

**THE DESTINY TRUST
CHILDREN FOUNDATION**

**ANNUAL REPORTS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER, 2016**

THE DESTINY TRUST CHILDREN FOUNDATION
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2016

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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, 2016

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

	2016 ₦	2015 ₦
Income	<u>10,663,373</u>	<u>6,024,630</u>
Excess of Income over Expenditure	424,624	(150,135)
Excess of Income over Expenditure b/f	<u>(209,581)</u>	<u>(59,446)</u>
Excess of Income over Expenditure carried forward	<u>215,043</u>	<u>(209,581)</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, 2016 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 the year 2016

Since 2012, The Destiny Trust has been committed to initiatives to provide for the care, rehabilitation, education, empowerment, development and social reintegration of children and household within vulnerable groups. The focus has been on street children and other classes of at-risk children living in slums and poor communities.

Our 2016 targets were to sustain, improve and expand our care and education access programme and to collaborate with individual and institutional partners to implement community-based projects targeted at improving the quality of learning and literacy level among children in vulnerable groups. Looking back, this has been a productive year. 7 (Seven) additional children were admitted into our in-centre care programme and 3 (three) were reintegrated into biological families and/or foster families. The centre currently runs at optimum capacity and the quality of care has nevertheless considerably improved.

The education programme witnessed a boost with support from the #1000HelpingHands Project. 100 children were enrolled in school or assisted to go back to school. We also undertook infrastructure support projects benefitting 365 pupils of Lagos Model School, Marwa. However, our literacy programme and other initiatives targeted at improving the quality of learning in schools could not take off as planned due to bureaucratic delays in obtaining necessary government approval.

In 2017, we will continue to pursue our broad education initiatives including specifically the missed targets of establishing Afterschool Centres in communities, and implementing a fun and accelerated learning programme to teach children in poor communities how to read and write within a school term.

Further, 2017 is the year we must rigorously get on our long term growth objectives of setting up and running a purpose-built facility comprising a school, a vocational/recreational centre and hostel accommodation for 100 homeless children per time.

Based on the outlook, there is no further room to scale upwards within the limits of our current residential learning centre facility. Notwithstanding, the cost of operation/education of the resident children could get higher without any corresponding growth in impact. We must move on from conceptualizing to taking actual steps to execute our long term capital projects.

Lastly, as part of our aspiration to evolve into a self-sustained non-profit, our social enterprise/empowerment initiatives including, specifically the investment in agriculture, must be refocused and pursued determinedly.



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 7.

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, 2016 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
DECEMBER, 2018



THE DESTINY TRUST CHILDREN FOUNDATION

Statement of the Accounting Policies

For the year ended 31st December, 2016

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, 2016 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, 2016

<u>ASSETS EMPLOYED</u>	Note	2016 N	2015 N
Fixed Assets	1	159,229	243,713
		<u>159,229</u>	<u>243,713</u>
Current Assets			
Bank and Cash Balances	2	555,814	46,706
		<u>555,814</u>	<u>46,706</u>
CURRENT LIABILITIES			
Short Term Loan	3	(500,000)	(500,000)
TOTAL ASSETS		<u><u>215,043</u></u>	<u><u>(209,581)</u></u>
 FINANCED BY:			
Accumulated Fund	4	215,043	(209,581)
		<u><u>215,043</u></u>	<u><u>(209,581)</u></u>

THE DESTINY TRUST CHILDREN FOUNDATION

Income and Expenditure Account

Year ended 31st December, 2016

	Note	2016 N	2015 N
Income	5	10,663,373	6,024,630
Other Income		-	-
Gross Income		<u>10,663,373</u>	<u>6,024,630</u>
Less operating expenses			
Care & Education Program	6	7,023,288	4,387,775
Administrative Expenses	7	2,702,440	1,677,290
Other Expenses	8	428,537	25,216
Depreciation	9	84,484	84,484
		<u>10,238,749</u>	<u>6,174,765</u>
Excess of income over expenditure		<u>424,624</u>	<u>(150,135)</u>
<u>Appropriation</u>			
Transfer to Reserves		<u>424,624</u>	<u>(150,135)</u>

