

IFMSA
INTERNATIONAL FEDERATION OF
MEDICAL STUDENTS' ASSOCIATIONS

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2013

BUCHAREST ACCOUNTING PROFESSIONAL SERVICES (BAPS) SRL
BUCHAREST, ROMANIA

25 FEBRUARY 2014

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A SCOPE

The enclosed financial statements of the INTERNATIONAL FEDERATION OF MEDICAL STUDENTS' ASSOCIATIONS (IFMSA) consist of the Balance Sheet as at 30 September 2013, the Income Statement for the year ended 30 September 2013 and the accompanying notes.

The preparation of the financial statements was strictly based upon the information provided by the IFMSA representatives and does not represent our interpretation of the transactions, neither in substance, nor in form.

The financial statements were drawn based on IFMSA continuing the activity as a going-concern for the foreseeable future.

B OVERVIEW

The International Federation of Medical Students Associations' was founded in 1951, being an independent federation of medical students associations. The Federation pursues its aims without political, religious, social, racial, national, sexual or any other discrimination.

The Federation promotes humanitarian ideals among medical students and so seeks to contribute to the creation of future responsible physicians. The Federation respects the autonomy of its members.

The subjects of the Federation are to serve society and medical students all over the world through its member organizations by:

1. Empowering medical students in using their knowledge and capacities for the benefit of society;
2. Providing a forum for medical students throughout the world to discuss topics related to individual and community health, education and science and to formulate policies from such discussions.
3. Promoting and facilitating professional and scientific exchanges as well as projects and extracurricular trainings for medical students, thereby sensitizing them to other cultures and societies and their health problems.
4. Providing a link between members, medical students' associations and international organizations, and encourage the co-operation between them for the ultimate benefit of society.

That being said we will analyze the federation as a not for profit organization, suggesting that it should reinvest all of their earning in expanding itself and helping the world to have better physicians.

C PRESENTATION OF THE FINANCIAL STATEMENTS**Balance Sheet as at 30 September 2013**

	<u>30.09.2013</u>	<u>30.09.2012</u>
	EUR	EUR
BALANCE SHEET @ 30 September 2013		
ASSETS		
A. Current Assets		
I. Accounts receivable and other assets		
I.1. Trade accounts receivable	48.058,84	13.949,83
Acc receivable from members	51.325,84	28.128,83
Provision for bad debts	(14.179,00)	(14.179,00)
Loans to Members	10.912,00	-
Loan to MSAI (India)	10.912,00	-
II. Bank deposits	311.107,90	251.348,62
ABN AMRO - 41.89.87.777	-	1.300,06
ABN AMRO - 58.52.12.090	242.417,95	182.625,46
ABN AMRO - 48.98.22.304	44.340,35	43.826,60
ABN AMRO - 62.11.21.460	200,86	0,86
ABN AMRO - 62.11.21.606	24.106,22	23.553,59
ABN AMRO - 62.11.21.266	42,52	42,05
	359.166,74	265.298,45
B. Accrued Income		
B.1. Accrued Income/ Prepaid expenses	3.519,00	433,37
Accrued Income / Prepaid expenses	3.519,00	433,37
TOTAL ASSETS	362.685,74	265.731,82
LIABILITIES AND OWNER'S EQUITY		
A. Capital		
I. Capital and reserves	204.917,88	98.209,90
Net equity	180.030,00	180.030,00

IFMSA Financial Statements for the financial year ended 30 September 2013

Reserve fund	52.538,00	52.538,00
Retained earnings	(134.358,10)	-
Result for the period	106.707,98	(134.358,10)
B. Accruals		
B.1. Other accruals	-	<u>17.942,45</u>
C. Liabilities		
C.1. Other liabilities	<u>4.419,38</u>	<u>9.197,48</u>
Other deferred liabilities	2.448,73	9.197,48
Suppliers	1.310,40	-
Advance payments from customers	660,25	
D. Loans to Members	-	<u>10.912,00</u>
Loan to MSAI (India)	-	10.912,00
E. Deferred & Accrued income	<u>153.348,46</u>	<u>129.469,97</u>
Membership fees invoiced in advance	119.302,25	116.050,00
Accrued income	34.046,21	1.596,47
UNESCO Grant	-	11.823,50
TOTAL LIABILITIES AND OWNER'S EQUITY	<u><u>362.685,72</u></u>	<u><u>265.731,80</u></u>

