

**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 2012 TO 31ST DECEMBER 2012

AUDITORS:

**NAGENDA AND COMPANY
ASSOCIATE ACCOUNTANT (U)
JP PLAZA
PLOT 61/67 NKRUMAH 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***

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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*

LIST OF OFFICIALS

CHAIRMAN

MR. FRED KAMIHANDA

DEPUTY CHAIRMAN

MR. MARTIN BICHACHI

EXECUTIVE DIRECTOR

MS. ROSE BUSINGYE

SECRETARY

MR. OCHAYA EMMY

TREASURER

MS. TEDDY BONGOMIN

BOARD MEMBERS

MS. ROSE BUSINGYE

MS. TEDDY BONGOMIN

MR. OCHAYA EMMY

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 ACCOUNTANT (U)

JP PLAZA

PLOT 61/67 NKURUMAH ROAD

P.O. BOX 6437

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KAMPALA – UGANDA

NAGENDA & COMPANY
ASSOCIATE ACCOUNTANT (U)

JP Plaza
Plot 61/67, Nkrumah Road
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Tel: +256414346896/231019
Fax: +256 414 346896
KAMPALA – Uganda

REPORT OF THE INDEPENDENT AUDITORS TO THE DIRECTORS OF MEETING POINT INTERNATIONAL

We have audited the Financial Statements set out on pages 5 to 15 of **MEETING POINT INTERNATIONAL** for the period from 1st January 2012 to 31st December 2012 and these comprise an Income Statement, Balance Sheet, Cash flow statement plus summary of significant accounting policies and other explanatory notes.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for the preparation of accounts that give a true and fair picture of the Company's state of affairs and in accordance with International Financial Reporting Standards. This responsibility includes designing, implementing and maintain internal controls relevant to the preparation and fair presentation of financial statement, that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances.

RESPONSIBILITIES OF AUDITORS

Our responsibility is to express our opinion on those financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform our audit and to report to obtain reasonable assurance 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 assessment of the risk 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of financial statements.

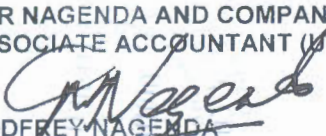
BASIS OF OPINION

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 in agreement with the books of account and give a true and fair view of the state of the Organisation's / NGO's affairs as at 31st December 2012 and of its profits (loss), cash flows, Statement in changes in Equity and summary of significant accounting policies for the year ended in accordance with International Financial Reporting Standards and the Ugandan Companies Act.

FOR NAGENDA AND COMPANY
ASSOCIATE ACCOUNTANT (U)


GODFREY NAGENDA
DIRECTOR OF AUDITS
Kampala – Uganda
21st March 2013
Nca3629a

MEETING POINT INTERNATIONAL (M.P.I.)

P O BOX 21261, KAMPALA – UGANDA

STATEMENT OF THE MANAGEMENT'S RESPONSIBILITIES AS AT 31ST DECEMBER 2012

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

12/6/2013

.....
DATE

12/6/2013

.....
DATE

MEETING POINT INTERNATIONAL LTD

P.O. BOX 21261 KAMPALA - UGANDA

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31ST DECEMBER 2012

	NOTES	2012 USHS	2011 USHS
INCOME		1,349,449,750	1,086,292,290
ADD: Interest		-	-
TOTAL INCOME	4	1,349,449,750	1,086,292,290
LESS: OPERATING EXPENSES:			
Administrative Expenses	A	298,354,279	163,305,759
Activities Costs	B	1,146,988,264	1,110,301,513
TOTAL EXPENSES		1,445,342,543	1,273,607,272
Excess Income over Expenditure		(95,892,793)	(187,314,982)

