

FINANCIAL STATEMENTS
OF
MEDICINE FOR MALI, INC.
URBANDALE, IOWA
AT
DECEMBER 31, 2016 AND 2015

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Certified Public Accountants

Stephen D. Givens, CPA

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Medicine for Mali, Inc.
Urbandale, Iowa

We have audited the accompanying financial statements of Medicine for Mali, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2016 and 2015, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's 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 control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant 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 audit opinion.

To the Board of Directors
Medicine for Mali, Inc.
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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Medicine for Mali, Inc. as of December 31, 2016 and 2015, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

RYUN, GIVENS & COMPANY, P.L.C.


Certified Public Accountants

May 17, 2017

MEDICINE FOR MALL, INC.
URBANDALE, IOWA

STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2016 AND 2015

	2016	2015
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$ 46,038	\$ 73,073
Loans Receivable	28,989	25,539
Total Current Assets	75,027	98,612
Property and Equipment:		
Equipment	47,084	47,084
Total Property and Equipment	47,084	47,084
LESS - Accumulated Depreciation	37,856	32,429
Net Property and Equipment	9,228	14,655
TOTAL ASSETS	84,255	113,267
LIABILITIES AND NET ASSETS		
Net Assets:		
Unrestricted	84,255	113,267
Total Net Assets	84,255	113,267
TOTAL LIABILITIES AND NET ASSETS	\$ 84,255	\$ 113,267

**MEDICINE FOR MALL, INC.
URBANDALE, IOWA**

**STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015**

	2016	2015
UNRESTRICTED NET ASSETS		
Revenues, Gains, and Other Support:		
Contributions	\$ 207,514	\$ 185,729
Interest Income	22	40
Loan Interest Income	1,429	1,126
Gain (Loss) From Foreign Currency Exchange	30	(2,042)
Total Revenues, Gains, and Other Support	208,995	184,853
Expenses:		
Program Services	226,070	163,709
Management and General	11,937	11,716
Total Expenses	238,007	175,425
Operating Income (Loss)	(29,012)	9,428
Increase (Decrease) in Unrestricted Net Assets	(29,012)	9,428
Increase (Decrease) in Net Assets	(29,012)	9,428
Net Assets, Beginning of Year	113,267	103,839
Net Assets, End of Year	\$ 84,255	\$ 113,267

**MEDICINE FOR MALL, INC.
URBANDALE, IOWA**

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2016**

	Program Services	Management and General	Total
Expenses:			
Bank Charges	\$ -	\$ 42	\$ 42
Clinical and Medical	50,738	-	50,738
Construction	148,774	-	148,774
Depreciation	-	5,427	5,427
General and Administrative	-	6,468	6,468
Other	7,031	-	7,031
Scholarships	2,917	-	2,917
Training	1,643	-	1,643
Travel	14,967	-	14,967
Total Expenses	\$ 226,070	\$ 11,937	\$ 238,007

MEDICINE FOR MALL, INC.
URBANDALE, IOWA

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2015

	Program Services	Management and General	Total
Expenses:			
Bank Charges	\$ -	\$ 42	\$ 42
Clinical and Medical	40,156	-	40,156
Construction	100,826	-	100,826
Depreciation	-	5,206	5,206
General and Administrative	-	6,468	6,468
Labor	5,224	-	5,224
Other	6,051	-	6,051
Training	1,145	-	1,145
Travel	10,307	-	10,307
Total Expenses	\$ 163,709	\$ 11,716	\$ 175,425

MEDICINE FOR MALL, INC.
URBANDALE, IOWA

STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

	2016	2015
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets	\$ (29,012)	\$ 9,428
Adjustments to Reconcile Change in Net Assets to Cash Provided (Used) by Operating Activities:		
Depreciation	5,427	5,206
Loans Receivable	(3,450)	(550)
Net Cash Provided (Used) By Operating Activities	(27,035)	14,084
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Property and Equipment	-	(2,720)
Net Cash Provided (Used) By Investing Activities	-	(2,720)
Net Increase (Decrease) in Cash and Cash Equivalents	(27,035)	11,364
Cash and Cash Equivalents at Beginning of Year	73,073	61,709
Cash and Cash Equivalents at End of Year	\$ 46,038	\$ 73,073

**MEDICINE FOR MALI, INC.
URBANDALE, IOWA**

**NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016 AND 2015**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Medicine for Mali, Inc. (the Organization) is a nonprofit organization dedicated to providing medical supplies and services, improving water quality, providing education and supporting economic development to the citizens of the African nation of Mali. The Organization is supported primarily through contributions from individuals.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Management's estimate of the value of contributed services is based on prevailing industry rates. We evaluated the key factors and assumptions used to develop the value of contributed services in determining that it is reasonable in relation to the financial statements taken as a whole.

