

**THE DESTINY TRUST
CHILDREN FOUNDATION**

**ANNUAL REPORTS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER, 2014**

THE DESTINY TRUST CHILDREN FOUNDATION

AUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER, 2014

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THE DESTINY TRUST CHILDREN FOUNDATION

Corporate Information

REGISTRATION NUMBER: IT: 58124

REGISTERED OFFICE: House 2A, Road,
Oba Oyekan Estate,
Lekki Phase 1
Lagos
Nigeria

BUSINESS ADDRESS: The Destiny Trust Centre
No 6, Brila FM Street
Off Bola Tinubu Road
Bogije Ibeju-Lekki
Lagos
Nigeria

LEGAL ADVISERS **AES Triplex LP**
(Legal Practitioners)
61, Marina Street
Lagos

AUDITORS **Taiwo Bamiteko & Co**
(Chartered Accountant)
No 5A, Shogunle Street
Abule Onigbagbo Estate
Off Mobolaji Bank Anthony Way
Ikeja, Lagos

PRINCIPAL BANKERS: Guaranty Trust Bank

THE DESTINY TRUST CHILDREN FOUNDATION

Report of the Coordinator

The Management of the Foundation is pleased to submit to the Trustees, the Audited Financial Statement for the year ended 31st December, 2014

1 PRINCIPAL ACTIVITIES

The Foundation is to educate, empower and provide care to the street children and other less privileged young people.

2 OPERATING RESULTS

	2014	2013
	N	N
Income	<u>6,057,655</u>	<u>3,364,329</u>
Excess of Income over Expenditure	85,628	(14,045)
Excess of Income over Expenditure b/f	<u>(145,074)</u>	<u>(131,029)</u>
Excess of Income over Expenditure carried forward	<u>(59,446)</u>	<u>(145,074)</u>

3 EMPLOYMENT AND EMPLOYEE

a) Employment of Disabled Persons

It is the policy of the Foundation that there should be no discrimination in considering applications for employment including those for disabled persons. As at 31st December, 2014 there was no disabled person in the employment of the Foundation.

b) Health, Safety and Welfare

Health and safety regulations are in force within the Foundation's premises and employees are aware of existing regulations. The Foundation provides subsidy to all levels of employees for medical, transportation, housing, etc.

4 FIXED ASSETS

Information relating to Fixed Assets of the Foundation is contained in notes to the Financial Statements

5 INCORPORATED TRUSTEES

The Trustees who served during the year was:

Professor Yemi Osinbajo SAN

Mrs Mabel Irukera

Mrs Ngozi Ken-Udochukwu

THE DESTINY TRUST CHILDREN FOUNDATION

Activities Report for Year 2014

We are pleased to present a report of our activities for the year 2014 and to thank you our partners for supporting us through our most productive and impactful year so far. We set out in 2014 with four primary targets which are to strengthen the sustainability of the Residential Learning and Rehabilitation Centre, increase the centre's capacity to cater to more disadvantaged children, establish education initiatives for out-of-school children in homeless communities including organizing an accelerated learning programme to prepare them for schooling; and empowering the parents of some of the children under our in-centre care programme with a view to reuniting the children with their respective families.

The Education Programme

In 2014, we rolled out our wider education access initiative for out-of-school children in slums and squatter settlements. 100 children from 4 communities were enrolled in school or assisted to go back to school. The project is a response to an escalating number of children living in urban centres who are out of school mainly because there is no stable environment for schooling. Some have dropped out of school due to loss of home accommodation or desertion from home. With this initiative, we are creating education awareness, helping to remove school enrolment barriers and providing all essential school needs for out-of-school children to be in school. This project is also bringing us closer to the schools to understand the problems children face upon school enrolment. In the coming years, we will work to address some of these problems through appropriate public and private sector collaborations.

In the second quarter of the year, we also got the Education Bridge Programme off the drawing board. The programme commenced on Tuesday 22nd April, 2014 and ran till September, 2014. The Bridge Programme focused on preparing out-of-school children for schooling prior to enrolment in conventional schools. We targeted children who were considerably above school entry age and developed them in the foundational learning of literacy, numeracy and civics to give them. The Trust provides daily school meals to the children who would otherwise be absent from school in search for daily sustenance.

Care Programme at the Centre

We continued to strengthen our care programme at the Centre. October 1, 2014 marked the first anniversary of the Centre. We are happy to see a new home culture evolve. It is a culture built on love. We are fascinated to see children and caregivers from various ethnic backgrounds live together as members of one happy family. It is also delightful to see evidence of changing behaviour and the desire by the children to embrace the opportunity for bright future that our partners offer.

