

**MEETING POINT INTERNATIONAL
(M.P.I.)**

P O BOX 21261, KAMPALA – UGANDA

***IMPROVEMENT OF EDUCATIONAL STANDARDS AT ALL LEVELS,
ASSISTANCE TO HIV/AIDS FAMILIES AND POVERTY ALLEVIATION***

CONTENTS:

1. LIST OF OFFICIALS
2. REPORT OF AUDITORS
3. STATEMENT OF MANAGEMENT'S RESPONSIBILITIES
4. INCOME STATEMENT
5. BALANCE SHEET
6. CASH FLOW STATEMENT
7. – 10. NOTES TO ACCOUNTS
11. STATEMENT OF BOARD OF DIRECTORS'

**MEETING POINT INTERNATIONAL
(M.P.I.)**

P O BOX 21261, KAMPALA – UGANDA

***IMPROVEMENT OF EDUCATIONAL STANDARDS AT ALL LEVELS,
ASSISTANCE TO HIV/AIDS FAMILIES AND POVERTY ALLEVIATION***

REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD

1ST JANUARY 2010 TO 31ST DECEMBER 2010

AUDITORS:

**NAGENDA AND COMPANY
ASSOCIATE ACCOUNTANTS (U)
JP PLAZA
PLOT 61/67 NKURUMAH ROAD
P O BOX 6437
TEL: + 256 - 414 - 231019 / 346896
FAX: + 256 - 414 - 346896
E-MAIL: nagenda@uol.co.ug
KAMPALA – UGANDA**

MEETING POINT INTERNATIONAL (M.P.I.)

P O BOX 21261, KAMPALA – UGANDA

*IMPROVEMENT OF EDUCATIONAL STANDARDS AT ALL LEVELS, ASSISTANCE
TO HIV/AIDS FAMILIES AND POVERTY ALLEVIATION*

OFFICIALS

CHAIRMAN

MR. FRED KAMIHANDA

DEPUTY CHAIRMAN

MR. MARTIN BICHACHI

EXECUTIVE DIRECTOR

MS. ROSE BUSINGYE

SECRETARY

MS. MARGRET ABER

TREASURER

MS. TEDDY BONGOMIN

BOARD MEMBERS

MS. ROSE BUSINGYIE

MS. TEDDY BONGOMIN

MS. MARGRET ABER

CONTACT OFFICE

KIREKA (BANDA B1)

P O BOX 21261

KAMPALA – UGANDA

BANKERS

STANBIC BANK UGANDA LTD.

MAIN BRANCH

KAMPALA – UGANDA

CRANE BANK LIMITED

PLOT 38, KAMPALA ROAD

KAMPALA - UGANDA

AUDITORS

NAGENDA AND COMPANY

ASSOCIATE ACCOUNTANTS (U)

JP PLAZA

PLOT 61/67 NKURUMAH ROAD

P O BOX 6437

TEL: + 256-414 - 231019 / 346896

FAX: + 256-414 - 346896

E-MAIL: nagenda@uol.co.ug

KAMPALA – UGANDA

**NAGENDA AND COMPANY
ASSOCIATE ACCOUNTANTS (U)**

JP Plaza
Plot 61/67 Nkrumah Road,
P O Box 6437
Tel +256414-231019/346896
Fax: + 256 414 - 346896
KAMPALA – UGANDA

REPORT OF THE AUDITORS

We have audited the Financial Statements set out on pages 3 to 10 of **MEETING POINT INTERNATIONAL (M.P.I.)** for the period from 1st January 2010 to 31st December 2010.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The officials are responsible for the preparation of accounts that give a true and fair picture of the organisation's state of affairs. Our responsibility is to express our opinion on those accounts based on our audit and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with approved auditing standards. An audit includes examination, on a test basis, of evidence related to the accounts and disclosures in the financial statements. It also includes an assessment of significant estimates and judgments made by the management in the preparation of the financial statements and whether the accounting policies are appropriate and consistently applied.

OPINION

In our opinion, the Financial Statements comply with the Organisation's / NGO's Act and give a true and fair view of the state of the Organisation's / NGO's affairs as at 31st December 2010 and of the excess over expenditure and cash flow statement for the year ended on that date.

**FOR NAGENDA AND COMPANY
ASSOCIATE ACCOUNTANTS (U)**


**GODFREY NAGENDA
DIRECTOR OF AUDITS**

Kampala – Uganda
08th August 2011
Nca3020a

MEETING POINT INTERNATIONAL (M.P.I.)

