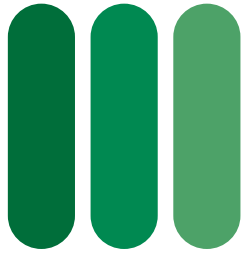


**UNITED
MITOCHONDRIAL
DISEASE
FOUNDATION**

HOPE. ENERGY. LIFE.

ANNUAL REPORT 2007



UNITED MITOCHONDRIAL DISEASE FOUNDATION



The United Mitochondrial Disease Foundation was formed in 1996 to educate the public and the medical community about these complex and often fatal disorders in order to help patients obtain earlier diagnoses and more effective treatments.





A MESSAGE FROM THE CHAIRMAN

Stanley Davis

For most of us, the season of fall and the start of winter bring up many feelings. We watch as the leaves fall from the trees and wait for the first snowflakes. We reminisce about the year that has passed and think about the changes that have occurred in our lives over the last 12 months. At the UMDF, we are coming to the mid-point of our current fiscal year. It is with great pride that I can tell you that for the fiscal year that ended in June, we have exceeded the following goals set for in our strategic plan!

To refine and complete the implementation of a comprehensive marketing and communications plan.

It is critical that we tell the UMDF story and your stories to a much broader audience. Our marketing and communications committee has developed a plan that meets the objectives of reaching new target audiences. We're reaching out to physician's offices nationwide to communicate with newly diagnosed patients. While our overall plan is under review, we are working hard to reinforce the UMDF brand nationwide with our goal of making mitochondrial disease more readily recognizable.

To have a robust, effective and proactive committee structure.

Our committees remain vibrant and in touch. We have met the need to create robust and proactive committees. We must understand that our challenge is to retain and attract new volunteers. As you know, the United Mitochondrial Disease Foundation is a "volunteer led" organization. When a volunteer or a family member is affected by a mitochondrial disease, health must take a priority.

To present to the board a recommendation to upgrade the UMDF's IT infrastructure.

We recently contracted with Kintera to upgrade our infrastructure. The capabilities of this system are outstanding. We continue to work to train the staff on its multiple uses.

To successfully include language for government support of mitochondrial disease.

Before we seek government support, we need to understand how to approach members of Congress for funding for research. With this underway, we can now move to the next steps to advance our work to research funding with the ultimate goal of building a coalition to allocate more federal dollars towards research.

To raise \$2.6 million in FY 2006.

I am happy to report that we have exceeded this goal by more than 10%.

To increase net membership by 25 percent by the end of FY 2006.

I am also very proud to report that this goal was exceeded. We now have 1045 members, which is a 27% overall increase!

Restructure the Scientific Advisory Board and the Scientific and Medical Advisory Board.

We have accomplished this goal by finding a proper mix between the medical community and scientists to help us further the UMDF mission of promoting research and education that will lead to a cure.

Reaching and exceeding goals always gives great satisfaction and a sense of accomplishment. But it also reminds us that we have much work to do and far more to accomplish.

Warmest Regards,

A handwritten signature in cursive script that reads "Stanley Davis".

Stanley Davis, UMDF Chairman



A MESSAGE FROM THE CEO/EXECUTIVE DIRECTOR Charles A. Mohan, Jr.

I am pleased to present the United Mitochondrial Disease Foundation's 2006-2007 Annual Report. We invite you to review this report and gauge for yourself how far we have come without losing sight of how far we still need to go.

OUR MISSION REMAINS CONSTANT

TO PROMOTE RESEARCH AND EDUCATION FOR THE DIAGNOSIS, TREATMENT AND CURE OF MITOCHONDRIAL DISORDERS AND TO PROVIDE SUPPORT TO AFFECTED INDIVIDUALS AND FAMILIES

**This is what we do every day – no more, no less.
This is the reason we are here!**

The accounting firm of Stelmack Dobransky & Eannace, LLC, have completed their annual audit for 2006-2007 and have again rendered a favorable opinion. The UMDF financial statements present fairly, in all material respects, the financial position of the United Mitochondrial Disease Foundation, Inc. as of June 30, 2007 and 2006, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America. Total assets for 2007 of \$2,837,922 were up from 2006 assets of \$2,528,990.

History will be kind to me because I intend to write it.
Winston Churchill

UMDF Grants

Our continued commitment to fund peer review research is growing by leaps and bounds. This grant cycle we received 176 letters of intent. UMDF has allocated \$1,250,000 to support research that will be granted this June at the symposium in Indianapolis. This grant award cycle will place UMDF's support of primary mitochondrial disease research at over \$6,000,000.

Symposia

The UMDF sponsored international symposia continues to bring together hundreds of medical professionals and families. This exchange of information reveals many areas of interest that to our members as well as the medical community. This next symposium will be in Hyatt Regency in Indianapolis, IN with the Scientific Meetings on June 25-28, 2008 and the Family Meetings June 27-28, 2008.

