

**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 2011 TO 31ST DECEMBER 2011

AUDITORS:

**NAGENDA AND COMPANY
ASSOCIATE ACCOUNTANT (U)
JP PLAZA
PLOT 61/67 NKURUMAH ROAD
P.O. BOX 6437
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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
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ASSOCIATE ACCOUNTANT (U)

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KAMPALA – Uganda

**REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS 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 2011 to 31st December 2011 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 2011 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
09th August 2012
Nca3345a

P O BOX 21261, KAMPALA – UGANDA

MEETING POINT INTERNATIONAL LTD

P.O. BOX 21261 KAMPALA - UGANDA

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31ST DECEMBER 2011

	NOTES	2011 USHS	2010 USHS
INCOME		1,086,292,290	1,240,159,982
ADD: Interest		-	1,749,802
TOTAL INCOME	4	1,086,292,290	1,241,909,784
<u>LESS: OPERATING EXPENSES:</u>			
Administrative Expenses	A	163,305,759	111,281,333
Activities Costs	B	1,110,301,513	1,198,310,642
TOTAL EXPENSES		1,273,607,272	1,309,591,975
Excess Income over Expenditure		(187,314,982)	(67,682,191)



MEETING POINT INTERNATIONAL LTD

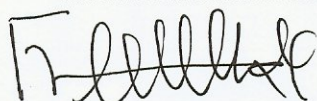
P.O. BOX 21261 KAMPALA - UGANDA

STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2011

	NOTES	2011 USHS	2010 USHS
NON CURRENT ASSETS:			
Leasehold Property	2	1,920,251,836	1,294,628,639
Property and Equipment	1	19,917,507	305,052
		1,940,169,343	1,294,933,691
CURRENT ASSETS:			
Receivables		-	-
Cash on hand	6(i), (ii), (iii)	25,728,340	12,495,048
Bank Balance	6(iv) to (xi)	876,006,491	1,535,855,173
		901,734,831	1,548,350,221
TOTAL ASSETS		2,841,904,174	2,843,283,912
REPRESENTED BY:			
Capital Fund	7	1,940,169,343	1,294,933,691
General Fund	8	897,014,831	1,544,810,221
		2,837,184,174	2,839,743,912
CURRENT LIABILITIES:			
Accrued Charges		4,720,000	3,540,000
		4,720,000	3,540,000
TOTAL LIABILITIES		2,841,904,174	2,843,283,912

The Financial Statements were approved by Management on

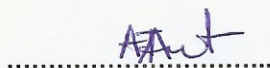
..... and were signed on their behalf by:



..... CHAIRMAN



..... EXECUTIVE DIRECTOR



..... SECRETARY



MEETING POINT INTERNATIONAL LTD

P.O. BOX 21261 KAMPALA - UGANDA

CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2011

	2011 USHS	2010 USHS
Cash flows from operating activities		
Excess income over expenditure	(187,314,982)	(67,682,191)
Adjustments for:		
Depreciation	6,637,545	113,889
Operating Profit before Working Capital Changes	(180,677,437)	(67,568,302)
Increase (decrease) in trade receivables & prepayments	-	-
Increase (decrease) in trade and other payable	1,180,000	-
Cash Generated from Operations	(179,497,437)	(67,568,302)
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	190,208,207	(214,219)
Cashflow from Financing Activities	(646,615,390)	(67,782,521)
Funds from Donors	-	-
Net change in cash & cash equivalent	(646,615,390)	(67,782,521)
Cash & Cash equivalent at beginning of the year		
Cash & bank balances 01.01.2011	1,548,350,221	987,279,362
Cash and Cash Equivalent at end of the Year		
Cash & bank balances 31.12.2011	901,734,831	1,548,350,221
	(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 2011 ACCOUNTS

NOTE 1 SCHEDULE OF FIXED ASSETS

	Office Furniture	Land & Building	Motor Vehicles	Computer	Total
COST/ VALUATION 01.01.2011	580,000	-	40,000,000	5,480,000	46,060,000
ADDITIONS	-	-	26,250,000	-	26,250,000
TOTAL COST 31.12.2011	580,000	-	66,250,000	5,480,000	72,310,000

DEPRECIATION:

