



**CHILD LIFE LINE**

**FINANCIAL STATEMENTS,  
31 DECEMBER 2012**



**BDO**



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Opinion

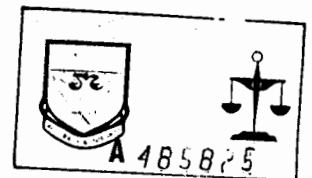
4 In our opinion, the financial statements give a true and fair view of the state of affairs of the Association's financial position as at 31 December 2012 and of its financial performance and its cash flows for the year then ended in accordance with the relevant provisions of the Financial Reporting Council of Nigeria, Act No 6, 2011 and the Companies and Allied Matters Act, CAP C20 LFN, 2004.

### Report on other legal requirements

- 5 The Companies and Allied Matters Act, CAP C20 LFN, 2004 requires that in carrying out our audit we consider and report to you on the following matters. We confirm 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 Association; and
  - iii) The Association's balance sheet and income and expenditure account are in agreement with the books of account.

Lagos, Nigeria  
16 July 2013

*BDO Professional Services*  
Chartered Accountants



## CHILD LIFE LINE

### FINANCIAL STATEMENTS, 31 DECEMBER 2012

#### ACCOUNTING POLICIES

The following are the principal accounting policies adopted in the preparation of these financial statements.

##### **Basis of preparation of financial statements**

a) The financial statements are prepared under the historical cost convention.

##### **Property, plant and equipment**

b) Property, plant and equipment are stated at cost less accumulated depreciation

##### **Depreciation**

c) Depreciation is calculated to write off the book value of property, plant and equipment on a straight-line basis over the expected useful lives of the assets concerned. The principal annual rates used for this purpose are:

	%
Building	1
Furniture and equipment	10
Motor vehicles	25

##### **Repairs and maintenance**

d) All repairs and maintenance are written off as and when incurred.

##### **Income**

e) Income represents membership dues, sale of Batik/basketry/fish and donations from both international and local organizations as well as individuals.

**CHILD LIFE LINE**

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**INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR****ENDED 31 DECEMBER 2012**

	<b>Notes</b>	<b>2012 N</b>	<b>2011 N</b>
Income	2	<u>5,291,977</u>	<u>8,779,260</u>
Less:			
Administration expenses:			
Staff	3	(6,262,280)	(6,166,895)
Repairs and maintenance	4	(3,563,745)	(4,269,840)
Others	5	<u>(4,858,217)</u>	<u>(5,895,754)</u>
		(14,684,242)	(16,332,489)
Interest payable and similar charges	6	<u>(70,357)</u>	<u>(92,706)</u>
		(14,754,599)	(16,425,195)
Deficit		<u><u>(9,462,622)</u></u>	<u><u>(7,645,935)</u></u>

The accounting policies on page 3 and the notes on pages 7 to 10 form part of these financial statements.

Auditors' report, pages 1 and 2.

## CHILD LIFE LINE

## BALANCE SHEET, 31 DECEMBER 2012

		2012 N	2011 N
<b>Non current assets</b>	Notes		
Property, plant and equipment	7	<u>75,358,189</u>	<u>60,035,541</u>
<b>Current assets</b>			
Prepayments	8	300,000	-
Short term investments	9	3,241,654	28,498,912
Cash at bank and in hand		<u>1,084,786</u>	<u>482,640</u>
		<u>4,626,440</u>	<u>28,981,552</u>
<b>Current liabilities</b>			
Creditors	10	<u>430,158</u>	<u>-</u>
<b>Net current assets</b>		<u>4,196,282</u>	<u>28,981,552</u>
<b>Total net assets</b>		<u>79,554,471</u>	<u>89,017,093</u>
<b>Represented by:</b>			
Accumulated fund	11	<u>79,554,471</u>	<u>89,017,093</u>

The financial statements on pages 4 to 10 were approved by the Board of Trustees on 29 June 2013 and signed on its behalf by;

i) *Marel Oyeckwan* )  
ii) *Hermien* ) Trustees

The accounting policies on page 3 and the notes on pages 7 to 10 form part of these financial statements.

Auditors' report, pages 1 and 2.

**CHILD LIFE LINE**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 DECEMBER 2012**

	Note	2012 N	2011 N
Cash received from rent and other income		4,991,977	11,405,010
Payment to employees and suppliers		(12,611,754)	(17,824,945)
<b>Net cash outflow from operating activities</b>	12	<u>(7,619,777)</u>	<u>(6,419,935)</u>
<b>Cash flow from investing activities</b>			
Purchase of property, plant and equipment	7	(17,035,335)	(2,415,000)
<b>Net cash outflow from investing activities</b>		<u>(17,035,335)</u>	<u>(2,415,000)</u>
Decrease in cash and cash equivalents		(24,655,112)	(8,834,935)
Cash and cash equivalents at 1 January		<u>28,981,552</u>	<u>37,816,487</u>
Cash and cash equivalents at 31 December		<u><u>4,326,440</u></u>	<u><u>28,981,552</u></u>
<b>Cash and cash equivalents comprise:</b>		<b>2012 N</b>	<b>2011 N</b>
Short term deposits		3,241,654	28,498,912
Cash at bank and in hand		<u>1,084,786</u>	<u>482,640</u>
		<u><u>4,326,440</u></u>	<u><u>28,981,552</u></u>

The accounting policies on page 3 and 4 and notes on pages 7 to 10 form part of these financial statements.

