

**CENTRE OF EXCELLENCE IN REPRODUCTIVE INNOVATION (CERHI)**

**FINANCIAL STATEMENTS**

**FOR THE SIX MONTHS ENDED 31ST DECEMBER, 2015**

**GIWA-OSAGIE DFK & CO.**  
(CHARTERED ACCOUNTANTS)  
NIGERIA



## CENTER OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION (CERHI)

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## CENTER OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION (CERHI)

### CORPORATE INFORMATION

#### Members of the Project Management Committee

University Vice Chancellor	-	Chairman
Prof Friday Okonofua	-	Centre Leader
Prof Obehi Okojie	-	Co-Centre Leader
Prof Joseph Onakewhor	-	Project Coordinator
Barr. Richmond Omagbemi (Temporary desk officer)	-	University Representative
Mr. Kingsley Osa Enobakhare	-	Project Accountant
Mr. Osifo Osagie	-	Project Auditor
Mr. Idehen Imafidon	-	Procurement Officer
Dr (Mrs ) Esohe Ogboghodo	-	M & E Officer
Mr Chijioke Mokogwu	-	Project Webmaster/ICT Officer
Mr. David Ofili	-	Project Liberian
Mr. Aghama Orobosa	-	Project Communication Officer
Dr Vivian Omuemu	-	Community Medicine (HOD)
Dr (Mrs) Mabel Osifo	-	Nursing (HOD)
Prof. Anthony Emina-Monye	-	Health Economic (HOD)
Prof. Michael E. Aziken	-	Obstetric & Gynaecology (HOD)



## **CENTER OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION (CERHI)**

### **COPRORATE INFORMATION (CONT'D)**

#### **Program Goal**

The Center of Excellence in Reproductive Health Innovation (CERHI) will build capacity within West Africa's tertiary educational system for implementing high quality and applied research for reproductive health professions to tackle policies and programs for reducing the region's high burden of fertility, unsafe abortion, maternal mortality and HIV/AIDS.

#### **Functions of the Center**

The Centre is set up for

1. The training of students and technical experts/policy makers through short courses on relevant fertility, maternal mortality, HIV/AIDS and reproductive health policy topics in region.
2. Masters in reproductive health, public health, health economics and nursing.
3. PhD in reproductive health, public health and nursing.
4. Develop regional laboratory capacity to support HIV/AIDS and other reproductive health related problems

#### **Bankers**

1. First Bank of Nigeria Plc
2. Zenith Bank of Nigeria Plc
3. Central Bank of Nigeria

#### **Auditors**

Messrs Giwa-Osagie DFK & Co.,  
(Chartered Accountants),  
6, Ugbague Street,  
P. O. Box 16,  
Benin City,  
Edo State.

## **CENTER OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION (CERHI)**

### **REPORT OF THE CENTER'S MANAGEMENT**

The Management of the Center hereby presents its report and audited financial statements for the six months ended 31<sup>st</sup> December, 2015.

#### **Legal Status**

The Center was established in 2015 as a collaborative initiative and effort of University of Benin and World Bank.

The Trust Deeds establishing Center was signed into Law on the 25<sup>th</sup> day of February, 2015.

#### **Registered Office**

The Center is situated at University of Benin Main Campus Ugbowo

#### **Grant Received**

<b>WORLD BANK</b>	
As at Jan. 1 <sup>st</sup> 2015	-
Grant during the year	147,172,327
As at Dec. 31 <sup>st</sup> 2015	147,172,327

#### **Expenditure**

Disbursement of loan or grant funds shall normally be made by; Advances, Special Commitment, Direct payment, claim contract and other payment expenditure must be in accordance with World Bank and government procurement policies and procedures.

## **CENTER OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION (CERHI)**

### **REPORT OF THE CENTER'S MANAGEMENT - (CONT'D)**

#### **Center Management Unit Responsibilities Statement**

The Management is responsible for the preparation of financial statements which give a true and fair view of the state of the affairs of the Center as at the year ended and of its Center operating statement for the year so ended.

These responsibilities include ensuring that:-

- i). Adequate internal control procedures are instituted to safeguard the Center's assets, prevent and detect fraud and other irregularities.
- ii). Proper accounting records are maintained.
- iii). Application of appropriate accounting standards are followed.
- iv). Suitable accounting policies are adopted and consistently applied.
- v). Judgments and estimates made are reasonable and prudent and
- vi). The financial statements are prepared on the going concern basis unless it is in appropriate to presume that the Center will continue in operation.

#### **Significant changes in Fixed Assets**

Movements in Fixed Assets are shown in Note 1 to the financial statements. Management is of the opinion that the market value of the Center's assets is not less than the value shown in the financial statements.