P O BOX 21261, KAMPALA – UGANDA

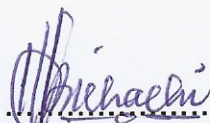
STATEMENT OF THE MANAGEMENT'S RESPONSIBILITIES AS AT 31ST DECEMBER 2010

The Law requires the Management to prepare financial statements for each financial year which give a true and fair view of the company's state of affairs during the financial year and as at the end of the financial year and its operating results. It also requires management to ensure that the NGO keeps proper books of records which disclose with reasonable accuracy at any time of year, the financial position of the company. It is also responsible for safeguarding the assets of the company.

The Management accepts responsibility for the annual financial statements which were prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with the generally accepted accounting practice and in the manner required by the Law.

The Management is of the opinion that the accounts give a true and fair view of the financial affairs and its operating results which may be relied upon in the preparation of financial statements, as well as adequate systems of the internal financial controls.

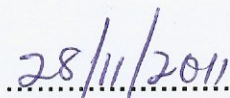
Nothing has come to the attention of the Management to indicate that the NGO will not remain a going concern for at least the next twelve months from the date of this statement.



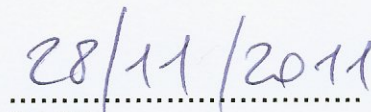
MEMBER



MEMBER



DATE



DATE

MEETING POINT INTERNATIONAL LTD.,

P O BOX 21261 KAMPALA - UGANDA

INCOME STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2010

	NOTES	2010 <u>USHS</u>	2009 <u>USHS</u>
INCOME		1,240,159,982	1,097,937,581
ADD: Interest		<u>1,749,802</u>	<u>1,749,802</u>
TOTAL INCOME	4	<u>1,241,909,784</u>	<u>1,099,687,383</u>
<u>LESS: OPERATING EXPENSES:</u>			
Finance Charges	A	-	770,000
Administrative Expenses	B	111,281,333	169,029,913
Project Costs	C	<u>1,198,310,642</u>	<u>1,090,445,514</u>
TOTAL EXPENSES		<u>1,309,591,975</u>	<u>1,260,245,427</u>
Excess Income over Expenditure		<u>(67,682,191)</u>	<u>(160,558,044)</u>

MEETING POINT INTERNATIONAL LTD.,

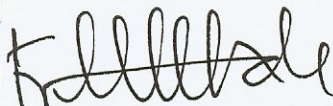
P O BOX 21261 KAMPALA - UGANDA

BALANCE SHEET AS AT 31ST DECEMBER 2010

	NOTES	2010 USHS	2009 USHS
<u>NON CURRENT ASSETS:</u>			
Leasehold Property	2	1,294,628,639	1,300,081,602
Property and Equipment	1	305,052	418,941
		1,294,933,691	1,300,500,543
<u>CURRENT ASSETS:</u>			
Receivables		-	-
Cash on hand	6(i)	12,495,048	4,970,161
Bank Balance	6(ii) to (v)	1,535,855,173	982,309,201
		1,548,350,221	987,279,362
TOTAL ASSETS	-	2,843,283,912	2,287,779,905
<u>REPRESENTED BY:</u>			
Capital Fund	7	1,294,933,691	1,300,500,543
General Fund	8	1,544,810,221	983,739,362
		2,839,743,912	2,284,239,905
<u>CURRENT LIABILITIES:</u>			
Accrued Charges		3,540,000	3,540,000
		3,540,000	3,540,000
TOTAL LIABILITIES		2,843,283,912	2,287,779,905

The Financial Statements were approved by Management on

..... and were signed on their behalf by:



..... CHAIRMAN



..... EXECUTIVE DIRECTOR



.....

SECRETARY

MEETING POINT INTERNATIONAL LTD.,

P O BOX 21261 KAMPALA - UGANDA

CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2010

	2010 USHS	2009 USHS
Cash flows from operating activities		
Excess income over expenditure	(67,682,191)	(160,558,044)
Adjustments for:		
Depreciation	113,889	214,219
Operating Profit before Working Capital Changes	(67,568,302)	(160,343,825)
Increase (decrease) in trade receivables & prepayments	-	-
Increase (decrease) in trade and other payable	-	590,000
Cash Generated from Operations	(67,568,302)	(159,753,825)
Cashflow from Investing Activities Additions and Assets		
Exchange adjustments	-	12,562,271
Additions Land & Buildings	-	-
Additions Motor Vehicle	-	-
Disposals	-	-
Accumulated Depreciation Disposal	-	-
Additional Funds	(214,219)	(214,219)
Cashflow from Financing Activities	(67,782,521)	(147,405,773)
Funds from Donors	-	-
Net change in cash & cash equivalent	(67,782,521)	(147,405,773)
Cash & Cash equivalent at beginning of the year		
Cash & bank balances 01.01.2010	987,279,362	1,134,685,135
Cash and Cash Equivalent at end of the Year		
Cash & bank balances 31.12.2010	1,548,350,221	987,279,362

Notes on pages 7 - 10 form an integral part of these financial statements.

