



2009 ANNUAL REPORT

July 1, 2008 - June 30, 2009

850 Seventh Avenue, Suite 1101
New York, NY 10019
(212) 582-1870 tel
(212) 586-3291 fax
www.network2020.org

Contents

3	Mission Statement
4	2007-8 Board of Directors and Staff
5	Committees
6	Letter from the President
8	Lecture Series Program
11	Entrepreneurial Diplomacy Program
13	Financial Report
23	Contributors

Engaging Tomorrow's Global Leaders

Five years from now, when business leaders and policy makers from the U.S. and the Islamic world sit down at the negotiating table, will they meet as strangers or as associates with a history of cooperation?

Network 20/20 is an independent, nonprofit organization that helps prepare next generation leaders in the U.S. to participate meaningfully in the promotion of entrepreneurial diplomacy and global security. We do this by means of lectures and study groups here at home and field research overseas. Our aim is to better understand on-the-ground realities in countries of global security importance. The published research resulting from these trips is circulated to the U.S. government, private sector policy makers, and NGOs.

Network 20/20 fills two major gaps in U.S. foreign policy: lack of young professional participation and lack of serious input from civil society in general. Network 20/20 provides a unique forum for early and mid-career individuals to share and explore experiences and ideas drawn from the real world of private citizenry. This exchange refines members' understanding of foreign policy and helps channel their constructive engagement with policy makers.

Network 20/20 members are a talented, diverse, and multilingual group that includes those who are foreign born living in the U.S. Our members come from business, the professions, the media, NGOs, think tanks, government, and academia; two-thirds have advanced degrees. What draws them together is that they are all "thinking," motivated individuals who are volunteering significant time and energy in furthering America's positive engagement with the world.

**Network 20/20
Board of Directors
2008-9**

Patricia A. Begley

George Billard

Lynn A. Foster

Patricia S. Huntington, Founder

Geraldine S. Kunstadter, Chairman

Anne Mai

Sanjay Mody

Susan Nitze

Lena Sene

M. Sava Thomas

**Network 20/20
Staff**

Dr. Patricia S. Huntington
President

Nancy Hsu
Membership & Program Affairs Director

Gerry Sanseviero
Bookkeeper

Committees

Advisory Council

Elizabeth Beim
Rachel Bronson
Sydney M. Cone III
Lee Cullum
Rita Hauser
Colonel Paul D. Hughes
Ambassador Andrew Jacovides
Priscilla Lewis
H. Onno Ruding

Committee of Twenty

Christina Lang Assael
George Beane
Patricia Begley
Elizabeth Beim
Ishik Camoglu
Barbara Evans-Butler
Lynn A. Foster
Nella Habsburg
Marjorie Hart
Marianne Hendrix
Lucy Hutchinson
Anne E. Impellizzeri
Elbrun Kimmelman
Jane Klein
Geraldine S. Kunstadter, *Chairman*
Vivianne C. Lake
Marion Fennelly Levy
Diane Love
Pat McGill
Anne Cook Murphy
Jessie K. Palmer, *Emeritus*
Susan Harfield Perkins
Maureen C. Potter
Lila D. Prounis
Josée Reboul
Anne Beane Rudman
Bonnie Sacerdote
Deborah K. Solbert
Tara Stack
Berit Stanton
Stephanie Stokes
M. Sava Thomas
Marcelline Thomson
Elena Toth
Zibby Tozer
Kathinka Tunney, *Emeritus*
Jane P. Wittmann
Gilda Wray

Entrepreneurial Diplomacy

Lena Sene, *Chairman*
George Billard

International Committee

Erika Grinberg Argüello
Irina Churkina
Antonella Cinque
Virginia Davide
Chantal Freitag
Anne Greenstock
Adela Fuchs de Heller
Penelope Holmes
Pamela Jacovides
Amira Kandil
Rosemary Kavanagh
Elizabeth Loizaga
Danielle Majoor-Krakauer
Ursula Matussek
Elisabeth Mayr-Harting
Susan McNee
Jayanthi Menon
Sranya Natalegawa
Renée Ruding
Shelley Sawers
Grazyna Sen
Dasa Silovic
Ornella Talò
Zarghoona Sediq Tanin
Penny Tsilas
Elsie Nicoll Vance

