

**SICKLE CELL
ADVOCACY**



**SICKLE CELL ADVOCACY &
MANAGEMENT INITIATIVE**

FY 2019

FINANCIAL REPORT

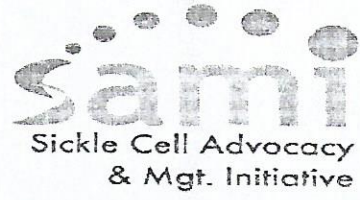
FOR THE YEAR ENDING 31ST DECEMBER 2019



PRESENTED BY:
SAMI

PREPARED BY :
AKINYEMI AKINREMI & CO.

SICKLE CELL ADVOCACY



SICKLE CELL ADVOCACY AND MANAGEMENT INITIATIVE

AUDITED FINANCIAL STATEMENT FOR YEAR ENDED 31 DECEMBER 2019

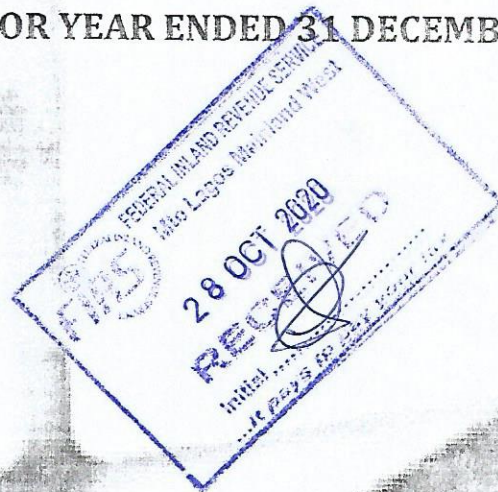


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The Board of Trustees present their annual report on the financial statement of the Company, together with the financial statement and the report of the auditors for the year ended 31 December, 2019.

INCORPORATION AND ADDRESS

Sickle Cell Advocacy and Management Initiative was incorporated in Nigeria as a Non-governmental organisation under the Companies and Allied Matters Act as a Non-Governmental Organisation domiciled in Nigeria on the 20 July, 2008 and commenced operation in 2014

The office address is:

22B Amosu Street,
Off Bode Thomas, Surulere
Lagos State.

PRINCIPAL ACTIVITY

Sickle Cell Advocacy and Management Initiative is a Nonprofit/ Non Government Organisation committed to creating awareness and promoting advocacy on issues with sickle cell disorder as well as providing support and an enabling environment to people living with the disorder.

Board of Trustees

The Registered Trustees who served during the year ended 31 December 2019 were as follows:

Toyin Adesola
Fela Bank -Olemoh
Foluso Phillips
Funke Ademuluyi
Tessy Ileka

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**SICKLE CELL ADVOCACY AND MANAGEMENT INITIATIVE
BOARD OF TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2019**

RESEARCH AND DEVELOPMENT

No research and development activities were carried out in the period.

POST BALANCE SHEET EVENTS

There are no post balance sheet events which could have had a material effect on the financial state of affairs of the Company at 31 December, 2019.

AUDITORS

The Company's auditors, Akinyinka Akinremi & Co. (Chartered Accountants), have indicated their willingness to continue as auditors of the Company in accordance with section 357(2) of the Companies and Allied Matters Act.

BY ORDER OF THE BOARD



Company Secretary

12/10/2020

Date



The Companies and Allied Matters Act requires the Board of Trustees to prepare financial statement for each financial period that give a true and fair view of the state of financial affairs of the Company at the end of the period and of its profit or loss. The responsibilities include ensuring that the Company:

- a) keeps proper accounting records that disclose, with reasonable accuracy, the financial position of the Company and comply with the requirements of the Companies and Allied Matters Act;
- b) establishes adequate internal controls to safeguard its assets and to prevent and detect fraud and other irregularities; and
- c) prepares its financial statements using suitable accounting policies which are consistently applied and supported by reasonable and prudent judgements and estimates.

