

**MISSION FUND
FINANCIAL STATEMENTS
31 DECEMBER 2009**

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**MISSION FUND
REPORT OF THE COMMITTEE
FOR THE YEAR ENDED 31 DECEMBER 2009**

The committee submits its report and audited financial statements for the year ended 31 December 2009.

1. Principal Activities

The Fund's principal activity, unchanged since last year, is the raising of funds in aid of Maltese missionaries in Third World countries.

2. Results

The Mission Fund's income for the year totaled € 295,711 (2008 - € 279,623). The current year's income includes the amount of € 29,000 donation received from the Ministry of Foreign Affairs.

After deducting € 224,224 (2008 - € 216,325) paid in donations to missionaries, the year ended with a surplus of € 5,162 (2008 – deficit of € 1,847).

3. Committee Members

The members who served on the committee during the year under review and up to the date of this report are listed hereunder:

Ms. Sylvia Ebejer	-	President
Mr. Charles Decelis	-	Secretary
Ms. Speranza Xuereb	-	Treasurer
Mr. Joe Mifsud	-	Vice President
Ms. Christine Camilleri	-	Assistant Secretary
Mr. Philip Micallef	-	Assistant Treasurer
Mr. John Sammut	-	Member – Public Relations

4. Spiritual Director

The spiritual director of the fund who served for the year is Fr. Marcellino Micallef O.F.M.

5. Auditors

The auditors, DFK Malta, have expressed their willingness to continue in office as honorary auditors.

By order of the Committee

Charles Decelis
Secretary

Sylvia Ebejer
President

Mission Fund
Eureka Court,
Block A, Flat 6,
Main Street,
Mosta MST 1018

20 April 2010

**MISSION FUND
STATEMENT OF COMMITTEE MEMBERS' RESPONSIBILITIES
31 DECEMBER 2009**

The Committee members have been entrusted by the members of the Fund to prepare financial statements which give a true and fair view of the state of affairs of the Fund at the end of each financial year and of the results of its operations and cash flows for that year. In preparing the financial statements, the Committee members are responsible for:

- ensuring that the financial statements have been drawn up in accordance with International Financial Reporting Standards as adopted by the European Union.
- selecting appropriate accounting policies and applying them consistently from one accounting period to another;
- making reasonable judgements and prudent estimates where appropriate;
- preparing the financial statements on the going concern basis unless it is inappropriate to presume that the fund will continue its operations;

The Committee members are responsible for ensuring that the Fund keeps proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Fund. They are also responsible for safeguarding the assets of the Fund and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the Committee on 20 April 2010.

Charles Decelis
Secretary

Sylvia Ebejer
President

**REPORT OF THE AUDITORS
TO THE SHAREHOLDERS OF THE
MISSION FUND**

We have audited the financial statements of the Mission Fund for the year ended 31 December 2009 set out on pages 4 to 14 which comprise the statement of affairs as at 31 December 2009, the income statement, statement of movement in funds and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Committee Members' Responsibility for the Financial Statements

As described on page 2, the committee members are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards as adopted by the European Union and the requirements of the agreement setting up the Fund. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error; selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances.

Auditors' 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 plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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 the committee members, as well as evaluating the overall financial statement presentation.

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

Opinion

In our opinion the financial statements give a true and fair view of the state of the Fund's affairs as at 31 December 2009 and of its performance and cash flows for the year then ended in accordance with International Financial Reporting Standards as adopted by the European Union – except for International Accounting Standard 16 regarding depreciation of property – and have been properly prepared in accordance with the Fund's statute.

DFK Malta
Certified Public Accountants
36/2, Manol Mansion,
De Paule Avenue,
Balzan BZN 9022

20 April 2010

**MISSION FUND
STATEMENT OF AFFAIRS
AS AT 31 DECEMBER 2009**

	Note	2009 ----- €	2008 ----- €

ASSETS			
Non current assets			
Property, plant and equipment	5	252,547	256,687
Financial investments	6	67,594	70,005
		-----	-----
Total non current assets		320,141	326,692
		-----	-----
Current assets			
Receivables	7	58	-
Cash and cash equivalents	8	80,334	73,657
		-----	-----
		80,392	73,657
		-----	-----
Total assets		400,533	400,349
		=====	=====
EQUITY AND LIABILITIES			
EQUITY			
Accumulated funds		335,068	329,906
		-----	-----
Current liabilities			
Payables	9	9,658	11,212
Short term borrowings	10	55,807	59,231
		-----	-----
Total current liabilities		65,465	70,443
		-----	-----
Total equity and liabilities		400,533	400,349
		=====	=====

The accounting policies and explanatory notes on pages 9 to 14 form an integral part of these financial statements.