Legal

Cleary Gottlieb Steen & Hamilton
Sanjay Mody

Membership Committee

Omeed Malik,
Co-Chairman
Caroline Thomas,
Co-Chairman
Jennifer Adams
Kurt Chesko
Jamie Cohen
Peter Cohen
Joseph DeSimone
Jacqueline Didier
Wendy Foster
Seth M. Ginns
Ian Gumprecht
Nella Habsburg
Emily McLellan
Anne Murphy
Beth Shair
Brett Smith
Patricia Suh
Geoff Swerdlin
Eleanor Yu

Letter from the President

Befitting its goal of enhancing international security and focusing on priority regions, Network 20/20 spent much of the last fiscal year analyzing social, political and cultural issues in the global hotspots of the Middle East and South Asia. The fall 2008 foreign policy briefing series featured presentations of Network 20/20's Pakistan report, ***"A Different Kind of Partner: A Paradigm for Democracy and Counter-Terrorism in Pakistan."*** Delegates presented their findings to Network 20/20 members and friends, and, in the C.V. Starr Lecture, to New York Law School students, Wall Street business executives, and civic leaders. Our well-attended lectures, roundtables, and briefings, led by seasoned foreign policy experts, included ***The Elephant, the Tiger, and the Cell Phone: Reflections on India, the Emerging 21st Century Power; Iran's Evolving Role in the Region and the World; Violence to Reconciliation: A "How To" in Today's World.*** Other topics included; ***Weathering the Storm: The Financial Crisis' Impact on China; and Market Downturns: It's the Unexpected, Not the Inevitable.*** Each topic was relevant to global events and generated robust question and answer sessions. Highlights were briefings by White House Speech Writer, Ted Sorensen; Columbia University's David Beim; Former Ambassadors Richard Murphy and Robert Pelletreau; Financial Times' Martin Wolf; and author and media commentator Reza Aslan; financial expert Onno Ruding, and Hungarian Consul General to New York, Viktor Polgar.

The centerpiece of the lectures and briefings series was the Annual Foreign Policy Lecture. This year's speaker was Tom Daschle, Former U.S. Senator and Senate Majority Leader from South Dakota and Senior Policy Advisor, Alston+Bird. In his wide-ranging address on ***America's Role in Global Security***, Senator Daschle discussed the value of American foreign policy leadership in areas of climate change, energy, health care, trade and telecommunications.

Through our Entrepreneurial Diplomacy Program Network 20/20 fielded a delegation to Pakistan in May to gain firsthand knowledge and build bridges with their counterparts in this important country. The group's mandate was to listen to the diverse group of Pakistanis they met and to produce a report with recommendations on how to improve bi-lateral relations. This timely report, ***A Different Kind of Partner: A Paradigm for Democracy and Counter-Terrorism in Pakistan***, was produced in September and was disseminated to presidential candidates as well as leaders of public and private sectors in the United States including the State Department, Congress, the Executive Branch, local and regional government officials and leading business executives, attorneys, academics, and journalists. The report was translated into Urdu for circulation in Pakistan.

Another important development of the last twelve months was the extension of Network 20/20's partnership with New York Law School. Network 20/20 gave the 2008 C.V. Starr Lecture sponsored by the School's Center for International Law. This was a prestigious event and a singular honor for Network 20/20 to have been invited to present its Pakistan Report to an educated audience including not only law students and faculty but also leading New Yorkers -- heads of business, law firms, government agencies, and foundations.

During November and December, Network 20/20 delegates to Pakistan and Iran were invited to conduct hand tailored briefings for 15 Senators and their staffs and two Members of the House. These Congressional members aimed to become better informed about on-the-ground realities in countries of priority security concern for the United States.

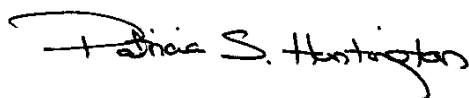
In the coming year, the Entrepreneurial Diplomacy Program will continue to focus on Iran and Pakistan, both Muslim-majority countries of vital concern for global security. We will continue our research, dialogue, and outreach activities on both countries. On the outreach front, we plan to continue a series of briefings on ***Iran Today*** to keep our members up to date on realities in this important country. We plan to draw on Iranian experts in the U.S. as well as Iranians visiting here. We also plan to conduct a series of educational briefings for members of Congress and their staffers on the benefits of re-establishing diplomatic relations with Iran and broadening our bi-lateral relations with Pakistan to include education and development and police reform. We are also hoping to travel to Saudi Arabia to build bridges with Network 20/20 counterparts there.