Auditors' report, pages 1 and 2.

## CHILD LIFE LINE

## FINANCIAL STATEMENTS, 31 DECEMBER 2012

## NOTES TO THE FINANCIAL STATEMENTS

**Activities**

- 1 The Association is a voluntary non-profit making charitable organisation. It commenced operations on 1 January 1995 but was incorporated on 27 March 1996 with the aim to:
- Promote the care, well being and development of all children in need especially the deprived, the abused, the destitute and the homeless.
  - create awareness among the general public of the existence of children and young persons in need.
  - Provide counseling, education and vocational skills training for children and young persons in need to enable them become self supporting and independent.
  - work with other concerned citizens and organisations to protect children and young persons from abuse and exploitation and ensure the enforcement of children's legal rights.

**Income**

2(i) Analysis by geographical areas:	<b>2012</b>	<b>2011</b>
	<b>N</b>	<b>N</b>
Within Nigeria	5,194,227	5,508,560
Outside Nigeria	97,750	3,270,700
	<u>5,291,977</u>	<u>8,779,260</u>
ii) Analysis by sources:	<b>N</b>	<b>N</b>
Membership dues	7,500	15,000
Donations (Appendix 'A')	3,757,200	6,204,200
Proceeds from sales of Batik & Basketry & Fish	271,280	267,100
Interest receivable from Education Account	3,185	4,910
Interest received from Domiciliary Account	907	1,425
Interest received from call and fixed deposits	1,251,905	2,286,625
	<u>5,291,977</u>	<u>8,779,260</u>
<b><u>Administration expenses - Staff</u></b>	<b>N</b>	<b>N</b>
3 Salaries & wages	6,262,280	6,105,815
Medical expenses	-	61,080
	<u>6,262,280</u>	<u>6,166,895</u>



**Administration expenses - Repairs and maintenance**

	2012	2011
	N	N
4 Maintenance of furniture and equipment	1,526,240	795,700
Rent paid for reception center	600,000	705,000
Renovation of reception building for reception center	500,000	1,820,750
Motor vehicle running expenses	379,225	307,000
Household equipment and tools maintenance expenses	<u>558,280</u>	<u>641,390</u>
	<u><u>3,563,745</u></u>	<u><u>4,269,840</u></u>

**Administration expenses - Others**

	N	N
5 Clothing	51,000	-
Feeding	1,105,910	1,714,020
Stationery	135,875	180,760
Transport	279,800	332,880
Utilities	385,561	542,300
Depreciation of property, plant and equipment	1,712,687	1,282,727
Miscellaneous expenses	32,000	481,430
School/Vocational training	637,199	643,320
Outreach	277,280	497,227
Workshops	22,700	-
Medical expenses	54,005	121,090
Provision for staff bad debt	-	100,000
Agriculture expenses	<u>164,200</u>	<u>-</u>
	<u><u>4,858,217</u></u>	<u><u>5,895,754</u></u>

**Interest payable and similar charges**

	2012 N	2011 N
6 Bank charges:		
Current account	69,747	75,178
Domiciliary account	-	16,773
Education account	<u>610</u>	<u>755</u>
	<u>70,357</u>	<u>92,706</u>

**Property, plant and equipment**

	Land and building N	Furniture and equipment N	Motor vehicles N	Total N
7 Property, plant and equipment comprises:				
<u>Cost</u>				
At 1 January 2012	55,131,167	9,614,115	6,539,473	71,284,755
Additions	16,706,335	329,000	-	17,035,335
	<u>71,837,502</u>	<u>9,943,115</u>	<u>6,539,473</u>	<u>88,320,090</u>
At 31 December 2012				
<u>Depreciation</u>				
At 1 January 2012	960,290	3,749,461	6,539,463	11,249,214
Charge for the year	718,375	994,312	-	1,712,687
	<u>1,678,665</u>	<u>4,743,773</u>	<u>6,539,463</u>	<u>12,961,901</u>
At 31 December 2012				
<u>Net book values at:</u>				
31 December 2012	<u>N70,158,837</u>	<u>N5,199,343</u>	<u>10</u>	<u>N75,358,189</u>
31 December 2011	<u>N54,170,877</u>	<u>N5,864,654</u>	<u>10</u>	<u>N60,035,541</u>

**Prepayments**

	2012 N	2011 N
8 Rent paid for reception centre	<u>300,000</u>	<u>-</u>

**Short term investments**

9 The investment comprises N3,241,653.91 (2011: N28,498,912) deposited in FSDH Tenor/Call account.

**Creditors**

	<b>2012 N</b>	<b>2011 N</b>
10 CMB building & investment Maintenance ltd	430,158	-
	<u>430,158</u>	<u>-</u>

