



**mothers2mothers**  
**Supplementary Combined Financial Statements**  
**December, 31 2017 and December, 31 2016**

**Amounts in USD**

Note: The supplementary combined financial statements for m2m is prepared for information purposes only. It represents an unaudited compilation of financial information for mothers2mothers International, mothers2mothers (UK) Limited, and mothers2mothers South Africa NPC. Separate audited financial statements for each of these autonomous non-profit organizations are available upon request or on the website [www.m2m.org](http://www.m2m.org)

**mothers2mothers**  
**Supplementary Combined Financial Statements**  
**STATEMENT OF FINANCIAL POSITION**

**As at December, 31 2017 and December, 31 2016**

<b>Amounts in USD</b>	<b>31-Dec-17</b>	<b>31-Dec-16</b>
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and cash equivalents	3,481,696	3,626,166
Grants & contributions receivable	1,817,939	1,474,861
Accounts and interest receivable	70	73
Prepaid expenses	264,936	238,809
Short-term investments	1,017,115	739,913
<b>Total Current Assets</b>	<b>\$ 6,581,756</b>	<b>\$ 6,079,820</b>
Land, buildings and equipment - net	304,985	380,357
<b>TOTAL ASSETS</b>	<b>\$ 6,886,741</b>	<b>\$ 6,460,177</b>
<b>LIABILITIES AND NET ASSETS</b>		
Accounts payable & accrued expenses	1,684,626	1,307,188
Deferred revenue	559,546	813,198
<b>Total current liabilities</b>	<b>\$ 2,356,547</b>	<b>\$ 2,153,955</b>
<b>Net assets:</b>		
Unrestricted	2,048,336	1,590,204
Temporarily restricted	2,481,858	2,716,017
<b>Total net assets</b>	<b>\$ 4,530,194</b>	<b>\$ 4,306,222</b>
<b>TOTAL LIABILITIES &amp; NET ASSETS</b>	<b>\$ 6,886,741</b>	<b>\$ 6,460,177</b>

mothers2mothers  
Supplementary Combined Financial Statements  
**STATEMENT OF ACTIVITIES**  
For the Periods Ending December, 31 2017 and December, 31 2016

**Amounts in USD**

	YTD: December, 31 2017			Y/E: December, 31 2016		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
<b>REVENUE AND SUPPORT</b>						
<b>Grants and Contracts</b>						
Government Awards	-	9,341,601	9,341,601	-	12,667,498	12,667,498
Multilateral Awards	-	781,854	781,854	-	634,587	634,587
Corporate/Foundation Awards	736,657	6,074,121	6,810,778	94,903	5,197,862	5,292,764
Affiliate Awards	-	-	-	-	-	-
<b>Contributions</b>						
Individual and Private Donations	2,276,593	-	2,276,593	1,287,704	6,427	1,294,131
Corporate Donations	467,359	-	467,359	872,071	-	872,071
In-Kind Donations	208,947	-	208,947	42,147	-	42,147
<b>Other Income</b>	149,771	-	149,771	62,775	-	62,776
Net assets released from donor restrictions	16,431,734	(16,431,734)	-	18,030,792	(18,030,792)	-
<b>Total revenue and support</b>	<b>\$ 20,271,062</b>	<b>\$ (234,159)</b>	<b>\$ 20,036,903</b>	<b>\$ 20,390,391</b>	<b>\$ 475,581</b>	<b>\$ 20,865,973</b>
<b>EXPENSES</b>						
<b>Program Services:</b>						
Country and core programs	17,228,884	-	17,228,884	19,254,737	-	19,254,737
<b>Total program services</b>	<b>\$ 17,228,884</b>	<b>\$ -</b>	<b>\$ 17,228,884</b>	<b>\$ 19,254,737</b>	<b>\$ -</b>	<b>\$ 19,254,737</b>
<b>Supporting Services:</b>						
Management and General	341,225	-	341,225	417,458	-	417,458
Fundraising	2,312,772	-	2,312,772	1,751,227	-	1,751,227
<b>Total supporting services</b>	<b>\$ 2,653,997</b>	<b>\$ -</b>	<b>\$ 2,653,997</b>	<b>\$ 2,168,685</b>	<b>\$ -</b>	<b>\$ 2,168,685</b>
<b>Total expenses</b>	<b>\$ 19,882,881</b>	<b>\$ -</b>	<b>\$ 19,882,881</b>	<b>\$ 21,423,422</b>	<b>\$ -</b>	<b>\$ 21,423,422</b>
Changes in net assets before other items	388,181	(234,159)	154,023	(1,033,031)	475,581	(557,449)
<b>OTHER ITEMS</b>						
Foreign exchange gain/(loss)	34,975	-	34,975	27,219	-	27,219
<b>CHANGES IN NET ASSETS</b>	<b>\$ 423,156</b>	<b>\$ (234,159)</b>	<b>\$ 188,998</b>	<b>\$ (1,005,812)</b>	<b>\$ 475,581</b>	<b>\$ (530,230)</b>