The financial statements on pages 4 to 14 were approved by the Committee on 20 April 2010 and were signed on its behalf by:

Sylvia Ebejer
President

Speranza Xuereb
Treasurer

**MISSION FUND
INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2009**

		2009	2008	Cumulative since Foundation 16.04.84 to 31.12.09
	Note	----- €	----- €	----- €
<u>Income</u>				
Donations:				
In cash		166,275	144,856	2,191,280
In kind		2,018	1,495	110,287
		-----	-----	-----
	11	168,293	146,351	2,301,567
Membership Fees		576	228	3,469
Bank Interest		3,238	7,043	82,990
Profit on disposal of investment		-	-	6,888
Secretarial Services		-	-	4,978
Bazaars and sale of plants		6,839	6,143	159,812
Wine & Pizza, Pasta, Tombola		3,977	1,599	61,858
Lottery Income		7,509	6,553	127,551
Courses - net		-	-	3,799
Advertising Income		-	395	8,734
Christmas cards and calendars		423	-	7,849
Income from sale of figolli		2,020	-	2,020
Miscellaneous Income		303	152	12,187
Missionary Experiences Fund Raising		99,040	104,894	538,236
Missionary Experiences – Bank Interest		1,726	2,414	8,498
Profit on disposal of fixed assets		-	-	1,721
Income for Exhibitions		-	1,000	1,000
Income from sale of magazines		1,297	2,109	3,406
Maltese money scheme		470	742	1,212
		-----	-----	-----
Total Income		295,711	279,623	3,337,775
		=====	=====	=====
<u>Distributions</u>				
Donations to Missionaries				
- General		88,800	104,471	1,789,260
- Summer Missionary Experiences		135,184	111,854	659,859
Postages (Used clothes)		-	-	30,107
Child Sponsorship		240	-	2,728
		-----	-----	-----
Total Distributions		224,224	216,325	2,481,954
		=====	=====	=====

**MISSION FUND
INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2009**

	2009	2008	Cumulative since Foundation 16.04.84 to 31.12.09
	-----	-----	-----
	€	€	€
EXPENSES			
Depreciation	6,041	5,957	56,685
Postages (General)	4,425	2,750	35,906
Stationery and printing	2,051	2,471	33,476
Advertising and Promotion	448	425	8,548
Insurances	304	735	4,209
Bank Charges and Exchange Differences	219	272	5,827
Repairs and Maintenance			
- Office and equipment	1,162	776	12,148
- Premises	148	80	952
Motor Vehicles Running and Maintenance Costs	643	673	22,306
Rent, Water and Electricity	682	624	35,455
Telephones	413	551	10,263
Summer Missionary Experiences (Malta)	20,196	23,506	90,255
Software expenses	472	620	5,138
Office expenses	614	752	15,475
Miscellaneous expenses	-	-	5,658
Salaries	21,144	21,327	180,200
Exhibition expenses	250	330	580
Provision for loss on investments	2,411	(3,572)	8,026
Unrealised difference on exchange	1,204	(10,007)	689
Realised difference on exchange	-	14,554	14,554
Mission Fund Anniversary	909	-	909
Magazine expenses	2,589	2,321	4,910
	-----	-----	-----
Total Expenses	66,325	65,145	552,169
	-----	-----	-----
Total Expenditure and Distributions	290,549	281,470	3,034,123
	=====	=====	=====
SURPLUS / (DEFICIT) (page 7)	5,162	(1,847)	303,652
	=====	=====	=====

The accounting policies and explanatory notes on pages 9 to 14 form an integral part of these financial statements.

**MISSION FUND
STATEMENT OF MOVEMENT IN ACCUMULATED FUNDS
31 DECEMBER 2009**

	Accumulated Funds
	----- €
Balance at 1 January 2008	331,753
Deficit for the year	(1,847)

Balance at 31 December 2008	329,906
	=====
Balance at 1 January 2009	329,906
Surplus for the year	5,162

