

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



**AUDITED ACCOUNTS FOR THE YEAR
ENDED 31ST DECEMBER, 2018**

**DAVID UGIAGBE & CO.
CERTIFIED NATIONAL ACCOUNTANTS & TAX CONSULTANTS**



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HEALTH INNOVATION (CERHI)**

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CONSULTANTS**

TABLE OF CONTENTS

	PAGE
Table of contents	1
Corporate information	2
Report of the Centre's Management	3
Management and independent Audit's Responsibility Statement	5
Independent Auditors Report	6
Statement of significant accounting Policies	7
Statement of Financial Position	8
Statement of Financial Performance	9
Cash Flow Statement	10
Statement of Change in Net Assets/Equity	11
Notes to the Account	12

CORPORATE INFORMATION

MEMBERS OF THE PROJECT MANAGEMENT COMMITTEE

University Vice Chancellor	-	Chairman
Prof. Friday Okonofua	-	Centre Leader
Prof. Obehi Okojie	-	Co-Centre Leader
Dr. Peter Sede	-	Project Coordinator
Miss Vivian Ifunanya Onoh	-	Program Manager
Miss Abhuohien Ebewele	-	Project Accountant
Mr. Osifo Osagie	-	Project Auditor
Mr. Emmanuel Ehiorobo-		Procurement Officer
Dr. (Mrs.) Esohe Ogbeghodo	-	M & E Officer
Mr. Chijioke Mokogwu	-	Project Webmaster
Miss Deborah Gwadia	-	Project Librarian
Mr. Chukwukelu Chiemeka Franklin	-	Medical Lab. Scientist
Dr. Vincent Adam	-	Community Medicine (HOD)
Dr. Clement Ighodaro	-	Health Economic (HOD)
Dr. (Mrs) Juliana Afemikhe	-	Nursing (HOD)
Dr. James Osaikhuwuomwan	-	Obstetrics and Gynecology (HOD)

PROGRAM GOAL

The Centre of Excellence in Reproductive Health Innovation (CERHI) will build capacity within West Africa's Tertiary Educational System for implementation 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.

OBJECTIVES OF THE CENTRE

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 reproductive health, public health, health economics and nursing.
3. PHD in reproductive health, public health, health economics and nursing.
4. Develop regional laboratory capacity to support HIV/AIDS and other reproductive health related problems

Bankers: Central Bank of Nigeria

Auditors

David Ugiagbe & Co. (Certified Accountants/Tax Consultants)

82, 1st East Circular Road,

Benin City, Edo State



**CENTRE OF EXCELLENCE IN REPRODUCTIVE
HEALTH INNOVATION (CERHI)
UNIVERSITY OF BENIN**

Ugbowo Campus, P.M.B 1154, Benin City, Edo State, Nigeria

Email: info@cerhi.uniben.edu

URL: <http://cerhi.uniben.edu>



REPORT OF THE CENTRE'S MANAGEMENT

The Management of the Centre hereby presents its report and audited Financial Statement for the year ended 31st December, 2018.

Legal Status

The centre was established in 2015 as a collaborative initiative and effort of the University of Benin and the World Bank. The trust Deeds establishing Centre was signed into Laws on the 25th Day of February, 2015.

Registered Office

The centre is situated at the University of Benin Main Campus Ugbowo

Grant received

World Bank - N204,000,000.00

Grant during the year ended 31st December, 2018

Expenditure

Disbursement of Loan or grant fund 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.

Centre Management Unity Responsibilities Statement

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

These responsibilities include ensuring that:

- i. Adequate internal control procedures are instituted to safeguard the centre's assets,
- ii. Prevent and detect fraud and other irregularities
- iii. Proper accounting records are maintained.
- iv. Application of appropriate accounting standards are followed
- v. Suitable accounting policies are adopted and consistently applied

- vi. Judgment and estimate made are reasonable and prudent and
- vii. The financial statements are prepared on the going concern basis unless it is in appropriate to presume that the Centre will continue in operation.

Significant Changes in Fixed Assets

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

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 Centre's affairs is satisfactory.

Employment's Involvement and Training

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

Employment of Disable Persons

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

Health, Safety and Staff Welfare

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

Centre Financing and Funding

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

Auditor

David Ugiagbe & Co. (Certified National Accountants) having indicated their willingness shall continue as the Centre's External Auditors

BY ORDERED OF THE CENTRE MANAGEMENT


CENTRE'S LEADER

MANAGEMENT AND INDEPENDENT AUDITOR'S RESPONSIBILITY STATEMENT
RESPONSIBILITY OF THE MANAGEMENT OF CENTRE OF EXCELLENCE IN
REPRODUCTIVE HEALTH INNOVATION (CERHI)

It is the responsibility of the Management of Centre of Excellence in Reproductive Health Innovation to prepare the Financial Statement, which gives a true and fair view of the state of affairs of the Centre and its operating income and expenditure for the financial year.

