

**THE DESTINY TRUST  
CHILDREN FOUNDATION**

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**ANNUAL REPORTS AND  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31 DECEMBER, 2013**

**THE DESTINY TRUST CHILDREN FOUNDATION**

**AUDITED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31ST DECEMBER, 2013**

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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, 2013

### 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

	2013	2012
	N	N
Income	<u>3,393,929</u>	<u>783,184</u>
Excess of Income over Expenditure	(14,045)	(131,029)
Excess of Income over Expenditure b/f	<u>(131,029)</u>	<u>-</u>
Excess of Income over Expenditure carried forward	<u>(145,074)</u>	<u>(131,029)</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, 2013 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 2013

The year 2013 was an eventful and critical year for The Destiny Trust. Learning from feedback from the pilot phase of the project, our action focus for 2013 was to advance from our limited intervention in resettling children and families around the Kuramo slum to establishing a far more sustainable and expansive programme to support children who are either orphans or have no conducive home environment.

Our major approach was to establish a Residential Learning and Rehabilitation Centre to support about 16 children per time. The success of this aspect of the project marked the beginning of significant progress in our mission to bring about sustainable impact in the lives of street children. This report provides a summary of the Trust's activities, growth and challenges. Furthermore, it provides a highlight of programmes for 2014. We thank you for your constant support and guidance every step of the way.

### A. The Destiny Trust Residential Learning and Rehabilitation Centre

In June 2013, we secured a 2-wing duplex for use as accommodation for the Residential Learning and Rehabilitation Centre; and procured the necessary home appliances while processing Lagos State Government approval for the operation of the facility. The Lagos State Government granted the provisional approval on 2<sup>nd</sup> September, 2013.

The Centre opened officially on 1<sup>st</sup> October 2013. At the opening, some of the former street children identified under the programme began a journey to total transformation in a proper home setting where we assist each child to create new childhood memories. A total of 5 children were taken in on the opening date. As at December 2013, the number of children had increased to 9, comprising of 8 boys and 1 girl. Each child has the assurance of education, daily meals, clothing, guidance; basic things that eluded them with the harshness of life on the street. The Home currently has a capacity to accommodate up to 16 children per time but this was not used to optimum capacity in 2013 due to the huge cost of providing education to new in-takes.

It is hoped that based on individual circumstances and progress rates, the children can be reunited with their biological families, or prepared for foster care or transition to boarding schools to ensure they continue to have a stable environment for schooling.

### Community Outreaches

In 2013, we reduced the frequency of monthly outreaches to focus on establishing more sustainable programmes and structures. Outreaches were organised only as a response to emergent situations and also for the specific purpose of knowing the communities targeted for the Trust's intervention.

In the course of the year, we visited Marwa and Ikota slums. Marwa is a slum in Lekki hidden behind acres of prime real estate on the shoreline of the Atlantic. Many homeless children and other squatters live in shacks under paper bags and nylon strewn to poles stuck in the sandy soil. Considering the highbrow nature of the area surrounding Marwa, it can be aptly described as a Sahara right in the middle of the Pacific. The inhabitants live in abject poverty, and most of them have no means of livelihood. Instead, the neighbourhood is filled with criminal minds of all sorts and, not a cliché, to get marijuana in Marwa is easier than getting sugar or drinkable water.

## **THE DESTINY TRUST CHILDREN FOUNDATION**

According to one of the Destiny Trust children, who was picked up from this particular slum, “marijuana is displayed on trays same way biscuit is”.

The situation at Marwa is similar to the sordid picture at Ikota, a slum in the Ajah neighbourhood. The sharp contrast between the Ikota slum and its immediate surroundings is too wide and amazing. Despite its location in an upscale area of the Lagos metropolis, Ikota slum is anything but upscale; a world of poverty and lack right in the midst of affluence. Basic amenities are not exactly basic in Ikota slum; they are unaffordable luxuries for the inhabitants of this place.

With teenagers and children of school age roaming the area during our team’s visit to the slum, we inquired into the education of quite a number of them. A good number of the teenagers and other children we saw have never been to school. Some of these children stated that the parents cannot afford the seemingly paltry sum of ₦4000. In a particular family, two children are no longer in school because their parents cannot pay the sum of ₦7,500 required as tuition in a nearby private school. Some parents, traumatised by the recent incident in which a vehicle killed some school children on the Lekki-Epe Expressway, are apprehensive of sending their wards to the public school across the expressway.

Our Volunteers collated information of the children and their age groups. While some had received minimal exposure to education, others had never been the four walls of the classroom. The outreach also revealed that children living in this condition have little or no access to basic medical care. The inhabitants still depend on local ‘health specialist’ for treatment of serious medical conditions such as bone fracture. The Trust provided immediate medical care for identified children. The most recent visit to the slums highlighted the core need for healthcare and the need to eliminate barrier to education for homeless children as an avenue to rescue them from the life of hopelessness and to give them a shot at a bright future.

