

**HEALTH EMERGENCY INITIATIVE
FOR THE INDIGENT PATIENTS**

**AUDITED FINANCIAL STATEMENT
FOR THE YEAR ENDED
31 DECEMBER 2020**

HEALTH EMERGENCY INITIATIVE FOR THE INDIGENT PATIENTS

Financial Report
31 December 2020

<u>INDEX</u>	<u>PAGES</u>
CORPORATE INFORMATION	3-4
REPORT OF THE TRUSTEES	6
CHAIRMAN'S REPORT	7
EXECUTIVE DIRECTOR'S REPORT	8-9
ACCOUNTING POLICIES	10
REPORT OF THE AUDITORS	11
ABRIDGED REPORT	12
STATEMENT OF FINANCIAL POSITION	13
INCOME AND EXPENDITURE ACCOUNT	14
STATEMENT OF CASH FLOW	15
NOTES TO THE FINANCIAL ACCOUNT	16-19
FIVE YEARS FINANCIALS SUMMARY	20

HEALTH EMERGENCY INITIATIVE FOR THE INDIGENT PATIENTS

Corporate Information
31 December 2020

THE ASSOCIATION REGISTERED AS A CORPORATE BODY WITH THE
CORPORATE AFFAIRS COMMISSION ON 1ST AUGUST 2016

REGISTRATION NO CAC/IT/NO 89370

BANKERS STERLING BANK PLC
GUARANTY TRUST BANK PLC

REGISTERED OFFICE 113A Mainland Way Dolphin Estate Ikoyi Lagos

REPORTING ACCOUNTANT: MAASTOD CONSULT

AUDITORS MESSRS S.S.AROWOSEGBE & CO.
(CHARTERED ACCOUNTANTS)
33, ADEGBOLA STREET, ANIFOWOSE
IKEJA, LAGOS

HEALTH EMERGENCY INITIATIVE FOR THE INDIGENT PATIENTS

Corporate Information Cont'd
31 December 2020
LIST OF TRUSTEES

PRINCIPAL OFFICERS

Name -	Position/Role
Paschal Achunine -	Executive Director
Nnaemeka Egbukole -	Dep. Exec. Director
Nnenna Nwaokobia (Mrs) -	Secretary
Bayor Rojugboka, FCA -	Financial Secretary
Maureen Onumajuru -	Treasurer
Dr Akinbo Olaolu -	Medical Advisor
Khanayo Okonkwo -	Head Hosp. Comm
Olayinka Layi-Adeite -	Project Officer

HEALTH EMERGENCY INITIATIVE FOR THE INDIGENT PATIENTS

SUMMARY OF INTERVENTIONS @31/12/20

Medical Relief:

Total number of beneficiaries from January to December 2020	128
Total number by gender	
Total number of Adult Male	18
Total number of Adult Female	20
Total number of Children	90
Financial Report	
Total Amount Used for intervention from January to December 2020	N3,140,990

Post Crash Care:

Total number of beneficiaries from January to December 2020	23
Total number by gender	
Total number of Adult Male	17
Total number of Adult Female	6
Financial Report	
Total amount used for intervention.	N939,874

HEALTH EMERGENCY INITIATIVE FOR THE INDIGENT PATIENTS

**Report of The Trustees
31 December 2020**

TRUSTEES REPORT

The Association was registered on the 01st August 2016 with registration number CAC/IT/NO 89370 and commenced medical intervention activities immediately. We present the financial reports for the year ended 31 December 2020

STATE OF AFFAIRS

In the opinion of the Trustees, the state of Affairs of HEALTH EMERGENCY INITIATIVE is satisfactory and there have been no material changes since the date of the statements of affairs.

