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AFRIKIDS GHANA

ANNUAL REPORT AND ACCOUNTS -31ST DECEMBER, 2015

MUSAHNURIHASSAN & CO.
AUDITING, FINANCIAL ADVISORS,
MANAGEMENT CONSULTANCY,
PREPARATION OF FINANCIAL
STATEMENTS, ETC
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AFRIKIDS GHANA

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AFRIKIDS GHANA

A) PARTICULARS OF THE BOARD OF DIRECTORS

<u>NAMES</u>	<u>ADDRESS</u>	<u>NATIONALITY</u>
Georgina Jessica Fienberg	166, Bolgatanga	United Kingdom
Nicholas Kudjoe Kumah	UE 3841 Yorogo Bolgatanga	Ghanaian

B) AUDITORS

Musahnurihassan & Co.
Post Office Box 1372
Tamale, N/R

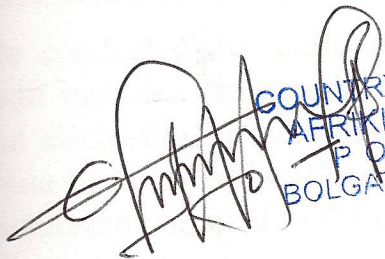
C) BANKERS

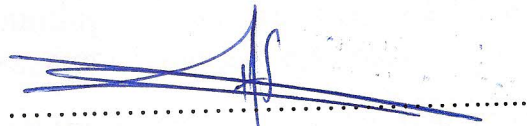
Agricultural Development Bank
Bolgatanga Branch
Bolga, UE/R.

AFRIKIDS GHANA

CERTIFICATE OF REPRESENTATION BY THE BOARD OF DIRECTORS

We members of the Board of Director of AFRIKIDS GHANA do hereby certify that the attached financial statements audited by MUSAHNURIHASSAN & CO., based on information made available to them, reflect the true financial position of the Organisation as at 31st December, 2015.


COUNTRY DIRECTOR
AFRIKIDS GHANA
P.O. BOX 166
BOLGATANGA, U.E.R



.....
(AFRIKIDS COUNTRY DIRECTOR - GHANA) (AFRIKIDS FINANCE MANAGER)

26-05-16

DATE

26/05/16

DATE

AFRIKIDS GHANA

REPORT OF THE AUDITORS

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DATE

We have audited the financial statements of AFRIKIDS GHANA in accordance with Approved Auditing Standards.

RESPONSIBILITIES:

The responsibility for preparation of the organization's financial statements rest with the Board of Directors. Our responsibility as auditors is to form an independent opinion, based on the audit and report our judgment to you.

BASIS OF OPINION

We conducted the audit in accordance with generally accepted Auditing Standards. An audit includes examination on a test basis, of evidence relevant to the amount, situations and disclosures. It also includes an assessment of the significant estimates and judgments made by the Board of Directors as to whether the accounting policies are appropriately and consistently applied to the organization's circumstances, and adequately disclosed.

The audit was planned and performed so as to obtain all the information and explanations, which we consider necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material, misstatement, caused by either fraud or other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION

In our opinion, the organization maintains proper books of accounts and the financial position of the statements audited by us, which are in agreement therewith, presents in all material respects a true and fair view of the financial position of the organization as at 31st December, 2015 and its operations for the year ended on that date and comply with the requirement of the Ghana Companies Code 1963 (Act 179), Section 24 of Charitable Organizations.

CHARTERED ACCOUNTANTS.....

TAMALE, N/R.....