Balance at 31 December 2009 (page 4)	335,068
	=====

**MISSION FUND
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2009**

	2009	2008
	-----	-----
	€	€
Cash flows from fund raising activities		
Net surplus/(deficit) for the year	5,162	(1,847)
Adjustments for:		
Depreciation	6,041	5,957
Interest received	(4,964)	(9,457)
Unrealised losses on investments	2,411	(3,572)
	-----	-----
Surplus before working capital changes	8,650	8,919
Movement in working capital		
Prepayments	(58)	24,458
Payables	(1,554)	335
	-----	-----
Net cash from fund raising activities	7,038	15,874
	-----	-----
Cash flows from investing activities		
Purchase of tangible fixed assets	(1,901)	(126,298)
Interest received	4,964	9,457
	-----	-----
Net cash used in investing activities	3,063	(116,841)
	-----	-----
Cash flows from financing activities		
Loans (repaid)/advanced	(3,424)	5,530
	-----	-----
Net cash from financing activities	(3,424)	5,530
	-----	-----
Movement in cash and cash equivalents	6,677	(95,437)
Cash and cash equivalents at beginning of year	73,657	169,094
	-----	-----
Cash and cash equivalents at end of year (note 8)	80,334	73,657
	=====	=====

The accounting policies and explanatory notes on pages 9 to 14 form an integral part of these financial statements.

**MISSION FUND
NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2009**

1. GENERAL

The Mission Fund is a lay Roman Catholic voluntary organisation founded on 16 April, 1984 with the aim of raising funds in aid of Maltese missionaries in Third World countries.

The Mission Fund is regulated by the provisions of its statute dated 16 April, 1984 (as revised).

Mission Fund is registered as a Philanthropic Organisation under the Voluntary Organisations Act, 2007 (Reg. No. VO/0015).

CHURCH RECOGNITION

The Fund has been formally recognised as a private voluntary organisation within the Roman Catholic Church in Malta on 27 June 1994.

2. BASIS OF PREPARATION

2.1 Compliance Statement

The financial statements of Mission Fund have been prepared in accordance with International Financial Reporting Standards as adopted by the European Union.

2.2 Basis of Measurement

The financial statements have been prepared under the historical cost basis except that quoted investments are stated at market value.

2.3 Functional and Presentation Currency

These financial statements are presented in Euro (€) which is the Fund's functional currency.

3. SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies which have been applied consistently to all periods presented in these financial statements are set out below.

3.1 Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation. A full year's depreciation charge is provided during the year of acquisition and no depreciation is charged during the year in which the asset is disposed or scrapped. Depreciation is provided for on the straight line method in order to write off the assets over their expected useful economic lives as the following annual rates:

Buildings	1%
Motor Vehicle	15%
Furniture and equipment	15% to 25%

**MISSION FUND
NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2009**

3. Cont.

3.2 Financial Fixed Assets

Financial assets are initially stated at market value and at the rate of exchange prevailing as at balance sheet date. When such assets are disposed of or impaired, the resulting adjustment is transferred to the income statement.

3.3 Foreign Currencies

Transactions in foreign currencies are converted to Euro currency at the rates of exchange ruling on the date of the transaction. Assets and liabilities denominated in foreign currencies are translated into Euro currency at the rates of exchange ruling on the balance sheet date. All exchange differences are taken to the income statement.

3.4 Revenue Recognition

Revenue which represents income received from donations, membership fees and other income from fund raising activities is accounted for on a cash receipt basis. Bank interest income is accounted for on receipt basis.

3.5 Retirement Benefit Costs

The Mission Fund provides for retirement benefits by contributing towards its employees' statutory pension in accordance with the relevant legislation.

4. STAFF COSTS AND EMPLOYEE INFORMATION

Staff cost for the year comprised the following:

	2009 ----- €	2008 ----- €
Salaries	19,388	19,615
Social security contributions	1,756	1,712
	----- 21,144	----- 21,327
	=====	=====
	2009 ----- No.	2008 ----- No.
Average number of employees	3	3
	===== =====	===== =====

**MISSION FUND
NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2009**

5. PROPERTY, PLANT AND EQUIPMENT

	<u>Total</u> €	<u>Buildings</u> €	<u>Motor Vehicle</u> €	<u>Furniture & Equipment</u> €
Cost				

1 January 2008	160,351	123,927	9,550	26,874
Additions	126,301	123,951	-	2,350
	-----	-----	-----	-----
1 January 2009	286,652	247,878	9,550	29,224
Additions	1,901	1,486	-	415
	-----	-----	-----	-----
31 December 2009	288,553	249,364	9,550	29,639
	-----	-----	-----	-----
Depreciation				

1 January 2008	24,004	1,239	4,298	18,467
Charge for year	5,961	2,479	1,433	2,049
	-----	-----	-----	-----
1 January 2009	29,965	3,718	5,731	20,516
Charge for the year	6,041	2,493	1,433	2,115
	-----	-----	-----	-----
31 December 2009	36,006	6,211	7,164	22,631
	-----	-----	-----	-----
Carrying amount				

31 December 2008	256,687	244,160	3,819	8,708
	=====	=====	=====	=====
31 December 2009	252,547	243,153	2,386	7,008
	=====	=====	=====	=====

Included with fixed assets are assets costing € 16,937 (2008 – € 16,667) which are fully written off but are still in use.