Looking ahead, we will continue to serve our members by working to strengthen their links with their international counterparts. We will address topics like ***Iran after the Presidential Elections, India's Role in the BRIC Agreements, Russia's New Economy, and Half the Sky: Turning Oppression into Opportunity for Women Worldwide.*** Upcoming briefings will also include non-traditional topics such as ***Global Health in the Post 911 World, Evangelicalism and U.S Foreign Policy, and Global Climate Change.***

We plan to use technology to connect better with members and others during the coming months. We will continue to expand our website to foster member participation and information-sharing using interactive discussions, video, and our increasingly popular blog. These will stimulate a vigorous dialogue among members, their counterparts around the world, and the interested public.

Because our program has increased dramatically in our first six years of operation, we plan to expand our dedicated and talented staff to help us better serve our multiple constituencies and handle the mounting paperwork and reporting requirements.

My warm thanks go to our Board of Directors under the steady hand of Geraldine Kunstadter, whose vision, sound judgment, and unwavering faith in our future has brought us to this extraordinary point in such a short period of time. Thanks as well to the Committee of Twenty and International Committees for helping us in multiple, creative ways to further our mission.



Patricia S. Huntington, Ed.D.
President

July 2009

Lecture Series Program

Network 20/20 events include off-the-record briefings by leading experts on international affairs, conversations with seasoned analysts, breakfasts and dinners with diplomats and public officials, one-on-one sessions with civic leaders, roundtables on sustained topics including preparation for international trips, and networking events among its members. Briefings in FY 2008-9 included:

September 18 – The Consulate General of Italy in New York

David Beim, Professor of Professional Practice, Columbia University Business School and Former Executive Vice President, Export-Import Bank of the U.S.

Andrea Fiano, Journalist, U.S. Correspondent of Milano Finanza (an Italian financial daily paper) and Class-Cnbc

Larry Goldstein, Director of Special Projects, Energy Policy Research Foundation and Former President, Petroleum Industry Research Foundation

Network 20/20 members:

Hilary Lewis, President, River Forest Advisors

James Upton, Executive Director, Morgan Stanley Investment Management

OIL: What is Really Happening?

October 8 – The University Club (Breakfast Series sponsored by Geraldine S. Kunstadter)

Sir John Holmes, Under-Secretary-General for Humanitarian Affairs and Emergency Relief Coordinator at the United Nations

A Conversation with Sir John Holmes

October 27 – U.S. Trust, Bank of America Auditorium

Imtiaz Ali, Network 20/20 Member and 2008 Yale World Fellow, Yale University

George Billard, Network 20/20 Board Member and Charter Member; President, Do Diligence

Tai-Heng Cheng, Network 20/20 Charter Member; Associate Professor of Law and Associate Director, Center for International Law, New York Law School

Glenn Johnston, Director, Business Research, Kroll

Presentation of Network 20/20's Pakistan report, ***A Different Kind of Partner: A Paradigm for Democracy and Counter-Terrorism in Pakistan***

October 29 – New York Law School

New York Law School's Center for International Law C.V. Starr Presentation on Network 20/20's Pakistan Report, ***“A Different Kind of Partner: A Paradigm for Democracy and Counter-Terrorism in Pakistan”***

November 4 – POP Burger (Networking Event)

Election Night Party for Members

November 12 – Mission of the Islamic Republic of Iran to the UN

H.E. Mr. Mohammad Khazaei, Permanent Representative of the Islamic Republic of Iran to the UN

Iran's Evolving Role in the Region and the World

November 17 – The Kimmelman Residence

Dr. Jagdish Bhagwati, Professor of Economics, Columbia University

Market Downturns: It's the Unexpected, Not the Inevitable

December 4 – The Hungarian Consulate in New York

Hosted by **Ambassador Viktor Polgár**, Consul General of Hungary in New York
Network 20/20's Annual Holiday Reception

December 10 – The Nitze Residence

Ted Sorensen, Of Counsel, Paul, Weiss, Rifkind, Wharton & Garrison

Former Special Counsel and Adviser to President John F. Kennedy

Counselor: A Life at the Edge of History

January 14 – WilmerHale LLP

Paul van Zyl, Co-Founder and Executive Vice President, International Center for Transitional Justice

Violence to Reconciliation: A "How To" in Today's World

January 28 – The Murphy Residence

Ambassador Richard W. Murphy, Former Assistant Secretary of State for Near Eastern Affairs and Former U.S. Ambassador to Saudi Arabia, the Philippines, Syria, and Mauritania

Ambassador Robert H. Pelletreau, Jr., Former U.S. Assistant Secretary of State for Near Eastern Affairs and Former U.S. Ambassador to Egypt, Tunisia, and Bahrain

The New U.S. Administration and the Middle East

February 3 – The University Club

H. Onno Ruding, Chairman of the Board, Centre for European Policy Studies, Former Vice-Chairman of Citicorp and Citibank, N.A.