26 - 05 - 16

Abel Seidu
MUBAHURI
CHARTERED ACCOUNTANTS
P.O. BOX 1372, TAMALE

AFRIKIDS GHANA

INCOME AND EXPENDITURE STATEMENT FOR THE PERIOD ENDED 31ST DECEMBER, 2015

	<u>NOTE</u>		<u>2015</u>		<u>2014</u>
<u>OPERATING INCOME</u>		GH¢	GH¢	GH¢	GH¢
Grants & Donations	(2)		8,917,210		5,794,063
Income from Bank Interest			<u>890</u>		<u>2,052</u>
			8,918,100		5,796,115
 <u>LESS OPERATING COST;</u>					
Core programme cost	(3)	5,558,655		4,266,578	
* Gen. Adm. Exps.	(4)	2,311,586		1,699,675	
* Financial Expenses	(5)	<u>9,745</u>	<u>7,879,986</u>	<u>13,036</u>	<u>5,979,289</u>
Surplus/(Deficit) of Income over Expenditure			<u>1,038,114</u>		<u>(183,174)</u>

ACCUMULATED FUND ACCOUNT - 31ST DECEMBER, 2015

Balance, 1 st January	773,956	957,130
Transfer from the Profit and Loss Account	<u>1,038,114</u>	<u>(183,174)</u>
	<u>1,812,070</u>	<u>773,956</u>

AFRIKIDS GHANA

STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2015

	<u>NOTE</u>		<u>2015</u>		<u>2014</u>
		GH¢	GH¢	GH¢	GH¢
<u>NON-CURRENT ASSETS</u>					
Non-Current Tangible Assets	(6)		230,031		240,448
 <u>CURRENT ASSETS</u>					
AfriKids Staff Loan fund		0		16,354	
FLiSP Debtors		0		132,275	
Bank Balance	(7)	<u>1,585,539</u>		<u>401,539</u>	
		<u>1,585,539</u>		<u>550,168</u>	
 <u>LESS: CURRENT LIABILITIES</u>					
Accrued Charges	(8)	<u>3,500</u>		<u>16,660</u>	
		<u>3,500</u>		<u>16,660</u>	
 NET CURRENT ASSETS/WORKING CAPITAL			<u>1,582,039</u>		<u>533,508</u>
			<u>1,812,070</u>		<u>773,956</u>
 <u>FINANCED BY</u>					
Accumulated Fund			<u>1,812,070</u>		<u>773,956</u>

AFRIKIDS GHANA

CASH FLOW STATEMENT FOR THE PERIOD ENDED 31ST DECEMBER, 2015

	GH¢
Net cash inflow from operating activities	1,184,000
Returns on investment and servicing of finance	<u>0</u>
	1,184,000
Taxation;	
• Corporate tax	<u>(-)</u>
	1,184,000
Investing activities;	
• Payment to acquire fixed assets	<u>(-)</u>
• Disposal of fixed assets	<u>0</u>
Net cash inflow/ (outflow) before financing	1,184,000
• Financing activities	<u>0</u>
Increase/ (Decrease) in cash and cash equivalents	<u>1,184,000</u>

AFRIKIDS GHANA

RECONCILIATION OF OPERATING FINANCIAL ACTIVITIES TO THE CASH FLOW STATEMENT - 2015

	GH¢	GH¢
Operating surplus/(Deficit)		1,035,614
Prior year adjustments		<u>0</u>
		1,035,614
Add: Depreciation of fixed assets		<u>10,417</u>
		1,046,031
<u>Adjustment for movement in working capital</u>		
(Increase)/ Decrease in stock	0	
(Increase)/ Decrease in AfriKids Staff Loan fund	16,354	
(Increase)/ Decrease in FLiSP Debtors	132,275	
Increase/ (Decrease) in creditors	0	
Increase/ (Decrease) in accruals	<u>(10,660)</u>	<u>137,969</u>
Net cash inflow from operating activities		<u>1,184,000</u>

ANALYSIS OF CHANGES IN CASH AND CASH EQUIVALENTS DURING THE YEAR 2015

Balance; 1 st January	401,539
Net cash inflow/ (outflow) during the year	<u>1,184,000</u>
Balance; 31 st December	<u>1,585,539</u>

AFRIKIDS GHANA

NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 31ST DECEMBER, 2015

NOTE 1: (A) ACCOUNTING POLICIES

These accounts have been prepared in harmony with the historical cost concept of accounting and modified to include the revaluation of fixed assets.