**Accumulated fund**

	<b>N</b>	<b>N</b>
11 Balance at 1 January	89,017,093	93,682,495
Transferred from income and expenditure account	(9,462,622)	(7,645,935)
Prior year adjustment	-	2,980,533
Balance at 31 December	<u>79,554,471</u>	<u>89,017,093</u>

**12 Reconciliation of net deficit to net cash provided by operating activities**

	<b>N</b>	<b>N</b>
Operating deficit	(9,462,622)	(7,645,935)
Adjustment for:		
Depreciation	1,712,687	1,282,727
Prior year adjustment	<u>-</u>	<u>2,980,533</u>
	(7,749,935)	(3,382,675)
<b>Operating deficit before working capital changes</b>		
(Increase)/decrease in debtors and prepayment	(300,000)	2,625,750
Increase/(decrease) in creditors	<u>430,158</u>	<u>(5,663,010)</u>
	<u>(7,619,777)</u>	<u>(6,419,935)</u>

**Contingent liabilities**

13 There were no contingent liabilities at 31 December 2012 (2011 : Nil).

**Capital commitments**

14 There were commitments to capital expenditure amounting to N17,035,355 for the construction of a dormitory, in 2011 the Association committed N2,415,000 for the purchase and installation of solar system.

## Cash flow workings

<u>Cash received</u>	2012	2011
Debtors b/f	-	2,625,750
Debtors c/f	(300,000)	-
Income	5,291,977	8,779,260
Rent received in advance		
	<u>4,991,977</u>	<u>11,405,010</u>
<u>Cash paid</u>		
Creditors b/f	-	(5,663,010)
Creditors c/f	430,158	-
Cost of sales		
Expenditures	(14,754,599)	(16,425,195)
Depreciation	1,712,687	1,282,727
Prior year adjustments		2,980,533
Stock		
Gratuity		
	<u>(12,611,754)</u>	<u>(17,824,945)</u>

**SCHEDULE OF DONATIONS**

<b>NAMES</b>	<b>AMOUNT N</b>
Mrs Udoma Sally	165,000
Mr Barry phipps	45,000
AELEX Law firm	100,000
Citibank	700,000
Mr Barry Phipps	6,000
American International School	19,500
American Women Club Lagos	50,000
Citibank	6,200
WWTBM (thru Ultima Media Ltd)	500,000
Mr Okechukwu	2,500
Metropolitan Club	50,000
Mr Wale Edun	2,000
Mr Ola Vincent	20,000
Dr. Oladapo Jytte	30,000
Mrs Fafunwa	48,000
Kirkland (Thru Mrs Sally Udoma)	40,000
Dr. Oladapo Jytte	300,000
Mobil Oil Plc	250,000
Mrs Watton (thru Mrs Fafunwa)	8,250
Mrs Vivian cox (thru Mrs Fafunwa)	57,750
Mrs Fafunwa D. (for Mattresses)	21,200
Mrs Wintoki Elizabeth	20,000
RCCG Ibeshe	5,000
Mrs Udoma Sally	500,000
Leadway Assurance Plc (For 48mattresses)	268,800
Pathcare medical centre (Jackson Ajayi Pamela)	25,000
AELEX Law firm	500,000
Esuk Amalaya (Aelex staff)	2,000
Ayoyinka Olajide Awosedo (Aelex staff)	5,000
Ola Vincent	10,000
<b>TOTAL</b>	<b><u><u>3,757,200</u></u></b>

**Creditors**

	2012 N	2011 N
10 CMB building & investment Maintenance ltd	430,158	-
	<u>430,158</u>	<u>-</u>

**Accumulated fund**

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**SCHEDULE OF DONATIONS**

<b>NAMES</b>	<b>AMOUNT N</b>
Mrs Udoma Sally	165,000
Mr Barry phipps	45,000
AELEX Law firm	100,000
Citibank	700,000
Mr Barry Phipps	6,000
American International School	19,500
American Women Club Lagos	50,000
Citibank	6,200
WWTBM (thru Ultima Media Ltd)	500,000
Mr Okechukwu	2,500
Metropolitan Club	50,000
Mr Wale Edun	2,000
Mr Ola Vincent	20,000
Dr. Oladapo Jytte	30,000
Mrs Fafunwa	48,000
Kirkland (Thru Mrs Sally Udoma)	40,000
Dr. Oladapo Jytte	300,000
Mobil Oil Plc	250,000
Mrs Watton (thru Mrs Fafunwa)	8,250
Mrs Vivian cox (thru Mrs Fafunwa)	57,750
Mrs Fafunwa D. (for Mattresses)	21,200
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Mrs Udoma Sally	500,000
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Pathcare medical centre (Jackson Ajayi Pamela)	25,000
AELEX Law firm	500,000
Esuk Amalaya (Aelex staff)	2,000
Ayoyinka Olajide Awosedo (Aelex staff)	5,000
Ola Vincent	10,000
<b>TOTAL</b>	<b>3,757,200</b>