The Board of Trustees accept responsibility for the annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with Nigerian Accounting Standards and the requirements of the Companies and Allied Matters Act.

The Board of Trustees are of the opinion that the financial statements give a true and fair view of the financial affairs of the Company. The Board of Trustees further accept responsibility for the maintenance of accounting records that may be relied upon in the preparation of financial statement, as well as adequate systems of internal financial control.

Nothing has come to the attention of the Board of Trustees to indicate that the Company will not remain a going concern for at least twelve months from the date of this statement.

Board of Trustee
....., 2020

Adeolufoye

Board of Trustee
19/10/2020, 2020



REPORT OF THE AUDITORS TO THE MEMBERS OF SICKLE CELL ADVOCACY AND MANAGEMENT INITIATIVE

Report on the Financial Statements

We have audited the accompanying financial statements of **SICKLE CELL ADVOCACY AND MANAGEMENT INITIATIVE** as at 31 December 2019, set out on page 5 which have been prepared on the basis of the significant accounting policies on page 6 to 7 and other explanatory notes on page 11 and 12.

Board of Trustees' Responsibility for the Financial Statements

The Board of trustees are responsible for the preparation and fair presentation of these financial statements in accordance with the Companies and Allied Matters Act CAP C20 LFN 2004. This responsibility includes: designing, implementing and maintaining internal control relevant to 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

Our responsibility is to express an opinion on these 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 the audit to obtain reasonable assurance as to whether the financial statements are free from material misstatement.

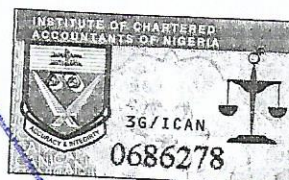
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, 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 audit opinion.

Opinion

In our opinion, the Organisation has kept proper accounting records and the financial statements are in agreement with the records in all material respects and give in the prescribed manner, information required by the Companies and Allied Matters Act CAP C20 LFN 2004. The financial statements give a true and fair view of the financial position of **SICKLE CELL ADVOCACY AND MANAGEMENT INITIATIVE** as at 31 December 2019, and of its financial performance and its Cash flows for the period then ended in accordance with the Statement of Accounting Standards issued by the Nigerian Accounting Standards Board.

AKINYINKA AKINREMI & CO
Chartered Accountants
Lagos, Nigeria



Date: 5/10/2020

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated.

a. Basis of preparation

The financial statements are prepared in compliance with Nigerian Statements of Accounting Standards (SAS). The financial statements are presented in the functional currency, Nigerian Naira (N) and prepared under the historical cost convention.

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on the Board of Trustees' best knowledge of current events and actions, actual results ultimately may differ from those estimates.

b. Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation. Depreciation is recorded on a straight line basis over the estimated useful lives of the assets at the following annual rates which are consistent with those of the previous years;

	%
Office Equipment	25
Furniture and Fittings	25
Leasehold Improvement	25

c. Translation of foreign currencies

Transactions denominated in foreign currencies are recorded in Naira at rates ruling at the transaction date. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the rate of exchange at that date. Translation and exchange differences are included in the profit and loss account of the period in which they arise.

d. Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made.

Revenue comprises grants and donations:

Donations:

i. Donations are cash received without any donor restriction. Donations is deemed to be receivable either when actually received, when there is a contract for its receipt and the relevant entity considers that any outstanding conditions under the contract have been met, or when the entity has become entitled to a future payment and its amount can be ascertained with reasonable certainty. Donations received in one accounting period that are specifically restricted to work to be carried out in subsequent accounting periods are not accounted for as income but are carried forward in deferred income

ii **Grants:**

Grants are typically restricted and unrestricted funds, where restricted funds are grants with donor imposed stipulations, for execution of core programmes that must be met by the organisation otherwise returned to the donor. Unrestricted funds are grant without imposed stipulations that can be utilized in funding any area of the organisation operations. Grants are credited to the statement of Income or expenditure when receivable. Grants are only deferred where there are time constraints imposed by the donor or if the funding is performance related.

