



LADDER MINISTRIES UGANDA (LMU)

P.O BOX 267, LIRA - UGANDA.

TEL: +256-(0)775-321-315/758756053

E-mail: ladderministriesug@gmail.com

**ANNUAL REPORT OF THE BOARD OF DIRECTORS AND AUDITED
FINANCIAL STATEMENTS FOR THE YEAR ENDED
31ST AUGUST, 2017.**

**T
A** *TIMO ASSOCIATES*
**CERTIFIED PUBLIC ACCOUNTANT
ROOM F.7 TIPO PACO HOUSE**

OLWOL ROAD
LIRA MUNICIPAL
P.O BOX 232
LIRA-UGANDA

0772-647622
0782-325361
E-mail: timoassociates@gmail.com



LADDER MINISTRIES UGANDA (LMU).

Annual Report and Audited Financial Statements as at 31st August, 2017.

TABLE OF CONTENTS

ABBREVIATIONS USED	2
INFORMATION ON THE ORGANISATION.	3
THE BOARD OF DIRECTORS STATEMENTS OF MANAGEMENT RESPONSIBILITY	4
THE FINANCIAL STATEMENTS	5
REPORT OF THE INDEPENDENT AUDITORS	6
STATEMENT OF FINANCIAL POSITION.....	8
STATEMENT OF CHANGES IN EQUITY	9
STATEMENT OF CASH FLOWS.....	11
NOTES TO THE FINANCIAL STATEMENTS.....	12
NOTES TO THE FINANCIAL STATEMENTS.....	13
NOTES TO THE FINANCIAL STATEMENTS.....	14
NOTES TO THE FINANCIAL STATEMENTS.....	15
NOTES TO THE FINANCIAL STATEMENTS.....	16
NOTES TO THE FINANCIAL STATEMENTS.....	17

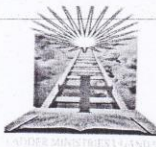


LADDER MINISTRIES UGANDA (LMU).

Annual Report and Audited Financial Statements as at 31st August, 2017.

ABBREVIATIONS USED

IAS	-	International Accounting Standards
IFRS	-	International Financial Reporting Standards
NSSF	-	National Social Security Fund
PAYE	-	Pay As You Earn
URA	-	Uganda Revenue Authority
UShs/UgShs	-	Uganda Shillings (Local/Reporting Currency)
LMU	-	Ladder Ministries Uganda.



LADDER MINISTRIES UGANDA (LMU).

Annual Report and Audited Financial Statements as at 31st August, 2017.

INFORMATION ON THE ORGANISATION.

- i. Organization - Ladder Ministries Uganda (LMU)
- ii. Physical and Postal Address - Adyel Division Lira Municipality P. O. BOX 267, Lira - Uganda
Telephone: +256-0758-756053, 0753-110594
- iii. Legal Existence - Ladder Ministries Uganda (LMU) is a Registered entity in the Republic of Uganda with National NGO Board N0S5914/10477.
- iv. Bankers - Barclays Bank- Lira Branch
- v. Auditors - TIMO Associates
Certified Public Accountant,
Tito-paco House, First Floor, Room F7,
Olwol Road, Lira Municipality,
P. O. Box 232, Lira, Uganda
E-mail: timoassociates@gmail.com.
- vi. Contact person - Adong Winnie
P.O.BOX 267
Lira.
Tel +256-775-321315



LADDER MINISTRIES UGANDA (LMU).

Annual Report and Audited Financial Statements as at 31st August, 2017.

THE BOARD OF DIRECTORS STATEMENTS OF MANAGEMENT RESPONSIBILITY WITH REGARD TO THE MANAGEMENT FINANCIAL STATEMENTS FOR YEAR ENDED 31ST AUGUST, 2017

The Board of Directors of the organization are required to prepare financial statements for each financial year which give a true and fair view of the organization state of affairs; and the results of its operations for the year then ended.