01.01.2011	409,177	-	40,000,000	5,345,771	45,754,948
DURING THE YEAR	21,353	-	6,562,500	53,692	6,637,545
ACCUMULATED	430,530	-	46,562,500	5,399,463	52,392,493

NET BOOK VALUE

31.12.2011	149,470	-	19,687,500	80,537	19,917,507
31.12.2010	170,823	-	-	134,229	305,052

NOTE 2 LEASEHOLD PROPERTY:

	2011 USHS	2010 USHS
COST/ VALUATION 01.01.2011	1,294,628,639	1,300,081,602
LESS: Accumulated depreciation	-	-
ADD: Additional Land & Buildings	631,076,160	-
TOTAL	1,925,704,799	1,300,081,602
LESS: Amortisation for the year	(5,452,963)	(5,452,963)
COST/ VALUATION 31.12.2011	1,920,251,836	1,294,628,639

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 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/ABBRACCI
AVSI MAE 2 - 8145
AVSI OVC
CESAL Tenerife
Cor Unum 2010
DSP-AVSI Bridge 2010
MPI
ISP
AVSI for LGHS
SUPPORT INTERNATIONAL

2011 USHS
11,100,384
58,396,001
5,810,000
86,422,338
-
457,697,500
-
62,385,549
-
272,984,675
25,450,000
-
106,045,843
1,086,292,290

2010 USHS
-
-
-
41,500,000
141,361,553
324,365,000
31,183,593
59,272,020
129,554,000
271,372,568
32,499,000
26,418,600
182,633,648
1,240,159,982

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) 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 (186,506 Euros)
(vii) Crane Bank Ltd-MPI USD A/C 0244021241400 - (\$110,449)
(viii) Crane Bank Ltd-MPI UGX A/C 014021241400
(ix) Crane Bank Ltd- Support DSP UGX A/C 0145032487900
(x) Crane Bank Ltd- MPI Tenerife 9 Euro A/C 0345032467200 (10 Euros)
(xi) Crane Bank Ltd- MPI Tenerife 9 UGX A/C 0145032467200

25,709,471
12,441
6,427
30
639,622
599,361,277
274,829,142
700,930
443,354
32,136
-
901,734,831

12,495,048
-
-
30
2,621,560
468,469,184
1,018,091,511
2,279,069
28,085,385
15,603,341
705,093
1,548,350,221



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

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

2010 USHS
1,300,500,543
-
(5,452,963)
(214,219)
1,294,833,361

NOTE 8 GENERAL FUND:

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

Balance 01.01.2011

LESS: Difference in Exchange Rate

ADD: Committed Funds / Exchange Gain

Excess Income over Expenditure

Balance 31.12.2011

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

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

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 31.12.2011 are \$2,488.29 and 3,213.63 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

	2011 <u>USHS</u>	2010 <u>USHS</u>
<u>A. ADMINISTRATIVE EXPENSES</u>		
Operating Costs	153,132,796	102,288,370
Amortisation	5,452,963	5,452,963
Audit Fees	4,720,000	3,540,000
	163,305,759	111,281,333
<u>B. ACTIVITIES COSTS:</u>		
01 - Patients Care	152,116,434	56,261,500
02 - Scholarships	820,399,835	313,054,521
03 - L. Giussani P/S	12,794,173	6,903,000
04 - Welcoming House	51,018,771	151,700,835
07 - Trade Expenses	73,972,300	49,574,400
Revolving Funds	-	2,110,000
ANDALUCIA - 01(WH)	-	10,020,000
ANDALUCIA - 02 & 03 (PCE)	-	10,320,000
Cor Unum	-	12,638,602
DSP-AVSI Bridge 2010	-	129,181,349
CL Fraternity	-	73,652,680
CUNEO - 07	-	160,537,315
OVC School	-	67,506,500
SUPPORT INTERNATIONAL	-	154,849,940
	1,110,301,513	1,198,310,642

NOTE 15a The Expenditures have been classified as per MPI's Activities from 2011.

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 20,527,500/= in the hands of MPI Clients.

MEETING POINT INTERNATIONAL LTD

P.O. BOX 21261 KAMPALA - UGANDA

REGISTERED NGO NO. S.5914 / 4452

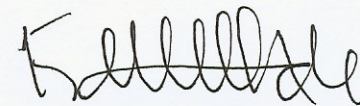
STATEMENT OF THE BOARD OF DIRECTORS:

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

