

AFRIKIDS GHANA

ANNUAL REPORT AND ACCOUNTS -31ST DECEMBER, 2016

MUSAHNURIHASSAN & CO.
AUDITING, FINANCIAL ADVISORS,
MANAGEMENT CONSULTANCY,
PREPARATION OF FINANCIAL
STATEMENTS, ETC
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CLIENT SERVICES UNIT (CTR)
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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, 2016.

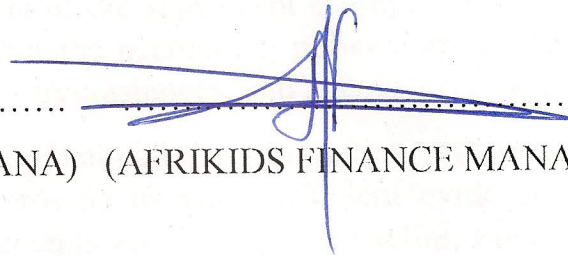


(AFRIKIDS COUNTRY DIRECTOR - GHANA) (AFRIKIDS FINANCE MANAGER)

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

04/07/17

DATE



4/07/17

DATE

FINANCE MANAGER...
AFRIKIDS GHANA
P. O. BOX 166
BOLGATANGA, U.E.R.

AFRIKIDS GHANA

REPORT OF THE AUDITORS

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, 2016 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.....

Abel Seveluf

TAMALE, N/R.....

04 - 07 - 17

PRINCIPAL CONSULTANT
MUSAIBURI HASSAN & CO
CHARTERED ACCOUNTANTS
P.O. BOX 1372, TAMALE, N/R

AFRIKIDS GHANA

INCOME AND EXPENDITURE STATEMENT FOR THE PERIOD ENDED 31ST DECEMBER, 2016

	<u>NOTE</u>		<u>2016</u>		<u>2015</u>
<u>OPERATING INCOME</u>		GH¢	GH¢	GH¢	GH¢
Grants & Donations	(2)		11,729,943		8,917,210
Income from Bank Interest			<u>6,903</u>		<u>890</u>
			11,736,846		8,918,100

LESS OPERATING COST;

Core programme cost	(3)	8,665,370		5,558,655	
* Gen. Adm. Exps.	(4)	2,999,798		2,311,586	
* Financial Expenses	(5)	<u>23,552</u>	<u>11,688,720</u>	<u>9,745</u>	<u>7,879,986</u>
Surplus/(Deficit) of Income over Expenditure			<u>48,126</u>		<u>1,038,114</u>

ACCUMULATED FUND ACCOUNT - 31ST DECEMBER, 2016

Balance, 1 st January		1,812,070		773,956	
Transfer from the Profit and Loss Account			<u>48,126</u>		<u>1,038,114</u>
			<u>1,860,196</u>		<u>1,812,070</u>

AFRIKIDS GHANA

STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2016

	<u>NOTE</u>	<u>2016</u>	<u>2015</u>
<u>NON-CURRENT ASSETS</u>	GH¢	GH¢	GH¢
Non-Current Tangible Assets	(6)	219,614	230,031
 <u>CURRENT ASSETS</u>			
AfriKids Staff Loan fund		0	0
FLiSP Debtors		0	0
Bank Balance	(7)	<u>1,651,982</u>	<u>1,585,539</u>
		<u>1,651,982</u>	<u>1,585,539</u>
 <u>LESS: CURRENT LIABILITIES</u>			
Accrued Charges	(8)	<u>11,400</u>	<u>3,500</u>
		<u>11,400</u>	<u>3,500</u>
 <u>NET CURRENT ASSETS/WORKING CAPITAL</u>		<u>1,640,582</u>	<u>1,582,039</u>
		<u>1,860,196</u>	<u>1,812,070</u>
 <u>FINANCED BY</u>			
Accumulated Fund		<u>1,860,196</u>	<u>1,812,070</u>

AFRIKIDS GHANA

CASH FLOW STATEMENT FOR THE PERIOD ENDED 31ST DECEMBER, 2016

	GH¢
Net cash inflow from operating activities	66,443
Returns on investment and servicing of finance	<u>0</u>
	66,443
Taxation;	
• Corporate tax	<u>(—)</u>
	66,443
Investing activities;	
• Payment to acquire fixed assets	<u>(—)</u>
• Disposal of fixed assets	<u>0</u>
Net cash inflow/ (outflow) before financing	66,443
• Financing activities	<u>0</u>
Increase/ (Decrease) in cash and cash equivalents	<u>66,443</u>

AFRIKIDS GHANA

RECONCILIATION OF OPERATING FINANCIAL ACTIVITIES TO THE CASH FLOW STATEMENT - 2016

	GH¢	GH¢
Operating surplus/(Deficit)		48,126
Prior year adjustments		<u>0</u>
		48,126
Add: Depreciation of fixed assets		<u>10,417</u>
		58,543
<u>Adjustment for movement in working capital</u>		
(Increase)/ Decrease in stock	0	
(Increase)/ Decrease in AfriKids Staff Loan fund	0	
(Increase)/ Decrease in FLiSP Debtors	0	
Increase/ (Decrease) in creditors	0	
Increase/ (Decrease) in accruals	<u>7,900</u>	<u>7,900</u>
Net cash inflow from operating activities		<u><u>66,443</u></u>

ANALYSIS OF CHANGES IN CASH AND CASH EQUIVALENTS DURING THE YEAR 2016

Balance; 1 st January	1,585,539
Net cash inflow/ (outflow) during the year	<u>66,443</u>
Balance; 31 st December	<u><u>1,651,982</u></u>