Political Action

UMDF has established a Governmental Affairs Committee that will be addressing NIH funding initiatives and grass roots political action enabling us to better direct legislation, positively impacting our futures. A Public Relations firm has been engaged by UMDF to:

- Increase U.S. Government resources for research into primary mitochondrial disease;
- Increase Congress' understanding of both mitochondrial disease and the impact of research on the millions who suffer secondary conditions;
- Develop "champions" among Members of Congress and congressional staff who will strongly advocate on our behalf.

Things that matter most must never be at the mercy of things that matter least.

Goethe

THE FUTURE

Looking ahead, we will continue to enhance our operational excellence by developing and implementing initiatives that will improve our quality and efficiency. We have created a UMDF Adult Advisory Council Team (AACT) under the leadership of UMDF Trustee Sharon Shaw that will help us better identify and respond to the needs of the adult mitochondrial community.

The UMDF will continue to reach out to the foundation community with the hope of establishing collaborative relationships. We are currently a coalition member of We Move and are working closely with the Child Neurology Foundation. Working together, we will all be better able to accomplish our comparable goals.

The UMDF Chapters, Support Groups, Mito Ambassadors and the general membership continue to grow, with the Carolina Foothills under the direction of Allison Rogers and Donna Pulliam achieving Chapter status in 2007.

Next year's symposium, "Setting the Pace in Mitochondrial Medicine 2008," will be at the Hyatt Regency Indianapolis, IN. This is our 8th annual symposium on mitochondrial diseases, co-sponsored by the Mitochondrial Research Society and the Mitochondrial Medicine Society and will continue to provide the most up-to-date information on mitochondrial disorders to families, researchers, scientists and doctors. The UMDF symposium is the recognized symposium on mitochondrial disorders in the world. Future locations for UMDF symposia will be Washington D.C. in 2009 and possibly the Pacific Northwest in 2010.

To follow, without halt, one aim: There's the secret of success.
Anna Pavlova

Our excellent staff and committed volunteer leadership and the continued support of the UMDF membership make it a pleasure to be the CEO of this organization. It is your strong focus and commitment to the UMDF mission that will help us achieve the strategic goals of the UMDF.

We are looking forward to an exciting future of promoting research and education for the diagnosis, treatment and cure of mitochondrial disorders and of providing support to affected individuals and families.

Toward a cure,

***DESTINY IS NOT A MATTER OF CHANCE,
IT IS A CHOICE;
IT IS NOT A THING TO BE WAITED FOR,
IT IS A THING TO BE ACHIEVED.***

Providing Hope

THE UNITED MITOCHONDRIAL DISEASE FOUNDATION FUNDED RESEARCH PROJECTS (CONTINUED)

- \$ 99,000** **Paul Cobine, PhD, University of Utah**
“Defining copper homeostasis in the mitochondria: Recruitment and distribution of copper for the assembly of cuproenzymes.”
He will investigate the mechanisms that make copper available for the manufacture of an enzyme important in energy metabolism of mitochondria. The project is significant because malfunction of this enzyme is a common cause of mitochondrial diseases.
- \$ 98,340** **Ann Saada (Reisch), PhD, Hadassah Hebrew University Medical Center**
“Mitochondrial DNA synthesis and Krebs (tricarboxylic acid) cycle: The succinyl-CoA synthase.”
She will conduct investigations with cells derived from patients who have undergone progressive depletion of mitochondrial DNA. The goal is to understand the pathophysiology of this process and to identify ways of reversing it.
- \$ 94,481** **Tina Wenz, PhD, University of Miami**
“Increased mitochondrial biogenesis as a therapy to mitochondrial myopathies.”
She will determine whether mice with a defective mitochondrial enzyme will improve when provided with a gene that increases the number of mitochondria in their muscle cells. This is important because of the current scarcity of therapies for mitochondrial disease.
- \$ 86,250** **Paolo Pinton, PhD, University of Ferrara**
“Mitochondrial calcium signaling and organelle dysfunction in mitochondrial diseases: Molecular determinants and regulatory mechanisms.”
The project will investigate the ways that calcium functions as a regulatory molecule in mitochondria. This is important because changes in concentration of calcium have been linked with specific mitochondrial diseases.
- \$ 60,500** **Orly Elpeleg, MD, Hadassah Hebrew University Medical Center**
“Identification of the novel genes associated with isolated complex I deficiency using whole genome mapping in small consanguineous families.”
Her project will identify genetic factors that prevent the normal assembly of an important enzyme in mitochondria. This will prove useful because a number of serious neurodegenerative disorders have in common with mitochondrial malfunction due to deficiencies of this enzyme.

In order to further its quest for a cure, the United Mitochondrial Disease Foundation began its research program in 1997 to fund basic and clinical research on mitochondrial disorders. Since the program began, the UMDF has funded more than \$5 million of research.

THE UNITED MITOCHONDRIAL DISEASE FOUNDATION FUNDED RESEARCH PROJECTS

\$1,150,637 in FY 07

\$157,450 Mingdong Ren, PhD, New York University School Of Medicine

“Genotype-phenotype correlation and genetic modifiers in Barth Syndrome.”