In preparing those financial statements, the Board of Directors is required to:

- Select suitable accounting policies and then apply them consistently;
- Prepare estimates that are reasonable and prudent; and
- Prepare the financial statements that comply with the Organization Act, and International Financial Reporting Standards (IFRS).

The Board of Directors is responsible for ensuring that proper accounting records are kept which discharge, with reasonable accuracy, the financial position and performance of the organization. The Board of Directors are also responsible for safeguarding the assets and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Board of Directors accepts responsibility for the financial statements for the 31st August, 2017; Summary of significant accounting policies; and explanatory notes and annexes; which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with the IFRS.

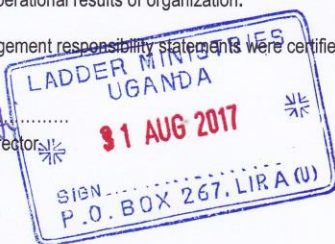
The Board of Directors further accepts responsibility for the maintenance of accounting records that may be relied upon in preparation of the financial statements; as well as adequate systems of internal controls.

Nothing has come to the attention of the Board of Directors to indicate that will not remain a going concern for at least the next twelve months from the date of these statements.

The Board of Directors are of the opinion that the Financial Statements for the 31st August, 2017, gives true and fair view of the state of affairs and operational results of organization.

These management responsibility statements were certified by the Director on..... and signed on its behalf by:

Executive Director



Secretary



LADDER MINISTRIES UGANDA (LMU).

Annual Report and Audited Financial Statements as at 31st August, 2017.

THE FINANCIAL STATEMENTS



LADDER MINISTRIES UGANDA (LMU).

Annual Report and Audited Financial Statements as at 31st August, 2017.

**TIMO ASSOCIATES
CERTIFIED PUBLIC ACCOUNTANT
P. O BOX 232 – LIRA
PHONE O: +256772647622, 0782-325361
E-mail:timoassociates@gmail.com**

REPORT OF THE INDEPENDENT AUDITORS TO THE BOARD OF DIRECTORS OF LADDER MINISTRIES UGANDA (LMU).

We have reviewed the accompanying Annual Financial Statements of organization which comprise; the Statement of Financial Position for the year ended 31st August, 2017, the Statement of Changes in Equity and the Statement of Comprehensive Income for the 31st August, 2017 plus the summary of significant accounting policies, other explanatory notes and annexes during the year then ended.

Board of Directors responsibility for the financial statements

The proprietor is responsible for preparation and fair presentation of these financial statements in accordance with the reporting requirements of the entity, other applicable laws and regulations including the International Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we plan and perform our audit so as to obtain reasonable assurance that the Financial Statements are free of material misstatement.

Basis of Opinion

An audit involves performing procedures to obtain audit evidence about amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for purposes of expressing an opinion on the effectiveness of the proprietor's internal control. An audit also includes evaluating the appropriateness of accounting policies used and reasonableness of accounting estimates made by the 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.



LADDER MINISTRIES UGANDA (LMU).

Annual Report and Audited Financial Statements as at 31st August, 2017.

Opinion

In our opinion, the financial statements referred to above, present fairly in all material respects the financial position of Organization for the 31st August, 2017 and in material respects complies with the IFRS.

Report on other legal requirements:

As required by the Organization Act, we report to you, based on our audit, that:

- i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- ii) In our opinion, proper books of account have been kept by the Board of Directors as far as it appears from our examination of those books; and
- iii) The Financial Statements prepared by the Organization are in agreement with the books of accounts.



Timo Associates
Certified Public Accountant of Uganda,
Lira, Uganda,
Wednesday, 6th September, 2017.

TIMO ASSOCIATES
CERTIFIED PUBLIC ACCOUNTANT




LADDER MINISTRIES UGANDA (LMU).

Annual Report and Audited Financial Statements as at 31st August, 2017.

