

**African Center of Excellence for Genomics of Infectious Diseases
Redeemer's University, Ede, Nigeria**

**FINANCIAL STATEMENTS
FOR THE EIGHTEEN MONTHS ENDED
31 DECEMBER, 2015**

**BBC PROFESSIONALS
(Chartered Accountants)**

**AFRICAN CENTER OF EXCELLENCE FOR
GENOMICS OF INFECTIOUS DISEASES (ACEGID)**

**FINANCIAL STATEMENTS
FOR THE EIGHTEEN MONTHS PERIOD ENDED
31 DECEMBER, 2015**

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**AFRICAN CENTER OF EXCELLENCE FOR
GENOMICS OF INFECTIOUS DISEASES (ACEGID)**

FINANCIAL STATEMENTS FOR THE EIGHTEEN MONTHS ENDED 31 DECEMBER, 2015

GENERAL INFORMATION

PROJECT CENTER OFFICIALS

Prof Christain Happi	-	Center Director
Dr Folarin Onikepe	-	Deputy Director
Mr Kenneth Onye	-	Field Manager
Okunola Adesola O. (Mrs)	-	Project Accountant
Banjo Adeyemi A. (Mrs)	-	Project Internal Auditor
Osilaja Lucy O (Mrs)	-	Procurement Officer

UNIVERSITY PRINCIPAL OFFICERS

Professor Z. Debo Adeyewa	-	Vice Chancellor
Mr Samuel A. Momodu	-	Ag. Bursar

INDEPENDENT AUDITORS

BBC Professionals
(Chartered Accountants)
24 Ilupeju By-Pass
Ilupeju
Lagos

BANKERS

Diamond Bank Plc

OPERATING OFFICE

Redeemers University
African Center of Excellence for
Genomics of Infectious Diseases (ACEGID)
P.M.B 230, Ede
Osun State.

**AFRICAN CENTER OF EXCELLENCE FOR
GENOMICS OF INFECTIOUS DISEASES (ACEGID)**

**REPORT OF THE PROJECT CENTER OFFICIALS
FOR THE PERIOD ENDED 31 DECEMBER, 2015**

The Center is pleased to present their report together with the financial statements of the Project for the 18 Months ended 31 December, 2015.

1. VISION

To constitute a strong force in support of the research on the study of humans and microbes to transform the clinical care, surveillance and understanding of infectious diseases.

2. PROJECT OBJECTIVES

The objectives of the Project are as follows:

- a) To develop a critical mass of well-trained African genomics scientists;
- b) To empower African researchers to utilize genomics-based tools towards the control and elimination of infectious diseases;
- c) To create genomics curricula to support and promote cutting-edge genomics-based research;
- d) To engage communities in prevention efforts and public health education; and
- e) To contribute to the improvement of global public health and economic development.

3. RESULT FOR THE PERIOD

	N
Income	147,172,706
Less: Expenditure	(155,718,398)
	<hr/>
Excess of expenditure over income	(8,545,692)
	=====

4. EVENTS AFTER REPORTING PERIOD

There are no material events after the reporting period that will affect these financial statements.

5. EMPLOYMENT OF DISABLED PERSONS

It is the center's policy that there should be no discrimination in considering applications for employment including those from disabled persons. All employees whether or not disabled are given equal opportunities to develop.

**AFRICAN CENTER OF EXCELLENCE FOR
GENOMICS OF INFECTIOUS DISEASES (ACEGID)**

**REPORT OF THE PROJECT CENTER OFFICIALS
FOR THE PERIOD ENDED 31 DECEMBER, 2015**

6. PROJECT OFFICIALS

The project officials are responsible for the preparation of the financial statements which give a true and fair view of the state of affairs, and of the result for the year and in compliance with the International and Local Standard/Regulations.