IFMSA Financial Statements for the financial year ended 30 September 2013
Income Statement for the year ended 30 September 2013

	<u>30.09.2013</u>	<u>30.09.2012</u>
	<i>EUR</i>	<i>EUR</i>
1 Income	242.084,18	235,537.07
2 Operational costs	10.279,20	129,896.08
3 General Assembly Meetings	0	13,541.43
4 Programmes and activities	15.098,20	19,249.01
5 Administrative costs	111.203,69	211,036.40
6 Operating result	(105.503,09)	(138,185.85)
7 Interest and other similar income	<u>1.204,89</u>	<u>3,827.77</u>
8 Financial result	1.204,89	3,827.77
9 Profit (Loss) from operating activities	106.707,98	(134,358.08)
10 Net income / (expense)	106.707,98	(134,358.08)
11 Allocation to reserves	<u>-</u>	<u>-</u>
12 Net Profit / (Loss) for the year	106.707,98	(134,358.08)

D NOTES TO THE FINANCIAL STATEMENTS

D.1 Accounting and valuation principles

The Financial Statements were prepared under the Generally Accepted Accounting Principles (GAAP), giving a true and fair view of the Federation's financial position.

The principle of completeness was applied at the preparation of the Financial Statements.

The evaluation of assets and liabilities was carried out considering the principle of individual items valuation and the going concern principle.

The principle of prudence was considered by showing only the realized gains at balance sheet date. All recognizable risks and possible future losses arisen in the fiscal year were taken into account.

Valuation principles remained unchanged compared to prior years.

D.2 Trade accounts receivable

Accounts receivable are presented at net realizable value. The risk of late or no payment is recognized by allowing for a provision for bad and doubtful debts, which is calculated, in accordance with IFMSA accounting principles, as all receivables older than one year.

For the financial year ended 30 September 2013, the allowance for bad and doubtful debts is EUR 14.179,00.

D.3 Bank deposits

Bank deposits represent the individual bank balances for the five banks accounts held by IFMSA at ABN AMRO Nederland. The balances are stated at nominal value.

D.4 Accrued Income/ Prepaid expenses

Prepaid expenses represent expenses paid for the period 01.10.2013-01.08.2014, paid for until 30 September 2013.

D.5 Capital and reserves

Net equity was built-up during previous years, based on the results of each corresponding financial year and recorded no movement in current period. This fund can only be released for use in common operations by approval of the full Executive Board.

Reserve fund consists in annual allocation from the net income realized of at least 10% of the total budget. For the year ended 30 September 2013, IFMSA did not cover the loss obtained in the previous year, therefore no allocation to reserve fund was done.

D.6 Other accruals

Other accruals consist in a provision for current year expenses not recorded as at the Balance Sheet date and a release of the previous year accrual.

D.7 Liabilities

Other liabilities represent the balance of excess payments made by member, mainly due to overpayments.

Also, there are liabilities representing amounts owed to suppliers.

D.8 Loan to members

This represents the loan given by IFMSA to one of the members (IFMSA India), amounting to EUR 10.912,00, of which total reimbursements of EUR 0 incurred during the period covered by the financial statements.

D.9 Deferred Income

Deferred income represents membership fees received in advance (that is until 30 September 2013) for the next financial period (1 October 2013 to 30 September 2014).

D.10 Income Statement

Details about the income and expense are presented in Annex 1.