A Breakfast Discussion with H. Onno Ruding

What Can the EU Do Against the Recession?

February 24 – Weil, Gotshal & Manges LLP

Shashi Tharoor, Chairman of Dubai-based Afras Ventures and Former Under-Secretary-General of the United Nations

The Elephant, the Tiger, and the Cell Phone: Reflections on India, the Emerging 21st Century Power

April 1 – Alston + Bird LLP

Martin Wolf, Associate Editor and Chief Economics Commentator, *Financial Times*

Fixing Global Finance: How to Curb Financial Crises in the 21st Century

April 6 – The Residence of the German Consul General in New York

Network 20/20 Member Book Discussion

The Next 100 Years: What's Wrong With This Picture?

May 5 – The University Club (Breakfast discussion sponsored by Geraldine S. Kunstadter)

Breakfast Discussion with **David Beim**, Professor of Professional Practice, Finance and Economics Division, Columbia Business School

Weathering the Storm: The Financial Crisis' Impact on China

June 10 – The Beane/Begley Residence

Breakfast Discussion with **Reza Aslan**, Co-Founder and Chief Creative Officer of BoomGen Studios, Columnist at the *Daily Beast*

How to Win a Cosmic War: God, Globalization, and the End of the War on Terror

July 30 – The Brazilian Mission to the UN

Breakfast Discussion with **César Bonamigo**, First Secretary to H.E. Mrs. Maria Luiza Ribeiro Viotti, Permanent Representative of Brazil to the UN

Brazil's Burgeoning Economy

Entrepreneurial Diplomacy Program

In 2004, Network 20/20 launched its Entrepreneurial Diplomacy Program in an effort to connect young private-sector leaders from the United States with their counterparts in other countries. Network 20/20 is building a broad network of influential private citizens that will generate concrete, actionable ideas to enhance international security and prosperity. The organization pursues this goal through study, dialogue, and field research in regions of global security importance. Network 20/20 has a special interest in building bridges with our peers in the Islamic world. In the past four years Network 20/20 has taken field research trips to Turkey, Poland, Iran, and Pakistan.

Network 20/20 members have proved to be effective interlocutors with policymakers, providing fresh insights from professionals who are highly motivated about the issues they address and who have thriving careers outside the foreign policy sphere.

Iran

In the fall of 2006, Network 20/20 members took the unusual step of fielding two delegations to Iran to gain firsthand knowledge of this important country and to build bridges with their counterparts there. We discovered that the desire for more contact is widespread in Iran, and we recognized that more detailed understanding of Iran's politics, history, and current conditions is vitally needed if the significant strands of Iranian society that are open to establishing constructive relations with the United States are to be effectively engaged. In two separate 10-day trips to Iran, Network 20/20 conducted more than 50 interviews in 6 cities and several villages with a cross-section of Iranian society.

We learned that nationalist sentiment is shared by Iranians across the political spectrum. Iran's nuclear program is largely viewed as a sign of prestige rather than as a military strategy. Even opponents of the clerical and security establishments object to coercive U.S. diplomacy and the threat of military force. While Western analysts see a crude division between "reformists" and "conservatives," the reality is far more nuanced, and alignments and ideology can be fluid. Network 20/20 generated 12 specific recommendations for the U.S. government, Congress, NGOs, media, universities, and private citizens.

The trip resulted in the report *Reframing Iran: Views from the Field*, which was widely disseminated not only to our membership but also to private- and public-sector leaders. We sent more than 100 copies to Congress, on request. Translated into Farsi, the report was circulated in Iran. It was also posted on our website.

Pakistan

A Network 20/20 delegation visited Pakistan in May 2008, to seek frank exchanges and to build bridges with our counterparts. The delegation had three goals: 1) to acquire a better understanding of Pakistan and Pakistani views of the war on terrorism and the danger of nuclear proliferation; 2) to gain insights into the impact of the on-again, off-again nature of Pakistani-U.S. bilateral relations; and 3) to make concrete recommendations at a time when the United States is pledging to strengthen its alliances across Pakistani society, not just with the military.