They are obliged to ensure that:

- Proper accounting records are maintained;
- Internal control measures are instituted which, as far as is reasonably possible, safeguard the assets;
- Actions are taken to prevent and detect fraud and other irregularities;
- Applicable accounting standards are followed;
- Suitable accounting policies are adopted and consistently applied;
- Judgements and estimates made are reasonable and prudent, and
- The going-concern basis is used, unless it is inappropriate to presume that the center will continue in operation.

7. INDEPENDENT AUDITORS

Messrs BBC Professionals (Chartered Accountants) who were appointed as first auditors, have indicated their willingness to continue in office.

In accordance with Section 357(2) of the Companies and Allied Matters Act CAP C20 LFN 2004, the project officials are authorised to consider the re-appointment of the Auditors.

BY ORDER OF THE PROJECT DIRECTOR


Prof. Christain Happi
Center Director

Osun, Nigeria

2016

**REPORT OF THE INDEPENDENT AUDITORS TO THE OFFICIALS OF
AFRICAN CENTER OF EXCELLENCE FOR
GENOMICS OF INFECTIOUS DISEASES (ACEGID)**

We have audited the accompanying financial statements of African Center of Excellence for Genomics of Infectious Diseases (ACEGID) set out on pages 6 to 12 which comprise the Statement of Financial Position for the eighteen months ended 31 December 2015, the income statement and statement of cash flows for the period then ended, the summary of significant accounting policies and explanatory notes.

PROJECT OFFICIALS' RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The Project officials are responsible for the preparation and fair presentation of these financial statements in accordance with the International Financial Reporting Standard (IFRS), Financial Reporting Council of Nigeria Act No 6, 2011, Grant Agreements and the provisions of the Companies and Allied Matters Act CAP C20 LFN 2004. These responsibilities includes: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

AUDITORS' 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 (ISAs). Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risks assessments, the auditors consider internal controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the project officials, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

OPINION

In our opinion, the accompanying financial statements give a true and fair view of the state of affairs of African Center of Excellence for Genomics of Infectious Diseases (ACEGID) as at 31 December, 2015 and of its financial performance and cash flows for the year then ended and have been properly prepared in accordance with International Financial Reporting Standards, Grant Agreements and Financial Reporting Council of Nigeria Act No 6, 2011.

REPORT ON OTHER LEGAL REQUIREMENTS

We confirm that:

- we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- in our opinion, proper books of account have been kept by the Center, so far as it appears from our examination of those books; and
- the Center's Statement of financial position and Income statement are in agreement with the books of accounts.

Lagos, Nigeria

27 May,

2016



Everestus Itodo, FCA
FRC/2013/ICAN/00000002513

For : BBC PROFESSIONALS
Chartered Accountants

Partners:

J O Obogwu
E U Itodo A M Adetuyi
G C Egwuenu

BN: 133294

Other Offices in Nigeria:
Abuja Akure Benin-City
Ibadan Kaduna



PrimeGlobal

*An Association of
Independent Accounting Firms*

AFRICAN CENTER OF EXCELLENCE FOR GENOMICS OF INFECTIOUS DISEASES (ACEGID)

INCOME STATEMENT

FOR THE PERIOD ENDED
31 DECEMBER, 2015

	Notes	2 0 1 5 N	2 0 1 4
INCOME	5	<u>147,172,706</u>	
EXPENDITURE:			
Salaries and Wages		26,359,931	
Advertisement and Publicity		440,000	
Seminars & Courses		75,392,164	
ACE meetings and workshop		4,138,500	
Night Allowance		1,109,065	
Staff Relocation Expenses		1,851,800	
Printing and Stationeries		12,200	
Air Fare		15,470,284	
Honoraria		92,000	
Internet connectivity		311,325	
I.T expenses		131,900	
Cleaning		35,000	
Electricity & Lighting		10,500	
Telephone		9,300	
Transport		779,144	
Entertainment		2,025,335	
Bank charges		60,960	
Hotel expenses		7,167,806	
Repairs and Maintenance		200,400	
Motor Vehicle Running		237,942	
Lab consumables		17,291,081	
Audit Fees		500,000	
Depreciation		2,091,761	
		<u>155,718,398</u>	
Excess of expenditure over income transferred to Accumulated Fund	7	<u>(8,545,692)</u> =====	

Note: The explanatory notes on pages 9 to 12 are to be read with these financial statements.