The project will use fruit flies as a research model for the study of Barth Syndrome, a rare mitochondrial disease that causes severe muscle weakness in humans. Discovery in fruit flies of genetic modifiers that affect the syndrome's development will shed light on its pathology and also point towards potential therapies.

\$118,648 Michael King, PhD, Thomas Jefferson University

“Development of high throughput assays for mitochondrial respiratory chain function.”

This project will develop a rapid screening method that searches for chemicals which can improve mitochondrial respiratory chain function in treated cells. This is important because it is difficult to conduct studies assessing treatment effectiveness in mitochondrial disease patients who have a wide variety of symptoms.

\$114,189 Patrice Hamel, PhD, Ohio State University

“Molecular genetic dissection of mitochondrial complex I assembly.”

His lab will study in algae the manufacture of a key mitochondrial enzyme complex also found in humans. In many cases, the genetic defects causing improper assembly of this complex in human mitochondria have not been identified and thus research with this single-celled organism can lead to a clearer understanding of human mitochondrial disease.

\$111,779 Brett H. Graham, MD, PhD, Baylor College of Medicine

“Mutant complex I in drosophila melanogaster: A novel genetic model for mitochondrial disease.”

This research will lead to the development of a fruit fly model for the study of mitochondrial disease due to abnormalities of an important enzyme complex. The goal is to screen for genes responsible for these abnormalities, thus pointing to potential therapies for neuromuscular disorders that result from mitochondrial malfunction.

\$110,000 Konstantin Khrapko, PhD, Beth Israel Deaconess Medical Center/Harvard Medical School

“Development of high throughput mtDNA sequencing for mutation detection and heteroplasmy assessment.”

He will develop a rapid and efficient method for processing multiple mitochondrial DNA samples in order to search for mutations. This is important because it can lead to a cost-effective means of screening for mitochondrial disease.

\$100,000 Ludivine Walter, PhD, Cornell University

“Compensatory mechanisms induced by mitochondrial dysfunction affect animal physiology and physiopathology.”

Her research with a commonly studied nematode worm will break new ground in characterizing how changes in gene expression result in abnormal mitochondrial energy metabolism and concomitant impaired function. The significance of the project lies in the expectation that similar processes are at work in human mitochondrial disease.

Child Neurology Foundation Selects UMDF Recipient of Prestigious Award

The United Mitochondrial Disease Foundation has been named the recipient of the 2007 'Advocacy Award of Merit' from the Child Neurology Foundation. The prestigious award was presented to the UMDF Executive Director and CEO Chuck Mohan during the annual meeting of the Child Neurology Society in Quebec City, Quebec Canada, October 10-13, 2007.

The award recognizes a not-for-profit patient support organization making outstanding achievements on behalf of patients and families with neurological and developmental disorders. "This award is the result of the hard work, dedication and results of volunteer leaders who remain focused on our mission in providing support and advocacy for children and adults who suffer from mitochondrial disorders," Mohan said in accepting the award. "We are very thankful the committee selected the UMDF because it demonstrates their support for our mission and our ultimate goal of finding a cure."



Left to Right: Dr. Rajiv Varma, Charles Mohan, Jr., Dr. John Painter, Julie Hacker and Dr. Bruce Cohen

Special Events and Fundraisers

Volunteers throughout the country organize hundreds of events for the UMDF honoring individuals and families affected by mitochondrial disease. We sincerely appreciate all our fundraisers, both big and small! We rely on current and new events to fund the research grant program. Here is a sampling of a few of the new events that took place during our fiscal year and raised over \$175,000 for the UMDF.

Gillen 6th Birthday Letter Writing Campaign

Pittsburgh, Pennsylvania
August 2006

Row for Mito

St. Andrew Rowing Club
Roswell, Georgia
September 16, 2006

Freeman's 5th Birthday Trail Ride

Three day trail ride event
Demopolis, Alabama
September 2006

Magic, Martinis & Music Philanthropic Dinner Dance

Sponsored by Strathmore Vanderbilt Women's Club
Manhasset, New York
November 3, 2006

Macedonia Elementary School Coins for a Cure

Organized by the Quarles family
Canton, Georgia
February 2006

1st Annual Cards for a Cure

Casino Night Event
Hosted by Elder, McNeill and Tucker families
Destin, Florida
February 23, 2007

ING Half Marathon

Organized by Marilyn Arkin

Atlanta, Georgia
March 25, 2007

Green Gala Historical Society Event

Independent film screening and awareness event
Indianapolis, Indiana
April 20, 2007

Josie Mazzo Children's Charities Golf Outing

Golf Outing
Dickson, Tennessee
May 10, 2007

1st Annual Bike-E-Thon

Hosted by the Bonney family and friends
Barrington, Rhode Island
May 20, 2007

Connor's Energy for Life

Sold paper light bulbs
Indianapolis, Florida
June 2007

Plants for a Purpose

Percent of sales from a landscaping company
Rock Valley, Iowa
June 30, 2007

SPECIAL EVENTS

Total in FY07	\$1,472,767
Increase from FY06	15%

DONATIONS

Individual Donations

Total FY 07	\$809,670
Membership Dues	\$45,301

GRANTS

Total in FY07	\$360,563
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Chapters, Groups and Ambassadors