Due to financial constraint, most of the project activities for 2013 were implemented behind target timeline. The Trust depended mainly on internal member contributions. In the course of fund raising efforts, the Trust also received a monthly feeding allowance commitment from one of our Volunteers. This takes care of the feeding expense at the TDT Centre. Other helpful individuals assisted in the education expenses by their commitment to sponsor the education of 3 children.

The Trust was also granted a soft loan towards the payment of the accommodation rent in May 2013. Generally, the Trust’s expenses are majorly directed to payment of school fees, accommodation rent and the day-to-day maintenance of the TDT Centre.

### **Projects for 2014**

In 2014, our focus is to ensure the sustainability of existing initiatives and extend our impact to more children living in impoverished communities. We have enclosed additional materials which describe the programmes for the year and our financial projection.

### **Sustaining Existing Initiatives**

The Destiny Trust will work to sustain the Learning and Rehabilitation Centre while expanding its reach. The target is for each child to acquire skills in computer programming, music and arts before the end of 2014 according to their individual abilities.

## THE DESTINY TRUST CHILDREN FOUNDATION

Again, we will focus empowering the impoverished families of some of the children under continuing care. This is a preliminary step to reuniting these children with their families and re-integrating them into the society after rehabilitation.

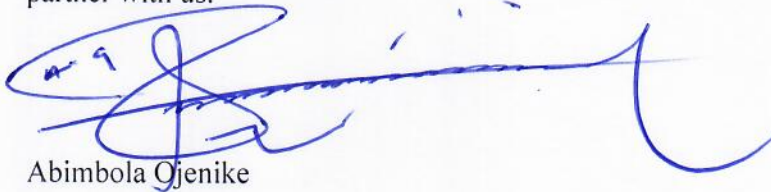
In addition to existing individual sponsors, the Trust will continue to seek corporate sponsorships and institutional partnership from various organisations.

### **The Bridge Programme and Establishment of a Tuition-Free School**

In the year 2014, The Destiny Trust, in addition to providing continuing education sponsorship to the children under its continuing care programme, also seeks to institute an education bridging programme for out-of-school children from various squatter areas of Lagos. Based on feedback from 2013 outreaches, there is an overwhelming number of these children in areas like Marwa, Ilaje/Ikota and Bamboo Estate at Bogije, Ibeju-Lekki, who have had little or no exposure to basic education. Such children tend to experience adaptational struggles when enrolled directly into the formal educational system.

Consequently, the bridge programme will serve to give these children the necessary foundation in literacy, numeracy and civics. The long-term goal is for the Trust to establish a Tuition-Free primary school for children living in impoverished communities.

We are grateful that we can count on your support, ideas and guidance for the sustainability of this intervention. We look forward to an impactful year and we hope you would continue to partner with us.



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, 2013 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, 2013*

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, 2013 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 Equivalents**

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

**THE DESTINY TRUST CHILDREN FOUNDATION**  
**STATEMENT OF FINANCIAL POSITION**

*As at 31st December, 2013*

<u>ASSETS EMPLOYED</u>	Note	2013 N	2012 N
Fixed Assets	1	317,681	-
		<u>317,681</u>	<u>-</u>
<b>Current Assets</b>			
Bank and Cash Balances	2	87,245	-
		<u>87,245</u>	<u>-</u>
<b>CURRENT LIABILITIES</b>			
Short Term Loan	3	(550,000)	(131,029)
<b>TOTAL ASSETS</b>		<u><b>(145,074)</b></u>	<u><b>(131,029)</b></u>
 <b>FINANCED BY:</b>			
Accumulated Fund	4	(145,074)	(131,029)
		<u><b>(145,074)</b></u>	<u><b>(131,029)</b></u>

# THE DESTINY TRUST CHILDREN FOUNDATION

## Income and Expenditure Account

*For the year ended 31st December, 2013*

		2013	2012
		₦	₦
<b>Income</b>	5	3,364,329	783,184
Other Income		<u>29,600</u>	<u>-</u>
<b>Gross Income</b>		<u><b>3,393,929</b></u>	<u><b>783,184</b></u>
<b>Less operating expenses</b>			
Care & Education Program	6	1,617,330	747,943
Administrative Expenses	7	1,637,420	118,200
Other Expenses	8	119,735	48,070
Depreciation	9	<u>33,489</u>	<u>-</u>
		<u><b>3,407,974</b></u>	<u><b>914,213</b></u>
<b>Excess of income over expenditure</b>		<u><b>(14,045)</b></u>	<u><b>(131,029)</b></u>
<b><u>Appropriation</u></b>			
Transfer to Reserves		<u><b>(14,045)</b></u>	<u><b>(131,029)</b></u>