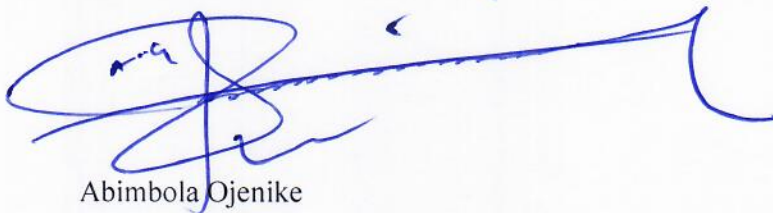
In 2015, we will focus on improving the quality of care and child development programmes at shelter in Ibeju-Lekki. Further, we will work to sustain the 2014 education initiative which currently provides education support to 100 children in three communities. The sustainability measures for the education initiative include:

- a. bridging staff deficit in the adopted schools by engaging additional 6 teachers,

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- b. implementing teachers training and incentive scheme,
- c. providing classroom furniture and school supplies,
- d. setting up a library at the shelter and in two schools
- e. setting up afterschool centre at Marwa with free daily lunch
- f. strengthening the already established afterschool programme at Bogije.

The cost of running the shelter and sustaining our education intervention are the more important elements of the 2015 estimate. Lastly, we seek to introduce a vocation/skills acquisition programme to empower street children between 15-19 years who cannot be accommodated under our existing rehabilitation, care and education programme. The project location would be one of the slums in the Lekki/Victoria Island neighborhood where street children assemble to play during the day. This initiative is intended as an exclusive partner-funded project. As such, the scope and detailed cost estimate would be finalized with partners depending on their financial capability.



Abimbola Ojenike

(Coordinator)



REPORT OF THE AUDITORS

To the Board of Trustees of THE DESTINY TRUST CHILDREN FOUNDATION

We have audited the accompanying financial statements of The Destiny Trust Children Foundation which was prepared on the basis of the accounting policies set out on page 5.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Foundation in accordance with the generally accepted accounting principles; this includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

An audit includes examination, on a test basis, of evidence relevant to the amount and disclosures in the financial statements. It also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management as well as evaluating the overall presentation of the financial statements. The audit evidence we obtained is sufficient and appropriate to provide a basis for our opinion.

Opinion

In our opinion and to the best of information and according to the explanation given to us, the financial statements give a true and fair view of the state of the financial affairs of the Foundation as at 31st December, 2014 and of their financial performance and cash flow for the year ended on that day and comply with the requirements of Companies and Allied Matters Act, CAP C20 LFN 2004.

Taiwo Bamiteko

FRC/ICAN/2018/00002343

For: **Taiwo Bamiteko & Co**

(Chartered Accountants)

Lagos, Nigeria

JUNE, 2018



THE DESTINY TRUST CHILDREN FOUNDATION

Statement of the Accounting Policies

For the year ended 31st December, 2014

The following are the significant accounting policies which have been adopted by the Foundation in the preparation of the accounts:

a Basis of Accounting

The Financial Statements for the year ended 31st December, 2014 have been prepared under the historical cost convention, including the use of going concern assumption.

b Income

Income for the Foundation's activities are the donations from the founding members and the volunteers who support the cause of the Foundation. There are also donations from an individual and corporate organization for specific aspects of the Foundation's project need.

c Fixed Assets

Fixed Assets are stated at cost less accumulated depreciation.

d Depreciation

Depreciation of Fixed Assets is calculated on cost on a straight line basis to write off the cost of each asset over its estimated useful life at the following rates:

Furniture, Fittings, etc	20%
Office Equipments	20%
Plant and Machinery	15%

No depreciation is provided on Fixed Assets until they are brought into use.

e Cash and Cash Equivalentents

For the purpose of reporting cash flow, cash and cash equivalentents includes cash on hand and cash balances with the banks.

THE DESTINY TRUST CHILDREN FOUNDATION
STATEMENT OF FINANCIAL POSITION

As at 31st December, 2014

<u>ASSETS EMPLOYED</u>	Note	2014 N	2013 N
Fixed Assets	1	328,197	317,681
		328,197	317,681
Current Assets			
Bank and Cash Balances	2	112,357	87,245
		112,357	87,245
CURRENT LIABILITIES			
Short Term Loan	3	(500,000)	(550,000)
TOTAL ASSETS		(59,446)	(145,074)
 FINANCED BY:			
Accumulated Fund	4	(59,446)	(145,074)
		(59,446)	(145,074)

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Income and Expenditure Account