ALABAMA

**Ambassador – Huntsville/
Madison County**
Contact: Peggy Stolz Conti
E-mail: my2peepapoos@aol.com

ARIZONA

★**Arizona Chapter**
President: Courtney Whycott
E-mail: AZChapter@umdf.org

CALIFORNIA

★**Southern California Chapter**
President: Steve Grossman
E-mail: SCalChapter@umdf.org

Ambassador – Sacramento Valley
Contact: Valina Combs
E-mail: valinajewell@comcast.net

**Ambassador – Southern California/
Inland Empire**
Contact: E.J. and Debbie Fogel
E-mail: ejfdrf@sbcglobal.net

Ambassador – Ukiah, Calif.
Contact: Norma Gibson
E-mail: mngibson@pacific.net

COLORADO

Denver Mito Group
Contact: Laura Marrs
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FLORIDA

North Central Florida Mito Group
Contact: Alicia Kaminski
E-mail: limitlesschildrenx4@yahoo.com

Ambassador – Melbourne, Fla.
Contact: Christine Golden
E-mail: Goldenfamily5@cfl.rr.com

Ambassador – South Florida
Contact: Jennifer Clifton
E-mail: jencilifton@msn.com

GEORGIA

★**Atlanta Area Chapter**
President: Chris Swinn
E-mail: ATLchapter@umdf.org

**Southern Georgia/
Northern Florida Mito Group**
Contact: Erin Willis
E-mail: mito_mom@yahoo.com

IDAHO

Idaho Mito Group
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E-mail: mitogroupofidaho@yahoo.com

INDIANA

★**Indiana Chapter**
President: Penny Hanlon
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ILLINOIS

★**Chicago Area Chapter**
President: Patrick Kelley
E-mail: ChicagoChapter@umdf.org

Central Illinois Mito Group
Contact: Crystal Smith
E-mail: bandcsmith@verizon.net

Ambassador – Springfield, IL
Contact: Patti Bauer
E-mail: pattibauer.aspen@yahoo.com

IOWA

Iowa Mito Group
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Ambassador – Northern Iowa
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KENTUCKY

Ambassador – Louisville, Ky.
Contact: Krystena Richards
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LOUISIANA

Southwest Louisiana Mito Group
Contact: Mary Ann West
E-mail: plannergirl@camtel.net

MARYLAND

DC Area Mito Group
Contact: David Hamm
E-mail: admin@datm.org

MASSACHUSETTS

★**New England Chapter**
President: Bridget Willis
E-mail: NEngChapter@umdf.org

MICHIGAN

Western Michigan Mito Group
Contact: Michelle DeWitt
E-mail: mdewitt@netzero.com

MINNESOTA

★**Minneapolis/St. Paul Chapter**
President: Ryan Walther
E-mail: MNChapter@umdf.org

MISSISSIPPI

Greater Jackson Mito Group
Contact: Julie Manley
E-mail: manley_family@comcast.net

MISSOURI/KANSAS

★**Kansas City Chapter**
President: Pam Johnson
E-mail: KCchapter@umdf.org

St. Louis Area Mito Group
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NEW JERSEY

Ambassador – Southern New Jersey
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NEW YORK

★**New York Metro Chapter**
President: Tom Shubeck
E-mail: NYMetroChapter@umdf.org

Western New York Mito Group
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E-mail: vfhartman@verizon.net

Ambassador – Albany, N.Y.
Contact: Jacqueline Perrotta
E-mail: cajl1313@hotmail.com

Ambassador – New Paltz, N.Y.
Contact: Beth and James DeArce
E-mail: dearcej@earthlink.net

Ambassador – Northern New York
Contact: Chriselle & Kristopher Conlin
E-mail: chefconlin@yahoo.com

OHIO

★**Ohio Chapter – Cleveland**
President: Bill Hodges
E-mail: OHChapter@umdf.org

★**Central Ohio Chapter**
President: Matt Kovalcik
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Cincinnati Mito Group
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E-mail: salthouse@aol.com

Ambassador – Southeast Ohio
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E-mail: gthompson@columbus.rr.com

OREGON

Pacific Northwest Mito Group
Contact: Gretta Cole or David Doyle
E-mail: Glou68@aol.com
or daviddusa@hotmail.com

PENNSYLVANIA

★**Delaware Valley Chapter**
President: Therese Garvin
E-mail: DelValChapter@umdf.org

Erie Mito Group
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E-mail: Kimberlydawn1@verizon.net

Pittsburgh Mito Group
Contact: Karen Wilson or Heather Pallas
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Ambassador – Central Pennsylvania
Contact: Kim Olenderski
E-mail: gabby244@dejazzd.com

SOUTH CAROLINA

★**Carolina Foothills Chapter**
President: Allison Rogers
E-mail: carolinafoothills@umdf.org

