

MIFIK GLOBAL MISSION

Income and Expenditure Statement for the 12 months period
ended 31 December 2021

This report is *strictly confidential* and is addressed solely to named recipients. Shafic and Associates cannot be held responsible for its unauthorised copying and distribution. Recipients are respectfully reminded that this report contains potentially sensitive information and should be kept secure.

The conclusions, findings and opinions expressed in this report are those of Shafic and Associates unless identified as those of other parties. We have produced the report specifically for the purposes stated and its interpretation, use, or application for other purposes imposes no obligations on Shafic and Associates. Shafic and Associates confirms that this report is **neither** a memorandum of information, **nor** a Prospectus **nor** any other kind of (private or public) Offering Document.

A report of this kind is dependent on the completeness, accuracy and reliability of data received from a variety of sources. Shafic and Associates makes no warranty or claim as to the accuracy of the information on which this report is based and cannot be held responsible for any inaccuracies so arising, where possible, Shafic and Associates has taken steps to ensure that the use of information is consistent and complete within the terms of this entity.

The primary objective of this report is to express an opinion on whether the Income and Expenditure Statement of Mifik Global Mission for the 12 months' period ended 31 December 2021 is prepared, in all material respects, in accordance with the basis of accounting described in note 4.1 of the Income and Expenditure Statement.

Contents

1	Organization Information	3
2	Statement of Management's Responsibility	4
3	Income & Expenditure statement	5
3.1	Receipts and Expenditure Statement for the Period ended 31 December 2021	5
4	Notes to the Income and Expenditure Statement	7
4.1	Summary of significant accounting policies	7
4.2	Funding	8
4.3	Expenditure	8
4.4	Cash and bank	10
4.5	Staff advances	10
4.6	Unliquidated obligations	11

1 Organization Information

REGISTERED OFFICE AND PRINCIPAL PLACE OF WORK:

Mifik Global Mission
Kigo, Wakiso,
P.O. Box 75843,
Kampala

KEY MANAGEMENT PERSONNEL:

Mr. Kirungi Michael	- Director
Mrs. Kirungi Flavia Namutebi	- Director
Mrs. Julian Buyungo	- Accountant

BANKERS

Absa Bank Uganda Limited
P O Box 2971,
Plot 16, Kampala Road,
Kampala, Uganda.

DELEGATED AUDITORS

SHAFIC AND ASSOCIATES
Certified Public Accountant
Plot 2158, Phidam House
Kitintale Portbell Road
P O Box 25426
Kampala, Uganda

Statement of Management's Responsibility

Management is responsible for the preparation and presentation of the Income and Expenditure statement for the 12months' period ended 31 December 2021 set out on pages 12 to 17, which presents in all material respects, the Income and Expenditure, in accordance with the accounting policies described in note 4.1 of the Income and Expenditure Statement.

Management's responsibility includes: determining that the basis of accounting and accounting policies described in note 4.1 are an acceptable basis for preparing and presenting the Income and Expenditure Statement, and for such internal control as the Management determines is necessary to enable the preparation of the Income and Expenditure Statement that is free from material misstatements, whether due to fraud or error.

Management is also required to prepare the Income and Expenditure Statement which presents in all material respects, the state of affairs of the Mifik Global Mission at the end of the reporting period. Management is also required to ensure the maintenance of proper accounting records which disclose with reasonable accuracy the financial affairs of the Organization.

Management accepts responsibility for the Income and Expenditure statement set out on pages 5 to 11 which has been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with accounting policies described in note 4.1. Management is of the opinion that the Income and Expenditure Statement presents in all material respects, the state of financial affairs of the Organization for the 12months' period ended 31 December 2021.

Management further accepts responsibility for the maintenance of accounting records that may be relied upon in the preparation of the Income and Expenditure Statement, as well as adequate systems of internal financial control.

Approval of the Income and Expenditure Statement

The Income and Expenditure Statement of Mifik Global Mission, as indicated above, was approved by Management on ^{1st 03}..... 2022 and was signed on its behalf by:



Director

1st March. 2022

Date



SHAFIC & ASSOCIATES
Practitioner SSEMUYAGA SHAFIC
CERTIFIED PUBLIC ACCOUNTANT

shafic14@gmail.com
Plot 2158 Phidam House
Kitintale Portbell Road
P.O BOX 25426
Kampala Uganda
+256702749141
+256779600000
AF0300

REPORT OF THE INDEPENDENT AUDITORS

For the Year Ended DEC 31, 2021

We have audited the accompanying financial statements of Mifik Global Mission for the year ended December 31, 2021 as set out on pages 6 to 16. The financial statements comprise of the Statement of Financial Position as at December 31 2021. Statement of Profit or loss and Other Comprehensive Income, Statement of changes in Equity and Cash flow statement for then year ended, and summary of significant accounting policies and other explanatory notes.

