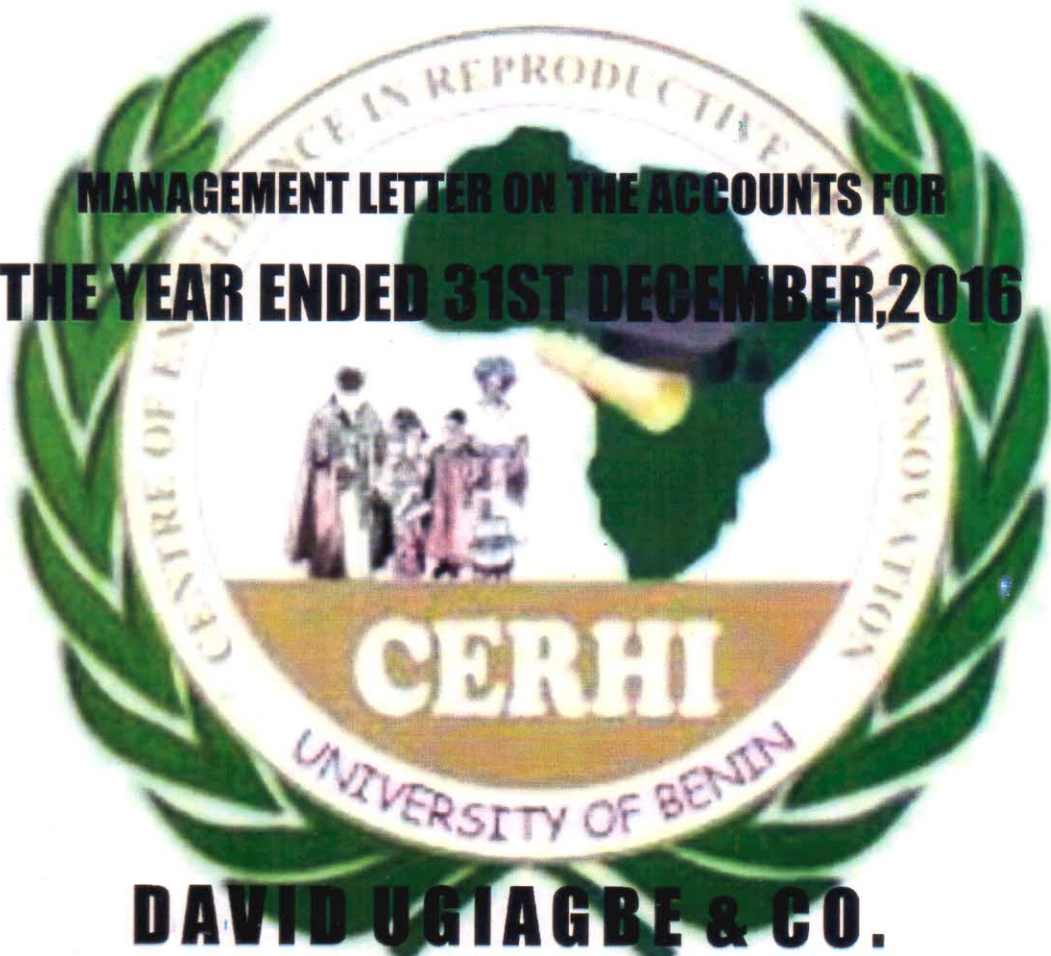


CENTRE OF EXCELLENCE IN REPRODUCTIVE INNOVATION (CERH)



**MANAGEMENT LETTER ON THE ACCOUNTS FOR
THE YEAR ENDED 31ST DECEMBER, 2016**



DAVID UGIAGBE & CO.
CERTIFIED NATIONAL ACCOUNTANTS & TAX CONSULTANTS



DAVID UGIAGBE & CO.
(CERTIFIED NATIONAL ACCOUNTANTS AND TAX CONSULTANTS)

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Abuja Office: Abaku House 1, Victory Street,
Off Suleja Road, Email: Davidugiagbe2013@yahoo.com

17th May, 2017

The Centre Chairman
Centre of Excellence in Reproductive Health Innovation,
University of Benin
Benin City,
Edo State.

Dear Sir,

**Audit 2016 –CENTRE OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION,
UNIVERSITY OF BENIN.**

Our audit of Centre of Excellence in Reproductive Health Innovation University of Benin for the year ended 31st December, 2016 has been completed. In the course of an audit it is normal that we include in the procedures, tests of the internal accounting and operating system and controls, established by management to ensure the accuracy of the Financial Statements presented to us and ascertain their reliability and accuracy. This report presents significant findings arising from our audit procedures and communicates weaknesses in Internal Controls, as well as any inaccuracies in the financial statements, which came to our attention during the audit.

An audit is designed principally to enable the expression of an independent opinion on the Financial Statements as a whole and not to evaluate internal controls. Because of the inherent limitations of an audit, it is possible that material misstatements in the Financial Statements resulting from fraud and to a lesser extent from error may not have been detected. Accordingly, our audit would not necessarily have revealed all conditions requiring attention. Additionally, our comments address controls and reporting issues only and are not intended to reflect in any way upon the Centre's personnel.

CENTRE OF EXCELLENCE IN REPRODUCTIVE HEALTH INNOVATION

MATTER ARISING FROM THE CURRENT YEAR AUDIT

1 OVERSTATEMENT OF EXPENSES

WEAKNESS

We observed that the night allowance paid for four persons at the rate of 16,000 Naira per night which should have cost 192,000 Naira was stated at 240,000 naira, an overstatement of 48,000 Naira. Pv#04291, date 1/12/2016.

CONSEQUENCE

The Centre liability was overstated. If checks are not made prior to payment the Centre will be paying out the scarce resources thereby not having enough to meet its set objectives.

RECOMMENDATION

We recommend that proper checks should be made before payment of any sort is effected.

MANAGEMENT COMMENTS

The amount which was stated as paid was a budgeted figure as the PV raised was an advance. The actual amount paid as shown in the retirement was N 192,000 for 5 persons as opposed to 4 persons initially budgeted for.

2. NON CURRENT ASSETS

WEAKNESS

We observed that Furniture and Office Equipment were mixed together in the Assets Schedule.

CONSEQUENCE

The two types of Assets belong to different classes and have different useful lives. Lumping them together creates problem of treatment in the Financial Statements.

RECOMMENDATION

We recommend that assets should be classified by type and depreciated accordingly.

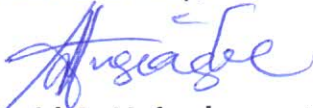
MANAGEMENT COMMENTS

Recommendation is however noted.

Acknowledgements

We extend our thanks to Management and Staff for the co-operation received during the course of the audit. Should you wish to discuss any of the issues with us, we will be pleased to do so at a mutually convenient time.

Yours faithfully,



David A. Ugiagbe B.Sc (Hons), MBA, FCNA, FCTI, FCIFC, MCFE.

Managing Partner

David Ugiagbe & Co.