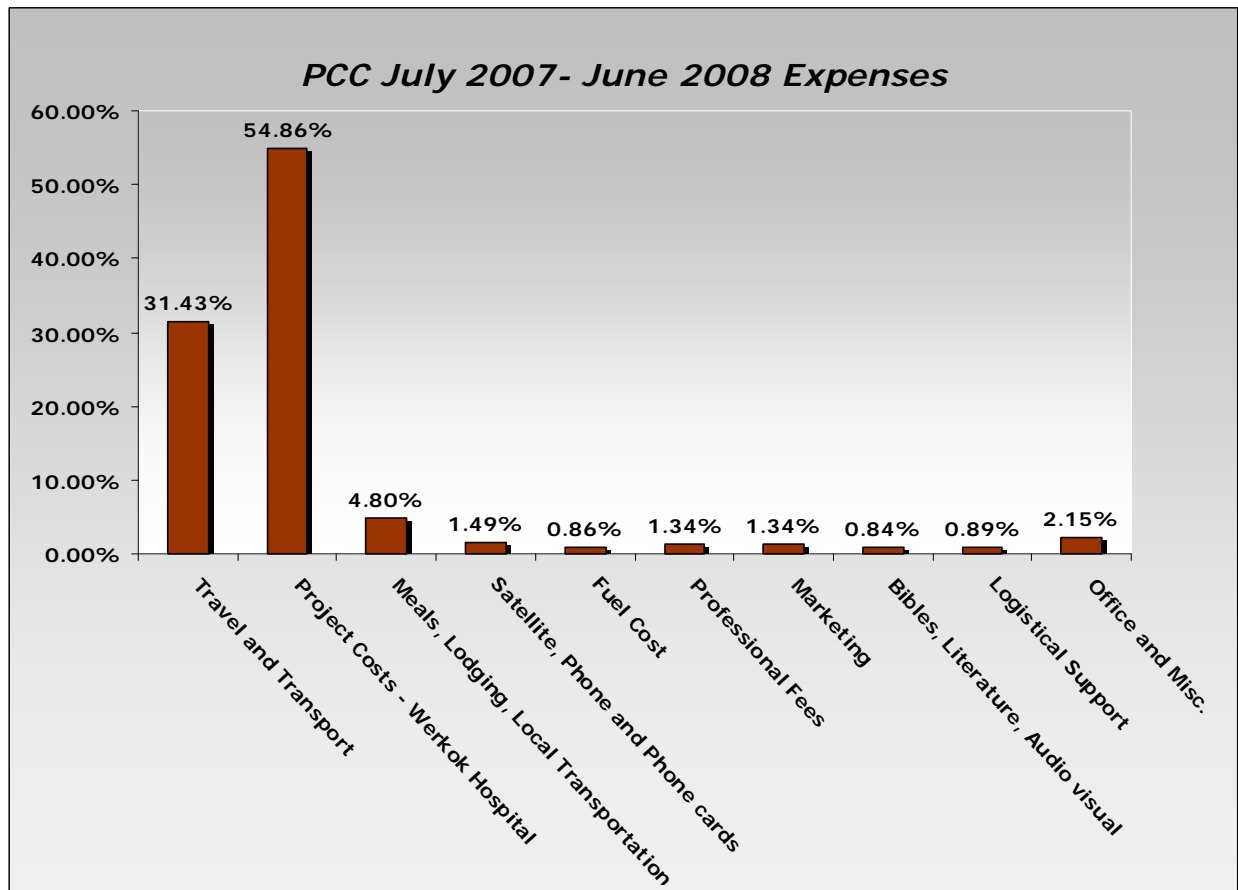




PARTNERS IN COMPASSIONATE CARE 2007-2008 Annual Report

During the 2007-2008 fiscal year, PCC received \$273, 386 in donations, which was an increase of 34% over our previous fiscal year

Total expenditures during this 2007-2008 fiscal year were \$274,186 distributed as indicated in the chart below.