In a 10-day trip to Pakistan, flanked by side trips to Afghanistan and India, Network 20/20 conducted more than 60 interviews in Islamabad, Karachi, Lahore, Peshawar, Multan, Rawalpindi, Kabul, and New Delhi. Interviewees represented a cross-section of Pakistani society ranging from government officials, members of parliament, military officers, university chancellors, and business executives, to religious leaders, radical Islamists, journalists, non-profit community organizers, scientists, entrepreneurs, and people on the street. Many interviewees spoke English; Network 20/20's Urdu-speaking members conversed with those who did not.

The project resulted in the report, *A Different Kind of Partner: A Paradigm for Democracy and Counter-Terrorism in Pakistan*, which is being disseminated to public and private policymakers, donors, diplomats, NGOs, members of Congress, and presidential candidates.

Lena Sene

Acting Chairman, *Entrepreneurial Diplomacy Program*

A 2006-07 White House Fellow, Lena Sene is a founding member of Network 20/20 and a member of its Board of Directors. She is studying at Harvard Business School. Prior to her work at the White House, Sene was an investment representative at Lehman Brothers, where she advised entrepreneurs and CEOs of publicly traded companies on a full range of investment strategies. Before that, she was a private banker at JPMorgan Chase, where she was selected as the sole recipient of the annual JPMorgan Rising Star Award for the Annual Women's Bond Club Merit Award Dinner in 2003. Sene holds NASD Securities Licenses 7 and 63. She is a Board member of the UN Association of New York and a member of the Economic Club of New York. Born in the United States, Sene was raised in Senegal, Russia, and Ukraine and is fluent in English, French, Russian, and Wolof.

NETWORK 20/20

Financial Report

As of June 30, 2009

(with comparative totals for June 30, 2008)

Certified Public Accountants
14 Ridgedale Avenue Suite 255
Cedar Knolls, New Jersey 07927
973-984-2600 • Fax 973-539-5741

sjmorin@sjmorin-cpa.com
NY 212-732-5393
PA 570-775-0490
www.stanleyjmorincpa.com

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Network 20/20, Inc.
850 Seventh Avenue Suite 1200
New York, New York 10019

We have audited the accompanying statement of financial position of Network 20/20, Inc. (Organization) as of June 30, 2009, 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. 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. It 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 Network 20/20, Inc. as of June 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.


STANLEY J. MORIN AND ASSOCIATES, P.C.

September 11, 2009

NETWORK 20/20, INC.

STATEMENT OF FINANCIAL POSITION
JUNE 30, 2009
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2008)

	<u>ASSETS</u>	
	<u>2009</u>	<u>2008</u>
Current Assets		
Cash and cash equivalents	\$ 276,361	\$ 284,662
Accounts receivable	19,020	10,174
Prepaid expenses	7,710	9,804
Total Current Assets	<u>303,091</u>	<u>304,640</u>
Other Assets		
Property and equipment – net	6,185	7,983
Deposits	<u>14,024</u>	<u>4,050</u>
Total Other Assets	<u>20,209</u>	<u>12,033</u>
Total Assets	<u>\$ 323,300</u>	<u>\$ 316,673</u>
 <u>LIABILITIES AND NET ASSETS</u>		
Current Liabilities		
Accounts payable	\$ 3,299	\$ 7,660
Dues paid in advance	<u>9,392</u>	<u>13,638</u>
Total Current Liabilities	<u>12,691</u>	<u>21,298</u>
Net Assets		
Unrestricted	307,609	273,965
Temporarily restricted	<u>3,000</u>	<u>21,410</u>
Total Net Assets	<u>310,609</u>	<u>295,375</u>
Total Liabilities and Net Assets	<u>\$ 323,300</u>	<u>\$ 316,673</u>

The accompanying notes are an integral part of the financial statements.

NETWORK 20/20, INC.

STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2009

(WITH SUMMARIZED TOTALS FOR JUNE 30, 2008)

