

Reply Card

Please support Lifeline Malawi. Please help today.

- I would like to be a prayer partner.
- I am a medical/dental professional or support person and I am interested in a short-term or long-term assignment at the Ngodzi Clinic. Please send me information.
- Here is my one-time gift of \$ _____
- 100 Club: \$25/mth \$50/mth \$100/mth

PAYMENT OPTIONS

- One time gift- cheque enclosed
- One time gift - credit card (fill in card detail below)
- I authorize Lifeline Malawi to withdraw my gift automatically from my bank account on the 1st or 15th of each month. I've enclosed a cheque marked "VOID".
- I authorize Lifeline Malawi to charge my credit card automatically each month for my gift.

- VISA Mastercard 1st or 15th of each mth.

Card Number: _____

Card Expiry Date: _____

Signature: _____ Date: _____

Name _____

Address _____

City _____ Province/State _____

Country _____ Postal Code _____

Email _____

Telephone _____

Please mail card to:
Lifeline Malawi
750, 1015 - 4th Street SW
Calgary, Alberta T2R 1T4
www.lifelinemalawi.com

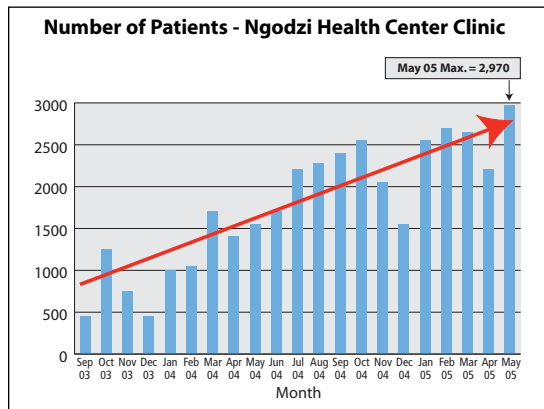
Lifeline Malawi is a registered Canadian charity – all gifts will be receipted and are fully tax deductible.

Registered Charitable No.: 89804 6107 RR0001

LIFELINE MALAWI 2004/2005 ACTIVITY REPORT

Field

- Delivery of vehicles for Dr. Brooks/Boettcher families
- Delivery of Maize Sheller
- Completion of Septic rebuild
- Received Running Water
- Completed various infrastructure (i.e. road, landscaping)
- Constructed a Duplex
- Commenced Perimeter Wall Project
- Commenced installation of on-sight electricity
- Decision made to expand medical model to include rural based HIV/AIDS intervention
- Delivery of HPIC and IDA (x2) medicines
- Hosted three (3) short term mission teams
- Began conducting community outreaches
- Began collecting patient treatment data
- Clinical visits began exceeding 2,600 month
- Appointed an Executive Field Director and hired an Executive Assistant



Canada

- Began seeking grants from various foundations
- Quarterly issuance of donation receipts
- Timely issuance & review of budgets, forecasts and monthly financial status
- Began development of LM Policy Manual
- Continued partnership development (Samaritan's Purse, HPIC, CMDS, EMAS)
- Commenced dialogue with CIDA regarding funding process
- Added additional Board Member
- Refreshed Web site
- Issued Spring and Fall Newsletters
- Prepared and circulated Annual Report
- Refreshed Display and Brochure

Lifeline Malawi

2004/2005 Annual Report

For year ending March 31, 2005



**BRINGING
 LIFE-TRANSFORMING
 HOPE & HEALING
 TO THE NATION
 OF MALAWI**



LIFELINE MALAWI FINANCIAL REPORT FOR YEAR ENDING MARCH 31, 2005

The Board of Directors of Lifeline Malawi is proud to report that 94.5 cents of every dollar raised was forwarded to the medical efforts in Malawi. For the fiscal year ended March 31, 2005, annual revenue increased from \$445.3 k in 2003/04 to \$820.5 k in 2004/05. Donations in kind for medicines (\$358 k) plus increased one time and corporate donations were the main reasons for this significant boost.

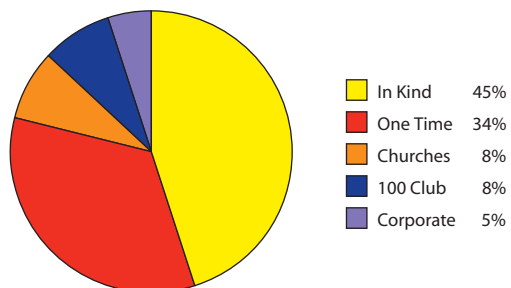
Although expenditures of \$673.8 k was a significant increase from prior year (\$343.6 k), Lifeline Malawi continued to ensure that only 5.7% was for Canadian overhead. Medicines continued to make up a large portion of these expenses (over 50%). Employment related costs, equaling 11%, include 13 full time staff working at the Ngodzi Clinic, plus an Executive Field Director and an Administrative Assistant located Malawi. In addition, the part-time position of Director, Canadian Operations was established to oversee operations in Canada.

Statement of Financial Position

As at March 31, 2005

	Total 2004/2005	Total 2003/2004
Cash	61,904	53,595
Investments	120,000	54,000
Accounts receivable	15,433	5,245
Current Assets	197,337	112,840
Capital Assets	300,420	187,825
	497,757	300,665
Accounts payable / Deferral	52,935	2,480
Liabilities	52,935	2,480
Unrestricted	42,903	57,853
Internally restricted	96,400	28,715
Externally restricted	5,100	23,792
Invested in capital assets	300,420	187,825
Fund Balances	444,822	298,185
	497,757	300,665

Source of Funds



During this fiscal period, the cash contributions were used to fund ongoing clinical operations plus complete additional capital projects such as a staff residence/duplex (\$30 k), the Maize Sheller (\$5 k), vehicles (\$80 k) and various infrastructure projects (\$38 k).

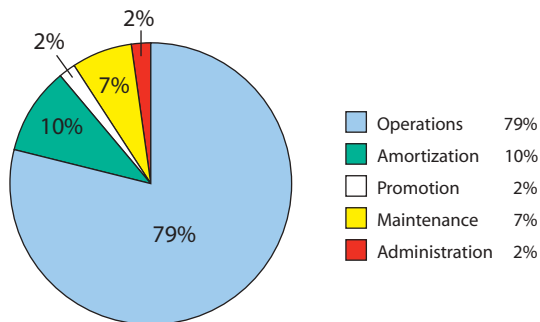
We ended the year with \$182 k in Cash and Short Term Investments, of which \$ 48 k represented funds advanced from the National Aids Commission for the launch of the HIV/AIDS program at the Ngodzi clinic. In addition \$102 k was internally and externally restricted for future projects (VCT expansion and EFD support).

Statement of Excess Revenues over Expenses

For year ended March 31, 2005

	Total 2004/2005	Total 2003/2004
Donations	797,207	437,444
Grants	-	5,000
Interest	663	899
Other	22,603	1,972
Total Revenue	820,473	445,315
Operating	534,136	277,285
Amortization	64,476	15,907
Maintenance	47,189	9,998
Administration	13,860	9,191
Promotional	12,325	12,361
Professional fees	2,848	18,863
Gain on disposal	(998)	-
Total Expenses	673,836	343,606
Excess	146,637	101,709
Fund - Beginning	298,185	196,476
Fund End of year	444,822	298,185

Use of Funds



Lifeline Malawi Clinical Team

Maize Mill



Wycliffe Cheyo in new Pharmacy

Finished Nurses' Duplex Residence