The attached notes form part of these accounts

THE DESTINY TRUST CHILDREN FOUNDATION

Notes on the Accounts

Year ended 31st December, 2016

1 FIXED ASSETS

	Furniture and Fittings	Office Equipment	Plant and Machinery	Total
COST/VALUATION	N	N	N	N
As at January 1 2015	239,500	111,670	95,000	446,170
Additions	-	-	-	-
As at December 31 2015	239,500	111,670	95,000	446,170
DEPRECIATION				
As at January 1 2015	123,242	50,715	28,500	202,457
Charge for the year	47,900	22,334	14,250	84,484
As at December 31 2015	171,142	73,049	42,750	286,941
NET BOOK VALUE				
As at December 31 2015	68,358	38,621	52,250	159,229
As at December 31, 2014	116,258	60,955	66,500	243,713

THE DESTINY TRUST CHILDREN FOUNDATION
Notes to the Accounts - (Cont'd)

Year ended 31st December, 2016

	2016	2015
	N	N
2 CURRENT ASSETS		
<u>Bank and cash balances</u>		
Cash and bank balances	555,814	46,706
	555,814	46,706
3 CURRENT LIABILITIES		
<i>Amount falling due within one year</i>		
Loan from Member	500,000	500,000
	-	-
	500,000	500,000
4 ACCUMULATED FUND		
Excess of Income over Expenditure b/f	(209,581)	(59,446)
Excess of Income over Expenditure for the year	424,624	(150,135)
Excess of Income over Expenditure c/f	215,043	(209,581)
5 INCOME		
Donation from Member	-	223,000
Donation from Volunteer	6,453,995	5,801,630
Other Income	4,209,378	-
	10,663,373	6,024,630
6 CARE & EDUCATION PROGRAM		
Resident Children Care		
School Fees	1,487,610	1,367,500
Home Supplies	212,435	653,375
Home Repairs and Maintenance	653,950	50,500
Medicals	361,450	100,000
Kids Clothings	88,600	-
Home Feeding	2,591,203	1,431,220
School Expenses	-	65,000
Non-Resident Children Care		
Non-Resident children Care	497,500	533,180
Outreach Expenses	1,130,540	187,000
	7,023,288	4,387,775
7 ADMINISTRATIVE EXPENSES		
Home Rent	1,200,000	1,200,000
Publicity & Branding	10,000	-
Staff Salaries	1,299,700	477,290
Office Expenses	192,740	-
Legal and Professional fees	-	-
	2,702,440	1,677,290

THE DESTINY TRUST CHILDREN FOUNDATION

Notes to the Accounts - (Cont'd)

Year ended 31st December, 2016

	2016	2015
	N	N
8 OTHER EXPENSES		
Training & Skill Acquisition	14,600	-
Bank Charges	22,227	15,216
Other Expenses	391,710	10,000
	<u>428,537</u>	<u>25,216</u>
9 DEPRECIATION		
Furniture, Fittings, etc	47,900	47,900
Office Equipments	22,334	22,334
Plant and Machinery	14,250	14,250
	<u>84,484</u>	<u>84,484</u>

THE DESTINY TRUST CHILDREN FOUNDATION

Statement of Value Added

Year ended 31st December, 2016

	2016		2015	
	₦	%	₦	%
Income	10,663,373		6,024,630	
Administration overheads and payments for other services	(8,832,338)		(5,597,775)	
Value Added	<u>1,831,035</u>	100	<u>426,855</u>	100
<i>Applied as follows:</i>				
In payment to employees:				
- Salaries and wages	1,299,700	70.98	477,290	111.82
In payment to providers of capital				
Finance charges	22,227	1.21	15,216	3.56
Retained for future replacement of assets and expansion of business				
- Depreciation	84,484	4.61	84,484	19.79
- Accumulated Surplus	424,624	23.19	(150,135)	(35.17)
Value Added	<u>1,831,035</u>	100	<u>426,855</u>	100

Value added represents the additional wealth which the firm has been able to create by its own and its' employees' efforts. This statement shows the allocation of that wealth between government, employees, providers of capital and that retained for the future creation of more wealth.