The Financial Statement must be prepared on a going concern basis, unless it is inappropriate to presume that the Corporation will continue its activities. The Management has the responsibility for ensuring that cooperative keeps proper books of accounts and records which disclose with the reasonable assurance and accuracy the financial position of the cooperative society.

The Management also has the general responsibility for such steps as are reasonably open to them to safeguard the Assets of the Cooperative and to prevent and detect fraud and irregularities.

It is their responsibility to also ensure that in preparing the Financial Statements. That appropriate accounting policies are consistently applied and supported by reasonable and prudence judgments and estimates and that all applicable Government Financial instructions and extant laws and accounting Standards have be duly observed.

INDEPENDENT AUDITORS' RESPONSIBILITY:

The auditor is responsible for forming an independent opinion on the financial statement presented by the Management based on their audit. They have the responsibility to report to members of Centre of Excellence in Reproductive Health Innovation if particular requirements are not met.

The requirements are that the Management of the Centre has maintained proper books of Accounts. That the Financial Statement are in agreement with the

Accounting Records and give the information required by law in the manner so required and give a true and fair view of the state of affairs and of the operating Income and Expenditure of the Centre for the financial year.

That the Auditors have obtained all the information and explanations, which to the best of their knowledge and belief is necessary for the purpose of their audit. That the independent Auditors should report and inconsistencies in respect of matters contained in the Financial Statements in the Management Letter (Letter of Weakness) 19th May 2019.



DAVID UGIAGBE & CO.

(CERTIFIED NATIONAL ACCOUNTANTS AND TAX CONSULTANTS)

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Tel: 0812441870, 08060482528
Abuja Office: Abaku House 1, Victory Street,
Off Suleja Road.
Email: ugiagbe425@gmail.com

INDEPENDENT AUDITOR'S REPORT

We have audited the Financial Statement of centre of Excellence in Reproductive Health Innovation for the year ended 31st December 2018, which comprises the Statement of Financial position, Comprehensive Income Statement, Statement of Changes in Equity and Cash flow Statement for the year ended and the related Notes.

Basis of Opinion

Preparation of Financial Statement is the responsibility of the Management. Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with International Standards on Auditing and Generally Accepted Auditing Standards and with due regard to the audit procedures. These Standards require that we plan and perform the audit to obtain reasonable assurance about whether the Financial Statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amount and disclosures in the financial statement. An audit also includes an assessment of the accounting principles used and significant estimates made by management, as well as an evaluation of the overall financial statement presentation and of the risk of material differences as a result of fraud.

In forming our opinion, we also evaluated the overall adequacy of the presentations of information in the financial statement. We believe that our audit provided a reasonable basis for our opinion.

Opinion

The financial statements are in agreement with the Books of Accounts which have been properly kept and we have obtained the information and explanations we considered necessary for the purpose of our audit. In our opinion, the financial statements on Page 8-11 give a correct and complete view of all receipts and expenditures, in all material respects, the affairs of the centre as at 31st December, 2018.

It observed that there was efficient utilization of fund for the period under review in respect of the EEP report in the IFR of January – December 2018 by the Centre. See attached.



David Ugiagbe & Co.

(Certified National Accountants & Tax Consultants)

FRC/2013/ANAN/00000002699



CENTRE OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION, UNIVERSITY OF BENIN.
AFRICA HIGHER EDUCATION CENTERS OF EXCELLENCE PROJECT (126974)
Statement of Reimbursable Eligible Expenditure Programs (EEPs)
for the Semi Annual Period ending December 2018

Eligible Expenditure Program (EEP)	Semi Annual Period ending December 2018 (N)	Cumulative for Financial Year End (Jan-December 2018) (N)	Cumulative for PAD/Life of Project (Jul 2015-December 2018) (N)
EEP 1: Salaries	404,636,383.36	1,058,541,931.64	3,351,559,469.38
EEP 2: Non Procurable Expenditure as defined in Financing Agreement	44,853,334.47	93,289,883.83	494,521,881.94
Total EEPs	449,489,717.83	1,151,831,815.47	3,846,081,351.32