STATEMENT OF FINANCIAL POSITION AS AT 31ST AUGUST, 2017

ASSETS	Notes	31.08.17
Non Current Assets		UgShs
Non Current Assets	3	9,187,348
Total Non Current Assets		9,187,348
Current Assets		
Inventories	4	174,000
Receivables	5	-
Cash and cash Equivalent	6	16,423,205
Total Current Assets		16,597,205
Total Assets		25,784,553
Liabilities & Equity		
Accumulated Reserve	7	25,284,553
Current Liabilities		
Payables	8	500,000
Total Liabilities & Equity		25,784,553

These financial statements were read and approved on behalf of Directors on 31.08.2017 and signed on its behalf by:



Executive Director



Secretary





LADDER MINISTRIES UGANDA (LMU).

Annual Report and Audited Financial Statements as at 31st August, 2017.

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST DECEMBER 2016

	Contribution	Revenue Reserve	TOTAL
Year Ended 31.08.2017			
OPENING BALANCES			
Balance brought forward	-	25,627,234	14,094,404
Prior year adjustment	-	-	-
Sub total	-	25,627,234	14,094,404
CHANGES IN EQUITY:			
Surplus/(Deficits) from Operations		(342,681)	(342,681)
Additional/(Reductions) in Contributions	-	-	-
Total Changes in Equity During the Year	-	(342,681)	(342,681)
Balances Carried Forward	-	25,284,553	13,751,723

**LADDER MINISTRIES UGANDA (LMU).**Annual Report and Audited Financial Statements as at 31st August, 2017.**STATEMENT OF COMPREHENSIVE INCOME AS AT 31ST AUGUST, 2017**

INCOMES	Notes	Aug-17 UgShs
Contribution and Donations	13	62,005,000
Total income		62,005,000
RECURRENT EXPENDITURES		
Training Materials	14.a	2,055,000
Liquid Soap	14.b	1,165,000
Gym Youth Project Health fitness	14.c	11,000,000
Salon Youth Project	14.d	8,070,000
Training on Raising Seedlings	14.e	1,700,000
School Child Care Nursery & Primary	14.f	4,550,000
Other expenses	14.g	2,500,000
Container Following	14.h	30,050,000
Administrative expenses	15	1,257,681
Total Recurrent Expenditure		62,347,681
Surplus/ (Deficit)		(342,681)

**LADDER MINISTRIES UGANDA (LMU).**Annual Report and Audited Financial Statements as at 31st August, 2017.**STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31ST AUGUST, 2017**

	2017 USHS
CASH FLOW FROM OPERATING ACTIVITIES	
Surplus/(Deficit) for the year	(342,681)
Add back Depreciation	-
Operating profit before changes in W/ Capital	(342,681)
(Increase)/Decrease in Inventories	(174,000)
(Increase)/Decrease in Receivables	-
Increase/ (Decrease) in Payables	500,000
Net cash flow from operating activities	(16,681)
Cash Flow from Investing activities	
Plant, Property and Equipments	-
Net Cash flow from Investing Activities	-
Net cash flow during the year	(16,681)
Prior year Adjustment	-
Cash and Cash Equivalent at start of year	16,439,886
Cash and Cash Equivalent at end of year	16,423,205



LADDER MINISTRIES UGANDA (LMU).

Annual Report and Audited Financial Statements as at 31st August, 2017.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST, 2017

1.0 ACCOUNTING ENTITY

Ladder Ministries Uganda (LMU) is a Registered entity in the Republic of Uganda with National NGO Board N0S5914/10477.

2.0 PRINCIPAL ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of these financial statements are set out below:

a. Basis of Preparation of the Financial Statements

The financial statements are prepared under the historical cost convention on accrual basis; and are in compliance with the International Financial Reporting Standards.

b. Revenue Recognition

Revenue is recognized when an irrevocable commitment is made with third parties.

c. Foreign Currency Translation

Foreign currency transactions occurring during the year are translated into Uganda Shillings at the rates ruling on the dates of the transactions.

Non-monetary items in the Statement of Financial Position are translated and recorded at the rate of exchange ruling at the date of the transaction and are not re-translated at the Statement of Financial Position date.