## **CENTER OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION (CERHI)**

### **REPORT OF THE CENTERS' MANAGEMENT (CONT'D)**

#### **Post Balance Sheet Events**

No significant event has occurred since the balance sheet date and in the opinion of the Management, the state of the Center's affairs is satisfactory.

#### **Employee's Involvement and Training**

The Center continued to maintain effective communication with all employees who, subject to practical considerations, are consulted on and involved in decision that affect their current jobs or future prospects.

#### **Employment of Disabled Persons**

The Center does not discriminate though it has no disabled person on its payroll.

#### **Health, Safety and Staff Welfare**

It is the policy of the Center to eradicate or minimize the employee's or the public to unnecessary or unacceptable health or safety risks in the course of its operation.


#### **Center Financing and Funding**

The Center is World Bank assisted and funding is done by World Bank and Internally Generated Revenue (IGR).

#### **Auditors**

Messrs Giwa-Osagie DFK & Co. (Chartered Accountants) having indicated their willingness shall continue in office as the Center's external auditors.

BY ORDER OF THE CENTER MANAGEMENT

  
**CENTER'S LEADER**  
4/16/116  
5



# GIWA-OSAGIE DFK & CO.

(CHARTERED ACCOUNTANTS)

(A MEMBER FIRM OF ICAN PUBLIC PRACTICE SECTION)

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**YESUFU GIWA-OSAGIE HOUSE**

6, Ugbague Street,  
(Between Mission Road & Lagos Street),  
P. O. Box 16,  
Benin City.  
E-mail: [godcfk\\_nig@yahoo.com](mailto:godcfk_nig@yahoo.com)

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**INDEPENDENT AUDITOR'S REPORT TO MEMBERS OF THE PROJECT  
MANAGEMENT COMMITTEE  
CENTER OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION.  
UNIVERSITY OF BENIN.**

We have audited the accompanying financial statements of **UNIVERSITY OF BENIN CENTER OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION** which comprise the balance sheet as at December 31 2015, and the income statement, statement of changes in equity and cash flow statement for the period then ended, and the related notes.

**Management's responsibility**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting standards (IFRS).

This responsibility includes maintaining internal control relevant to the preparation of financial statements that are free of material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies that are consistent with IFRS; and making accounting estimates that are reasonable in the circumstances.

**Auditor's 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 plan and perform the audit to obtain reasonable, but not absolute, assurance whether the financial statements are free from material misstatement, whether caused by fraud or error.



An audit involves performing procedures to obtain evidence about the amount and disclosures in the financial statements.

The audit procedures selected depend on the auditor's assessment of the risks of misstatement in the financial statements.

An audit includes considering internal control relevant to the entity's preparation of the financial statement as basis of designing procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the centers internal control.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant estimates made by management, as well as evaluating the overall financial statement presentation and disclosures.

We believe that our audit provides a reasonable basis for our opinion on the financial statements.

#### Opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Center as at December 31, 2015, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards, the requirement of the Companies and Allied Matters Act.

BENIN CITY, NIGERIA

*[Signature]*  
-----, 2016

*[Signature]*



**GIWA-OSAGIE DFK & CO.**  
(Chartered Accountants)

## CENTER OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION (CERHI)

### ACCOUNTING POLICIES

The following are the significant accounting policies adopted in the preparation of these accounts:-

- a). **Accounting Conventions**  
The Accounts were prepared under the historical cost convention.
- b). **Fixed Assets**  
The Fixed Assets states are at cost less accumulated depreciation.
- c). **Depreciation**  
Depreciation is provided on all tangible assets, other than freehold land, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life as follows:

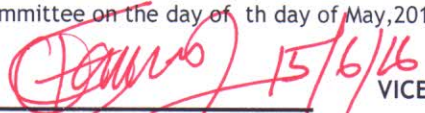
Office Building	2%
Motor Vehicle	25%
Office Furniture and Equipment	20%
Library Books	25%
- d). **Stocks**  
Stocks are valued at the lower of cost and net realizable value.
- e). **Funding**  
Grant is credited in the center's accounts only when received

CENTER OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION (CERHI)


BALANCE SHEET AS AT 31ST DECEMBER, 2015

	Notes	=N=	2015 =N=
<b>FIXED ASSETS</b>			
Property, Plant & Equipments	3		4,160,338
			<u>4,160,338</u>
<b>CURRENT ASSETS</b>			
Accounts Receivables	4	200,000	
Cash and Bank Balances	5	124,882,920	
			<u>125,082,920</u>
<b>CURRENT LIABILITIES</b>			
Financial Liabilities	6	(620,850)	
<b>Net current assets</b>			<u>124,462,070</u>
<b>Total assets less current liabilities</b>			<u><u>128,622,408</u></u>
<b>Financed by;</b>			
World Bank	7		147,172,327
Centre Expenditure Accounts			(18,549,919)
			<u><u>128,622,408</u></u>