Work on cumulative for the life of project for each Centre



NIGERIA AFRICA CENTERS OF EXCELLENCE

Withdrawal Date Reimbursement

Eligible Expenditure Program (reimbursement) Salaries.....	IN USD			IN SDR	
	Naira (Equiv.)	Official Monthly average exchange rate (Naira to USD)	USD	IMF Exchange rate monthly average USD to	SDR
January 2018	122,284,177.99	197.07	620511.3817	0.72	449,811.80
February 2018	124,081,300.73	197.00	629854.3184	0.71	447,843.43
March 2018	126,182,454.38	197.00	640520.073	0.72	460,639.62
April 2018	128,184,857.29	196.92	650948.8995	0.71	462,850.05
May 2018	127,782,212.81	196.97	648739.467	0.72	465,146.20
June 2018	73,827,094.46	197.00	374756.8246	0.71	266,958.77
July 2018	71,750,944.56	197.00	364217.9927	0.71	259,463.43
August 2018	71,942,367.04	196.99	365208.2189	0.72	261,446.72
September 2018	75,220,662.11	196.99	381850.1554	0.73	278,282.85
October 2018	76,190,875.71	196.99	385775.3475	0.72	279,112.95
November 2018	77,546,572.95	197.00	393637.4261	0.72	285,141.90
December 2018	76,838,295.47	197.00	390042.109	0.72	282,370.20
TOTAL	NGN 1,151,831,815.49		NGN 5,847,062.21		4,199,067.93

Note

Total Expenditure + IDA Share(N) = IDA Cumm (N)

EEP is defined as the salaries for the academic, technical and administrative personnel for the Faculties supporting the ACE plus up to 25% of the salaries for the university's general administration

Submitted by



Professor Friday E. Okonofua

Center Leader, African Centre of Excellence in Reproductive Health Innovation



STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The following are the significant Accounting adopted in the preparation of these accounts:

a) Accounting Conventions

The accounts were prepared under the historical cost convention.

b) Fixed Assets

Fixed Assets are stated at cost/valuation less Accumulated Depreciation]

c) Depreciation

Depreciation is provided on all tangible assets, other than freehold land. Depreciation is charged in the year of acquisition, while no depreciation is charged in the year of disposal. Straight line method is used for all assets. The Assets are depreciated at the following rates.

	Percentage (%) Per Annum
Building	- 2
Motor vehicle	- 20
Furniture & fittings	- 10
Office Equipment	- 15
IT Infrastructure	- 20
Books	- 20

d) Inventory

Stocks are valued at lower of cost and net realizable value

e) Funding

Grant is credited in the Centre's accounts only when received.

CENTRE OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION [CERHI]
UNIVERSITY OF BENIN ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER, 2018

Statement of Financial Position As At 31st December, 2018

		2018	2017
	NOTES	N	N
Non-Current Assets			
Land and Building	1	205,895,727	187,513,827
Work in Progress		-	-
Office Equipment		90,227,585	75,403,254
Books		57,473,763	14,309,785
Motor Vehicle		6,900,600	13,020,000
Furniture & Fittings		86,845,793	88,383,852
Lab Equipment		26,336,673	-
Total Non-Current Assets		473,680,141.68	378,630,718.00
CURRENT ASSETS			
Account Receivable	2	3,233,376	3,233,376
Cash and Cash equivalent	3	39,553,992	169,768,240
Total Current Assets		42,787,368	173,001,616.00
Total Assets		516,467,509.68	516,384,374
NET ASSETS & LIABILITIES			
CURRENT LIABILITIES			
Account Payables	4	(10,561,395)	(9,761,395)
Total Liabilities		(10,561,395)	(9,761,395)
NET ASSETS		527,028,874	506,623,279.00
Total Net Assets and Liabilities		516,467,509.68	516,384,374.00

The Financial Statements on pages 8 to 11 were approved by the members of Project Management Committee on the day May 28th 2019


Vice Chancellor


Project Accountant


Centre Leader

The statement of significant accounting policies on page 7 and the notes on Page 12 to 14 form an integral part of these financial statements.

CENTRE OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION [CERHI]
 UNIVERSITY OF BENIN ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER, 2018

Operating Statement for The Year Ended 31st December, 2018

		2018	2017
Revenue	NOTES	N	N
Grant	5	204,000,000	368,540,976
Refund	6a	2,314,816	1,103,770
Internally Generated Revenue	6b	54,795,706	20,565,000
		261,110,522	390,209,746.00
Less:			
Administrative Expenses	7	(222,879,100)	(144,030,031)
Legal and Professional Cost	8	(3,212,500)	(785,000)
Finance Cost	9	(211,046)	(124,951)
Depreciation	1	(35,515,041)	(28,994,479)
Total Expenses		(261,817,687)	(173,934,461)
Surplus/Deficit		(707,166)	(216,275,285.00)

CENTRE OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION [CERHI]
UNIVERSITY OF BENIN ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER, 2018