E ACCEPTANCE BY THE MEMBERS OF THE EXECUTIVE BOARDS

The enclosed set of financial statements of IFMSA for the financial year ended 30 September 2013 are accepted and approved by the following members of the Executive Board:

Roopa Dhatt President

Alexandre Moser Secretary General

Fabian Klein Treasurer

Usman Mushtaq Vice President for external affairs

Lujain AlQuodmani Vice President for internal affairs

Annex 1 – Details of the Financial Statements

Detailed Balance Sheet as at 30 September 2013

		<u>30.09.2013</u>	<u>30.09.2012</u>
		EUR	EUR
BALANCE SHEET @ 30 September 2013			
ASSETS			
A.	Current Assets		
I.	Accounts receivable and other assets		
I.1.	Trade accounts receivable	<u>48.058,84</u>	<u>13.949,83</u>
	4111 Acc receivable from members	51.325,84	28.128,83
	419 Provision for bad debts	(14.179,00)	(14.179,00)
	Loans to Members	<u>10.912,00</u>	-
	461 Loan to MSAI (India)	10.912,00	-
II.	Bank deposits	<u>311.107,90</u>	<u>251.348,62</u>
	5124 ABN AMRO - 41.89.87.777	-	1.300,06
	5124 ABN AMRO - 58.52.12.090	242.417,95	182.625,46
	5124 ABN AMRO - 48.98.22.304	44.340,35	43.826,60
	5124 ABN AMRO - 62.11.21.460	200,86	0,86
	5124 ABN AMRO - 62.11.21.606	24.106,22	23.553,59
	5124 ABN AMRO - 62.11.21.266	<u>42,52</u>	<u>42,05</u>
		<u>359.166,74</u>	<u>265.298,45</u>
B.	Accrued Income		
B.1.	Accrued Income/ Prepaid expenses	<u>3.519,00</u>	<u>433,37</u>
	471 Accrued Income / Prepaid expenses	3.519,00	433,37
TOTAL ASSETS		<u>362.685,74</u>	<u>265.731,82</u>
LIABILITIES AND OWNER'S EQUITY			
A.	Capital		
I.	Capital and reserves	<u>204.917,88</u>	<u>98.209,90</u>
	1061 Net equity	180.030,00	180.030,00
	1068 Reserve fund		

IFMSA Financial Statements for the financial year ended 30 September 2013

		52.538,00	52.538,00
1171	Retained earnings	(134.358,10)	-
121	Result for the period	106.707,98	(134.358,10)
B.	Accruals		
B.1.	471 Other accruals	-	<u>17.942,45</u>
C.	Liabilities		
C.1.	Other liabilities	<u>4.419,38</u>	<u>9.197,48</u>
	462 Other deferred liabilities	2.448,73	9.197,48
	401 Suppliers	1.310,40	-
	419 Advance payments from customers	660,25	
D.	Loans to Members	-	<u>10.912,00</u>
	461 Loan to MSAI (India)	-	10.912,00
E.	Deferred & Accrued income	<u>153.348,46</u>	<u>129.469,97</u>
	472 Membership fees invoiced in advance	119.302,25	116.050,00
	472 Accrued income	34.046,21	1.596,47
	UNESCO Grant	-	11.823,50
	TOTAL LIABILITIES AND OWNER'S EQUITY	<u>362.685,72</u>	<u>265.731,80</u>

Detailed Income Statement for the year ended 30 September 2013

1	Income	242.084,18	235.537,07
704.01	Membership fees	<u>120.529,30</u>	<u>123.199,37</u>
	General Assembly Meetings	<u>16.996,56</u>	<u>30.311,00</u>
704.03	TAF Tax	16.996,56	22.520,00
	Extra Delegate Tax	-	3.450,00
	Sales of Promo Materials	-	4.341,00
	Programmes and activities	<u>42.812,00</u>	<u>40.032,00</u>
704.02	SCOPE Exchange Program		