Year ended 31st December, 2014

		2014	2013
		₦	₦
Income	5	6,057,655	3,364,329
Other Income		-	29,600
Gross Income		<u>6,057,655</u>	<u>3,393,929</u>
Less operating expenses			
Care & Education Program	6	3,888,690	1,617,330
Administrative Expenses	7	1,869,700	1,637,420
Other Expenses	8	129,153	119,735
Depreciation	9	84,484	33,489
		<u>5,972,027</u>	<u>3,407,974</u>
Excess of income over expenditure		<u>85,628</u>	<u>(14,045)</u>
<u>Appropriation</u>			
Transfer to Reserves		<u>85,628</u>	<u>(14,045)</u>

The attached notes form part of these accounts

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Statement of Cash flow

Year ended 31st December, 2014

		2014 N	2013 N
Cash flow from operating activities:			
Excess of income over expenditure		85,628	(14,045)
<i>Adjustment for:</i>			
Depreciation of fixed assets	9	<u>84,484</u>	<u>33,489</u>
Income before working capital changes		170,112	19,444
Working capital changes			
Current liabilities		<u>(50,000)</u>	<u>418,971</u>
Net cash flow from operating activities		120,112	438,415
Purchases of fixed assets		<u>(95,000)</u>	<u>(351,170)</u>
Net cash flow from investing activities		25,112	87,245
Cash flow from financing activities:			
		<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents during the year		<u>25,112</u>	<u>87,245</u>
Cash and cash equivalents at the beginning of the year:		<u>87,245</u>	<u>-</u>
Cash and cash equivalents at the end of the year		<u>112,357</u>	<u>87,245</u>
Represented by:			
Cash and bank balances		<u>112,357</u>	<u>87,245</u>
		<u>112,357</u>	<u>87,245</u>

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Notes on the Accounts

Year ended 31st December, 2014

1 FIXED ASSETS

	Furniture and Fittings	Office Equipment	Plant and Machinery	Total
COST/VALUATION	₦	₦	₦	₦
As at January 1 2014	239,500	111,670	-	351,170
Additions	-	-	95,000	95,000
As at December 31 2014	239,500	111,670	95,000	446,170
DEPRECIATION				
As at January 1 2014	27,442	6,047	-	33,489
Charge for the year	47,900	22,334	14,250	84,484
As at December 31 2014	75,342	28,381	14,250	117,973
NET BOOK VALUE				
As at December 31 2014	164,158	83,289	80,750	328,197
As at December 31, 2013	212,058	105,623	-	317,681

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Notes to the Accounts - (Cont'd)

Year ended 31st December, 2014

	2014 N	2013 N
2 CURRENT ASSETS		
<u>Bank and cash balances</u>		
Cash and bank balances	112,357	87,245
	112,357	87,245
3 CURRENT LIABILITIES		
<i>Amount falling due within one year</i>		
Loan from Member	500,000	550,000
	-	-
	500,000	550,000
4 ACCUMULATED FUND		
Excess of Income over Expenditure b/f	(145,074)	(131,029)
Excess of Income over Expenditure for the year	85,628	(14,045)
	(59,446)	(145,074)
5 INCOME		
Donation from Member	230,000	516,029
Donation from Volunteer	5,827,655	2,848,300
	6,057,655	3,364,329
6 CARE & EDUCATION PROGRAM		
Resident Children Care		
School Fees	859,000	399,500
Home Supplies	132,630	150,080
Home Repairs and Maintenance	203,500	149,820
Medicals	150,000	311,500
Kids Clothings	40,100	52,300
Home Feeding	2,300,780	280,850
School Expenses	-	55,600
Non-Resident Children Care		
Non-Resident children Care	192,680	162,680
Outreach Expenses	10,000	55,000
	3,888,690	1,617,330
7 ADMINISTRATIVE EXPENSES		
Home Rent	1,200,000	1,360,000
Publicity & Branding	90,000	39,300
Staff Salaries	557,500	170,000
Office Expenses	10,500	35,420
Legal and Professional fees	11,700	32,700
	1,869,700	1,637,420

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Notes to the Accounts - (Cont'd)

Year ended 31st December, 2014

	2014	
	N	
8 OTHER EXPENSES		
Training & Skill Acquisition	12,930	16,000
Bank Charges	23,403	15,035
Other Expenses	92,820	88,700
	<u>129,153</u>	<u>119,735</u>
9 DEPRECIATION		
Furniture, Fittings, etc	47,900	27,442
Office Equipments	22,334	6,047
Plant and Machinery	14,250	-
	<u>84,484</u>	<u>33,489</u>