Ambassador – Chapin, S.C.
Contact: Karis Mott
E-mail: karismott@yahoo.com

Ambassador – Charleston, S.C.
Contact: Addy Smoke
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TENNESSEE

Middle Tennessee Mito Group
Contact: Courtney Fellers
E-mail: midtenmito@yahoo.com

Ambassador – Crossville, Tenn.
Contact: Regina Norrod
E-mail: turneround@volfirst.net

Ambassador – Dayton, Tenn.
Contact: Kristie Goodwin
E-mail: mitomom@charter.net

TEXAS

★**Houston Chapter**
President: Deb Schindler
E-mail: HoustonChapter@umdf.org

Dallas Mito Group
Contact: Tova Sido
E-mail: ttsido@hotmail.com

Ambassador – McAllen, Texas
Contact: Mayra Rivera
E-mail: MRivera740@aol.com

Ambassador – Wichita Falls, Texas
Contact: Shamayn Kennedy
E-mail: mayn@xanadoo.com

UTAH

Ambassador – Utah/North Dakota
Contact: Lyn Taggart
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VERMONT

Ambassador – Vermont
Contact: MaryBeth LeFevre
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WASHINGTON

Ambassador – NW Washington
Contact: Joy Krumdiack
E-mail: bryankr@msn.com

WISCONSIN

Ambassador – Kimberly, Wis.
Contact: Mindy Welhouse
E-mail: mwelhouse3@new.rr.com

Ambassador – Waukesha, Wis.
Contact: Anne Juhlmann
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INTERNATIONAL

Australia Mito Group
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Ambassador – Toronto/E. Ontario
Contact: Ken Graham
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Ambassador – Western Quebec
Contact: Vicky Durocher
E-mail: vickyd.82@hotmail.com

Ambassador – Winnipeg
President: Keely Schellenberg
E-mail: kschellenberg@mts.net

Ambassador – United Kingdom
Contact: Rowland Dicker
E-mail: Rowland@dicker.org.uk

UMDF YOUTH AMBASSADORS

California
Contact: Brittany Wilkinson
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New Jersey
Contact: Jamieson Smith
E-mail: Jamster1221@aol.com

For more information about a chapter, group or ambassador near you, contact the UMDf office at 888-317-UMDF!

Independent Auditor's Report

To the Board of Trustees of the
United Mitochondrial Disease Foundation, Inc.

We have audited the accompanying statements of financial position of the United Mitochondrial Disease Foundation, Inc. ("the Foundation") as of June 30, 2007 and 2006, and the related statements of activities, functional expenses and cash flows for the years then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the United Mitochondrial Disease Foundation, Inc. as of June 30, 2007 and 2006, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

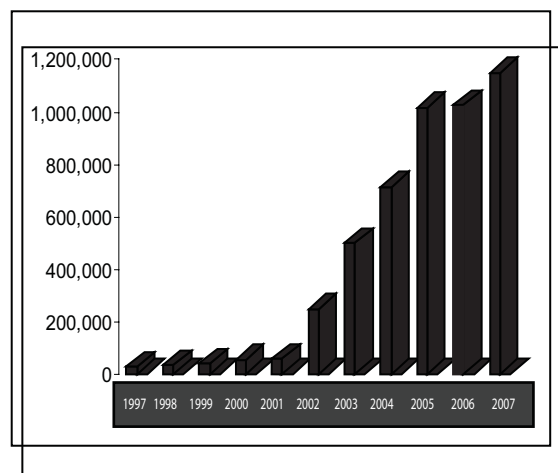
STELMACK DOBRANSKY & EANNACE, LLC
Pittsburgh, Pennsylvania

November 8, 2007

Statements of Financial Position June 30, 2006 and 2007

	2007	2006
ASSETS		
Cash and cash equivalents	\$1,303,695	\$ 1,406,425
Accounts receivable	3,139	0
Contributions receivable (Note 2)	40,000	0
Inventories	14,997	16,225
Investments (Note 3)	1,267,512	858,251
Prepaid expenses	22,277	26,065
Fixed assets - net (Note 4)	186,302	222,024
TOTAL ASSETS	\$2,837,922	\$ 2,528,990
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable	\$ 222,635	\$ 145,170
Accrued liabilities	82,785	121,722
Grants payable (Note 5)	1,794,433	1,610,035
Deferred revenue	46,708	101,607
Total liabilities	2,146,561	1,978,534
NET ASSETS		
Unrestricted	596,624	469,465
Temporarily restricted (Note 6)	94,737	80,991
Total net assets	691,361	550,456
TOTAL LIABILITIES AND NET ASSETS	\$2,837,922	\$ 2,528,990

UMDF FUNDED RESEARCH GRANTS



STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS FOR YEARS ENDED JUNE 30, 2007 and 2006