IFMSA Financial Statements for the financial year ended 30 September 2013

		35.844,00	32.860,00
704.05	SCORE Exchange Program	6.968,00	7.172,00
	Donations, Grants and Sponsorship	46.752,90	6.800,00
	Joint Grant from UNFPA	-	-
	Youth in Action Grant	-	-
704.08	WMA Grant	9.054,00	5.500,00
7582+704.06	Other grants	18.849,45	1.300,00
704.09	Pre WHA	18.849,45	-
7588	Other income	14.993,42	35.194,70
2	Operational costs	10.279,20	129.896,08
625	Accomodation	7.114,91	5.456,15
	Officers Personal Costs		68.939,37
623	Marketing	2.946,66	12.940,91
	Business Cards		163,83
	Public Relations Brand Material		1.322,47
	Selling Promotional Brand Material		11.454,61
	NMO, Officers Standing Committee CD	-	-
	Internal Relations		3.384,50
	IT Development	217,63	39.175,15
626	IFMSA Website Hosting + Maintenance	217,63	687,93
	Electronic Voting Devices	-	-
	IFMSA Database	-	38.487,22
3	General Assembly Meetings	-	13.541,43
	Invented Guests Meeting	-	1.000,00
	Regional Guests at Meetings		

IFMSA Financial Statements for the financial year ended 30 September 2013

		-	-
	Externals at IFMSA Meetings	-	1.000,00
	Tavel Assistance Fund	-	10.928,42
	March Meeting		6.627,94
	August Meeting		4.300,48
	Plenary Team Support		1.613,01
4	Programmes and activities	15.098,20	19.249,01
	Exchange Programs	177,82	8.014,98
	Online database ifmsa.net	-	7.249,99
628	Printing of Certificates	177,82	764,99
	Projects	11.823,50	7.968,93
	WHSS preparation	-	302,37
704.07	UNESCO Grant	11.823,50	7.611,56
	SCO development	-	55,00
	Publications	-	309,81
	Publ. IMSI	-	-
	Publ. Projects Bulletin	-	-
	Publ. Other	-	309,81
624+628	Training Program	3.096,88	2.955,29
	Team of Officials Meeting Support Fund	-	-
	Team of Off. Meeting #1	-	-
	Team of Off. Meeting #2	-	-
	Team of Off. Meeting #3	-	-
	Team of Off. Meeting #4	-	-

IFMSA Financial Statements for the financial year ended 30 September 2013

	60-th Anniversary	-	-
	60-th Anniversary publication	-	-
	60-th Anniversary celebration	-	-
	release accrual 60-th Anniversary	-	-
5	Administrative costs	111.203,69	211.036,42
	Communication and Transport	3.251,66	-
	Mail	-	-
628	Shipments of Goods	3.251,66	-
628	Registration Chamber of Commerce	22,00	57,08
	Membership Fees to other Organizations	-	4.714,37
	MF European Youth Forum	-	3.114,00
	MF UICC	-	1.225,00
	MF IFHHRO	-	375,37
	Financial Operations	12.617,85	15.968,58
627	Bank Commission	5.029,85	2.023,08
	External Review		8.545,50
628	Financial Management	7.588,00	5.400,00
	Other Expenses	95.312,18	190.296,39
	Contingency Fund	-	-
624	Reimbused by YFJ	362,12	848,44
	Reimbused by others	-	5.201,88
	Other expense	94.950,06	169.932,54
	Bad debts provision	-	14.313,53
6	Operating result	105.503,09	(138.185,87)

IFMSA Financial Statements for the financial year ended 30 September 2013

7	Interest and other similar income	<u>1.204,89</u>	<u>3.827,77</u>
	766 Interest (income)	1.204,89	3.827,77
8	Financial result	1.204,89	3.827,77
9	Profit (Loss) from operating activities	106.707,98	(134.358,10)
10	Net income / (expense)	106.707,98	(134.358,10)
11	Allcation to reserves	<u>-</u>	<u>-</u>
	Allcation to reserves	-	-
12	Net Profit / (Loss) for the year	106.707,98	(134.358,10)