iii **Donated services**

Numerous volunteers donate significant time to the Organisation's activities. Donated services that neither create nor enhance non-financial assets nor require specialized skills are not included in the financial statements. Donated services requiring specialized skills and which create or enhance non- financial assets are recognized as in-kind donations and are recorded at fair value.

iv **Interest income**

For all financial instruments measured at amortised cost and interest bearing financial assets classified as available for sale, interest income is recognised using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset or liability. Interest income is included in finance income in the statement of Income or expenditure.

e. Capital grants

Donation of assets including non-monetary assets are stated at fair value and credited to capital grants on receipts. The grants are amortized to the statement of Income or expenditure over the useful lives of the assets

f. Accumulated fund

Restricted funds are used for specified purposes as laid down by the donor .Expenditure which meets these criteria is identified to the fund, together with a fair allocation of management and support costs where appropriate .

Unrestricted funds are the funds that are available for use at the discretion of the board in furtherance of the general objectives of the Company and which have not been designated for other purposes.

Financial Instruments

The Organisation recognises financial assets and financial liabilities on the Organisation's statement of financial position when the Organisation becomes a party to the contractual provisions of the instrument. The Organisation determines the classification of its financial assets and liabilities at initial recognition. All financial assets and liabilities are recognised initially at fair value plus directly attributable transaction costs, except for financial assets and liabilities classified as fair value through income or expenditure.

Financial assets**Nature and subsequent measurement**

The Organisation's financial assets include trade and other receivables and cash and short-term deposits. After initial measurement, the subsequent measurement of financial assets depends on their classification as follows

Financial assets -Subsequent measurement**Trade and other receivable**

Trade and other receivables are recognised initially at fair value and subsequently measured at amortised cost, less provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the Organisation will not be able to collect all amounts due according to the original terms of receivables. Significant financial difficulties of the debtor and default or delinquency in payments are considered indicators that the trade receivable is impaired. The Organisation deploys age analysis tools to track the payment pattern of customers. Trade and other receivables do not carry any interest and are stated at their nominal value as reduced by appropriate allowances for estimated irrecoverable amounts. Estimated irrecoverable amounts are based on the ageing of the receivable balances and historical experience. Additionally, a large number of minor receivables is grouped into homogeneous groups and assessed for impairment collectively; the amount of provision is recognised in profit or loss within 'administrative expenses'. The carrying amount of trade receivable is reduced through the use of an allowance account. When trade and other receivables are uncollectible, it is written off as 'administrative expenses' in statement of income or expenditure. Subsequent recoveries of amounts previously written off are included in other income.

Cash and short-term deposit

Cash and Short-term deposit includes cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the statement of financial position. For the purpose of Cash flows, cash and cash equivalents consist of cash and short-term deposits as defined above, net of outstanding bank overdrafts (if any)

Financial liabilities**Nature and measurement:**

The Organisation's financial liabilities include all trade payables. All financial liabilities are recognized initially at fair value. The subsequent measurement of financial assets depends on their classification as follows:

Financial Liabilities-Subsequent measurement**Trade and other payables**

Trade and other payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Trade and other payables are classified as current liabilities if payment is due within one year (or in the normal operating cycle of the business, if longer). If not, they are presented as non-current liabilities. Trade and other payables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest.

	Notes	<u>2019</u>	<u>2018</u>
Non Current Asset			
Property and Equipment (Net)	3	5,088,188	70,313
Investment		9,131,341	-
Current assets:			
Debtors and prepayment	6	5,353,745	790,482
Cash and cash equivalent	5	<u>10,142,284</u>	<u>15,246,422</u>
		<u>15,496,029</u>	<u>16,036,904</u>
Current liabilities:			
Current liabilities:			
Creditors and accruals	4	(416,648)	(383,549)
		<u>(416,648)</u>	<u>(383,549)</u>
Net current assets		15,079,381	15,653,355
Net assets		<u>29,298,909</u>	<u>15,723,668</u>
Accumulated funds			
Retained earnings	7	<u>29,298,909</u>	<u>15,723,668</u>
		<u>29,298,909</u>	<u>15,723,668</u>