**mothers2mothers**  
**Supplementary Combined Financial Statements**  
**STATEMENT OF CHANGES IN NET ASSETS**  
**For the Periods Ending December, 31 2017 and December, 31 2016**

Amounts in USD	Unrestricted	Temporarily Restricted	Total
<b>Net Assets at December, 31 2015</b>	<b>\$ 2,449,430</b>	<b>\$ 2,240,436</b>	<b>\$ 4,689,866</b>
Change in net assets			
	(1,005,812)	475,581	<b>(530,230)</b>
Change in foreign currency translation reserve	146,586	-	<b>146,586</b>
Prior year adjustments		-	-
<b>Net Assets at December, 31 2016</b>	<b>\$ 1,590,204</b>	<b>\$ 2,716,017</b>	<b>\$ 4,306,222</b>
Change in net assets			
	423,156	(234,159)	<b>188,998</b>
Change in foreign currency translation reserve	34,975	-	<b>34,975</b>
Prior year adjustments	-	-	-
<b>Net Assets at December, 31 2017</b>	<b>\$ 2,048,336</b>	<b>\$ 2,481,858</b>	<b>\$ 4,530,194</b>

# mothers2mothers

## Supplementary Combined Financial Statements

### NOTES TO THE FINANCIAL STATEMENTS

#### 1. Presentation of Supplementary Combined Financial Statements

The supplementary combined financial statements for m2m is prepared for information purposes only. It represents an unaudited compilation of financial information for mothers2mothers International, mothers2mothers (UK) Limited, and mothers2mothers South Africa NPC.

#### 2. Constant Currency Conversion

Constant currency ("organic") information has been presented to illustrate the impact of changes in currency rates on the collective group of m2m's results. In determining the change in constant currency terms, the current supplementary combined financial reporting year's results have been adjusted to the prior year's average exchange rates. The measurement has been performed for each of the group's currencies, materially being that of the US dollar and South African Rand. The organic growth percentage has been calculated by utilising the constant currency results compared to the prior year results.

Constant Currency Exchange rates	Constant Currency 2016 Ave. Rate	Spot rate 31 December 2016
US Dollar	1	1
South African ZAR	14.71	13.74
British Pound	0.74	0.81

For informational purposes the statement of financial position is shown below, comparing the constant currency to the spot rate.

	Constant Currency	Spot Rate
<b>2017 Year</b>		
Total Assets	\$6,886,741	\$6,963,013
Total Liabilities	\$2,356,547	\$2,469,374
Restricted Net Assets	\$2,048,336	\$2,130,277
Unrestricted Net Assets	\$2,481,858	\$2,581,143
<b>2016 Year</b>		
Total Assets	\$6,460,177	\$6,553,852
Total Liabilities	\$2,153,955	\$2,269,082
Restricted Net Assets	\$1,590,204	\$1,582,283
Unrestricted Net Assets	\$2,716,017	\$2,702,487

#### 3. Functional Currencies

mothers2mothers South Africa's functional currency is South African Rand (ZAR) and represents about 80% of the groups operational expenses and revenues. The figures represented in these statements is a fair reflection of the comparative growth and changes between 2016 and 2017 in the respective functional currencies.

4. Ratio Analysis	2017	2016
Programatic Expenditure	87%	90%
Management and General	2%	2%
Fundraising	12%	8%