

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 \$ _____
- 200 Club: \$50/mth \$100/mth Other

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
210, 1289 Highfield Cres. SE
Calgary, Alberta T2G 5M2
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

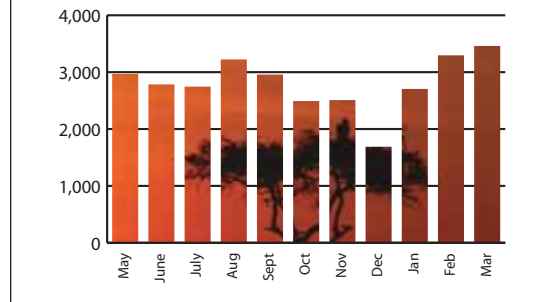


LIFELINE MALAWI 2005/2006 ACTIVITY REPORT

Field

- Completion of on-sight electricity, septic system expansion & perimeter wall projects
- Construction of VCT Centre (major clinic expansion)
- Construction of second Duplex
- Developed Main Office site in Lilongwe
- Delivery of 5 Ton Truck & motorcycle
- Commenced Maize Mill Operations
- Began receiving funding from the National Aids Commission to implement an HIV/AIDS treatment & prevention program:
 - Village Outreaches & Counseling
 - Behaviour Change & Intervention
 - Voluntary Testing & Treatment
- Became an approved site for ARV therapy
- Delivery of HPIC (x2) and IDA (x3) medicines
- 66,000 clinical visits since Sept 2004
- Clinical staff complement of 33
- Obtained NGO status

Number of Patients - Ngodzi Health Center Clinic



Canada

- Received Leadership Development & Self Sustainment grant from the Bridgeway Foundation
- Quarterly issuance of donation receipts with newsletters
- Prepared for first External Audit
- Creation of Fund Development Committee
- Expanded Funding Campaigns to include Spring & Fall
- Partnership development with Samaritan's Purse, HPIC, Bridgeway Foundation, CMDS, EMAS
- Increased Canadian administration capacity
- Annual Meeting held October 29, 2005
- Provided leadership Training to Field staff



Lifeline Malawi

2005/2006 Annual Report

For year ending March 31, 2006



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

LIFELINE MALAWI FINANCIAL REPORT FOR YEAR ENDING MARCH 31, 2006

Lifeline Malawi continues to forward over **94 cents of every dollar** raised to the medical efforts in Malawi. For the fiscal year ended March 31, 2006, annual revenue excluding donations in kind increased from \$463 k in 2004/05 to \$541 k in 2005/06. Continuing grant revenue from the National Aids Commission (85 k), was supplemented by a grant from the Bridgeway Foundation (\$25 k). In addition Samaritan's Purse funded 50% (\$37 k) of the construction of the VCT Center. Donations in kind for medicines decreased from \$358 k in 2004/05 to \$186 k in 2005/06, resulting in 2005/06 total revenue of \$727 k.

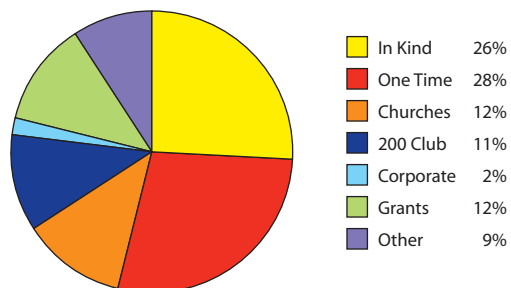
Expenditures of \$652 k remained comparable to 2004/05 (\$658 k) with the reduction in the costs of donated medicines offset by the move to a more aggressive amortization policy and the hiring of additional staff. Medicines continue to make up a large portion of the total expenses (over 28%). Employment related costs equal 27%

Audited Statement of Financial Position

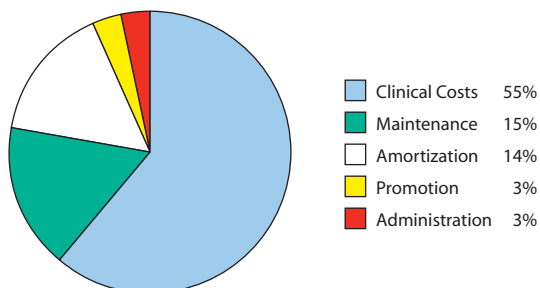
As at March 31, 2006

	Total 2005/2006	Total 2004/2005
Cash	39,024	61,904
Investments	85,000	120,000
Accounts receivable	4,133	15,433
Current Assets	128,157	197,337
Capital Assets	415,414	316,435
	543,571	513,772
Accounts payable / Deferral	7,942	52,935
Liabilities	7,942	52,935
Unrestricted	120,215	42,902
Internally restricted	-	96,400
Externally restricted	-	5,100
Invested in capital assets	415,414	316,435
Fund Balances	535,629	460,837
	543,571	513,772

Source of Funds



Use of Funds



of the total revenues earned. This include 33 full time staff working at the Ngodzi Clinic, plus several contract construction positions and 3.5 administrative staff (includes one part time position in Canada).

During this fiscal period, the cash contributions were used to fund ongoing clinical operations plus complete additional capital projects such as the expansion of the clinic to incorporate the HIV/AIDS intervention program (\$94 k), another staff duplex (\$32 k), vehicles (\$17 k), equipment (\$25) and various infrastructure projects (\$48 k).

We ended the year with \$124 k in Cash and Short Term Investments and a commitment from the National Aids Commission to continue funding Year 2 of the HIV/AIDS intervention.

Audited Statement of Excess Revenues over Expenses For year ended March 31, 2006

	Total 2005/2006	Total 2004/2005
Donations	573,087	797,207
Grants	85,415	-
Interest	1,253	663
Other	67,478	22,603
Total Revenue	727,233	820,473
Operating	416,183	534,136
Amortization	88,854	48,460
Maintenance	107,106	47,190
Administration	15,000	13,860
Promotional	16,558	12,325
Professional fees	4,164	2,848
Gain on disposal	4,576	(998)
Total Expenses	652,441	657,821
Excess	74,792	162,652
Fund - Beginning	460,837	298,185
Fund End of year	535,629	460,837



Transformer on Substation Poles

Maize Mill – and suddenly the community shows up to see what is going on!



Medical Staff ART Orientation Training

Violet leading a family planning session