	2007			2006		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
PUBLIC SUPPORT AND REVENUE						
Support:						
Fundraising	\$1,246,428	\$ 226,339	\$ 1,472,767	\$ 1,284,181	\$ 0	\$ 1,284,181
Contributions	416,515	169,570	586,085	216,361	187,759	404,120
In honor of	129,921	0	129,921	93,920	0	93,920
In memory of	81,174	0	81,174	43,004	0	43,004
In kind	10,880	1,610	12,490	15,199	0	15,199
Grants	46,387	160,000	206,387	84,918	0	84,918
Total support	1,931,305	557,519	2,488,824	1,737,583	187,759	1,925,342
Revenue:						
Symposium and seminars	277,231	0	277,231	171,735	0	171,735
Membership	45,301	0	45,301	32,582	0	32,582
Sales	17,830	0	17,830	40,509	0	40,509
Miscellaneous	250	0	250	130	0	130
Total revenue	340,612	0	340,612	244,956	0	244,956
Investment income	85,001	0	85,001	62,700	0	62,700
Net unrealized gain on investments	103,377	0	103,377	54,424	0	54,424
Net realized gain (loss) on investments	(798)	0	(798)	0	0	0
Net assets released from program restrictions	543,773	(543,773)	0	142,484	(142,484)	0
Total support and revenue	3,003,270	13,746	3,017,016	2,242,147	45,275	2,287,422
FUNCTIONAL EXPENSES						
Program services:						
Research	1,291,092	0	1,291,092	1,113,050	0	1,113,050
Public awareness	173,945	0	173,945	168,326	0	168,326
Education/member support	662,538	0	662,538	582,270	0	582,270
Total program services	2,127,575	0	2,127,575	1,863,646	0	1,863,646
Supporting services:						
Administrative and general	177,412	0	177,412	181,820	0	181,820
Fundraising	571,124	0	571,124	514,308	0	514,308
Total supporting services	748,536	0	748,536	696,128	0	696,128
Total expenses	2,876,111	0	2,876,111	2,559,774	0	2,559,774
CHANGES IN NET ASSETS	127,159	13,746	140,905	(317,627)	45,275	(272,352)
NET ASSETS- Beginning of year	469,465	80,991	550,456	787,092	35,716	822,808
NET ASSETS- End of year	\$ 596,624	\$ 94,737	\$ 691,361	\$ 469,465	\$ 80,991	\$ 550,456

See Independent Auditor's Report and
Notes to the Financial Statements

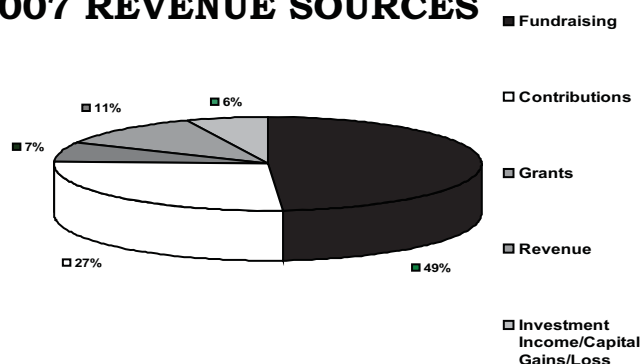
STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED JUNE 30, 2007 - 2006

	2007	2006
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 140,905	\$ (272,352)
Adjustments to reconcile change in net assets provided by (used in) operating activities:		
Depreciation	56,061	40,810
Realized (gain) loss on sale of investments	798	0
Unrealized (gain) loss on investment	(103,377)	(54,424)
Changes in assets (increase)/decrease:		
Contribution receivable	(40,000)	19,596
Accounts receivable	(3,139)	0
Inventories	1,228	(6,246)
Prepaid expenses	3,788	(9,271)
Changes in liabilities (decrease)/increase:		
Accounts payable	77,465	7,231
Accrued expenses	(38,937)	96,536
Grants payable	184,398	268,143
Deferred revenue	(54,899)	15,328
Net cash provided by (used in) operating activities	224,291	105,351
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of equipment	(20,340)	(97,128)
Purchase of investments	(310,288)	(26,959)
Proceeds on sale of investments	3,607	0
Net cash provided by (used in) investing activities	(327,021)	(124,087)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(102,730)	(18,736)
CASH AND CASH EQUIVALENTS – Beginning of year	1,406,425	1,425,161
CASH AND CASH EQUIVALENTS – End of year	<u>\$1,303,695</u>	<u>\$1,406,425</u>

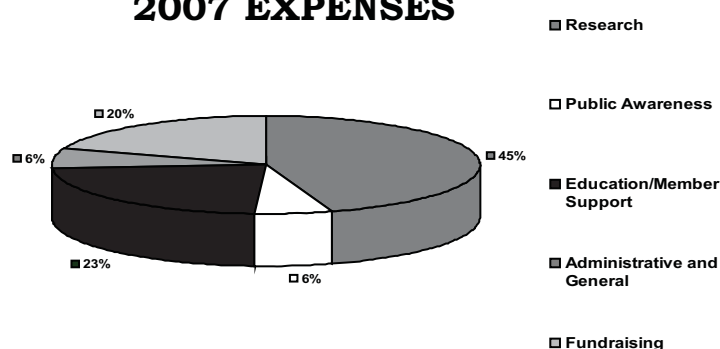
SUPPLEMENTAL INFORMATION

Interest paid	\$ 0	\$ 0
Income taxes paid on unrelated business income	\$ 0	\$ 0

2007 REVENUE SOURCES



2007 EXPENSES



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEARS ENDED JUNE 30, 2007 and 2006