AFRIKIDS GHANA

NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 31ST DECEMBER, 2016

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%
Motorecycles	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>2016</u>	<u>2015</u>
	GH¢	GH¢
AfriKids UK	9,241,623	6,800,061
Complementary Basic Education (CBE)	1,825,887	1,862,332
UNICEF	379,866	85,230
NECPAD	0	49,704
Empower Engineering	282,567	119,883
	<u>11,729,943</u>	<u>8,917,210</u>

NOTE 3: CORE PROGRAMMES COST

	<u>2016</u>	<u>2015</u>
	GH¢	GH¢
AfriKids Academy	66,768	45,953
AfriKids Medical Centre	1,645,930	412,298
Grace Preparatory School	34,359	24,807
TOMS shoes	0	1,120
Projects; Operation Mango Tree	183,205	171,604
Operation Smiles	157,912	155,923
Business ICT	59,456	5,555
Head Office-DFID	0	15,422
Head Office-COMIC	124,640	19,200
Bolga Area Prog.-General	39,335	79,215
Bolga Area Prog.-Opens Doors to School	96,768	100,465
Bolga Area Prog.-COMIC 2012 & 2013	6,054	46,253
Bolga Area Prog.-DFID 2012 & 2013	1,089	2,524
School of Night Rabbits	199,209	43,027
Talensi Nabdam Area Prog.	110,155	217,487
Talensi Nabdam Area Prog. - UNFCS	169,626	91,962
Talensi Nabdam Area Prog. - Opens Doors to School	186,324	47,725
Talensi Nabdam Area Prog. -COMIC 2012 & 2013	16,936	30,180
Talensi Nabdam Area Prog. - DFID 2012 & 2013	0	6,242
Talensi Nabdam Area Prog. - NECPAD 2011 & 2012	0	44,704
Talensi Nabdam Area Prog. - TEEPALIG	46,267	0
Young Entrepreneurs	138,041	185,167
AfriKids funds -Educational & Medical Support	186,119	230,706
Kasena Nakana area programme	91,782	117,631
Kasena Nakana area programme - COMIC 2011 & 2012	0	0
Kasena Nakana area programme - COMIC 2012 & 2013	0	23,960
Kasena Nakana area programme - Big Lottory Funds	155,572	292,941
Operation Bolgatanga - Next Generation Home	202,928	154,426
Complementary Basic Education (CBE)	1,915,582	2,083,004
GAS Partnership	157,289	105,919
Micro Finance	492,648	90,095
ICAP Centre	0	124,863

Let's Read	101,931	73,231
BBAP -FF	94,247	0
TNAP -FF	49,814	0
KNAP -FF	125,724	0
CITY & GUILD	169,144	0
ALQUTY	3,900	0
GO SOLAR	33,217	0
FOUDATION FOR LIFE	643,815	0
DFID Evaluation	0	69,103
Common Wealth Foundation	88,057	124,016
Freedom Foundation	0	129,393
Afrikids @ 10	31,338	72,651
Empower Engineer	0	119,883
Empowering the Emmerging	83,124	0
FUTURES FREEDOM	<u>757,065</u>	<u>0</u>
	<u>8,665,370</u>	<u>5,558,655</u>

NOTE 4: GENERAL AND ADMINISTRATIVE EXPENSES

	<u>2016</u>	<u>2015</u>
	GH¢	GH¢
* Staff cost	1,512,005	1,156,602
AfriKids UK Trip fund and Staff Abroad Travel	211,336	65,625
AfriKids UK Volunteers	0	35,886
Utilities (Electricity, Telephone and Water)	396,902	206,662
AfriKids Vehicles fuel	95,083	77,942
Directors discretionary fund	0	13,276
Staff vehicles/motor cycles fuel	323,735	325,147
Fuel for Monitoring	88,494	42,205
Media Relation	0	3,800
Employees provident fund	156,844	317,189
Capacity Building -Schooling	204,981	23,620
Bereavement	0	33,214
Depreciation	10,418	10,418
	<u>2,999,798</u>	<u>2,311,586</u>

NOTE 5: FINANCIAL EXPENSES

	<u>2016</u>	<u>2015</u>
	GH¢	GH¢
Bank Charges/Interest	12,152	6,245
Audit Fees	11,400	3,500
	<u>23,552</u>	<u>9,745</u>

* Staff cost;

Salaries- AfriKids Head office	1,207,701	819,462
Staff Appraisal	85,909	85,909
Employer's SSF contribution	203,897	239,061
Staff overtime allowance	14,498	12,170
	<u>1,512,005</u>	<u>1,156,602</u>

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, 1/1/16	<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>

DEPRECIATION RESERVE

Balance, 1/1/16	0	70,716	13,000	4,113	15,000	14,856	117,685
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>80,676</u>	<u>13,000</u>	<u>4,570</u>	<u>15,000</u>	<u>14,856</u>	<u>128,102</u>

CARRYING VALUE

AS AT 31/12/16	<u>190,011</u>	<u>18,928</u>	<u>0</u>	<u>10,675</u>	<u>0</u>	<u>0</u>	<u>219,614</u>
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>

NOTE 7: BANK BALANCES

	2016	2015
	GH¢	GH¢
BAP - Bolga Area Programme	8,064	1,763
KNAP -Kassena Nakana Area Programme	0	103,640
TNAP -Talensi Nabdam Area Programme	14,224	78,680
EfLI - Energy for Life	0	4,419
FLiSP	52,672	53,039
CBE - Complementary Basic Education	0	87,551
Teepalig	0	8,846
Transforming Futures	85,935	0
Head Office	<u>1,491,087</u>	<u>1,247,601</u>
	<u>1,651,982</u>	<u>1,585,539</u>

NOTE 8: ACCRUED CHARGES

Utility services	0	0
Audit Fees	<u>11,400</u>	<u>3,500</u>
	<u>11,400</u>	<u>3,500</u>