The Financial statements on pages 9 to 13 were approved by the Members of Project Management Committee on the day of 15th day of May, 2016 and signed on its behalf by;

 15/6/16  
\_\_\_\_\_  
VICE CHANCELLOR

 15/6/16  
\_\_\_\_\_  
CENTER LEADER

 15/6/16  
\_\_\_\_\_  
PROJECT ACCOUNTANT

The statements of accounting policies on page 12 and the notes on pages 13 forms an integral part of these financial statements



CENTER OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION (CERHI)

OPERATING STATEMENTS FOR THE SIX MONTHS ENDED 31 DECEMBER, 2015

	Notes	2015 =N=
Employee Costs	9	3,782,955
Administrative expenses	10	14,443,920
Legal & Professional Cost	11	880,500
Financial Charges		7,782
Depreciation		29,862
		<hr/> 19,145,019
Sundry Income income	8	(595,100)
Centre Expenditure C/F		<hr/> <hr/> 18,549,919

CENTER OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION (CERHI)

STATEMENT OF CASH FLOW FOR THE SIX MONTHS ENDED 31 DECEMBER, 2015

CASH FLOW FROM OPERATING ACTIVITIES

2015

=N=

Reconciliation of operating profit to net cash  
inflow from operating activities

Contributions from funding Bodies 147,172,327

Sundry Income 595,100

Total Receipts 147,767,427

Expenditure (19,145,019)

Surplus for the year 128,622,408

ADJUSTMENTS FOR NON CASH ITEMS

Depreciation charge 29,862

Operating surplus before working capital  
changes 128,652,270

OTHER ADJUSTMENTS TO RECONCILE CASH

Increase in Accounts Receivable (200,000)

Increase in Creditors 620,850

Net cash from operating Activities 129,073,120

CASH FLOW FROM INVESTING ACTIVITIES

Purchase of Fixes Assets (4,190,200)

CENTER OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION (CERHI)

STATEMENT OF CASH FLOW FOR THE SIX MONTHS ENDED 31 DECEMBER, 2015

CASH FLOW FROM OPERATING ACTIVITIES

	2015
	=N=
Net Change in Cash	124,882,920
Opening Balance	-
Closing Cash Balance	<u>124,882,920</u>



NOTES TO THE ACCOUNTS FOR THE SIX MONTHS ENDED 31ST DECEMBER, 2015

Notes

3 Tangible fixed assets

	Office Building =N=	Plant and machinery =N=	Total =N=
<b>Cost</b>			
At 1 January 2015	-	-	-
Additions	-	4,190,200	4,190,200
At 31 December 2015	-	4,190,200	4,190,200
<b>Depreciation</b>			
At 1 January 2015	-	-	-
Charge for the year	-	29,862	29,862
At 31 December 2015	-	29,862	29,862
<b>Net book value</b>			
At 31 December 2015	-	4,160,338	4,160,338

4 Accounts Receivable

2015

=N=

Unretired Imprest	200,000
	<u>200,000</u>

5 Cash and Bank Balances

Central Bank of Nigeria	124,809,773
Zenith Bank Plc	73,147
	<u>124,882,920</u>

Accounts Payable:  
amounts falling due within

6 one year

Other creditors (FIRS WHT/VAT)	170,850
Accruals	450,000
	<u>620,850</u>

7 Subvention

World Bank	
B/F	-
For the Year	147,172,327
	<u>147,172,327</u>

8 Sundry Income

Tender fees	<u>595,100</u>
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CENTER OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION (CERHI)

**SCHEDULE OF OPERATING STATEMENTS**

*for the information of the Managements only*

	2015
<i>Notes</i>	<i>=N=</i>
<b>7. Income</b>	
Subvention	<u>147,172,327</u>
<b>8. Other operating income</b>	
Tender fees	<u>595,100</u>
<b>Administrative expenses</b>	
<b>9. Employee costs:</b>	
Wages and salaries	-
Transport & Traveling	3,737,217
Feeding & Other Charges	45,738
	<u>3,782,955</u>
<b>10. General administrative expenses:</b>	
Professional Conferences/Workshop ( Local)	2,945,661
Professional Conferences/Workshop (Overseas)	10,395,649
Stationery and printing	297,050
Repairs and maintenance	805,560
	<u>14,443,920</u>
<b>11. Legal and professional costs:</b>	
Audit fees	450,000
Advertising and Public Relation	430,500
	<u>880,500</u>