Respective Responsibilities of Management

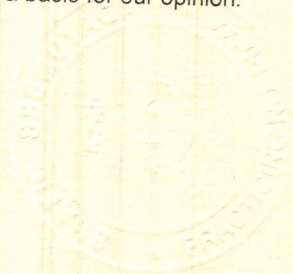
Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting standards in as far as they are applicable. This responsibility includes: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements 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.

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 International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit includes an examination, on a test basis, of evidence supporting the amounts and disclosures in the financial statements. It also includes an assessment of the accounting policies used and significant estimates made by the directors, as well as an evaluation of the overall presentation of the financial statements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors 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 controls. 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 the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.





SHAFIC & ASSOCIATES
Practitioner SSEMUYAGA SHAFIC
CERTIFIED PUBLIC ACCOUNTANT

shafic14@gmail.com
Plot 2158 Phidam House
Kitintale Portbell Road
P.O BOX 25426
Kampala Uganda
+256702749141
+256779600000
AF0300

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of Mifik Global Mission as at December 31, 2021 and of the profit or loss and cash flows for the year then ended in accordance with Generally Accepted Accounting Principles in as far as they applicable and comply with the companies Act, CAP 110.

Reporting on Other Legal and Statutory Requirements

As required by the Companies Act, 2012, we report to you, based on our audit that:

- (i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (ii) In my opinion, proper books of accounts have been kept by the company, so far as appears from our examination of those books; and
- (iii) The financial statements are in agreement with the books of accounts.

The engagement partner on the audit resulting in this independent auditor's report is CPA Shafic Ssemuyaga - P0444.

Shafic

Shafic Ssemuyaga
P0444

Shafic

Shafic & Associates
Certified Public Accountants




3 Income & Expenditure statement

3.1 Receipts and Expenditure Statement for the Period ended 31 December 2021


Item	Notes	Final 31 Dec 2021 (USD)	Final 31 December 2020 (USD)
Funding			
Bank balance at 01 January 2021	4.2.1	1,260	4,454.26
Advances to Staff		-	142.07
Less: Un Liquidated obligations		(675)	(683.02)
Total Opening Reserve		585	3,913.31
Income			
Donations	4.2.2	90,994	47,332.83
Other Income		2,584	90.1
Total Income		93,578	47,422.93
Expenditure			
Child Transformation Program			
School fees & Scholastic materials	4.3.1	7,128	5,472.52
Gifts		386	-
Transport		-	352.32
Fundraising		1,106	1,054.59
Child welfare & Covid-19 food packages		10,648	4,308.18
Other operational costs		2,785	-
Administration			
Staff costs	4.3.2	4,851	5,896.52
Transport		4,285	3,723.56
Stationary		311	478.03
Bank charges		370	444.50
Communication		839	980.73
Utilities		27	119.44
Professional Fees		1,494	836.92
Office costs		-	120.94
Capital Expenditure	4.3.3	23,638	17,013
Missions, Outreaches & Trips			
Covid-19 relief packages	4.3.4	12,475	2,760.08
International Travel		391	0
Mission Support		6,764	151.39
Pass through funds			
Church & family Support	4.3.5	1,391	3,283.53
Designated support		11,258	3,827.3
Total expenditure		90,147	50,823.32
Surplus for the year		4,016	513

Bank balance as at 31 Dec 2021	4.4		
UBA 0513001464		-	46.90
ABSA-USD 6006707031		2,541	183.18
ABSA-UGX 6006707066		2,166	1,027.95
Accountable advances (Staff)	4.5	916	65.75
Less: Un liquidated obligation	4.6		
Loan		(384)	(372.56)
Professional fees		(565)	(438.3)
Statutory dues payable		(740)	-
Fund balance		4,016	513

This Income and Expenditure Statement on pages 7 to 11 was approved by management on..... 2022 and signed on its behalf by:



 Director



 Director

Date: st 1st 03 2022

The notes set out on pages 7 to 11 form an integral part of the Income and Expenditure Statement.

4 Notes to the Income and Expenditure Statement

4.1 Summary of significant accounting policies

The principal accounting policies adopted in the preparation of the Income and Expenditure Statement are set out below. These policies have been consistently applied during the period, unless otherwise stated.