AUDITORS

The Auditors, Messrs S.S.Arowosegbe & Co. having indicated their willingness will continue in office in accordance with section 357(2) of the Companies and Allied Matters Decree 1990

BY ORDER OF THE TRUSTEES

HEALTH EMERGENCY INITIATIVE FOR THE INDIGENT PATIENTS

Chairman's Statement

31 December 2020

Chairman's Statement

The year 2020 is historical in the whole world for the scourges of the Coronavirus pandemic. The disruptions of all aspect of human life were severe and for the most part of the year, the world was under Coronavirus lockdown. The pandemic and its severe consequences were more disastrous on the lowest segment of the society which is the target population that HEI supports.


I am proud of the tremendous heroism of HEI management and staff for sustaining activities of the organization during the pandemic and playing active roles to alleviate the sufferings of indigent patients during this terrible period. I express the immense gratitude of the Board, Management and Staff of our organization, to the different Donors who supported our Coronavirus pandemic interventions. We are particularly proud of our intervention in providing PPEs to frontline health workers at the time of the great need. It is awesome that HEI during this difficult time was voted the best supporting NGO in Lagos state, this award is significant consolation at a time of emotional depression, fear, hardship and uncertainties.

I am happy to observe that all members of the HEI family including our sponsors have so far survived the scourges of the Coronavirus pandemic.

The worldwide harsh economic and financial environment created by the Coronavirus pandemic affected all government organizations, families and individuals. HEI accounts for the period under review showed significant growth in donations and total income from #17.6million to #31.9million a growth over 181%. However, we had a negative excess of income over expenditure during the same period from a surplus of about #6million to a deficit of about #5.7million. At the time of this my statement, the Coronavirus pandemic is on significant decline an all aspect of life is gradually getting back to normal.

I pray to Almighty God, that the trend continues and that HEI recovers and grows strongly in the future. Our optimism in the future of HEI cannot be deemed by even a terrible situation like the scourge of the Coronavirus pandemic.

May God bless all our Donors, Management, and Staff as well as our collaborating institutions and organizations. We will remain steadfast in or commitment, sacrifice and efforts to build HEI to be a first-class intervention agency for indigents patient in Nigeria.



Dr. Ndi Onuekwusi.
Chairman

HEALTH EMERGENCY INITIATIVE FOR THE INDIGENT PATIENTS

Executive Director's Report

31 December 2020

The year 2020 was indeed a very difficult and intriguing year for most people across the world. It came with pains, fatalities and opportunities.

For HEI, the year started with great optimism having signed an MOU with Sterling Bank Plc to set up a Medical Intervention Trust Fund which was followed by a Press Conference by both organizations involving key stakeholder in the health/emergency space. Prior to this, there was a remarkable surprise. HEI was given an Award in February 2020 as the BEST SUPPORTING NGO by Lagos State Health Service Commission, an organization that supervises the public hospitals in Lagos. The award was sequel to an independent nomination by 98% of Social Workers across the hospitals on the premise that HEI has consistently supported the indigent in their facilities.

Then the pandemic struck and was followed by the lockdown. By the grace of GOD, HEI responded with resilience. Our dear organization recorded continued and steady growth, impact, and visibility despite the tough socio-economic environment. We saw a niche in making PPE available to frontline Health Workers, as this was a critical issue at that time. An emergency funding scheme was set up for this Cause which attracted support from many individuals and corporate organizations. More than 9,300 health workers across 34 health facilities (Primary, Secondary and Tertiary hospitals) were supported by under this scheme. Several organizations including MultiChoice Nigeria, Ishk Tolaram Foundation, Air Liquide Plc, Cititrust Group, Printserve Limited, FBN Quest, Continental Logistics etc donated generously to this initiative. In recognition of this, HEI was among the top 24 organizations/individuals in Africa given the BeatCorona Award by Future Awards Africa for the phenomenal role played in combating the pandemic. Asides, we also got several letters of appreciation including two personally signed by Lagos State Governor.