Statement of Cashflow for the Year Ended 31st December, 2018

	2018 N	2017 N
CASH FLOW FROM OPERATING ACTIVITIES		
Surplus/Deficit for the year	(707,166)	216,275,285
Adjustment for non-Cash items		
Depreciation	35,515,041	28,994,479
Cash flow before changes in working Capital	<u>34,807,875</u>	<u>245,269,764</u>
Changes in working capital:		
(Increase)/Decrease in Inventory		(2,596,469)
(Increase)/Decrease in Receivables		
Increase/(Decrease) in Payables	800,000	5,482,856
Cash flow from operating activities	<u>35,607,875</u>	<u>248,156,151</u>
CASH FLOW INVESTING ACTIVITIES		
Purchase of Non-Current Assets	(165,822,124)	(229,506,318)
CASH FLOW FROM INVESTING ACTIVITIES	<u>(165,822,124)</u>	<u>(229,506,318)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Net change in Cash	(130,214,249)	(18,649,833)
Opening Cash Balance	169,768,240	151,118,407
Closing Cash Balance	<u>169,768,240.00</u>	<u>169,769,240.00</u>
Represented by		
Cash at Bank	<u>39,553,991</u>	<u>169,768,240.00</u>

CENTRE OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION [CERHI]
 UNIVERSITY OF BENIN ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER, 2018

Statement of Changes in Net Assets for the Year Ended 31st December, 2018

	Accumulated Fund	Surplus	Total
	N	N	N
Balances @ 1/1/2018	<u>290,347,995</u>	<u>216,275,284</u>	<u>506,623,279</u>
	<u>290,347,995</u>	<u>216,275,284</u>	<u>506,623,279</u>
Surplus/[Loss] for the year		707,166	707,166
Total Net Assets	<u>290,347,995</u>	<u>216,982,450</u>	<u>507,330,445</u>

CENTRE OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION [CERHI]
UNIVERSITY OF BENIN ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER, 2018

FINANCIAL REPORT FOR THE YEAR ENDED 31ST DECEMBER, 2018

NOTES TO THE ACCOUNTS

	2018 N	2017 N
NOTES 2		
Account Receivables		
Staff Allowance		
Uniben [CBN] [TSA] '00402171361038	3,233,376	3,233,376
Other Receivables		-
	<u>3,233,376.00</u>	<u>3,233,376.00</u>
NOTES 3		
Cash & Bank		
Centre Bank of Nigeria	39,553,991.84	
1) Acc. '0040217361038		-
2) Acct. '0040217361089		169,768,240
	<u>39,553,991.84</u>	<u>169,768,240</u>
NOTES 4		
Account Payable [Amount falling due within 1 yr]		
Retention	(9,761,395.00)	(9,311,395)
Accruals [Audit fees]	(800,000.00)	(450,000)
	<u>(10,561,395.00)</u>	<u>(9,761,395.00)</u>
NOTES 5		
Subventions		
World Bank	204,000,000.00	368,540,976
	<u>204,000,000.00</u>	<u>368,540,976.00</u>
NOTES 6		
a) Refund		
Total Refund	<u>2,314,815.69</u>	<u>1,103,770</u>
b) Internally Generated Income		
i) Tender	52,996,926.00	
ii) School Fees	167,600.00	570,000
iii) Application		19,995,000
iv) Accommodation	400,000.00	
v) Business Center	1,231,180.00	
Total Internally Generated Income	<u>54,795,706</u>	<u>20,565,000</u>
	<u>57,110,521.69</u>	<u>21,668,770.00</u>

CENTRE OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION [CERHI]
 UNIVERSITY OF BENIN ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER, 2018

Financial report for the year ended 31st December, 2018.
 NOTES TO THE ACCOUNT CONT'D

NOTES 7	2018	2017
	N	N
Administrative Expenses		
Advertising and Public Relations	2,010,389.01	3,139,347
Teaching and Examination	24,788,894.92	22,974,200
Staff Training	1,391,400.00	1,905,480
Transport and Travelling	12,395,519.52	5,639,151
Entertainment and Hospitality	3,864,412.00	5,504,278
Professional Conference Training Local	6,468,000.00	11,380,899
Professional Conference Training Foreign	54,801,498.47	34,371,336
Communication and Postage Charges	1,061,270.00	3,266,270
Stationary & Printing	3,074,230.00	2,440,388
Fueling	2,081,330.00	2,592,150
Repairs & Maintenance	12,779,077.00	1,659,750
Internet Subscription and IT Maintenance	16,844,963.00	14,000,000
Curriculum	30,658,049.39	7,310,000
Student Internship	8,859,000.00	16,715,200
Administrative Salaries	8,247,490.00	2,598,291
Consumables	2,898,405.00	1,199,940
Guests Feeding and Other Charges	7,237,650.00	5,050,782
Miscellaneous	10,561,780.50	2,282,561
Audit fees & expenses	800,000.00	
Research expenses	8,966,450.00	
Accreditation	2,310,550.00	
Subscription	778,741.20	
	222,879,100.01	(144,030,031.00)