The financial statements and notes on pages 9 to 13 were approved by Board of Trustees on _____
2020 and signed on its behalf by:

Board of Trustee

Board of Trustee

The statement of significant accounting policies on pages 6 to 7 and the notes on pages 11 to 12 form an integral part of these financial statements

STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER, 2019

		=N=		=N=
	Notes	<u>2019</u> =N=	=N=	<u>2018</u> =N=
		Unrestricted	Temporarily Restricted	Total
Revenues	1			
Individual donation		14,980,360	-	14,980,360
Corporate donation		29,137,730	-	29,137,730
In- Kind donation		142,500	-	142,500
Other income		2,218,549	-	2,218,549
Total revenues and public support		46,479,139	-	46,479,139
Expenses				
Program services	2a	(18,260,137)	-	(18,260,137)
Management and general	2b	(14,643,761)	-	(14,643,761)
Total expenses		(32,903,898)	-	(32,903,898)
Change in net assets		13,575,241	-	13,575,241
Net assets at beginning of year		15,723,668		15,723,668
Net assets at end of year		29,298,909	-	29,298,909

The statement of significant accounting policies on pages 6 to 7 and the notes on pages 11 to 12 form an integral part of these financial statements

	Notes	<u>2019</u>	<u>2018</u>
CASH FLOW FROM OPERATING ACTIVITIES			
Change in net assets		13,575,241	3,817,985
Adjustment for non cash items:			
Depreciation	3	804,789	461,337
Adjustments to reconcile operating profit to cash from operating activities :			
Increase in pledges receivable		-	-
Increase in prepaid expenses		(4,794,075)	377,830
Increase in security deposits		-	-
Increase in other receivables		230,812	(230,812)
Increase in account payable and accrued expenses		33,099	233,549
Decrease in advances		-	-
Net cash (used in) / generated from operating activities		<u>9,849,866</u>	<u>4,659,889</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Capital expenditures	3	(5,822,664)	(63,750)
Investment		(9,131,341)	-
Net cash used in investing activities		<u>(14,954,005)</u>	<u>(63,750)</u>
CASH FLOW FROM FINANCING ACTIVITIES			
Repayment of loans payable		-	-
Net cash used in financing activities		<u>-</u>	<u>-</u>
Net increase in cash		(5,104,138)	4,596,139
Cash- beginning of the year		15,246,422	10,650,283
Net increase in cash		<u><u>10,142,284</u></u>	<u><u>15,246,422</u></u>

The statement of significant accounting policies on pages 6 to 7 and the notes on pages 11 to 12 form an integral part of these financial statements

	<u>2019</u>	<u>2018</u>
Revenue		
Individual donation	14,980,360	17,352,650
Corporate donation	29,137,730	3,328,576
In-kind donation	142,500	225,120
Other income	2,218,549	86,200
	<u>46,479,139</u>	<u>20,992,546</u>

EXPENSES

a. PROGRAMS

Support medical expenses	4,903,518	448,170
Support medical supplies and drugs	2,991,383	1,821,727
Support: gift and donation	220,500	603,150
Support : rent support	-	-
Support : school fees support	-	-
Meals and entertainment	728,328	450,260
Honorarium	-	-
Transport expenses	479,700	445,812
Volunteer stipends	468,000	303,000
Resource materials	-	-
Venue and rentals expenses	620,000	648,850
Advertisement and awareness	3,721,432	2,643,855
Souvenirs	510,900	421,570
Total expenses	<u>14,643,761</u>	<u>7,786,394</u>

b. Management and general

Rent expenses	2,587,500	1,746,220
Office consumables	148,985	129,795
Printing and stationery	419,000	122,100
Utilities	272,400	180,300
Internet subscription	104,000	35,000
Payroll expenses	10,392,668	4,861,047
Fuel expenses	104,000	214,900
Bank charges	75,109.40	29,262
General administrative expenses	1,366,010	191,381
Education and training	302,000	164,175
Repair and maintainance	501,076	138,400
Software expenses	262,250	200,000
Membership due and subscription	25,000	42,000
Professional fees	444,250	381,750
Fees and levies	64,000	150,000
Website expenses	185,000	76,250
Audit fees	170,000	150,000
Telephone expenses	-	105,500
Postage and Delivery	32,100	8,750
Depreciation	804,789	461,337
	<u>18,260,137</u>	<u>9,388,167</u>