One of the key milestones of 2020 was capacity building for personnel of Emergency Agencies and Community of Volunteers through First Responder's training. This training aims at equipping Nigerians with CPR, First Aid, and Crowd Control skills that would enhance prehospital management of victims of emergencies. With funding from UPS Foundation, USA and Sterling Bank Plc, more than 200 First Responders were trained and certified by American Heart Association during the year under review. This included personnel and officials of FRSC, VIS, The Police, Fire Service, AIB, Civil Defence, LASTMA, LASHMA, HEFAMAA, NYSC, Secondary School Students, Vulcanizers etc.

Our flagship project of providing life saving to indigent patients received further boost in 2020. More indigent patients and vulnerable accident victims were able to access care in spite of the pandemic, resulting to 603 beneficiaries as at year end. We also signed MOU with Garden Social Ventures towards deployment of technology in the programs of HEI. We are poised to expand our programs in the coming year, especially provide access to basic healthcare to more indigent people. Our innovation on First Responders training and post-crash care would engender the much awaited change in prehospital care in Nigeria. Ultimately, deaths associated with this phenomenon in Nigeria would significantly reduce in the coming years.

I am pleased to report that part of the strategy taken by the organization during the year was to put in place international standards of reporting, accounting and auditing systems and a strict adherence to tenets of Corporate Governance which engenders confidence in our systems and operations. I am particularly grateful to the Board of Trustees, Donors, Executive Members, our Project Team and all committed members, Volunteers and Stakeholders who together joined hands and made huge sacrifices to ensure that this work is sustained.

Most importantly, I remain so grateful to GOD our cornerstone who has nurtured this mustard seed to where we are today.

A handwritten signature in dark ink, appearing to read 'Paschal Achunine', written over a horizontal line.

Paschal Achunine
Executive Director

HEALTH EMERGENCY INITIATIVE FOR THE INDIGENT PATIENTS

Accounting Policies 31 December 2020

ACCOUNTING POLICIES

The following are the accounting policies adopted in preparation of the Financial Statements of the NGO.

BASIS OF ACCOUNTING.

The NGO's accounts are prepared on accrual basis in line with IFRS. No adjustment has been made to reflect the impact on the accounts of specific price change or changes in general level of prices.

DONATIONS OF CAPITAL ITEMS

Capital items used as donations are reflected in the books at market value

PROPERTY, PLANT & EQUIPMENT AND DEPRECIATION

The Property, Plant and Equipment are depreciated on straight-line basis at the rates considered appropriate to the class and estimated useful life of the assets concerned.

The rates applied are stated below:-

	RATES
Office Equipment	20%
Furniture & Fittings	25%
Computer Equipment	25%
Software	25%
Motor Vehicle	25%



S. S. AROWOSEGBE & CO

(CHARTERED ACCOUNTANTS)

33, Adegbola Street, Anifowose, Ikeja, Lagos.

TEL: 08034429292, 07083592722. e-mail: ssarowosegbe@gmail.com

REPORT OF THE INDEPENDENT AUDITORS

TO THE MEMBERS OF HEALTH EMERGENCY INITIATIVE FOR THE INDIGENT PATIENTS
31ST DECEMBER 2020

We have audited the Financial Statements set out on pages 2 to 20, which have been prepared based on historic cost convention and the Accounting policies 11.

Trustees' Responsibility for the Financial Statements

The Trustees are responsible for the preparation and fair presentation of these financial statements in accordance with International Reporting Standards and with the requirements of the Companies and Allied Matters Act. This responsibility includes: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free of material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; 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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free of 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 auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control 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 control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by directors, as well as evaluating the overall presentation of the financial statements.

BASIS OF OPINION

We conducted our audit in accordance with generally accepted auditing standards. An audit includes examination on a test basis of evidence relevant to the amount and disclosures in the Financial Statement. It also includes an assessment of the significant estimates made by the Trustees in the preparation of the Financial Statement and of whether the accounting policies are appropriate to the NGO's circumstances, consistently applied and adequately disclosed.

We planned and carried out our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient information to give reasonable assurance that the Financial Statement are free from material misstatement whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the Financial Statement.