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Totals</u>	
			<u>2009</u>	<u>2008</u>
SUPPORT AND REVENUE				
Support				
Contributions and other gifts	\$ 115,208	\$ 15,000	\$ 130,208	\$ 132,176
Special events	<u>137,908</u>	<u>-</u>	<u>137,908</u>	<u>189,993</u>
Total Support	<u>253,116</u>	<u>15,000</u>	<u>268,116</u>	<u>322,169</u>
Revenue				
Membership dues	38,407	-	38,407	35,470
Interest income	3,467	-	3,467	5,929
Miscellaneous income	<u>1,718</u>	<u>-</u>	<u>1,718</u>	<u>-</u>
Total Revenue	<u>43,592</u>	<u>-</u>	<u>43,592</u>	<u>41,399</u>
Net Assets Released from Restriction				
Satisfaction of program restrictions	<u>33,410</u>	<u>(33,410)</u>	<u>-</u>	<u>-</u>
Total Support and Revenue	<u>330,118</u>	<u>(18,410)</u>	<u>311,708</u>	<u>363,568</u>
EXPENSES				
Programs				
Entrepreneurial diplomacy	131,368	-	131,368	133,235
Lectures and briefings	<u>101,730</u>	<u>-</u>	<u>101,730</u>	<u>99,742</u>
Total Programs	<u>233,098</u>	<u>-</u>	<u>233,098</u>	<u>232,977</u>
Support Services				
Administrative and general	39,826	-	39,826	32,778
Fund raising	<u>23,550</u>	<u>-</u>	<u>23,550</u>	<u>27,651</u>
Total Support Services	<u>63,376</u>	<u>-</u>	<u>63,376</u>	<u>60,429</u>
Total Expenses	<u>296,474</u>	<u>-</u>	<u>296,474</u>	<u>293,406</u>
CHANGES IN NET ASSETS	33,644	(18,410)	15,234	70,162
NET ASSETS AT BEGINNING OF YEAR	<u>273,965</u>	<u>21,410</u>	<u>295,375</u>	<u>225,213</u>
NET ASSETS AT END OF YEAR	<u>\$ 307,609</u>	<u>\$ 3,000</u>	<u>\$ 310,609</u>	<u>\$ 295,375</u>

The accompanying notes are an integral part of the financial statements.

NETWORK 20/20, INC.

STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2009
(WITH SUMMARIZED TOTALS FOR JUNE 30, 2008)

	Programs			Supporting Services			Totals	
	Entrepreneurial	Lectures	Total	Administration	Fund	Total	2009	2008
	Diplomacy	and Briefings			Raising			
Salaries, fees, and benefits	\$ 73,745	\$ 58,996	\$ 132,741	\$ 8,849	\$ 5,900	\$ 14,749	\$ 147,490	\$ 178,180
Professional fees	181	242	423	15,439	182	15,621	16,044	15,843
Insurance	108	108	216	3,272	107	3,379	3,595	5,051
Occupancy	21,851	19,120	40,971	8,194	5,463	13,657	54,628	22,590
Travel and promotional	7,722	2,646	10,368	644	4,330	4,974	15,342	17,440
Research and development	6,726	1,818	8,544	91	454	545	9,089	10,497
Education outreach	11,230	3,035	14,265	152	759	911	15,176	7,632
Printing	2,181	1,308	3,489	218	3,522	3,740	7,229	11,939
Office supplies and expense	893	4,891	5,784	298	298	596	6,380	6,005
Information technology	931	931	1,862	931	311	1,242	3,104	2,681
Minor equipment and rentals	584	1,753	2,337	292	292	584	2,921	2,403
Postage and shipping	285	499	784	285	356	641	1,425	2,817
Telephone	2,240	2,239	4,479	560	560	1,120	5,599	4,547
Miscellaneous	734	2,578	3,312	367	859	1,226	4,538	1,773
Depreciation	1,957	1,566	3,523	234	157	391	3,914	4,008
Total	\$ 131,368	\$ 101,730	\$ 233,098	\$ 39,826	\$ 23,550	\$ 63,376	\$ 296,474	\$ 293,406

The accompanying notes are an integral part of the financial statements.

NETWORK 20/20, INC.

**STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2009
(WITH SUMMARIZED TOTALS FOR JUNE 30, 2008)**

	<u>2009</u>	<u>2008</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 15,234	\$ 70,162
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	3,914	4,008
Loss on disposal of assets	590	-
Changes in Operating Assets and Liabilities:		
Decrease (increase) in amounts receivable	(8,846)	(2,824)
Decrease (increase) in prepaid expenses	2,094	901
Increase (decrease) in accounts payable	(4,361)	(2,307)
Increase (decrease) in advanced dues paid	<u>(4,246)</u>	<u>(1,285)</u>
Net cash provided by (used by) operating activities	<u>4,379</u>	<u>68,655</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Increase in deposits	(9,974)	-
Purchase of property and equipment	<u>(2,706)</u>	<u>-</u>
Cash flows from investing activity	<u>(12,680)</u>	<u>-</u>
NET INCREASE (DECREASE) IN CASH	(8,301)	68,655
CASH AND CASH EQUIVILENTS AT BEGINNING OF YEAR	<u>284,662</u>	<u>216,007</u>
CASH AND CASH EQUIVILENTS AT END OF YEAR	<u>\$ 276,361</u>	<u>\$ 284,662</u>

The accompanying notes are an integral part of the financial statements.