AFRICAN CENTER OF EXCELLENCE FOR
GENOMICS OF INFECTIOUS DISEASES (ACEGID)

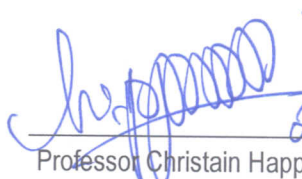
STATEMENT OF FINANCIAL POSITION

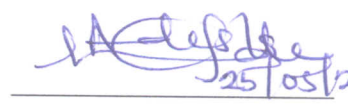
AT 31 DECEMBER, 2015

	Notes	2 0 1 5 N	2 0 1 4
ASSETS :			
NON-CURRENT ASSETS	4	10,148,598	N
CURRENT ASSETS			O
Cash and Cash Equivalents	8	137,264,886	
NET ASSETS		<u>147,413,484</u> =====	T
 FUND AND LIABILITY			E
Accumulated fund	7	(8,545,692)	
Payables	6	<u>155,959,176</u>	
		<u>147,413,484</u> =====	10

Note: The explanatory notes on pages 9 to 12 are to be read with these financial statements.

The financial statements were approved by the Officials on 24 May, 2016 and signed on its behalf by:


25/05/2016
Professor Christain Happi
Project Director


25/05/2016
Mrs Okunola Adesola O.
Project Accountant

AFRICAN CENTER OF EXCELLENCE FOR
GENOMICS OF INFECTIOUS DISEASES (ACEGID)

STATEMENT OF CASHFLOWS

FOR THE PERIOD ENDED
31 DECEMBER, 2015

	Notes	2015 N	2014
CASHFLOWS FROM OPERATING ACTIVITIES			
Excess of expenditure over income	7	(8,545,692)	N
Adjustments for non-cash items:			
Depreciation	4	<u>2,091,761</u>	
Cashflow before changes in working capital		(6,453,931)	O
Changes in Working Capital			
Increase in payables	6	155,959,176	T
INVESTING ACTIVITIES			
Purchase of Non-current Assets	4	(12,240,359)	
			E
Net increase in cash and cash equivalents		<u>137,264,886</u>	
Cash and cash equivalents as at 1 January		-	
Cash and cash equivalents as at 31 December	8	<u><u>137,264,886</u></u>	10

Note: The explanatory notes on pages 9 to 12 are to be read with these financial statements.

**AFRICAN CENTER OF EXCELLENCE FOR
GENOMICS OF INFECTIOUS DISEASES(ACEGID)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER, 2015**

1. Reporting Entity

African Center of Excellence For Genomics and Infectious Diseases (ACEGID) is an international capacity building project with Center's all over the West African countries :- Senegal, Sierra Leone, Nigeria etc and the headquarter is situated at Redeemers University, Ede in Osun state, Nigeria.

The mandate of this Center primarily is to train Students on a regional basis and as well helps in infectious diseases diagnoses, its controls and preventions. However, an average of 23 PhD Students and 173 Masters Student are expected to be trained in the region. The Center has a live span of four years starting from year 2014 to year 2018.

2. Basis of presentation and compliance with IFRSs

The Center's financial statements for the period ended 31 December, 2015 are financial statements prepared and presented in accordance with, and comply with International Financial Reporting Standard (IFRS) and International Financial Reporting Interpretation Committee (IFRIC) interpretations issued and effective for the period presented.

These financial statements comprise income statement, statement of financial position, the statement of cash flows, the accounting policies and the explanatory notes. The financial statements have been prepared in accordance with the going concern principle which is measured at fair value.

The financial statements are presented in Naira, which is the Center's presentational currency. The figures shown in the financial statements are stated to the nearest Naira.