Monetary items are translated using the closing rate of exchange at the Statement of Financial Position date. Any exchange loss or gain is recognized in the statement of comprehensive income for the year.

d. Accounts Receivable

Receivables are stated after making specific provisions for bad and doubtful debts. Bad debts are written off when all reasonable steps to recover such debts have been taken without success.



LADDER MINISTRIES UGANDA (LMU).

Annual Report and Audited Financial Statements as at 31st August, 2017.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST, 2017

e. Depreciation/Amortization

Depreciation is calculated to write off the costs or valuation of assets using the reducing balance method at the following rates:

Asset	Method/Basis of Depreciation/Amortization
Equipments	12.5 % p.a. on reducing balance .
Computers	20% p.a. on reducing balance
Furniture and fittings	12.5% p.a. on reducing balance

f. Cash and Cash Equivalents

For purposes of the statement of cash flows, cash and cash equivalents comprise cash on hand and deposits held at call with banks.

g. Revaluation of Non-current assets

Revaluation of non-current assets is disclosed in accordance with IAS 16: *Plant, Property and Equipment*. Under the IAS, accumulated depreciation on an item of property, plant and equipment is re-stated proportionately at the date of revaluation with the change in the gross carrying amount of the asset so that the carrying amount of the asset after revaluation equals its revalued amount.

If an asset's carrying amount is increased as a result of a revaluation, the increase is recognized in the 'other comprehensive income' section of the Statement of Comprehensive Income and accumulated in 'Equity' under 'Revaluation Surplus'.

If an asset's carrying amount is decreased as a result of a revaluation, the decrease is recognized in the 'surplus/(deficit)' section of the Statement of Comprehensive Income.

h. Stocks or inventory

Stocks comprise consumables. They are valued at the lower of cost and net realizable values. Assets whose unit cost (or total of the components if acquired as a set) is less than US\$ 100,000 are expensed during the year of purchase. A separate control register is maintained for such assets for control of usage.



LADDER MINISTRIES UGANDA (LMU).

Annual Report and Audited Financial Statements as at 31st August, 2017.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST, 2017

3.0 NON-CURRENT ASSETS

Aug-17					
ASSET	Bal B/F	Additions	Total	Dep for the period	NBV as at Aug, 2017
Musicle church equipments	5,129,219	-	5,129,219	480,864	4,648,355
Furniture and fittings	1,224,000	-	1,224,000	114,750	1,109,250
Computer and Accessories	2,121,600	-	2,121,600	477,360	1,644,240
Office Equipments	1,970,210	-	1,970,210	184,707	1,785,503
Totals	10,445,029	-	10,445,029	1,257,681	9,187,348



LADDER MINISTRIES UGANDA (LMU).

Annual Report and Audited Financial Statements as at 31st August, 2017.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST, 2017

4. INVENTORIES

The balance on this account relates to stock of unsold produce and unused bee hives balance by the accounting year.

	2016
Inventories	UgShs
Stationary	174,000
Totals to page 8	174,000

5. RECEIVABLES

The balance on this account relates to prepaid amounts and unpaid balance due to services rendered and supplies made by the accounting year.

	Aug-17
Receivables/Debtors	UgShs
Receivables	-
Totals to page 8	-

6. CASH AND CASH EQUIVALENTS

The balance on this account relates to cash in hand and bank balance by the end of the accounting year

	Aug-17
Cash and cash equivalent	UgShs
Bank and Cash Balance	16,423,205
Totals to page 8	16,423,205

7. ACCUMULATED FUND

The balance on this account relates to accumulated surplus and deficits over the years in operation.

	Aug-17
Statement of Reserves	UgShs
Balance as at 1st January	25,627,234
Surpluses/(Deficits)	(342,681)
Balance as at 31st August	25,284,553



LADDER MINISTRIES UGANDA (LMU).

Annual Report and Audited Financial Statements as at 31st August, 2017.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST, 2017

8. PAYABLES

The balance on this account relates to unpaid amount balances due to the services rendered and supplies received by the end of the accounting year

	Aug-17
Payables	UgShs
Timo Associates	500,000
Totals to page 8	500,000

9. TAXATION

Ladder Ministries Uganda is registered with the Government of the Republic of Uganda is liable to paying taxes following the repeal IT(Am) Act 2014 Income Tax Act Section 21 (aa). The NGO will only be exempted from taxes on the surplus of its income over expenditure by applying for tax exemption with URA, but must file the accounts annually.

