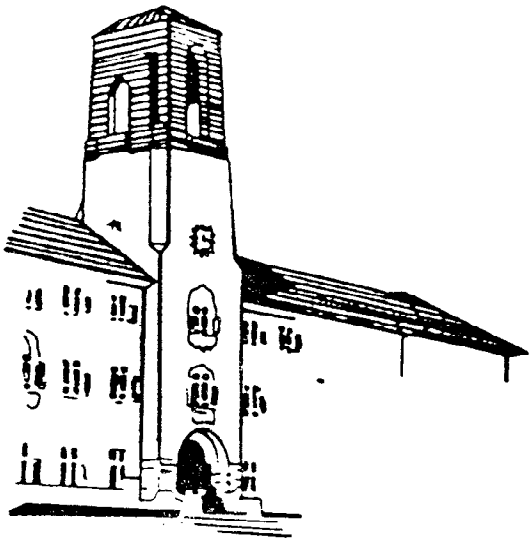


Friends Of Makerere In Canada (FOMAC)



*Pro Futuro Edificamus
(We Build For The Future)*

FINANCIAL REPORTS

FOR THE YEAR ENDED

MARCH 31 1996.

PETER M LUZIGE
TREASURER.

AUDITOR'S REPORT

TO: The Members of Friends of Makerere in Canada Inc. (FOMAC)

I have audited the balance sheet of Friends of Makerere in Canada Inc. as at March 31, 1996 and the statements of income and changes in financial position for the year then ended.

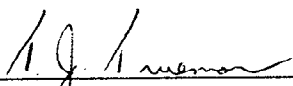
These financial statements are the responsibility of the organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

Except as explained in the following paragraph, I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material mis-statement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentations.

In common with many charitable organizations, the organization derives revenues from dues and donations the completeness of which is not susceptible of satisfactory audit verification. Accordingly, my verification of these revenues was limited to the amounts recorded in the records of the organization and I was not able to determine whether any adjustments might be necessary to income, net income from the year or funds under administration.

In my opinion, except for the effect of adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself concerning the completeness of the dues and donations revenues referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the organization as at March 31, 1996 and the results of its operations and changes in its financial position for the year then ended, in accordance with generally accepted accounting principles.

Winnipeg, Canada
August 22, 1996


Chartered Accountant

TJT/eml
AUDITREPORT
FOMAC-AUGUST/96

FRIENDS OF MAKERERE IN CANADA INC.
BALANCE SHEET
MARCH 31, 1996

Assets	1996	1995
Current assets:		
Cash	\$6,305	\$1,834
Royfund Canadian T. Bill fund	5,633	5,320
Grant Receivable	—	<u>2,600</u>
	<u>\$11,938</u>	<u>\$9,754</u>
Capital Assets:		
Computer equipment	\$3,702	\$3,702
Amortization	<u>1,110</u>	<u>740</u>
	<u>2,592</u>	<u>\$2,962</u>
Total Assets	<u>\$14,530</u>	<u>\$12,716</u>
Liabilities		
Current Liabilities	NIL	NIL
Funds under administration		
Balance beginning of period	\$12,716	\$12,696
Net income for the period	<u>1,814</u>	<u>20</u>
Balance, end of period	<u>14,530</u>	<u>12,716</u>
Total Liabilities	<u>\$14,530</u>	<u>\$12,716</u>

**FRIENDS OF MAKERERE IN CANADA INC.
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED MARCH 31, 1996**

	1996	1995
Operations		
Net income for the period	\$1,814	\$20
Item not requiring an outlay of cash amortization	<u>370</u>	<u>370</u>
	\$2,184	\$390
Net change in non-cash working capital items		
Grant receivable	\$2,600	\$2,400
Accounts payable	<u>2,600</u>	<u><3,896></u>
	<u>\$2,600</u>	<u><1,496></u>
Increase <decrease> in cash position	<u>\$4,784</u>	<u>\$1,106</u>
Accounted for as follows:		
Balances, beginning of year		
Cash	\$1,834	\$3,189
Royfund Canadian T. Bill fund	<u>5,320</u>	<u>5,071</u>
	<u>\$7,154</u>	<u>\$8,260</u>
Balances, end of year		
Cash	\$6,305	\$1,834
Royfund Canadian T. Bill fund	<u>5,633</u>	<u>5,320</u>
	<u>\$11,938</u>	<u>7,154</u>
	<u>\$4,784</u>	<u><\$1,106></u>

FRIENDS OF MAKERERE IN CANADA INC.
STATEMENT OF INCOME
FOR THE YEAR ENDED MARCH 31, 1996

	1996	1995
Income		
Dues and donations	\$4,104	\$6,914
Interest earnings	<u>329</u>	<u>261</u>
	<u>\$4,433</u>	<u>\$7,175</u>
Expenses		
Bank charges	\$102	\$5
Filing and registration fees	15	50
Office and administrative expenses	1,177	1,572
Professional fees	—	2,295
Travel and promotion	955	2,863
Amortization	<u>370</u>	<u>370</u>
	<u>\$2,619</u>	<u>\$7,155</u>
Net Income for the year	<u>\$1,814</u>	<u>\$20</u>

FRIENDS OF MAKERERE IN CANADA INC.
NOTE TO FINANCIAL STATEMENTS
MARCH 31, 1996

1. significant accounting policy

Amortization of computer equipment is on a straight line basis over ten years.