



**CHILD LIFE LINE**

**FINANCIAL STATEMENTS,  
31 DECEMBER 2013**





## REPORT OF THE INDEPENDENT AUDITORS

### TO THE MEMBERS OF CHILD LIFE LINE

We have audited the accompanying financial statements of Child Life Line for the year ended 31 December 2013, set out on pages 4 to 10, which have been prepared on the basis of the significant accounting policies on page 3, and other explanatory notes on pages 7 to 10.

#### Trustees responsibility for the financial statements

2 The Trustees are responsible for the preparation and fair presentation of these financial statements in accordance with the relevant provisions of the Financial Reporting Council of Nigeria, Act No 6, 2011 and with the requirements of the Companies and Allied Matters Act, CAP C20 LFN, 2004. This responsibility includes: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

#### Auditors' responsibility

3 Our responsibility is to express an independent opinion on the financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform our audit to obtain reasonable assurance that the financial statements are free from material misstatement.

An audit involves performing procedures to obtain evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Trustees, as well as evaluating the overall presentation of the financial statements.

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 2013 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  
22 May 2014

*Adun Olayemi*  
Olayemi - A. Akibayo  
FRC/2013/ICAN/00000001076  
For: BDO Professional Services  
Chartered Accountants



## CHILD LIFE LINE

### FINANCIAL STATEMENTS, 31 DECEMBER 2013

#### 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.

## INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR

ENDED 31 DECEMBER 2013

	Notes	2013 N	2012 N
Income	2	<u>29,489,992</u>	<u>5,291,977</u>
Less:			
Administration expenses:			
Staff cost	3	(6,250,818)	(6,262,280)
Repairs and maintenance	4	(4,487,165)	(3,563,745)
Others	5	<u>(6,561,937)</u>	<u>(4,858,217)</u>
		(17,299,920)	(14,684,242)
Interest payable and similar charges	6	<u>(121,529)</u>	<u>(70,357)</u>
		<u>(17,421,449)</u>	<u>(14,754,599)</u>
Surplus/(Deficit)		<u>12,068,543</u>	<u>(9,462,622)</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 2013

		2013	2012
	Notes	N	N
<b>Non current assets</b>			
Property, plant and equipment	7	<u>77,085,966</u>	<u>75,358,189</u>
<b>Current assets</b>			
Receivables and prepayments	8	665,000	300,000
Short term investments	9	13,150,545	3,241,654
Cash at bank and in hand		<u>1,725,060</u>	<u>1,084,786</u>
		<u>15,540,605</u>	<u>4,626,440</u>
<b>Current liabilities</b>			
Trade payables	10	<u>1,003,557</u>	<u>430,158</u>
<b>Net current assets</b>		<u>14,537,048</u>	<u>4,196,282</u>
<b>Total net assets</b>		<u><u>91,623,014</u></u>	<u><u>79,554,471</u></u>
<b>Represented by:</b>			
Accumulated fund	11	<u><u>91,623,014</u></u>	<u><u>79,554,471</u></u>

The financial statements on pages 4 to 10 were approved by the Board of Trustees on 12 May 2014 and signed on its behalf by;

i) Mrs. Funke Adekoya (SAN)

)

) Trustees

ii) Mrs. Ifeoma Esiri

)

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 2013

	Note	2013 N	2012 N
Cash received from rent and other income		29,124,992	4,991,977
Payment to employees and suppliers		<u>(14,959,930)</u>	<u>(12,611,754)</u>
<b>Net cash outflow from operating activities</b>	12	<u>14,165,062</u>	<u>(7,619,777)</u>
<b>Cash flow from investing activities</b>			
Purchase of property, plant and equipment	7	<u>(3,615,897)</u>	<u>(17,035,335)</u>
<b>Net cash outflow from investing activities</b>		<u>(3,615,897)</u>	<u>(17,035,335)</u>
Increase/(decrease) in cash and cash equivalents		10,549,165	(24,655,112)
Cash and cash equivalents at 1 January		<u>4,326,440</u>	<u>28,981,552</u>
Cash and cash equivalents at 31 December		<u>14,875,605</u>	<u>4,326,440</u>
<b>Cash and cash equivalents comprise:</b>		<b>2013</b>	<b>2012</b>
		<b>N</b>	<b>N</b>
Short term deposits		13,150,545	3,241,654
Cash at bank and in hand		<u>1,725,060</u>	<u>1,084,786</u>
		<u>14,875,605</u>	<u>4,326,440</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

## FINANCIAL STATEMENTS, 31 DECEMBER 2013

## 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:
- (a) Promote the care, well being and development of all children in need especially the deprived, the abused, the destitute and the homeless.
  - (b) Create awareness among the general public of the existence of children and young persons in need.
  - (c) Provide counseling, education and vocational skills training for children and young persons in need to enable them become self supporting and independent.
  - (d) 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:	2013	2012
	N	N
Within Nigeria	12,980,683	5,194,227
Outside Nigeria	16,509,309	97,750
	<u>29,489,992</u>	<u>5,291,977</u>
ii) Analysis by sources:	N	N
Membership dues	38,000	7,500
Donations (Appendix 'A')	27,778,702	3,757,200
Proceeds from sales of Batik & Basketry & Fish	118,700	271,280
Proceeds from cards	201,500	-
Rental income	1,155,000	-
Interest receivable from Current Account	18,855	-
Interest receivable from Education Account	2,995	3,185
Interest received from Domiciliary Account	43,654	907
Interest received from call and fixed deposits	132,586	1,251,905
	<u>29,489,992</u>	<u>5,291,977</u>



	2013	2012
	N	N
<b><u>Administration expenses - Staff cost</u></b>		
3 Salaries & wages	6,250,818	6,262,280