(B) DEPRECIATION BASIS

Depreciation of the fixed assets has been calculated on the equal annual installment method to write - off the cost over their estimated useful economic lives.

The rates applied were as follows;

Freehold Property	Nil
Motor Vehicles	10%
Motorcycles	15%
Metal Container	3%
Generator	10%
Office equipment, Furniture and Fittings	7.5%

NOTE 2: GRANTS AND DONATIONS

This represents donations received from the following Agencies;

	<u>2015</u>	<u>2014</u>
	GH¢	GH¢
AfriKids UK	6,800,061	4,582,619
Complementary Basic Education (CBE)	1,862,332	889,657
ILO- Maternity Protection	0	52,364
Incountry donation	0	4,800
UNICEF	85,230	0
NECPAD	49,704	0
Empower Engineering	119,883	0
African Women Development fund	0	37,968
FLiSP Loan Income	0	154,438
TOMS & Reed Elsevier	0	72,217
	<u>8,917,210</u>	<u>5,794,063</u>

NOTE 3: CORE PROGRAMMES COST

	<u>2015</u>	<u>2014</u>
	GH¢	GH¢
AfriKids Academy	45,953	163,234
AfriKids Medical Centre	412,298	251,798
Head Office-Stove Project	0	2,795
Grace Preparatory School	24,807	25,108
TOMS shoes	1,120	72,074
African Women Development fund	0	37,968
Other funded activities of AfriKids Ghana	0	7,364
Projects; Operation Fresh Start General	0	38,057
Operation Mango Tree	171,604	117,594
Operation Sirigu General	0	62,002
Operation Smiles	155,923	110,495
Operation Sunlight General	0	50,227
Business ICT	5,555	3,350
Head Office-DFID	15,422	40,766
Head Office-COMIC	19,200	355,908
Bolga Area Prog.-General	79,215	0
Bolga Area Prog.-Opens Doors to School	100,465	0
Bolga Area Prog.-COMIC 2012 & 2013	46,253	179,699
Bolga Area Prog.-DFID 2012 & 2013	2,524	101,627
School of Night Rabbits	43,027	34,826
Street Mothers Association	0	1,932
Talensi Nabdam Area Prog.	217,487	0
Talensi Nabdam Area Prog. - UNFCS	91,962	0
Talensi Nabdam Area Prog. - Opens Doors to School	47,725	0
Talensi Nabdam Area Prog. -COMIC 2012 &2013	30,180	183,823
Talensi Nabdam Area Prog. - DFID 2012 & 2013	6,242	90,635
Talensi Nabdam Area Prog. - NECPAD 2011 & 2012	44,704	39,347
Young Entrepreneurs	185,167	101,114
AfriKids funds -Educational & Medical Support	230,706	68,804
Kasena Nakana area programme	117,631	0
Kasena Nakana area programme - COMIC 2011 &2012	0	63,430
Kasena Nakana area programme - COMIC 2012 &2013	23,960	78,548

Kasena Nakana area programme - Big Lottory Funds	292,941	218,357
Operation Bolgatanga - Next Generation Home	154,426	163,167
Complementary Basic Education (CBE)	2,083,004	859,921
GAS Partnership	105,919	39,581
FLiSP	90,095	8,406
ICAP Centre	124,863	487,731
Maternity protection - ILO	0	52,364
Let's Read	73,231	98,377
DFID Evaluation	69,103	0
Common Wealth Foundation	124,016	0
Freedom Foundation	129,393	0
Afrikids @ 10	72,651	0
Empower Engineer	119,883	0
NB1 Evaluation	0	44,148
Incountry Medical Support	0	4,800
Book Launch	0	7,201
	<u>5,558,655</u>	<u>4,266,578</u>

