



INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors,
Mercy Center Foundation (U.S.A),
P. O. Box 647, Laurel Maryland.

We have reviewed the accompanying statement of financial position of Mercy Center Foundation (USA) as of July 31st, 2015 and 2014, and the related statements of activities, financial position and cash flows for the year then ended July 2015.

A review includes primarily applying analytical procedures to management's financial data and making inquiries of Organization management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

A handwritten signature in blue ink, appearing to read 'Anan Ayibotele', written over a horizontal line.

Anan Ayibotele, CPA,
Frederick, Maryland
August 24 th 2015

MERCY CENTER FOUNDATION
REVIEW FINANCIAL STATEMENTS
FOR THE YEAR ENDED
JULY 31ST 2015

MERCY CENTER FOUNDATION

TABLE OF CONTENTS

<u>TITLE</u>	<u>PAGE</u>
INDEPENDENT ACCOUNTANT REVIEWED REPORT	1
FINANCIAL STATEMENTS	
Statement of Financial Position	2
Statement of Activities	3
Statement of Cash Flows.	4
NOTES TO FINANCIAL STATEMENTS	5-6

MERCY CENTER FOUNDATION USA, INC.
STATEMENT OF FINANCIAL POSITION
JULY 31ST 2015 AND 2014

ASSETS

ASSETS	<u>2015</u>	<u>2014</u>
Cash	\$ 8,148	\$ 10,874
Accounts Recievable	\$ -	\$ -
Prepaid expenses	\$ -	\$ -
Property and equipment		
Less: Accumulated depreciation		
TOTAL ASSETS	<u>8,148</u>	<u>10,874</u>
 LIABILITIES	 <u>\$</u>	 <u>\$</u>
Net assets increase	\$ (2,726)	\$ 2,896
Unrestricted	\$ 10,874	\$ 7,978
	\$ 8,148	\$ 10,874
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 8,148</u>	<u>\$ 10,874</u>

The Accompanying Notes to Financial statements are an integral part of these Financial Statements.

MERCY CENTER FOUNDATION USA, INC.
STATEMENT OF ACTIVITIES
FOR YEAR ENDED JULY 31, 2015 AND 2014

	<u>2015</u>	<u>2014</u>
CONTRIBUTIONS AND OTHER INCOME		
Public Support		\$ -
Corporate Grants	\$ 48,232	\$ 28,748
Special Events	\$ 14,091	\$ 12,237
Individual contributions	\$ 17,425	\$ 9,651
Interest Income		\$ 0
Other Contributions	\$ 1,500	\$ 2,800
TOTAL CONTRIBUTIONS AND REVENUE	<u>\$ 81,248</u>	<u>\$ 53,437</u>
 EXPENSES		
Program service Expense	\$ 78,000	\$ 39,700
Fundraising Expense	\$ 1,430	\$ 3,130
Management and General	\$ 4,544	\$ 2,629
TOTAL EXPENSE	<u>\$ 83,974</u>	<u>\$ 45,459</u>
CHANGE IN NET ASSETS	<u>\$ (2,726)</u>	<u>\$ 7,978</u>

The Accompanying Notes to Financial statements are an integral part of these Financial Statements

MERCY CENTER FOUNDATION USA, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JULY 31, 2015

Cash Flows From Operating Activities:

Net income	(2,726)
Adjustments to reconcile net income to net cash provided by operating activities:	
Increase in accounts receivable	
Decrease in prepaid expense	
Increase in accounts payable	
Net cash provided by operating activities	\$ (2,726.00)

Cash Flows From Investing Activities:

Purchase of new Plant and Equipment	\$ -
Sale of Investment	-
Net cash provided by Investing activities	-

Cash Flows From Financing Activities:

Issuance of common stock	-
Payment of cash dividend	-
Net cash provided by financing activities	-
Net increase / Decrease in cash	(2,726)
Cash, July 31, 2014	10,874
Cash, July 31, 2015	8,148

The Accompanying Notes to Financial statements are an integral part of these Financial Statements

NOTE 1—NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

An organization dedicated to meet the needs of the people in the Lare region of Kenya. Lare is a rural community in the rift valley region of Kenya with scarce resources to public infrastructure. The mission of (MCF USA) is to alleviate poverty within the region through self sustaining growth development projects. It is committed to providing humanitarian assistance to affordable clean water such as wells and bore holes, health care through the establishment of clinics, education with the development of a civic centre, and financial assistance through micro-finance initiatives.

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.

Property and Equipment

The Organization capitalizes property and equipment over \$1,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service. Property and equipment are depreciated using the straight-line method over estimated useful lives ranging from five to thirty years.

Contributions

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted net assets depending on the existence or nature of any donor restrictions.

Income Taxes

The Organization is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation.

Cash and Cash Equivalents

For purposes of the statements of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

NOTE 2 — EVALUATION OF SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through August 24, 2015, the date which the financial statements were available to be issued.