The cash flows from operating, investing and financing activities are determined by using the indirect method.

3 Significant accounting policies

The accounting policies set out below have been applied in these financial statements unless otherwise indicated.

Basis of Accounting

The accounts are prepared under the historical cost convention.

Foreign Currencies

Account balances in foreign currencies are converted to Naira at the rates ruling at the Statement of financial position date.

**AFRICAN CENTER OF EXCELLENCE FOR
GENOMICS OF INFECTIOUS DISEASES(ACEGID)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER, 2015**

Non-Financial Assets

Non-Financial Assets are stated at cost or valuation less accumulated depreciation and will be tested for impairment in compliance with IFRS where there are indications to do so.

Depreciation

Depreciation is provided on the straight line basis at the following rates, calculated to write-off the cost of the assets over their estimated useful lives:

Land	0%
Buildings Improvement	2%
Plant and Machinery	15%
Furniture and Fittings	12.5%
Motor Vehicles	20%

Impairment

Impairment test will be carried out on all non-financial assets subject to management discretion so as to ensure assets are not carried at more than their recoverable amount which is the higher of fair value less cost of disposal and value in use.

Payables

Payables are recognised at the completion of supplies, projects or jobs.

Taxation

The Center is a non-profit making organisation, hence its not liable to taxation.

Investment Income

Interest income are accounted for in the year they are received.

AFRICAN CENTER OF EXCELLENCE FOR
GENOMICS OF INFECTIOUS DISEASES (ACEGID)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER, 2015

4. PROPERTY, PLANT AND EQUIPMENT

COST	BUILDING IMPROVEMENTS =N=	IT EQUIPMENT =N=	FURNITURE & FITTINGS =N=	OFFICE EQUIPMENT =N=	LABORATORY EQUIPMENT =N=	TOTAL =N=
AT 1 JANUARY, 2015	-	-	-	-	-	-
ADDITIONS	494,750	258,661	4,174,100	404,400	6,908,448	12,240,359
AT 31 DECEMBER, 2015	494,750	258,661	4,174,100	404,400	6,908,448	12,240,359
DEPRECIATION						
TO 1 JANUARY, 2015	-	-	-	-	-	-
CHARGE FOR THE YEAR	19,790	64,665	1,043,525	92,975	870,806	2,091,761
TO 31 DECEMBER, 2015	19,790	64,665	1,043,525	92,975	870,806	2,091,761
NET BOOK VALUE						
AT 31 DECEMBER, 2015	474,960	193,996	3,130,575	311,425	6,037,642	10,148,598
AT 31 DECEMBER, 2014	N	O	T	E		10

**AFRICAN CENTER OF EXCELLENCE FOR
GENOMICS OF INFECTIOUS DISEASES(ACEGID)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER, 2015**

	2 0 1 5	2 0 1 4
	N	
5. INCOME		
Grant received	147,172,327	
Interest on current accounts	379	N
	<u>147,172,706</u>	

ACEGID fund is a unique grant which its disbursement is in tranches subject to results on performance (i.e result based disbursement.

Part of the first tranche had been used to settle expenses incurred in naira while other expenses in dollar will be settled by World Bank from subsequent tranche disbursement.

6. PAYABLES		
Accrued audit fees	500,000	O
Redeemers University	22,852,570	
H3 Africa Project (Diamond Bank Dom)(\$15,057.67)	2,958,771	
H3 Africa Project (Zenith Bank Naira)	3,367,567	
H3 Africa Project (Zenith Bank Dom)(\$343,545.21)	66,450,939	
Payables to Broad Institute(\$304,474.96)	59,829,329	
	<u>155,959,176</u>	T

These are various payments made on behalf of ACEGID for the various project activities.