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Nature of Activities

The United Mitochondrial Disease Foundation, Inc. ("the Foundation") was organized on April 28, 1995, and is the result of a merger between a number of specific Mitochondrial disease organizations to form a larger, more cohesive united foundation representing all mitochondrial diseases and all sufferers, adult and children alike. The Foundation's mission is to promote research for cures and treatments of mitochondrial disorders and to provide support to affected families.

Basis of Accounting

The accompanying financial statements are prepared on the accrual basis of accounting, and accordingly, reflect all significant receivables, payables, and other liabilities.

Financial Statement Presentation

The Foundation's financial statements are prepared in accordance with Statement of Financial Accounting Standards (SFAS) No. 117, "Financial Statements of Not-for-Profit Organizations." Under SFAS No. 117, the Foundation is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets and permanently restricted net

Contributions

The Foundation records contributions and grants in accordance with SFAS No. 116, "Accounting for Contributions Received and Contributions Made." Under SFAS No. 116, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions. Contributions that are required to be reported as temporarily restricted support are then reclassified to unrestricted net assets upon expiration/satisfaction of the donor restrictions.

Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, the Foundation considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents. For the years ended June 30, 2007 and 2006, the Foundation had no noncash investing or financing activities for cash flow purposes.

Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities and the reported revenues and expenses. Actual results could differ from those estimates.

Inventories

Inventories consist of merchandise and are stated at the lower of cost (first-in-first-out) or market.

Investments

The Foundation records investments in accordance with SFAS No. 124, "Accounting for Certain Investments Held by Not-for-Profit Organizations" which established standards of financial accounting, reporting and disclosures for certain financial securities held by not-for-profit organizations. Under SFAS No. 124, investments are presented in these financial statements at their current market value. These current market values are established using published market prices.

Fixed Assets

Fixed assets are recorded at cost and depreciated using the straight-line method over estimated useful lives of 5 to 7 years. Depreciation expense, totaling \$56,061 and \$40,810 for the years ended June 30, 2007 and 2006, respectively, is allocated to the various activities based on usage.

Revenue and Expense Recognition

Income from membership dues and program service fees are deferred and recognized over the periods to which the specific types of income relate. Costs and expenses related to such activities are also deferred as prepaid expenses and recognized in the period when the programs are held.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities and changes in net assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Income Tax Status

The Foundation is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to the Foundation's tax-exempt purpose is subject to taxation as unrelated business income. For the years ended June 30, 2007 and 2006, the Foundation had no such income. In addition, the Foundation qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(1).

Concentration of Credit Risk

Financial instruments which potentially subject the organization to a concentration of credit risk, as defined by FASB Statement No. 105, consist principally of cash, temporary cash investments and marketable securities. The cash, temporary cash investments and marketable security accounts of the organization are maintained at high quality financial institutions. At times such accounts may be in excess of FDIC insurance limits, but pose no significant concentration of credit risk.

Changes in Presentation of Comparative Statements

Certain prior year amounts have been reclassified to conform to the current year presentation.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEARS ENDED JUNE 30, 2007 and 2006
Continued

2. CONTRIBUTIONS RECEIVABLE (PROMISES TO GIVE)

Pledges of contributions (or promises to give) have been classified as unconditional or conditional. Unconditional promises to give at June 30 are as follows:

	2007	2006
Receivable in less than one year	\$ 40,000	\$ 0
Receivable in one to five years	0	0
Total unconditional promises to give	\$ 40,000	\$ 0

Management has deemed these promises to give to be fully collectible, and thus, no allowance for uncollectible pledges receivable has been recorded.

There were no conditional promises to give at June 30, 2007 and 2006, respectively.

3. INVESTMENTS

At June 30, investments were as listed below:

	-----2007-----		-----2006-----	
	Cost	Market	Cost	Market
Mutual funds	\$1,030,836	\$1,267,512	\$724,811	\$858,251

4. FIXED ASSETS

Fixed assets are summarized as follows at June 30:

	2007	2006
Furniture and fixtures	\$ 54,359	\$ 43,766
Computer equipment	51,207	55,826
Computer software	209,263	209,263
Leasehold improvements	5,225	5,225
Total fixed assets	320,054	314,080
Less accumulated depreciation	133,752	92,056
Fixed assets - net	\$ 186,302	\$ 222,024

5. GRANTS PAYABLE

Grants authorized but unpaid at year end are reported as liabilities in accordance with SFAS No. 116, "Accounting for Contributions Received and Contributions Made."

On May 20, 2005, the Board of Trustees approved future research grants totaling \$1,018,489 to be paid to qualified recipients from the years 2005 through 2007. As of June 30, 2007, \$111,970 was unpaid.