MEETING POINT INTERNATIONAL LTD.,

P O BOX 21261 KAMPALA - UGANDA

NOTES TO 2010 ACCOUNTS

NOTE 1 SCHEDULE OF FIXED ASSETS

	Office Furniture	Motor Vehicles	Computer	Total
COST/ VALUATION 01.01.2010	580,000	40,000,000	5,480,000	46,060,000
ADDITIONS	-	-	-	-
TOTAL COST 31.12.2010	580,000	40,000,000	5,480,000	46,060,000

DEPRECIATION:

01.01.2010	384,774	40,000,000	5,256,285	45,641,059
DURING THE YEAR	24,403	-	89,486	113,889
ACCUMULATED	409,177	40,000,000	5,345,771	45,754,948

NET BOOK VALUE

31.12.2010	170,823	-	134,229	305,052
31.12.2009	195,226	-	223,715	418,941

NOTE 2 LEASEHOLD PROPERTY:

	2010 USHS	2009 USHS
COST/ VALUATION 01.01.2010	1,300,081,602	1,305,534,565
LESS: Accumulated depreciation	-	-
ADD: Additional Land & Buildings	-	-
TOTAL	1,300,081,602	1,305,534,565
LESS: Amortisation for the year	(5,452,963)	(5,452,963)
COST/ VALUATION 31.12.2010	1,294,628,639	1,300,081,602

Leasehold property is comprised of land and buildings on plots 579, Kyadondo Block 243 at Luzira Plots 828 and 829, Kyadondo block 243 at Luzira and Plot 1128, Kyadondo Block 243 at Luzira. The addition on land and buildings during the year amounted

MEETING POINT INTERNATIONAL LTD.,

P O BOX 21261 KAMPALA - UGANDA

NOTE 3 PRINCIPAL ACCOUNTING POLICIES:

(a) Basis of Accounting:

The Accounts have been prepared in accordance with the historical costs of the Convention and are in compliance with International Accounting Standards.

(b) Depreciation:

Depreciation is calculated to write off cost valuation of the fixed assets over the period of lives of assets. concerned. The rates used for this purpose are:

(i) Office Furniture	12.50%
(ii) Computer	40.00%
(iii) Motor Vehicle	25.00%

NOTE 4 EXPENDITURE (OPERATING COSTS)

Administrative Expenses: These include among others expenses such as salaries and wages, Transport, Power, Stationery and other office expenses.

NOTE 5 FUNDING INCOME:

ANDALUCIA - 02 & 03 (PCE)
AVSI MAE 2 - 8145
AVSI OVC
CESAL Tenerife
Cor Unum 2010
DSP-AVSI Bridge 2010
MPI
ISP
AVSI for LGHS
RAGUSA/ABBRACCI
SUPPORT INTERNATIONAL

2010 USHS	2009 USHS
-	124,966,935
141,361,553	83,249,912
324,365,000	332,364,659
31,183,593	-
59,272,020	-
129,554,000	-
271,372,568	244,569,802
32,499,000	34,933,000
26,418,600	100,000,000
41,500,000	30,543,384
182,633,648	147,309,889
1,240,159,982	1,097,937,581

NOTE 6 CASH AND BANK BALANCES:

(i) Cash on hand
(ii) Stanbic Bank Ltd-MPI UGX A/C 14/00/993370/01
(ii) Stanbic Bank Ltd. - MPI-OVC UGX 014/00/993371/01
(iii) Crane Bank Ltd.,-Tres cantos MPI A/C 0345031101200 Euro
(iv) Crane Bank Ltd-MPI USD A/C 0244021241400 -
(v) Crane Bank Ltd-MPI UGX A/C 014021241400
(vi) Crane Bank Ltd- Support DSP UGX A/C 0145032487900
(vii) Crane Bank Ltd- MPI Tenerife 9 Euro A/C 0345032467200
(viii) Crane Bank Ltd- MPI Tenerife 9 UGX A/C 0145032467200

12,495,048	4,970,161
30	-
2,621,560	54,262,580
468,469,184	-
1,018,091,511	863,686,145
2,279,069	64,360,476
28,085,385	-
15,603,341	-
705,093	-
1,548,350,221	987,279,362