**Administration expenses - Repairs and maintenance**

	N	N
4 Maintenance of furniture and equipment	964,290	1,526,240
Rent paid for reception center	675,000	600,000
Renovation of reception building for reception center	468,200	500,000
Motor vehicle running expenses	789,595	379,225
Household equipment and tools maintenance expenses	890,980	558,280
Generator maintenance and fueling	699,100	-
	4,487,165	3,563,745

**Administration expenses - Others**

	N	N
5 Clothing	179,800	51,000
Feeding	1,419,130	1,105,910
Stationery	135,000	135,875
Internet /Computer expenses	260,250	-
Transport	280,390	279,800
Utilities	415,100	385,561
Depreciation of property, plant and equipment	1,888,120	1,712,687
Miscellaneous expenses	322,396	32,000
Exchange loss	310,637	-
Land use charge	81,663	-
School/Vocational training	480,951	637,199
Outreach	486,400	277,280
Workshops	127,000	22,700
Medical expenses	55,000	54,005
Agriculture expenses	120,100	164,200
	6,561,937	4,858,217

<u>Interest payable and similar charges</u>		2013	2012
		N	N
6	Bank charges:		
	Current account	86,547	69,747
	Domiciliary account	33,694	-
	Education account	1,288	610
		<u>121,529</u>	<u>70,357</u>

<u>Property, plant and equipment</u>		Land and building	Furniture and equipment	Motor vehicles	Total
		N	N	N	N
7	Property, plant and equipment comprises:				
	<u>Cost</u>				
	At 1 January 2013	71,837,502	9,943,115	6,539,473	88,320,090
	Additions	2,068,400	1,547,497	-	3,615,897
	At 31 December 2013	<u>73,905,902</u>	<u>11,490,612</u>	<u>6,539,473</u>	<u>91,935,987</u>
	<u>Depreciation</u>				
	At 1 January 2013	1,678,665	4,743,773	6,539,463	12,961,901
	Charge for the year	739,059	1,149,061	-	1,888,120
	At 31 December 2013	<u>2,417,724</u>	<u>5,892,834</u>	<u>6,539,463</u>	<u>14,850,021</u>
	<u>Net book values at:</u>				
	31 December 2013	<u>N71,488,178</u>	<u>N5,597,778</u>	<u>N10</u>	<u>N77,085,966</u>
	31 December 2012	<u>N70,158,837</u>	<u>N5,199,343</u>	<u>N10</u>	<u>N75,358,189</u>

<u>Receivables and prepayments</u>		2013	2012
		N	N
8	Staff Debtor	290,000	-
	Rent paid for reception centre	375,000	300,000
		<u>665,000</u>	<u>300,000</u>

#### Short term investments

9 The investment comprises N13,150,545 (2012: N3,241,653.91) deposited in Fixed deposits/Call account.

<u>Trade payables</u>		2013	2012
		N	N
10	Cashom Construction Company	<u>1,003,557</u>	<u>430,158</u>

Accumulated fund

		N	N
11	Balance at 1 January	79,554,471	89,017,093
	Transferred from income and expenditure account	<u>12,068,543</u>	<u>(9,462,622)</u>
	Balance at 31 December	<u>91,623,014</u>	<u>79,554,471</u>

Reconciliation of net surplus/(deficit) to net cash provided by operating activities

		N	N
12	Operating surplus/(deficit)	12,068,543	(9,462,622)
	Adjustment for:		
	Depreciation	<u>1,888,120</u>	<u>1,712,687</u>
	Operating surplus/(deficit) before working capital changes	<u>13,956,663</u>	<u>(7,749,935)</u>
	Increase in receivables and prepayment	(365,000)	(300,000)
	Increase in trade payables	<u>573,399</u>	<u>430,158</u>
		<u>14,165,062</u>	<u>(7,619,777)</u>

Contingent liabilities

13 There were no contingent liabilities at the balance sheet date (2012 : Nil).

Capital commitments

14 There were no capital commitments at the balance sheet date (2012: N17,035,355).

SCHEDULE OF DONATIONS

NAMES	AMOUNT N
Abimbola Fakehinde	49,000
Access Bank	24,000
Adeyefa Obafu	20,000
Aelex Partners	600,000
Alade Adeyefa	60,000
Alafia Sidikatu	10,000
Amao K A	20,000
Amos - Oluwole	100,000
Anieka Ukpamah	300,000
Bafot Enterprises	100,000
Bello osagie	500,000
Kofo Abayomi	700,000
Dam Agbor	400,000
Disu Yakubu	25,000
Eminent Comm. Ltd	260,000
Folake Adebowale	50,000
Gilgal Properties Ltd.	350,000
Hemnani Angeli	155,000
I.L Eseiri	50,000
Jumoke Lambo	75,000
kedari capital	100,000
Leadway Ass Co Ltd	150,000
Life Bikers Co	1,000,000
Managed Healthcare Ser Ltd	375,000
Masha Jewel	10,000
Mr Oke Anneyiagu	158,000
MrLeslie Equiterai	100,000
Mrs Doris Fafunwa	130,508
Mrs. Fafunwa Doris	348,548
Mrs Selly Udoma	305,843
Ogbona Gideon	15,750
Oladapo Jytte Marie	225,000
Professor and Mrs Fafunwa	702,500
Sally Udoma	38,900
Young Professional Initiative	120,000
Sesi Fasinro	250,000
Small World	1,000,000
Stichting Kinderpost - Dentex Bequest	16,091,558
Titilola Abisoye	200,000
Uche Ojomo	100,000
Udo Udoma And Bello Osagie	700,000
Udoma Azikwe	50,000
Udomasally Olayinka	331,140
Uk Donation	26,478
Unicef	1,325,000
Webster	26,478
Yinka Edu	50,000
	<hr/> <b>27,778,702</b> <hr/>