NOTE 4: GENERAL AND ADMINISTRATIVE EXPENSES

	<u>2015</u>	<u>2014</u>
	GH¢	GH¢
* Staff cost	1,156,602	969,323
AfriKids UK Trip fund and Staff Abroad Travel	65,625	39,833
AfriKids UK Volunteers	35,886	33,964
Utilities (Electricity, Telephone and Water)	206,662	104,104
AfriKids Vehicles fuel	77,942	78,428
Staff end of year get together	0	1,852
Directors discretionary fund	13,276	14,153
Staff vehicles/motor cycles fuel	325,147	208,694
Monitoring cost	42,205	46,113
Media Relation	3,800	1,754
Employees provident fund	317,189	165,606
Workshops and Capacity Building	23,620	25,432
Bereavement	33,214	0
Depreciation	10,418	10,418
	<u>2,311,586</u>	<u>1,699,675</u>

NOTE 5: FINANCIAL EXPENSES

	<u>2015</u>	<u>2014</u>
	GH¢	GH¢
Bank Charges/Interest	6,245	7,764
Other Consultancies	0	1,772
Audit Fees	<u>3,500</u>	<u>3,500</u>
	<u>9,745</u>	<u>13,036</u>

* Staff cost;

Salaries- AfriKids Head office	819,462	796,555
Staff Appraisal	85,909	46,066
Employer's SSF contribution	239,061	117,775
Staff overtime allowance	12,170	8,927
	<u>1,156,602</u>	<u>969,323</u>

CLIENT ACCOUNTS
11/6/2016
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NOTE 6: NON-CURRENT ASSETS

	FREEHOLD	MOTOR	MOTOR	METAL		EQUIP'T	GRAND
						FURN. &	
<u>COST/VAL</u>	<u>PROPERTY</u>	<u>VEHICLES</u>	<u>CYCLES</u>	<u>CONTAINER</u>	<u>GENERATOR</u>	<u>FITTINGS</u>	<u>TOTAL</u>
	GH ¢	GH ¢		GH ¢	GH ¢	GH ¢	GH ¢
Balance, 1/1/15	<u>190,011</u>	<u>99,604</u>	<u>13,000</u>	<u>15,245</u>	<u>15,000</u>	<u>14,856</u>	<u>347,716</u>
<u>DEPRECIATION RESERVE</u>							
Balance, 1/1/15	0	60,756	13,000	3,656	15,000	14,856	107,268
Year charges	<u>0</u>	<u>9,960</u>	<u>0</u>	<u>457</u>	<u>0</u>	<u>0</u>	<u>10,417</u>
	<u>0</u>	<u>70,716</u>	<u>13,000</u>	<u>4,113</u>	<u>15,000</u>	<u>14,856</u>	<u>117,685</u>

CARRYING VALUE

AS AT 31/12/15	<u>190,011</u>	<u>28,888</u>	<u>0</u>	<u>11,132</u>	<u>0</u>	<u>0</u>	<u>230,031</u>
AS AT 31/12/14	<u>190,011</u>	<u>38,848</u>	<u>0</u>	<u>11,589</u>	<u>0</u>	<u>0</u>	<u>240,448</u>

NOTE 7: BANK BALANCES

	2015	2014
	GH¢	GH¢
BAP - Bolga Area Programme	1,763	2,822
KNAP -Kassena Nakana Area Programme	103,640	81,144
TNAP -Talensi Nabdam Area Programme	78,680	14,594
EfLI - Energy for Life	4,419	53,327
FLiSP	53,039	22,163
CBE - Complementary Basic Education	87,551	26
Teepalig	8,846	19,519
Head Office	<u>1,247,601</u>	<u>207,944</u>
	<u>1,585,539</u>	<u>401,539</u>

NOTE 8: ACCRUED CHARGES

Utility services	0	13,160
Audit Fees	<u>3,500</u>	<u>3,500</u>
	<u>3,500</u>	<u>16,660</u>