MEETING POINT INTERNATIONAL LTD.,

P O BOX 21261 KAMPALA - UGANDA

NOTE 7 CAPITAL FUND

The balance of this account represents the amount expended on fixed assets as follows:

Accumulated Fund
Additions Land & Buildings
Amortisation
Depreciation

2010 USHS
1,300,500,543
-
(5,452,963)
(113,889)
1,294,933,691

2009 USHS
1,306,167,725
-
(5,452,963)
(214,219)
1,300,500,543

NOTE 8 GENERAL FUND:

The balance on this account represents accumulated surplus / (deficit) as follows:

Balance 01.01.2010
LESS: Difference in Exchange Rate
ADD: Committed Funds / Exchange Gain
Prior Year Adjustment
Excess Income over Expenditure
Balance 31.12.2010

983,739,362
-
628,753,050
(67,682,191)
1,544,810,221

1,131,735,135
12,562,271
-
(160,558,044)
983,739,362

NOTE 9 RECOGNITION OF INCOME:

Donations and grants relating to reimbursable expenses are recognised to the extent of expenditure incurred in the year. Other donations and grants are recognised when received.

NOTE 10 FOREIGN CURRENCIES:

Assets and liabilities denominated in foreign currencies are translated into Uganda shillings at the rates of exchange ruling at the balance sheet date. Transactions during the year are translated at the rates ruling on the dates of the transactions. Exchange differences are dealt with in the income statement.

NOTE 11 TAXATION:

MPI is a Non Governmental Organisation. Consequently, management believes that it is exempted from Income Tax in accordance with the Income Tax Act, 1997. However, the organisation is yet to obtain confirmation from the Uganda Revenue Authority.

NOTE 12 COUNTRY OF INCORPORATION:

The Company is incorporated in Uganda under the Company's Act Cap 85.

NOTE 13 CURRENCY:

The Financial Statements are presented in Uganda Shillings.
The rate of exchange used as at 31.12.2010

NOTE 14 AMORTISATION:

Amortisation as per International Accounting Standards IAS 17 was carried out and is shown under Note 2.

MEETING POINT INTERNATIONAL LTD.,

P O BOX 21261 KAMPALA - UGANDA

NOTE 15 SCHEDULE TO OPERATING EXPENSES

	2010 <u>USHS</u>	2009 <u>USHS</u>
<u>A. FINANCE CHARGES</u>		
Bank Charges	-	770,000
	-	770,000
<u>B. ADMINISTRATIVE EXPENSES</u>		
Coordination Office	-	46,484,250
Operational Costs - MAE 8145	102,288,370	113,552,700
Amortisation	5,452,963	5,452,963
Audit Fees	3,540,000	3,540,000
	111,281,333	169,029,913
<u>C. PROJECT COSTS:</u>		
ANDALUCIA - 01(WH)	10,020,000	-
ANDALUCIA - 02 & 03 (PCE)	10,320,000	253,565,117
AVSI OVC	280,550,521	359,362,734
CESAL Tenerife	24,472,000	-
Cor Unum	12,638,602	-
DSP-AVSI Bridge 2010	129,181,349	-
CL Fraternity	73,652,680	36,287,250
CUNEO - 07	160,537,315	-
Giussani P/S	6,903,000	-
Revolving Funds	2,110,000	-
ISP	32,504,000	39,686,700
MPI	151,700,835	46,484,250
Necklaces	49,574,400	119,878,350
OVC School	67,506,500	60,000,000
RAGUSA/ABBRACCI	31,789,500	67,879,200
SUPPORT INTERNATIONAL	154,849,940	107,301,913
	1,198,310,642	1,090,445,514

MEETING POINT INTERNATIONAL LTD.,

P O BOX 21261 KAMPALA - UGANDA

REGISTERED NGO NO. S.5914 / 4452

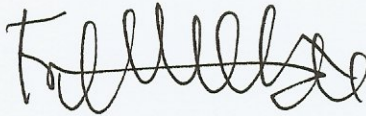
STATEMENT OF THE BOARD OF DIRECTORS:

It is the responsibility of board of directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the organisation as at the end of the financial year and of the surplus or deficit for that period. In preparing those financial statements the board of directors required to:

Select suitable accounting policies and than apply them consistently,
Make judgements and estimates that are reasonable and prudent, and
state whether applicable accounting standards have been followed.

The board of directors is responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the organization. The board of directors is also responsible for safeguarding the assets of the organisation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.


Signed by the board of directors by:



Member



Member



Member