10. RELATED PARTY TRANSACTIONS

There were no related party transactions during the year.

11. CAPITAL COMMITMENTS

There were no capital commitments as at 31st August, 2017.

12. PRESENTATION CURRENCY

The financial statements are presented in Uganda Shillings (UShs/UgShs).



LADDER MINISTRIES UGANDA (LMU).

Annual Report and Audited Financial Statements as at 31st August, 2017.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST, 2017

Income	Aug-17
13.INCOME SOURCES	UgShs
Pr. Jimmy Odongo (Seedlings)	40,000,000
Maddam Winnie Adong Beads Bags	6,000,000
Muge Nelson (Contribution)	3,805,000
Ogwang Olwa Veve (Contribution)	10,000,000
Donation	2,200,000
Total to page 9	62,005,000



LADDER MINISTRIES UGANDA (LMU).
Annual Report and Audited Financial Statements as at 31st August, 2017.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST, 2017

EXPENDITURES	Aug-17
14. Project Activities- Skills Development	UgShs
a. Training Materials	
Beads for making Bags	1,000,000
Nylon Strings	200,000
Rubber Sheet	240,000
Cloth	375,000
Zip	140,000
Transport	100,000
Total to page 10	2,055,000
b. Liquid Soap	
Caustic Soda	50,000
Sulphuric Acid	400,000
Tibro	400,000
Colour	50,000
Perfume	50,000
Salt	25,000
Buckets	40,000
Clip Chart, Makers, Pens	100,000
Urea	50,000
Totals to page 10	1,165,000
c. Gym Youth Project Health Fitness	
Ultrathin Machine	4,000,000
Trade Mill	1,500,000
Gym Bicycles(3)	2,500,000
Weight Lifters	1,000,000
Assort Gym Items	2,000,000
Totals to page 10	11,000,000



LADDER MINISTRIES UGANDA (LMU).

Annual Report and Audited Financial Statements as at 31st August, 2017.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST, 2017

d. Salon Youth Project

Washing Sink Chair	1,500,000
Sterilizer	600,000
Head Dryer	700,000
Hand Dryer	70,000
Towel Wamer	700,000
Generabr	500,000
Flat Screen T.V	400,000
Wall Mirrior	400,000
Hoofler	200,000
Timber Board	400,000
Assorted Items	2,000,000
Wiring Electricity	600,000
Totals to page 10	8,070,000

e. Training On Raising Seedlings

Porting Bags	200,000
Soil & Transportation	400,000
Manure	200,000
Manila, Marker	30,000
Pump	70,000
Insecticide	100,000
Seeds	500,000
Extension Workers 2 Months	200,000
Totals to page10	1,700,000

f. School Child Care Nursery & Primary

Construction pf Toll & Kitchen & Transportation of Marram	3,000,000
Cooking Utensils	500,000
Learning Aid Uganda curriculum	200,000
Fenching School	250,000
Sign Post Design	120,000
Registration of School at District Level	200,000
7 Mattresses	280,000
Totals to page 10	4,550,000

**LADDER MINISTRIES UGANDA (LMU).**Annual Report and Audited Financial Statements as at 31st August, 2017.**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST AUGUST, 2017**

g. Other expenses	
Utilities	500,000
Evangelization	1,500,000
Medical Camp expenses	500,000
Totals to page 9	2,500,000
h. Container Following	
Meeting Clearance agents in Busia	250,000
Processing Container documents right from proposal to writing	4,000,000
Clearance of Container from Boarder	10,000,000
Transportation of Container	12,600,000
Hiring Store & Office	3,000,000
Security uard	200,000
Totals to page 10	30,050,000
15. Administrative expenses	
Depreciation	1,257,681
Totals to page 10	1,257,681