agreement expiring March 2016. Monthly minimum rent payments for the space escalate over the term of the lease at specified dates beginning at $5,867 per month, effective March 2011 and increasing to $6,476 per month.

**Equipment Lease**
The Organization has a lease for a copier that requires monthly payments of $399 and expires in August 2016.

Future commitments under the operating lease are as follows:

<table>
<thead>
<tr>
<th>Year Ending</th>
<th>Occupancy</th>
<th>Equipment</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>2015</td>
<td>$77,235</td>
<td>$4,968</td>
<td>$82,203</td>
</tr>
<tr>
<td>2016</td>
<td>$19,427</td>
<td>$3,312</td>
<td>$22,739</td>
</tr>
<tr>
<td></td>
<td>$96,662</td>
<td>$8,280</td>
<td>$104,942</td>
</tr>
</tbody>
</table>

NOTE 9 - CONCENTRATIONS OF CREDIT RISK

Financial instruments that potentially subject the Organization to concentrations of credit risk consist of bank balances that at times exceed federally insured limits. Management believes it is not exposed to any significant credit risk on its balances.

NOTE 10 - EFFECT OF CURRENT ECONOMIC CONDITIONS ON CONTRIBUTIONS

The Organization depends heavily on contributions and grants for its revenue. The ability of the Organization’s contributors and grantors to continue giving amounts comparable with prior years may be dependent upon current and future economic conditions and the continued deductibility for income tax purposes of contributions and grants to the Organization. While the Organization’s board of directors believes the Organization has the resources to continue its programs, its ability to do so and the extent to which it continues may be dependent on the above factors.

NOTE 11 - SUBSEQUENT EVENTS

The Organization evaluates events occurring after the date of the financial statements to consider whether or not the impact of such events needs to be reflected or disclosed in the financial statements. Such evaluation is performed through the date the financial statements are available for issuance, which is May 20, 2015, for these financial statements, and concluded that no additional disclosures are required.
Sports Humanitarian Group, Inc.  
dba Right To Play  
Schedule of Expenditures of Federal Awards and Accompanying Notes  
For the year ended December 31, 2014

<table>
<thead>
<tr>
<th>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM TITLE</th>
<th>FEDERAL CFDA NUMBER</th>
<th>FEDERAL EXPENDITURES</th>
</tr>
</thead>
<tbody>
<tr>
<td>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>DIRECT FEDERAL AWARDS:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>U.S. Agency for International Development (USAID)</td>
<td>98.000</td>
<td>$524,458</td>
</tr>
<tr>
<td>Cooperative Agreement No. ID-680-A-13-00001</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Alternative Education For Disadvantaged Children</td>
<td></td>
<td></td>
</tr>
<tr>
<td>And Youth In Benin</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

NOTE 1 - BASIS OF PRESENTATION
The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Sports Humanitarian Group, Inc. dba Right To Play under programs of the federal government for the year ended December 31, 2014. The information in this schedule is presented in accordance with the requirements of Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Because the schedule presents only a selected portion of the operations of Sports Humanitarian Group, Inc. dba Right To Play, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the entity.

NOTE 2—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-122, Cost Principles for Non-Profit Organizations, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.
Independent Auditors' 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

To the Board of Directors of Sports Humanitarian Group, Inc. dba Right To Play New York, New York

We have audited, in accordance with the 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, the financial statements of Sports Humanitarian Group, Inc. dba Right To Play (a nonprofit organization), which comprise the statement of financial position as of December 31, 2014, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated May 20, 2015.

Internal Control over Financial Reporting
In planning and performing our audit of the financial statements, we considered Sports Humanitarian Group, Inc. dba Right To Play’s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Sports Humanitarian Group, Inc. dba Right To Play’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Sports Humanitarian Group, Inc. dba Right To Play’s internal control.

A deficiency in internal control 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 and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity’s financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters
As part of obtaining reasonable assurance about whether Sports Humanitarian Group, Inc. dba Right To Play’s financial statements are free from 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.
Purpose of this Report
The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization’s internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the organization’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

New City, New York
May 20, 2015
Independent Auditors’ Report on Compliance For Each Major Program and on Internal Control Over Compliance Required by OMB Circular A-133

To the Board of Directors of
Sports Humanitarian Group, Inc.
dba Right To Play
New York, New York

Report on Compliance for Each Major Federal Program
We have audited Sports Humanitarian Group, Inc. dba Right To Play’s compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement that could have a direct and material effect on each of Sports Humanitarian Group, Inc. dba Right To Play’s major federal programs for the year ended December 31, 2014. Sports Humanitarian Group, Inc. dba Right To Play’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

Management’s Responsibility
Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor’s Responsibility
Our responsibility is to express an opinion on compliance for each of Sports Humanitarian Group, Inc. dba Right To Play’s major federal programs based on our audit of the types of compliance requirements referred to above. 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 Sports Humanitarian Group, Inc. dba Right To Play’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 on compliance for each major federal program. However, our audit does not provide a legal determination of Sports Humanitarian Group, Inc. dba Right To Play’s compliance.

Opinion on Each Major Federal Program
In our opinion, Sports Humanitarian Group, Inc. dba Right To Play complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2014.
Report on Internal Control over Compliance

Management of Sports Humanitarian Group, Inc. dba Right To Play is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Sports Humanitarian Group, Inc. dba Right To Play’s internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 Sports Humanitarian Group, Inc. dba Right To Play’s internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Vargas & Rivera, LLP

New City, New York
May 20, 2015
Sports Humanitarian Group, Inc.
dba Right To Play
Schedule of Findings and Questioned Costs
For the year ended December 31, 2014

Section I - Summary of Auditor's Results

**Financial Statements**

Type of auditor's report issued: Unmodified
Internal control over financial reporting:
~Material weakness(es) identified? No
~Significant deficiency(ies) identified? None Reported
Noncompliance material to financial statements noted? No

**Federal Awards**

Internal control over major programs:
~Material weakness(es) identified? No
~Significant deficiency(ies) identified? None Reported
Type of auditor's report issued on compliance for major programs: Unmodified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? No

Identification of major programs:

<table>
<thead>
<tr>
<th>CFDA Number</th>
<th>Name of Federal Program or Cluster:</th>
</tr>
</thead>
<tbody>
<tr>
<td>98.000</td>
<td>U.S. Agency for International Development (USAID)</td>
</tr>
</tbody>
</table>

Dollar threshold used to distinguish between type A and type B programs: $300,000
Audittee qualified as low-risk auditee? No

Section II - Financial Statement Findings

The audit revealed no findings nor questioned costs.

Section III - Federal Award Findings and Questioned Costs

The audit revealed no findings nor questioned costs.