Purpose of the Income and Expenditure Statement

This Income and Expenditure Statement is prepared for the purpose of providing financial information to the management of Mifik Global Mission.

a) Basis of preparation

The income and expenditure statement is prepared on a modified cash accounting basis. On this basis, income is recorded when cash is actually received and expenditures recorded when paid. However, this basis is modified for advances and unliquidated obligations.

b) Receipts

Receipts represent funds received from donations.

c) Expenditure

Expenditure comprises expenses incurred directly for approved Organization activities. These are generally recognized when accountabilities of the payments are made.

d) Currency and foreign exchange

The Income and Expenditure Statement is expressed in Ugandan Shillings. Expenditure incurred in currencies other than Ugandan Shillings is converted to the reporting currency using the exchange rates prevailing at the dates of the transaction.

The Income and Expenditure Statement includes figures, which have been translated from United States Dollars (USD) to Uganda Shillings (Shs) at the period end rate of USD 1: Shs 3,540.04 for the Statement of affairs and USD 1: Shs 3,593.02 for the Expenditure in the statement of receipts and expenditures.

e) Cash/ Bank Balances.

These represent Organization cash balances held at period end.

f) Advances

Advances represent funds extended to volunteer staff towards the implementation of Mifik activities. These advances are supposed to be paid back by the staff either in cash or in kind.

g) Unliquidated obligations

These are expenses that have already been incurred but not yet settled as at 31 December 2021 and so form part of the Balance at the year end.

h) Fixed Assets

Fixed Assets are expensed in the receipts and expenditure statement in the period of purchase. The Income and Expenditure Statement does not, therefore reflect the value of fixed assets at the end of the year.

4.2 Funding

Funding represents amounts brought forward from the previous year and the amounts received during the period 1 January 2021 to 31 December 2021. The amounts are shown below:

4.2.1 Balance brought forward from the previous period

Description	Dec 2021 (USD)	Dec 2020 (USD)
Bank balance at 01 January 2021	1,260	869
Advances to staff	-	215
Accrued Expenditure	(675)	(1,091)
Total	585	(8)

4.2.2 Receipts during the year

Description	Dec 2021 (Ushs)	Dec 2020 (Ushs)
Donations-US	83,625	32,643
Special Donations	7,369	-
Other Income		
Foreign exchange gain	865	(8)
Interest earned	8	-
Local Income	1,711	-
Total Income	93,570	32,635

4.3 Expenditure

This comprises of costs incurred in the implementation of approved Organizational activities during the year.

4.3.1 Child Transformation Program

Description	Dec 2021 (USD)	Dec 2020 (USD)
School fess & Scholastic Materials	7,128	2,729
Gifts	386	3,083
Transport	-	179

Transport	-	352.32
Fundraising	1,106	1,054.59
Child welfare & Covid-19 food packages	10,648	4,308.18
Other operational costs	2,785	-
Total	22,108	11,188

4.3.2 Administration

Description	Dec 2021 (USD)	Dec 2020 (USD)
Staff costs	4,851	5,896.52
Transport	4,285	3723.62
Stationary	311	478.03
Bank charges	370	444.5
Communication	839	980.73
Utilities	27	119.44
Professional Fees	1,494	836.92
Office costs		120.94
Total	12,179	12,601

4.3.3 Capital Expenditure

Description	Dec 2021 (USD)	Dec 2020 (USD)
Land & Buildings	18,022	9,880.42
Farming costs	5,078	4,750.66
Office Equipment	70	-
Computers and accessories	468	1,567.75
Furniture		813
Total	23,638	17,013

4.3.4 Missions, Outreaches & Trips

Description	Dec 2021 (USD)	Dec 2020 (USD)
Covid-19 Relief food packages	12,475	2,760.08
Mission Support	6,764	151.39,
International Travel	391	0
Total	19,630	2,911

4.3.5 Pass through Funds

Description	Dec 2021 (USD)	Dec 2020 (USD)
Church & Family Support	1,391	3,283.53
Designated Support	11,258	3,827.3
Total	12,649	7,111

4.4 Cash and bank

Mifik Global Mission maintains a bank account with United Bank for Africa and two accounts with ABSA bank.

Description	Dec 2021 (USD)	Dec 2020 (USD)
UBA -USD 0513001464	-	47
ABSA-USD 6006707031	2,541	183
ABSA-UGX 6006707066	2,166	1,028
Total	4,706	1,258

4.5 Staff advances

The advances are given to volunteer staff, and are the unaccounted for advances as at 31 December 2021 are summarized below.

Description	Dec 2021 (USD)	June 2020 (USD)
Advances to staff	916	65.75
Total	916	65.75

4.6 Unliquidated obligations

These relate to expenses incurred but not yet settled at year end. The unliquidated obligations as at 31 December 2021 are summarized below.

Description	Dec 2021 (USD)	Dec 2020 (USD)
Loan from Director	(384)	(372.56)
Audit fees	(565)	(438.3)
PAYE payable	(131)	
Saving Scheme	(590)	
Total	(1,670)	(811)