NETWORK 20/20, INC.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2009

NOTE 1. DESCRIPTION OF ORGANIZATION

Network 20/20, Inc, (Organization) was founded to promote and educate the next generation of U.S. leaders about international relations and related United States policy issues, providing a forum for informed and meaningful dialogue on these subjects, and fostering an exchange of ideas and viewpoints between talented young American professionals and their foreign counterparts. The major support of the Organization is obtained from forums, individual contributions, foundations, corporations, and other fund raising events.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Revenue

In the absence of donor restrictions, contributions are considered to be available for unrestricted use. Revenue from program services, membership dues, and other revenue is reported at the time earned. Donated assets are recorded as contributions at their fair market value at the time of the donation.

Net Assets

All financial transactions have been recorded as either unrestricted or temporarily restricted net assets:

- Unrestricted net assets consist of investments and otherwise unrestricted amounts that are available for use in carrying out the mission of the Organization and include those expendable resources which have been designated for special use by the Board.
- Temporarily restricted net assets represent those amounts which are donor restricted for specific purposes. When a donor restriction expires, that is when a stipulated time restriction ends or a purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Property and Equipment

The Organization follows the practice of capitalizing all expenditures for property and equipment in excess of \$500 at cost. Depreciation of property and equipment is provided over the estimated useful lives of the respective assets on a straight-line basis.

Use of Estimates

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Allocation of Expenses

Indirect expenses are allocated to the various program and supporting services based on the ratio of salary and management fee expenses to total salary and management fees expenses.

NETWORK 20/20, INC.

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2009

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents

The Organization considers all highly liquid debt instruments with an original maturity of six months or less to be cash equivalents.

Tax Status

The Organization is a non-profit voluntary organization exempt from income tax under Section 501(c)(3) of the U.S. Internal Revenue Code. Also, the Organization has been designated a publicly supported organization under Section 170(b)(1)(A)(vi) of the same code. Accordingly, contributions qualify for deduction at the maximum allowance of that code.

NOTE 3. PROPERTY AND EQUIPMENT

At June 30, 2009, property and equipment consists of the following:

	<u>Life</u>	
Furniture and equipment	7 years	\$ 12,871
Website	3 years	5,000
Computers	3 years	<u>5,895</u>
		23,766
Less accumulated depreciation		<u>17,581</u>
Net property and equipment		<u>\$ 6,185</u>

NOTE 4. DONATED SERVICES

The Organization received donated services from a variety of unpaid volunteers. No amounts have been recognized in the accompanying statement of activities because the criteria for recognition of such volunteer effort have not been satisfied.

NOTE 5. SPECIAL EVENTS

During the year, the Organization held a fund-raising event. The gross receipts from this event were \$156,035. Direct expenses consisting of event and related costs of \$18,127 were charged against these receipts leaving net proceeds of \$137,908.

NOTE 6. RELATED PARTY TRANSACTIONS

During the year, Huntington Associates, Inc. charged management fees for program, administrative and general, and fundraising services on behalf of the Organization in the amount of \$64,760. The fee is charged to salary and benefit expenses. The president and member of the board of trustees of the Organization is the owner of Huntington Associates, Inc. From time to time, the Organization reimburses Huntington Associates, Inc. for payment of these various expenses.

NETWORK 20/20, INC.

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2009

NOTE 7. COMMITMENTS

The Organization rents its office facilities under an operating lease. The lease term expires July 31, 2011. Rent expense for the year ended June 30, 2009, was \$51,306.

The Organization entered into an operating lease for certain office equipment. The lease term expires in November 2011. Lease expense was \$2,532 for the year ended June 30, 2009.

Future minimum annual rental and lease commitments as of June 30 are as follows:

2010	\$ 56,861
2010	58,491
2011	<u>5,730</u>
Total	<u>\$ 121,082</u>

NOTE 8. UNRESTRICTED NET ASSETS

At June 30, 2009, unrestricted net assets are as follows:

General Operating Net Assets:	
For general operations	\$ 301,424
Property and equipment	<u>6,185</u>
Total	<u>\$ 307,609</u>

NOTE 9. TEMPORARILY RESTRICTED NET ASSETS

At June 30, 2009 temporarily restricted net assets are as follows:

Restricted for Future Projects:	<u>\$ 3,000</u>
---------------------------------	-----------------

NOTE 10. CONCENTRATIONS OF CREDIT RISK

Financial instruments which potentially subject the Organization to concentrations of credit risk consist principally of cash and accounts receivables.