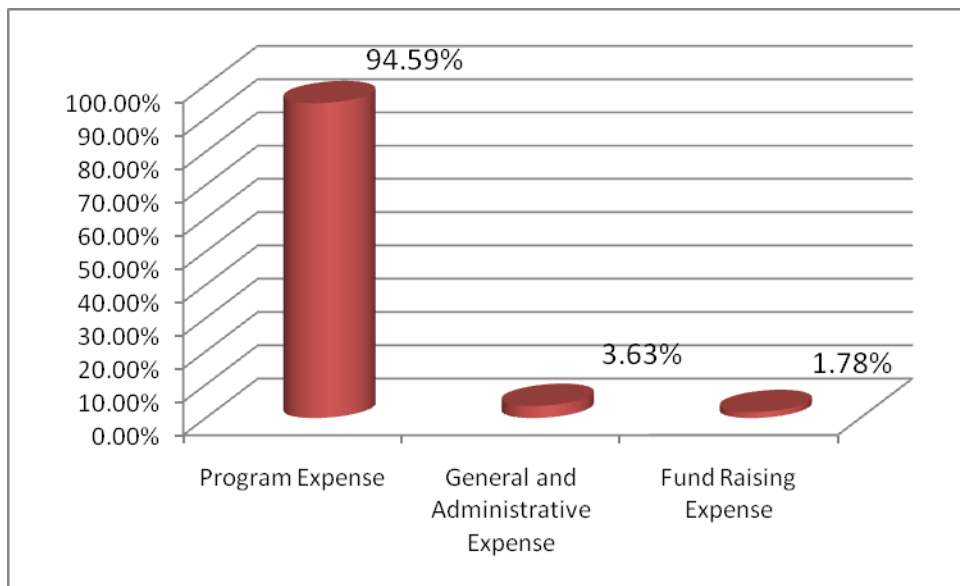
Construction of the building on the Memorial Christian Hospital (MCH) in Werkok, Sudan began in February 2006. As of June 2008, we are estimating that over 80 % of the hospital building is completed. Our goal is to have phase one of hospital construction completed by the end of 2009

Major building materials have been purchased during last year and this year. We have come to the conclusion, after much comparison, that purchasing materials in the US, utilizing donated materials and paying the shipping, is less expensive than obtaining

building materials in Africa. This has resulted in freight and shipping costs being a significant part of our expenses.

Volunteers continue to be an important component of the organization. Since our initial assessment visit in 2004, over seventy different volunteers have visited Werkok and helped with construction and medical work. All board members and volunteers either pay their own expenses or raise their own funds for transportation and lodging and meals while in Sudan. Several volunteers have traveled to Sudan more than once resulting in over 125 work trips by volunteers.

In addition, all administrative work in the US is done by volunteers, therefore our General and Administrative and Fund Raising expense remains very low. The breakdown of these expenses is as below.



Although construction of the MCH hospital building was not complete, urgent medical needs necessitated beginning of hospital operation. A Sudanese doctor and minimal supporting medical staff began operations in January of 2008. While this has added significant expense to our budget, we are pleased with the medical work being done. This is especially true as the hospital facilities are incomplete and quite limited. During this fiscal year, both hospital construction and operation will be the main focus.

We Praise God for this Progress!

- The MCH Staff have provided primary care and some minor surgeries to over 3,500 Sudanese Patients.

- Work toward sustainability of the hospital is progressing. Over half of the patients are paying a small fee for services. This fee is used to partially offset staff salaries.
- Although the hospital building is only 80 % completed, full time operation began in January 2008.
- Christian Mission Aid, with 20 years experience working in East Africa, provided logistical and cultural issue support.
- A surgical eye clinic has been constructed on the hospital site and is staffed and administered by Christian Mission Aid.
- The Mueller missionary family continued to be on site during this 2007-2008 building season to direct the volunteers and manage the site.
- A Sudanese physician joined our team in January 2008.
- Active partnering with the local church and community officials is on-going.
- The Grand Opening for the hospital is scheduled for April 2009.
- A new dining facility was constructed along with medical staff housing.
- Supplies for a water system and an x-ray/communication building have been shipped (December 2008) and are expected to arrive in February 2009.