**MISSION FUND
NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2009**

6. FINANCIAL FIXED ASSETS

These are stated at market value and are made up as follows:

	<u>2009</u> €	<u>2008</u> €
<u>Quoted on Malta Stock Exchange - at market value</u>		
Malta Government Stocks	49,631	51,141
BOV 8% US\$ Bonds 2010 (USD 25,000)	17,961	18,862
	-----	-----
	67,592	70,003
	-----	-----
<u>Unquoted</u>		
1 Share of € 1,165 (40% paid up) in RTK Ltd.	466	466
Provision for diminution in value	(464)	(464)
	-----	-----
	2	2
	-----	-----
	67,594	70,005
	=====	=====

7. RECEIVABLES

	2009 ----- €	2008 ----- €
Prepayments	58	-
	=====	=====

8. CASH AND CASH EQUIVALENTS

	2009 ----- €	2008 ----- €
Cash at bank	79,631	72,948
Cash floats	703	709
	-----	-----
	80,334	73,657
	=====	=====

**MISSION FUND
NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2009**

9. PAYABLES

	2009	2008
	-----	-----
	€	€
Current		
Accruals	9,658	11,134
Membership fees received in advance	-	78
	-----	-----
	9,658	11,212
	=====	=====

10. BORROWINGS

	2009	2008
	-----	-----
	€	€
Current		
Loan accounts	55,807	59,231
	=====	=====

The loan accounts which refer to funds received from the Fund's benefactors are interest free, unsecured and repayable within three days from demand.

11. DONATIONS

	2009	2008	Cumulative since Foundation 16.04.84 to 31.12.09
	-----	-----	-----
	€	€	€
<u>In Cash -</u>			
General	97,825	101,262	1,775,160
Masses for the repose	8,524	7,815	74,469
Christmas Caroling	-	-	1,770
Summer Missionary Experiences	31,191	35,779	311,147
Donation from Ministry of Foreign Affairs for summer experience	29,000	-	29,000
	-----	-----	-----
	166,540	144,856	2,191,546
	-----	-----	-----

**MISSION FUND
NOTES TO THE FINANCIAL STATEMENTS
31 DECEMBER 2009**

11. DONATIONS (continued)

	2009	2008	Cumulative since Foundation 16.04.84 to 31.12.09
	----- €	----- €	----- €
<u>In Kind -</u>			
Used Telecards	238	239	15,187
Used Stamps	1,780	1,256	76,931
Land	-	-	13,976
Motor Vehicle	-	-	4,193
	-----	-----	-----
	2,018	1,495	110,287
	-----	-----	-----
	168,558	146,351	2,301,833
	=====	=====	=====

12. INCOMETAX

Legal Notice 182 - "Income Tax Exemption (Philanthropic Work) Notice 1991" exempts the Mission Fund from income tax.

**MISSION FUND
SUMMER MISSIONARY EXPERIENCE
31 DECEMBER 2009**

	2009	2008
	-----	-----
	€	€
FUND RAISING		
TV marathon – net	62,089	73,140
Car washes	-	-
Bazaar	619	1,032
Sale of figolli	2,431	3,584
Cold buffet	3,234	3,241
Fish farm donations	-	16
Bay street activity	2,778	3,226
Lottery income	-	1,065
BBQ – net	3,612	4,541
Collection of tins	265	593
Sale of Christmas cakes	314	1,200
Boat cruise activity	1,187	2,265
Food boxes	-	6,902
Volunteers	-	1,744
Sale of books	-	2,182
Other sales	-	163
Leaflets	20,206	-
Income from sales of calendars	1,605	-
Companies	700	-
	-----	-----
Total summer experience fund raising (page 5)	99,040	104,894
	=====	=====
FUND RAISING AND OTHER EXPENSES		
TV marathon expenses	8,365	17,098
Advertising	-	-
Stationery	2,987	1,368
Container expenses	-	3,877
Miscellaneous expenses	3,181	383
Insurance	593	780
Seminar expenses	678	-
Calendar expenses	4,039	-
Bank charges	98	-
Motor vehicle expenses	255	-
	-----	-----
Total fund raising and other expenses (page 6)	20,196	23,506
	=====	=====