MEETING POINT INTERNATIONAL LTD

P.O. BOX 21261 KAMPALA - UGANDA

STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2012

	NOTES	2012 USHS	2011 USHS
<u>NON CURRENT ASSETS:</u>			
Leasehold Property	2	1,914,798,873	1,920,251,836
Property and Equipment	1	14,944,733	19,917,507
		1,929,743,606	1,940,169,343
<u>CURRENT ASSETS:</u>			
Receivables		-	-
Cash on hand	6(i), (ii), (iii)	9,336,300	25,728,340
Bank Balance	6(iv) to (xi)	792,802,346	876,006,491
		802,138,646	901,734,831
TOTAL ASSETS		2,731,882,252	2,841,904,174
<u>REPRESENTED BY:</u>			
Capital Fund	7	1,929,743,606	1,940,169,343
General Fund	8	797,418,646	897,014,831
		2,727,162,252	2,837,184,174
<u>CURRENT LIABILITIES:</u>			
Accrued Charges		4,720,000	4,720,000
		4,720,000	4,720,000
TOTAL LIABILITIES		2,731,882,252	2,841,904,174

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

STATEMENT OF CASHFLOWS THE YEAR ENDED 31ST DECEMBER 2012

	2012 USHS	2011 USHS
Cash flows from operating activities		
Excess income over expenditure	(95,892,793)	(187,314,982)
Adjustments for:		
Depreciation	4,972,774	6,637,545
Operating Profit before Working Capital Changes	(90,920,019)	(180,677,437)
Increase (decrease) in trade receivables & prepayments	-	-
Increase (decrease) in trade and other payable	-	1,180,000
Cash Generated from Operations	(90,920,019)	(179,497,437)
Cashflow from Investing Activities Additions and Assets		
Exchange adjustments	-	-
Additions Motor Vehicle	-	(26,250,000)
Additions Land & Buildings	-	(631,076,160)
Disposals	-	-
Accumulated Depreciation Disposal	-	-
Additional Funds	(8,676,166)	190,208,207
Cashflow from Financing Activities	(99,596,185)	(646,615,390)
Funds from Donors	-	-
Net change in cash & cash equivalent	(99,596,185)	(646,615,390)
Cash & Cash equivalent at beginning of the year		
Cash & bank balances 01.01.2012	901,734,831	1,548,350,221
Cash and Cash Equivalent at end of the Year		
Cash & bank balances 31.12.2012	802,138,646	901,734,831

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 2012 ACCOUNTS

NOTE 1 SCHEDULE OF FIXED ASSETS

	12.50%	0.00%	25.00%	40.00%	
	Office Furniture	Land & Building	Motor Vehicles	Computer	Total
COST/ VALUATION 01.01.2012	580,000	-	66,250,000	5,480,000	72,310,000
ADDITIONS	-	-	-	-	-
TOTAL COST 31.12.2012	580,000	-	66,250,000	5,480,000	72,310,000
DEPRECIATION:					
01.01.2012	430,530	-	46,562,500	5,399,463	52,392,493
DURING THE YEAR	18,684	-	4,921,875	32,215	4,972,774
ACCUMULATED	449,214	-	51,484,375	5,431,678	57,365,267

NET BOOK VALUE

31.12.2012	130,786	-	14,765,625	48,322	14,944,733
31.12.2011	149,470	-	19,687,500	80,537	19,917,507

NOTE 2 LEASEHOLD PROPERTY:

	2012 USHS	2011 USHS
COST/ VALUATION 01.01.2012	1,920,251,836	1,294,628,639
LESS: Accumulated depreciation	-	-
ADD: Additional Land & Buildings	-	631,076,160
TOTAL	1,920,251,836	1,925,704,799
LESS: Amortisation for the year	(5,452,963)	(5,452,963)
COST/ VALUATION 31.12.2012	1,914,798,873	1,920,251,836

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 2011 amounted to 631,076,160/=

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:

07 - Trade
AVSI-Tende2010
Giussani P/S
RAGUSA ASF
AVSI OVC
CESAL Cortefiel
Cor Unum 2010
MPI
ISP
SUPPORT INTERNATIONAL
SCORE 2012

2012 USHS	2011 USHS
-	11,100,384
-	58,396,001
-	5,810,000
70,180,000	86,422,338
555,833,972	457,697,500
56,782,000	-
-	62,385,549
400,883,917	272,984,675
48,897,600	25,450,000
127,104,231	106,045,843
89,768,030	-
1,349,449,750	1,086,292,290

NOTE 6 CASH AND BANK BALANCES:

(i) Cash on hand UGX
(ii) Cash on hand USD - (\$5 @ 2488.29)
(iii) Cash on hand EURO - (2 Euros @ 3213.63)
(iv) Cash General UGX
(iv) Cash from Activities
(iv) Advance Money
(iv) Returns from Cheques
(iv) Stanbic Bank Ltd-MPI UGX A/C 14/00/993370/01
(v) Stanbic Bank Ltd. - MPI-OVC UGX 014/00/993371/01
(vi) Crane Bank Ltd.,-Tres cantos MPI A/C 0345031101200 Euro (157,105 Euros)
(vii) Crane Bank Ltd-MPI USD A/C 0244021241400 - (\$110,449)
(viii) Crane Bank Ltd-MPI UGX A/C 014021241400
(viii) Crane Bank Ltd-MPI EURO A/C 014021241400 (\$98,543.30)
(ix) Crane Bank Ltd- Support DSP UGX A/C 0145032487900
(x) Crane Bank Ltd- MPI Tenerife 9 Euro A/C 0345032467200 (10 Euros)
(xi) Stanbic Bank Ltd. - SCORE UGX
(xii) Cash on hand - IGA A/C
(xiii) Crane Bank Ltd- Cesal Cortefiel Euro A/C 034533562200 (2,746 Euros)
(xiv) Crane Bank Ltd- MPI Tenerife 9 UGX A/C 0145032467200
(xv) Crane Bank Ltd- MPI Tenerife 9 UGX A/C 0145032467200

4,100	25,709,471
-	12,441
-	6,427
(65,000)	
370,000	
273,000	
(242,800)	
-	30
460,113	639,622
501,164,950	599,361,277
-	274,829,142
48,198,447	700,930
223,003,488	
2,405,303	443,354
-	32,136
8,810,305	
8,997,000	
8,759,740	
-	-
802,138,646	901,734,831

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

Additions Motor Vehicles

Prior Year Adjustment

Amortisation

Depreciation

2012
USHS
1,940,169,343
-
-
-
(5,452,963)
(4,972,774)
1,929,743,606

2011
USHS
1,294,833,361
631,076,160
26,250,000
100,330
(5,452,963)
(6,637,545)
1,940,169,343

NOTE 8 GENERAL FUND:

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

Balance 01.01.2012

LESS: Difference in Exchange Rate

ADD: Committed Funds / Exchange Gain

Excess Income over Expenditure

Balance 31.12.2012

897,014,831
-
(3,703,392)
(95,892,793)
797,418,646

1,544,810,221
-
(460,480,408)
(187,314,982)
897,014,831

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 exempted from Income Tax in accordance with the Income Tax Act, 1997.

NOTE 12 COUNTRY OF INCORPORATION:

The Company is incorporated in Uganda under the Company's Act Cap 110 and the NGO Act.

NOTE 13 CURRENCY:

The Financial Statements are presented in Uganda Shillings.

The rate of exchange used as at 31.12.2012 are \$2,263 and 3,190 Euro

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

	2012 <u>USHS</u>	2011 <u>USHS</u>
<u>A. ADMINISTRATIVE EXPENSES</u>		
06 - Structure	288,181,316	153,132,796
Amortisation	5,452,963	5,452,963
Audit Fees	4,720,000	4,720,000
	298,354,279	163,305,759
<u>B. ACTIVITIES COSTS:</u>		
01 - Patients Care	135,517,980	152,116,434
02 - Scholarships	883,111,500	820,399,835
03 - L. Giussani P/S	21,149,450	12,794,173
04 - Welcoming House	41,685,490	51,018,771
07 - Trade Expenses	65,523,844	73,972,300
	1,146,988,264	1,110,301,513

NOTE 15a The Expenditures have been classified as per MPI's Activities from 2012.

NOTE 15b Revolving Fund

MPI has an on-going Income Generating Activity whose movements are captured in a Cash Account Called 'IGAs account balance is considered as Cash-on-hand.

From time to time management may decide to post part of that balance to expenses account under "Revolving Fund - Unrecoverable Loans". At the time of this report the account has a balance of UGX 8,997,000/= in the hands of MPI Clients.

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