7. ACCUMULATED FUND		
Excess of expenditure over income for the year	(8,545,692)	E
	<u>=====</u>	
8. CURRENT ASSETS		
Cash and Cash Equivalent		
Diamond Bank Current Account-NGN	137,167,113	
Diamond Bank Current Account-Dom	97,773	
	<u>137,264,886</u>	10

9. CONTINGENT LIABILITIES	
There were no known contingent liabilities in respect of legal actions against the Center for the period ended 31 December, 2015.	

10. COMPARATIVE FIGURES	
This is the first set of financial statements prepared by the Center, hence there are no comparative figures.	

**AFRICAN CENTER OF EXCELLENCE FOR
GENOMICS OF INFECTIOUS DISEASES (ACEGID)**

STATEMENT OF VALUE ADDED

**FOR THE PERIOD ENDED
31 DECEMBER, 2015**

	2 0 1 5	%	2 0 1 4
	N		
Income	147,172,706		N
Cost of materials and services	(127,266,706)		
Value Added	<u>19,906,000</u>	<u>100</u>	
	=====	===	
			O
Applied as follows:			
To pay employees			T
Salaries and Wages	26,359,931	132	
Future expansion			
Depreciation	2,091,761	11	E
Excess of expenditure over income	(8,545,692)	(43)	
Value Added	<u>19,906,000</u>	<u>100</u>	
	=====	===	10

Value added shows the additional fund generated in the period by ACEGID to the center through the efforts of the Trustees and Employees and how this new fund was distributed with portion retained in the Center for future development.

**AFRICAN CENTER OF EXCELLENCE FOR
GENOMICS OF INFECTIOUS DISEASES (ACEGID)**

SCHEDULE TO THE FINANCIAL STATEMENTS

Schedule 1

List of material asset

=N=

BUILDINGIMPROVEMENT

31/12/2014	Fixing of PVC Ceiling	150,000
31/12/2014	Installation of two security doors	10,000
31/12/2014	Construction of two toilets and wash hand basin	138,900
4/8/2014	Electrical materials	91,850
4/8/2014	Two Security doors	104,000
		<u>494,750</u>
		=====

FURNITURE,FITTINGS AND EQUIPMENT

IT EQUIPMENT

31/12/2014	Desktop computer and printer	258,661
		<u>258,661</u>
		=====

FURNITURE AND FITTINGS

15/07/2014	Skirting Board	40,000
04/08/14	Furniture items for ACEGID office & Lab	626,000
04/08/14	Partitioning of ACEGID project office	2,195,100
31/12/14	Office Furniture	213,000
31/12/14	Office Furniture	1,100,000
		<u>4,174,100</u>
		=====

OFFICE EQUIPMENT

04/08/14	Cost of A/C and installation for ACEGID office	250,000
31/12/2014	Refrigerator and water dispenser	89,400
31/08/2015	Upright Freezer	65,000
		<u>404,400</u>
		=====

LAB EQUIPMENT

31/12/2014	Lad Freezer	58,000
2/6/2015	Laboratory Equipment	4,486,836
04/08/2015	Laboratory Equipment	2,353,612
31/08/2015	Water Pump	10,000
		<u>6,908,448</u>
		=====

AFRICAN CENTER OF EXCELLENCE FOR
GENOMICS OF INFECTIOUS DISEASES(ACEGID)

SCHEDULE TO THE FINANCIAL STATEMENTS

Schedule 2

SUMMARY OF ACTIVITY IN THE DESIGNATED ACCOUNT

(i) Diamond Bank Current Account(NGN)

	=N=
Initial Deposit by Prof Happi	10,000
Fund from World Bank	147,172,327
Salary-Laboratory Technologist	(2,242,500)
Air Fare Ticket for Seminars and Training	(2,479,578)
ACE 4th Annual meeting	(4,138,500)
Expenses for ACEGID Research	(1,146,461)
Bank Charges	(8,175)

137,167,113

=====

(ii) Diamond Bank Current Account (DOM)

	=N=
Initial Deposit by Prof Happi(\$500)	98,250
Bank interest(\$1.93)	379
Bank Charges(\$4.37)	(856)

97,773

=====