Furniture &Fitting	Leasehold Improvement	Total
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FIXED ASSETS

	=N=	=N=	=N=
Balance as at 1/1/2019	793,127	-	2,142,895
Additional	562,929	4,517,867	5,822,664
Balance as at 31/12/2019	<u>1,356,056</u>	<u>4,517,867</u>	<u>7,965,559</u>
Accumulated depreciation:			
Balance as at 1/1/2019	771,627	-	2,072,582
Addition	214,887	196,429	804,789
Balance as at 31/12/2019	<u>986,514</u>	<u>196,429</u>	<u>2,877,371</u>
Net Book Value			
At 31/12/2019	<u>369,542</u>	<u>4,321,438</u>	<u>5,088,188</u>
At 31/12/2018	<u>21,500</u>	<u>-</u>	<u>70,313</u>

	<u>2019</u>	<u>2018</u>
CREDITORS & ACCRUALS		
Directors account	-	150,000
Accruals	170,000	150,000
Pension payable	246,648	83,549
	<u>416,648</u>	<u>383,549</u>

CASH AND CASH EQUIVALENT

Cash and cash equivalent consists cash on hand and balances with bank. Cash and cash equivalent included in the cash flow statements comprise the following amounts:

Cash in Hand	20	20
Gtb- Xtra Care	435,463	907,466
Gtb- 500 by 1m	279,742	7,831
Gtb-Projects	2,234,963	1,279,784
Gtb-USD	76,602	76,602
Gtb-Main Account	376,405	12,904,444
Zenith - XtraCare	127,324	-
Zenith-Main Account	6,088,024	-
Zenith-Project	453,465	-
Eco Bank	20,275	20,275
Fidelity Bank	50,000	50,000
Cash and cash equivalent at year end	<u>10,142,284</u>	<u>15,246,422</u>

DEBTORS & PREPAYMENT

Staff loan		194,849
Paye excess remittance	-	35,963
Prepaid expenses	5,353,745	559,670
	<u>5,353,745</u>	<u>790,482</u>

ACCUMULATED FUNDS

Opening balance	15,723,668	11,905,683
Surplis/ Deficit for the year	13,575,241	3,817,985
Closing balance	<u>29,298,909</u>	<u>15,723,668</u>

SICKLE CELL ADVOCACY AND MANAGEMENT INITIATIVE
 TAX COMPUTATION FOR THE YEAR 2020 ASSESSMENT YEAR
 1/1/19 - 31/12/2019

Net Profit / (Loss) as per Account		13,575,241
Add Back Depreciation		804,789
Assessable Profit		14,380,031
Add Balancing Charge		
Less Balancing Allowance		
Losses Brought Forward		
Less Loss Relieved		
Unrelieved Losses Carried Forward		
Unabsorbed Capital Allowance b/f	343,747	
Initial Allowance	2,585,133	
Annual Allowance	1,081,887	
Investment Allowance	74,187	
Capital Allowance Available for Claim	4,084,954	
Restricted to 66 2/3 of Adjusted Profit		
unabsorbed Capital Allowance c/f	4,084,954	14,380,031
Assessable Profit / (Loss)		
Income Tax @ 30% of Assessable Profit	0%	
Education tax @ 2% of Adjusted Profits	0%	
Total Tax Liability Payable for the year		
Less Withholding Tax Credit for the year		
Net Tax Liability Payable for the year		