OPINION

In our opinion, the financial statements present fairly, in all material respects, the financial position of HEALTH EMERGENCY INITIATIVE, as at 31st Dec 2019 and of its Income and Expenditures and cash flows for the year ended 31st Dec 2020 in accordance with the Companies and Allied Matters Act, CAP C20, LFN 2004.

AROWOSEGBE SHOLA, ACA – FRC/2014/ICAN/00000005722

FOR: S.S.AROWOSEGBE & CO,

CHARTERED ACCOUNTANTS

LAGOS, NIGERIA

Date:

15/06/2021



HEALTH EMERGENCY INITIATIVE

FOR THE INDIGENT PATIENTS

ABRIDGED INCOME & EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2020

	2020	2019
	N	N
Donation and Other Income	31,912,579 =====	17,618,811 =====
Excess of Income over Expenditure	(5,764,491)	6,058,621
 <u>AFTER CHARGING</u>		
Depreciation	281,540	260,965
Accountancy fees	100,000	50,000
Excess of Income over Expenditure	----- (5,764,491) =====	----- 6,058,621 =====

HEALTH EMERGENCY INITIATIVE

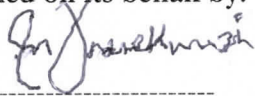
FOR THE INDIGENT PATIENTS

STATEMENT OF FINANCIAL POSITION

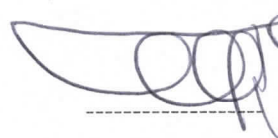
31 DECEMBER 2020

	Notes	2020	2019
Non current Assets		NGN	NGN
Property, Plant & Equipment at Cost	1	1,046,160	963,860
Software		80,000	80,000
		<u>1,126,160</u>	<u>1,043,860</u>
Accumulated Depreciation		<u>787,575</u>	<u>506,035</u>
Net Book Value		<u>338,585</u>	<u>537,825</u>
Current Assets			
Cash & Cash Equivalents	2	1,848,414	7,262,334
Prepayment		108,333	108,333
Inventory	3	25,000	25,000
		<u>1,981,747</u>	<u>7,395,667</u>
Current Liabilities			
Accrued Expenses		<u>(210,000)</u>	<u>(58,669)</u>
		<u>1,771,747</u>	<u>7,336,998</u>
Net Assets		<u>2,110,332</u>	<u>7,874,823</u>
Financed By:			
Accumulated Fund at Beginning		7,874,823	1,816,202
Excess Income for the year		(5,764,491)	6,058,621
		<u>2,110,332</u>	<u>7,874,823</u>
Accumulated Fund at End of year		<u>2,110,332</u>	<u>7,874,823</u>

The financial reports on pages 2 to 20 were approved by the Trustees on the 14/6/ 2021 and signed on its behalf by:



TRUSTEES



TRUSTEES

HEALTH EMERGENCY INITIATIVE FOR THE INDIGENT PATIENTS

STATEMENT OF INCOME & EXPENDITURE FOR THE YEAR ENDED 31 DECEMBER 2020

		2020	2019
	Notes	NGN	NGN
Project Income	4	31,847,120	17,538,786
Other Income		65,459	80,025
Total Income		<u>31,912,579</u>	<u>17,618,811</u>
Project Expenses		26,130,602	2,893,104
Medical Intervention		<u>4,080,864</u>	<u>2,923,056</u>
Excess of Contribution		1,701,113	11,802,651
Administrative Expenses			
Staff Expenses	5	4,541,882	2,787,808
Depreciation	6	281,540	260,965
Professional Fees	7	153,750	346,000
Other Administrative Cost	8	<u>2,488,432</u>	<u>2,349,257</u>
Total Expenditure		<u>7,465,604</u>	<u>5,744,030</u>
Surplus/(Deficit)		<u>(5,764,491)</u>	<u>6,058,621</u>