Credit risk with respect to accounts receivable is limited due to the nominal individual amounts due from the Organization's special event. All accounts receivable are deemed collectible.

The Organization maintains its cash and temporary cash investments with a high quality major financial institution. While the Organization attempts to limit credit risk exposure, its deposit balances may, at a time, exceed federally insured limits. The Organization has not experienced any losses on such accounts.

NETWORK 20/20, INC.
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2009

NOTE 11. COMPARATIVE AND SUMMARIZED FINANCIAL INFORMATION

The financial statements include certain prior year comparative and summarized information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2008, from which the summarized information was derived.

NOTE 12. SUBSEQUENT EVENTS

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through September 11, 2009, the date the financial statements were available to be issued.

NOTE 13. RECLASSIFICATIONS OF PRIOR YEAR AMOUNTS

Certain amounts included in the information provided in the comparative and summarized information for 2008 have been reclassified to conform to the presentation used in 2009.

Corporate and Foundation Supporters

Albert Kunstadter Family Foundation
Alston + Bird LLP
Carnegie Corporation of New York
Cleary Gottlieb Steen & Hamilton
Flora Family Foundation
Ploughshares Fund
Rockefeller Brothers Fund
The Rockefeller Foundation
U.S. Trust, Bank of America Private Wealth Management
Weil, Gotshal & Manges LLP
Wilmer Cutler Pickering Hale and Dorr

Individual Donors

Network 20/20's valued annual supporters allow us to provide young leaders with the international perspectives and on-the-ground experience necessary to shape sound foreign policy.

Donors

Lucy and Jamie Hutchinson
Anne and Vincent A. Mai
Anastasia Vournas and J. William Uhrig

Sponsors

Caroline and Lawrence Huntington
Geraldine S. Kunstadter
Susan and Peter Nitze
Gerry F. Ohrstrom
Caroline and Michel Zaleski

Vice-Chairmen

Christina Lang Assael
Patricia Begley and George Beane
Courtney E. Doggart
Barbara Evans-Butler
Lynn A. Foster
Nella and Dominic Habsburg
Marjorie and Gurnee Hart
Lorinda Laub

Marion Fennelly and Gerald D. Levy
Renée and H. Onno Ruding
Anne Beane Rudman
Roberta and Irwin Schneiderman
M. Sava and Roger Thomas
Elena and Miklos Toth
Gilda and Cecil Wray
Jeffrey Ziglar

Chairmen's Circle

Malo and John Harrison
Anne E. Impellizzeri
Jimmy deH. Weldon
Josée and John Reboul
Zibby and Jim Tozer

Benefactors

Malek Abedin and Rasshid Malik
Andrea Bici
J. Truman Bidwell
Sydney M. Cone III and Michèle N. C. Cone
Brandon Fradd
Marianne Hendrix
Barbara K. Hemming
Patricia and Frank Huntington
Jane and Charles Klein
Anne and Richard Murphy
Jessie Palmer
Susan Harfield Perkins and Roswell B. Perkins
Sylvia and John Rodman
Deborah Solbert
Wenke Thoman Sterns
Kathinka and John Tunney

Patrons

Janie Bailey
Elizabeth and David Beim
Jewelle and Nathaniel Bickford
Ishik Camoglu
Peggy Dulany
Lana Mullen and Michael Dougherty
Wendy Foster
Jenny and Johnsie Garrett
E. Brooke Gunning
Patricia and Peter Handal
Mary W. Heller
Ambassador and Mrs. Andrew Jacovides
Randy Jones
Elbrun and Peter Kimmelman
Diane Love
Omeed Malik

Patricia and Charles McGill
Sanjay Mody
Susan Peck
Ambassador Robert Pelletreau and
Pamela Pelletreau
Meme and Art Peponis
Maureen Potter
Lila D. Prounis
Marsha Ralls
Connie Spahn
Tara Stack
Berit Stanton
Stephanie Stokes
Abigail Vietor
Laura Camins and Alfred Vondermuhl
Jane Wittmann

Mentors

Hanay and Nicolas B. Angell
Rohina Bhandari
Peter Cohen
Demetri Gounaris
James Gray
Ian Gumprecht
Patricia McGrath
Avi Pemper
Jessica and Peter Tcherephnine
Claudia Thompson
Marcelline Thomson