

IFMSA
INTERNATIONAL FEDERATION OF
MEDICAL STUDENTS' ASSOCIATIONS

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2012

BUCHAREST ACCOUNTING PROFESSIONAL SERVICES SRL
BUCHAREST, ROMANIA

25 FEBRUARY 2013

TABLE OF CONTENTS

A.	SCOPE	2
B.	OVERVIEW	3
C.	PRESENTATION OF THE FINANCIAL STATEMENTS	5
D.	NOTES TO THE FINANCIAL STATEMENTS	7
E.	ACCEPTANCE BY THE MEMBERS OF THE EXECUTIVE BOARDS	8
	ANNEX 1 – DETAILS OF THE FINANCIAL STATEMENTS	10

A SCOPE

The enclosed financial statements of the INTERNATIONAL FEDERATION OF MEDICAL STUDENTS' ASSOCIATIONS (IFMSA) consist of the Balance Sheet as at 30 September 2012, the Income Statement for the year ended 30 September 2012 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 2012**

	<u>30.09.2012</u>	<u>30.09.2011</u>
	<i>EUR</i>	<i>EUR</i>
ASSETS		
A. Current Assets		
I. Accounts receivable and other assets		
I.1. Trade accounts receivable	<u>13,949.83</u>	<u>20,963.53</u>
II. Bank deposits	<u>251,348.62</u>	<u>422,851.51</u>
	<u>265,298.45</u>	<u>443,815.04</u>
B. Accrued Income		
B.1. Accrued Income/ Prepaid expenses	<u>433.37</u>	<u>1,150.00</u>
TOTAL ASSETS	<u>265,731.82</u>	<u>444,965.04</u>
LIABILITIES AND OWNER'S EQUITY		
A. Capital		
I. Capital and reserves	<u>98,209.92</u>	<u>275,571.91</u>
B. Accruals		
B.1. Other accruals	<u>17,942.45</u>	<u>32,850.00</u>
C. Liabilities		
C.1. Other liabilities	<u>9,197.48</u>	<u>15,056.75</u>
D. Loan to Members	<u>10,912.00</u>	<u>-</u>
E. Deferred & Accrued income	<u>129,469.97</u>	<u>121,486.38</u>
TOTAL LIABILITIES AND OWNER'S EQUITY	<u>265,731.82</u>	<u>444,965.04</u>

Income Statement for the year ended 30 September 2012

	<u>30.09.2012</u>	<u>30.09.2011</u>
	<i>EUR</i>	<i>EUR</i>
1 Income	235,537.07	224,620.81
2 Operational costs	129,896.08	90,663.05
3 General Assembly Meetings	13,541.43	17,916.11
4 Programmes and activities	19,249.01	37,885.03
5 Administrative costs	211,036.40	30,204.47
6 Operating result	(138,185.85)	47,952.15
7 Interest and other similar income	<u>3,827.77</u>	<u>4,305.76</u>
8 Financial result	3,827.77	4,305.76
9 Profit (Loss) from operating activities	(134,358.08)	52,257.91
10 Net income / (expense)	(134,358.08)	52,257.91
11 Allcation to reserves	<u>-</u>	<u>9,254.00</u>
12 Net Profit / (Loss) for the year	(134,358.08)	43,003.91

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 realised 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 2012, 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 six banks accounts held by IFMSA at ABN AMRO Nederland. The balances are stated at nominal value.

D.4 Accrued Income/ Prepaid expenses

Accrued income represents bank interest credited by the bank after the balance sheet date, but which refers to the period to 30 September 2012.

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 2012, IFMSA incurred a net loss, 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.

D.8 Loan to members

This represents the loan given by IFMSA to one of the members (IFMSA India), amounting to EUR 75,985.00, of which total reimbursements of EUR 65,073.00 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 2012) for the next financial period (1 October 2012 to 30 September 2013).