On May 17, 2006, the Board of Trustees approved future research grants totaling \$1,025,021 to be paid to qualified recipients from the years 2006 through 2008. As of June 30, 2007, \$531,826 was unpaid.

In May 2007, the Board of Trustees approved future research grants totaling \$1,150,637 to be paid to qualified recipients from the years 2007 through 2009. As of June 30, 2007, all grants awarded in the current fiscal year were unpaid.

6. NET ASSETS

Temporarily restricted net assets at June 30, 2007 and 2006 are available for the following purposes:

	2007	2006
Research	\$94,737	\$ 80,991

7. OPERATING LEASE

The Foundation leases office space under an operating lease agreement that expires October 2007. The Foundation leases a copier under an operating lease agreement that expires November 2011. The Foundation also leases a postage machine under an operating lease agreement that expires December 2010. The future minimum rental payments required under these lease agreements are:

	Year Ended June 30,	Amount
2008		\$ 29,051
2009		9,525
2010		5,340
2011		4,662
2012		1,660
Thereafter		0
Total		\$ 50,238

Rental expense amounted to \$53,797 and \$52,836 for the years ended June 30, 2007 and 2006, respectively.

8. CONTRIBUTED SERVICES

SFAS No. 116 requires contributed services to be recognized if the services received create or enhance nonfinancial assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by volunteers. The Foundation receives such services from community members who volunteer to provide video production, website development and accounting services. The value of these services was calculated as \$12,490 and \$15,199 for the years ended June 30, 2007 and 2006, respectively, and is included in the accompanying Statements of Activities as revenue and expense.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEARS ENDED JUNE 30, 2007 and 2006
Continued

CHAPTERS

In addition to the national office of the United Mitochondrial Disease Foundation, Inc., local chapters have also been formed throughout the United States. These chapters include:

- Ohio Chapter
- Delaware Valley Chapter
- Southern California Chapter
- Kansas City Chapter
- New England Chapter
- Arizona Chapter
- New York Metro Chapter
- Indiana Chapter
- Atlanta Chapter
- Chicago Chapter
- Houston Chapter
- Central Ohio Chapter

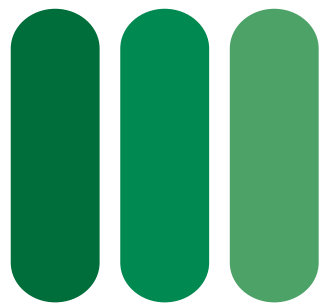
Each chapter is required to file an application for their own employer identification number, abide by their signed chapter affiliation agreement and by-laws and to provide the national office their monthly chapter finance report. The Foundation has received a group exemption under 501(c)(3) of the Internal Revenue Code, and accordingly, will file a group tax return for the chapters. The primary purpose of the chapters is to provide a support network and conduct charitable fundraising activities for the Foundation. The chapters meet the requirements for consolidation and accordingly, their balances are included in the accompanying financial statements.

The Statements of Financial Condition include the cash balances of each chapter as of June 30 as follows:

	<u>2007</u>	<u>2006</u>
Ohio Chapter	\$ 13,974	\$23,491
Delaware Valley Chapter	8,126	2,552
Southern California Chapter	3,686	3,686
Kansas City Chapter	12,024	29,812
New England Chapter	894	15,137
Indiana Chapter	7,786	14,532
New York Metro Chapter	1,701	32
Atlanta Chapter	3,344	1,915
Chicago Chapter	2,607	0
Houston Chapter	1,510	0

The Statements of Activities and Changes in Net Assets for the year ended June 30, 2007 includes the activity for each chapter as follows:

	<u>2007</u>	<u>Revenue</u>	<u>Expenses</u>
Ohio Chapter	\$360,552		\$ 109,449
New England Chapter	112,484		16,137
Southern California Chapter	10,765		19
Delaware Valley Chapter	96,888		19,505
Arizona Chapter	2,342		46
New York Metro Chapter	39,227		2,328
Kansas City Chapter	42,581		12,789
Indiana Chapter	49,868		21,343
Atlanta Chapter	135,803		26,546
Chicago Chapter	22,644		279
Houston Chapter	1,200		790
Central Ohio Chapter	1,886		1,132
Total	\$876,240		\$ 210,363



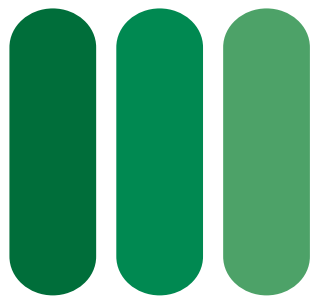
UNITED MITOCHONDRIAL DISEASE FOUNDATION

HOPE. ENERGY. LIFE.



OUR MISSION

TO PROMOTE RESEARCH AND EDUCATION FOR THE DIAGNOSIS, TREATMENT AND CURE OF MITOCHONDRIAL DISORDERS AND TO PROVIDE SUPPORT TO AFFECTED INDIVIDUALS AND FAMILIES.



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