Cash and Cash Equivalents

Cash and cash equivalents include all monies in banks and highly liquid investments with maturity dates of less than three months. The carrying value of cash and cash equivalents approximates fair value because of the short maturities of those financial instruments.

Loans Receivable

All loans receivable are uncollateralized, interest bearing 5% for the years ended December 31, 2016 and 2015, respectively, and are payable within one year of issuance. Loans receivable are stated at the amount management expects to collect from balances outstanding at year-end. Based on management's assessment, all loans are considered collectable. Accordingly, no allowance for doubtful accounts has been established.

Property and Equipment

The Organization capitalizes all expenditures for property and equipment in excess of \$500. Property and equipment is stated at cost and is being depreciated by the straight-line method over the estimated useful life of 5 years. Depreciation expense for the years ended December 31, 2016 and 2015 was \$5,427 and \$5,206, respectively.

Maintenance and repairs are charged to operations when incurred. Betterments and renewals are capitalized. When property, plant and equipment are sold or otherwise disposed of, the asset account and related accumulated depreciation account are relieved, and any gain or loss is included in operations.

Revenue Recognition

Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets, depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

MEDICINE FOR MALI, INC.
URBANDALE, IOWA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016 AND 2015

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributed Services

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. Volunteers also provide services throughout the year that are not recognized as contributions in the financial statements since the recognition criteria were not met.

Contributed Supplies

Contributed supplies are recorded as contributions at their estimated fair values at the date of donation.

Income Taxes and Accounting for Uncertain Tax Positions

The Organization is exempt from federal and state income taxes under Internal Revenue Code Section 501(c)(3). The Organization has received a letter ruling from the Internal Revenue Service that it will be classified as a public charity under Section 170(b)(1)(A)(vi) of the Internal Revenue Code and not as a private foundation. Accordingly, contributions to the Organization qualify for the charitable contribution deduction.

The Organization has adopted the accounting standard regarding "Accounting for Uncertain Tax Positions." This standard provides detailed guidance for financial statement recognition, measurement, and disclosure of uncertain tax positions recognized in the entity's financial statements. It requires an entity to recognize the financial statement benefit of a tax position when it is more likely than not that the position will be sustained upon examination. The adoption of this standard had no material effect on the Organization's financial position, results of operations, or cash flow. The Organizations' federal Returns of Organization Exempt from Income Tax (Forms 990) for 2013, 2014 and 2015 are subject to examination by the IRS, generally for three years after they were filed.

Functional Allocation of Expenses

The costs of providing various programs and other activities have been summarized on the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

NOTE 2 - RELATED PARTIES

During the years ended December 31, 2016 and 2015, the Organization received cash contributions from members of its Board of Directors of \$54,682 and \$67,215, respectively.

NOTE 3 - CONCENTRATIONS

Cash and Cash Equivalents

Cash and cash equivalents held by the Organization at December 31, 2016 and 2015, includes foreign currency of \$1,531 and \$6,215, respectively. It is the opinion of management that the value of the referenced monies is not of particular concern at this time.

**MEDICINE FOR MALI, INC.
URBANDALE, IOWA**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2016 AND 2015**

NOTE 3 - CONCENTRATIONS (Continued)

Loans Receivable

Loans receivable at December 31, 2016 and 2015 consist of uncollateralized loans provided to the residents of Mali, Africa totaling \$28,989 and \$25,539, respectively.

Contributions

During the years ended December 31, 2016 and 2015, the Organization received approximately 26% and 36%, respectively, of its contributions from members of its Board of Directors.

NOTE 4 - SUBSEQUENT EVENT

The date to which events occurring after December 31, 2016, the date of the most recent statement of financial position, have been evaluated for possible adjustment to the financial statements or disclosure is May 17, 2017, which is the date the financial statements were available to be issued.