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 2012 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 2012

		<u>30.09.2012</u>	<u>30.09.2011</u>
		EUR	EUR
	ASSETS		
A.	Current Assets		
I.	Accounts receivable and other assets		
I.1.	Trade accounts receivable	<u>13,949.83</u>	<u>20,963.53</u>
2000	Acc receivable from members	28,128.83	29,538.53
2080	Provision for bad debts	(14,179.00)	(8,575.00)
II.	Bank deposits	<u>251,348.62</u>	<u>422,851.51</u>
2800	ABN AMRO - 41.89.87.777	1,300.06	1,458.13
2801	ABN AMRO - 58.52.12.090	182,625.46	179,172.60
2802	ABN AMRO - 48.98.22.304	43,826.60	42,622.61
2803	ABN AMRO - 62.11.21.460	0.86	0.86
2804	ABN AMRO - 62.11.21.606	23,553.59	199,555.26
2805	ABN AMRO - 62.11.21.266	<u>42.05</u>	<u>42.05</u>
		<u>265,298.45</u>	<u>443,815.04</u>
B.	Accrued Income		
B.1.	Accrued Income/ Prepaid expenses	<u>433.37</u>	<u>1,150.00</u>
2360	Accrued Income / Prepaid expenses	433.37	1,150.00
	TOTAL ASSETS	<u>265,731.82</u>	<u>444,965.04</u>
	LIABILITIES AND OWNER'S EQUITY		
A.	Capital		
I.	Capital and reserves	<u>98,209.92</u>	<u>275,571.91</u>
9060	Net equity	180,030.00	180,030.00
9200	Reserve fund	52,538.00	52,538.00
9300	Result for the period	(134,358.08)	43,003.91

		<u>30.09.2012</u>	<u>30.09.2011</u>
		EUR	EUR
B.	Accruals		
B.1.	Other accruals	<u>17,942.45</u>	<u>32,850.00</u>
C.	Liabilities		
C.1.	Other liabilities	<u>9,197.48</u>	<u>15,056.75</u>
	3701 Other deferred liabilities	9,197.48	15,056.75
D.	Loans to Members	<u>10,912.00</u>	<u>-</u>
	Loan to MSAI (India)	10,912.00	-
E.	Deferred & Accrued income	<u>129,469.97</u>	<u>121,486.38</u>
	3700 Membership fees invoiced in advance	116,050.00	112,090.00
	3701 Accrued income	1,596.47	-
	3702 UNESCO Grant	11,823.50	9,396.38
	TOTAL LIABILITIES AND OWNER'S EQUITY	<u>265,731.82</u>	<u>444,965.04</u>

Detailed Income Statement for the year ended 30 September 2012

		<u>30.09.2012</u>	<u>30.09.2011</u>
		EUR	EUR
1	Income	235,537.07	224,620.81
	4001 Membership fees	<u>123,199.37</u>	<u>126,184.00</u>
	General Assembly Meetings	<u>30,311.00</u>	<u>14,396.68</u>
	4100 TAF Tax	22,520.00	9,755.00
	4110 Extra Delegate Tax	3,450.00	2,325.00
	4120 Sales of Promo Materials	4,341.00	2,316.68
	Programmes and activities	<u>40,032.00</u>	<u>39,008.00</u>
	4200 SCOPE Exchange Program	32,860.00	32,192.00
	4210 SCORE Exchange Program	7,172.00	6,816.00