*The attached notes form part of these accounts*

# THE DESTINY TRUST CHILDREN FOUNDATION

## Statement of Cash flow

For the year ended 31st December, 2013

	2013 N	2012 N
<b>Cash flow from operating activities:</b>		
Excess of income over expenditure	(14,045)	(131,029)
<b>Adjustment for:</b>		
Depreciation of fixed assets	9 <u>33,489</u>	<u>-</u>
<b>Income before working capital changes</b>	<b>19,444</b>	<b>(131,029)</b>
<b>Working capital changes</b>		
Current liabilities	<u>418,971</u>	<u>131,029</u>
<b>Net cash flow from operating activities</b>	<b>438,415</b>	<b>-</b>
Purchases of fixed assets	<u>(351,170)</u>	<u>-</u>
<b>Net cash flow from investing activities</b>	<b>87,245</b>	<b>-</b>
<b>Cash flow from financing activities:</b>		
	<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents during the year	<u>87,245</u>	<u>-</u>
Cash and cash equivalents at the beginning of the year:	<u>-</u>	<u>-</u>
<b>Cash and cash equivalents at the end of the year</b>	<b>87,245</b>	<b>-</b>
<b>Represented by:</b>		
Cash and bank balances	87,245	-
	<u>87,245</u>	<u>-</u>

# THE DESTINY TRUST CHILDREN FOUNDATION

## Notes on the Accounts

*For the year ended 31st December, 2013*

### FIXED ASSETS

	Furniture and Fittings	Office Equipment	Plant and Machinery	Total
<b>COST/VALUATION</b>	<b>N</b>	<b>N</b>	<b>N</b>	<b>N</b>
As at January 1 2013	-	-	-	-
Additions	239,500	111,670	-	351,170
As at December 31 2013	<u>239,500</u>	<u>111,670</u>	<u>-</u>	<u>351,170</u>
 <b>DEPRECIATION</b>				
As at January 1 2013	-	-	-	-
Charge for the year	27,442	6,047	-	33,489
As at December 31 2013	<u>27,442</u>	<u>6,047</u>	<u>-</u>	<u>33,489</u>
 <b>NET BOOK VALUE</b>				
As at December 31 2013	<u>212,058</u>	<u>105,623</u>	<u>-</u>	<u>317,681</u>
As at December 31, 2012	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

# THE DESTINY TRUST CHILDREN FOUNDATION

## Notes to the Accounts - (Cont'd)

For the year ended 31st December, 2013

	2013	2012
	N	N
<b>2 CURRENT ASSETS</b>		
<b><u>Bank and cash balances</u></b>		
Cash and bank balances	87,245	-
	<b>87,245</b>	<b>-</b>
<b>3 CURRENT LIABILITIES</b>		
<i>Amount falling due within one year</i>		
Loan from Member	550,000	131,029
	-	-
	<b>550,000</b>	<b>131,029</b>
<b>4 ACCUMULATED FUND</b>		
Excess of Income over Expenditure b/f	(131,029)	-
Excess of Income over Expenditure for the year	(14,045)	(131,029)
	<b>(145,074)</b>	<b>(131,029)</b>
<b>5 INCOME</b>		
Donation from Member	516,029	334,184
Donation from Volunteer	2,848,300	449,000
	<b>3,364,329</b>	<b>783,184</b>
<b>6 CARE &amp; PROGRAM</b>		
<b>Resident Children Care</b>		
School Fees	399,500	325,100
Home Supplies	150,080	96,150
Home Repairs and Maintenance	149,820	131,660
Medicals	311,500	58,580
Kids Clothings	52,300	-
Home Feeding	280,850	-
School Expenses	55,600	-
<b>Non-Resident Children Care</b>		
Non-Resident children Care	162,680	33,650
Outreach Expenses	55,000	102,803
	<b>1,617,330</b>	<b>747,943</b>
<b>7 ADMINISTRATIVE EXPENSES</b>		
Home Rent	1,360,000	-
Publicity & Branding	39,300	31,200
Staff Salaries	170,000	-
Office Expenses	35,420	-
Legal and Professional fees	32,700	87,000
	<b>1,637,420</b>	<b>118,200</b>

# THE DESTINY TRUST CHILDREN FOUNDATION

## Notes to the Accounts - (Cont'd)

*For the year ended 31st December, 2013*

	2013	
	₦	
<b>8 OTHER EXPENSES</b>		
Training & Skill Acquisition	16,000	4,700
Bank Charges	15,035	-
Other Expenses	88,700	29,000
Christmas Program		14,370
	<u>119,735</u>	<u>48,070</u>
<b>9 DEPRECIATION</b>		
Office Equipments	27,442	-
Plant and Machinery	6,047	-
0	-	-
	<u>33,489</u>	<u>-</u>