		<u>30.09.2012</u>	<u>30.09.2011</u>
		EUR	EUR
	Donations, Grants and Sponsorship	6,800.00	17,902.32
4311	Joint Grant from UNFPA	-	12,111.12
4300	Youth in Action Grant	-	5,791.20
	WMA Grant	5,500.00	-
	Other grants	1,300.00	-
4500	Other income	<u>35,194.70</u>	<u>27,129.81</u>
2	Operational costs	129,896.08	90,663.05
5000	Accommodation	5,456.15	<u>5,080.33</u>
5100	Officers Personal Costs	<u>68,939.37</u>	<u>52,049.65</u>
	Marketing	<u>12,940.91</u>	<u>11,702.11</u>
5200	Business Cards	163.83	225.50
5210	Public Relations Brand Material	1,322.47	4,118.04
5211	Selling Promotional Brand Material	11,454.61	7,218.57
5212	NMO, Officers Standing Committee CD	-	140.00
5300	Internal Relations	<u>3,384.50</u>	<u>3,205.98</u>
	IT Development	<u>39,175.15</u>	<u>18,624.98</u>
5410	IFMSA Website Hosting + Maintenance	687.93	282.70
5420	Electronic Voting Devices	-	2,321.64
5430	IFMSA Database	38,487.22	16,020.64
3	General Assembly Meetings	13,541.43	17,916.11
	Invented Guests Meeting	<u>1,000.00</u>	<u>3,056.89</u>
7000	Regional Guests at Meetings	-	1,305.71
7001	Externals at IFMSA Meetings	1,000.00	1,751.18
	Tavel Assistance Fund	<u>10,928.42</u>	<u>12,739.53</u>
7010	March Meeting	6,627.94	9,292.03
7011	August Meeting	4,300.48	3,447.50
7020	Plenary Team Support	<u> </u>	<u> </u>

		<u>30.09.2012</u>	<u>30.09.2011</u>
		EUR	EUR
		1,613.01	2,119.69
4	Programmes and activities	19,249.01	37,885.03
	Exchange Programs	8,014.98	15,000.50
7100	Online database ifmsa.net	7,249.99	7,249.99
7101	Printing of Certificates	764.99	7,750.51
	Projects	7,968.93	2,621.95
7130	WHSS preparation	302.37	1,000.00
	UNESCO Grant	7,611.56	-
7131	SCO development	55.00	1,621.95
	Publications	309.81	9,005.22
7110	Publ. IMSI	-	2,181.29
7111	Publ. Projects Bulletin	-	1,078.00
7112	Publ. Other	309.81	5,745.93
7120	Training Program	2,955.29	5,846.48
	Team of Officials Meeting Support Fund	-	4,000.00
7140	Team of Off. Meeting #1	-	1,000.00
7141	Team of Off. Meeting #2	-	1,000.00
7142	Team of Off. Meeting #3	-	1,000.00
7143	Team of Off. Meeting #4	-	1,000.00
	60-th Anniversary	-	1,410.88
7150	60-th Anniversary publication	-	1,772.85
7151	60-th Anniversary celebration	-	21,138.03
7152	release accrual 60-th Anniversary	-	(21,500.00)
5	Administrative costs	211,036.40	30,204.47
	Communication and Transport	-	632.46
7300	Mail	-	81.16

		<u>30.09.2012</u>	<u>30.09.2011</u>
		EUR	EUR
7301	Shipments of Goods	-	551.30
7400	Registration Chamber of Commerce Membership Fees to other Organizations	<u>57.08</u> <u>4,714.37</u>	<u>28.00</u> <u>2,991.13</u>
7501	MF European Youth Forum	3,114.00	1,479.00
7505	MF UICC	1,225.00	1,125.00
7506	MF IFHHRO	375.37	387.13
	Financial Operations	<u>15,968.58</u>	<u>2,128.65</u>
7600	Bank Commission	2,023.08	2,128.65
	External Review	8,545.50	-
	Financial Management	5,400.00	-
	Other Expenses	<u>190,296.37</u>	<u>24,424.23</u>
7800	Contingency Fund	-	12,132.49
7801	Reimbused by YFJ	848.44	3,662.89
7802	Reimbused by others	5,201.88	3,006.88
7803	Other expense	169,932.54	4,427.97
7804	Bad debts provision	14,313.51	1,194.00
6	Operating result	(138,185.85)	47,952.15
7	Interest and other similar income	<u>3,827.77</u>	<u>4,305.76</u>
8060	Interest (income)	3,827.77	4,305.76
8	Financial result	3,827.77	4,305.76
9	Profit (Loss) from operating activities	(134,358.08)	52,257.91
10	Net income / (expense)	(134,358.08)	52,257.91
11	Allocation to reserves	<u>-</u>	<u>9,254.00</u>
8950	Allocation to reserves	-	9,254.00
12	Net Profit / (Loss) for the year	(134,358.08)	43,003.91