HEALTH EMERGENCY INITIATIVE FOR THE INDIGENT PATIENTS

STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31 DECEMBER 2020

	2020	2019
	NGN	NGN
Cash flow from Operating Activities:	₦	₦
Surplus/(Deficit)for the Year	(5,764,491)	6,058,621
Adjustment for:		
Depreciation of Plant and Equipment	281,540	260,965
Investment Income	(65,459)	(80,025)
Tax Payment	-	-
	(5,548,410)	6,239,561
Changes in:		
Inventory	-	45,000
Prepayment	-	(108,333)
Accrued Expenses	151,331	8,669
	151,331	(54,664)
Net Cash used in Operating Activities	(5,397,079)	6,184,897
Cash flow from Investing Activities:		
Investment Income	-	-
Interest Income	65,459	80,025
Assets	(82,300)	(80,000)
Net Cash used in Investing Activities	(16,841)	25
Cash flow from Financing Activities:		
	-	-
Net Cash provided by Financing Activities:	-	-
Net Increase /(Decrease) in Cash and Cash Equivalent	(5,413,920)	6,184,922
Cash and Cash Equivalent at the beginning	7,262,334	1,077,412
Cash and Cash Equivalent at the end	1,848,414	7,262,334

HEALTH EMERGENCY INITIATIVE FOR THE INDIGENT PATIENTS

NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2020

	2020	2019
	NGN	NGN
1 Property Plant and Equipment		
Opening Balance	1,043,860	963,860
Additions during the year	82,300	80,000
Closing Balance	<u>1,126,160</u>	<u>1,043,860</u>
Depreciation		
Opening Balance	506,035	245,070
Charged for the year	281,540	260,965
Closing Balance	<u>787,575</u>	<u>506,035</u>
Net Book Value	<u>338,585</u>	<u>537,825</u>
2 Cash & Cash Equivalents		
Petty Cash	0	1,000
Sterling Bank - Operational Account	270,559	111,888
Sterling Bank - Project Account	0	39,946
Sterling Bank- Domiciliary account	214,291	526,300
Sterling Bank Medical Trust	174	
GT Bank –Operational Account	211,141	30,000
First Responder	135,719	752,595
Utility Card- Sterling Bank	80,353	605
Fixed Deposit- Sterling Bank	936,177	5,800,000
	<u>1,848,414</u>	<u>7,262,334</u>

HEALTH EMERGENCY INITIATIVE FOR THE INDIGENT PATIENTS

NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2020

	2020	2019
	NGN	NGN
3 Inventory		
Opening Balance	25,000	70,000
Additions during the year	-	
Sold during the year	-	-45,000
Closing Balance	<u>25,000</u>	<u>25,000</u>
4 Project Income		
Donation	9,256,920	17,538,786
Donation for PPE	20,265,200	
Billable Expense Income	325,000	
Training - Emergency Response	2,000,000	
	<u>31,847,120</u>	<u>17,538,786</u>
Interest Income	65,459	80,025
	<u>65,459</u>	<u>80,025</u>

HEALTH EMERGENCY INITIATIVE FOR THE INDIGENT PATIENTS

NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2020

	2020 NGN	2019 NGN
5 Staff Expenses		
Salary & Wages	4,252,734	2,462,000
Staff Training & Development	132,710	205,750
Income tax Expense	46,438	95,558
Leave allowance	110,000	24,500
Medical Expenses		
	<u>4,541,882</u>	<u>2,787,808</u>
6 Depreciation		
Dep – Software	20,000	20,000
Dep - Office Equip	229,215	226,215
Dep - Furniture	32,325	14,750
	<u>281,540</u>	<u>260,965</u>
Charge for the year		
7 Professional Fees		
Audit Expenses	100,000	50,000
Other Professional Fees	53,750	120,000
Regulatory Expenses		176,000
	<u>153,750</u>	<u>346,000</u>

HEALTH EMERGENCY INITIATIVE

FOR THE INDIGENT PATIENTS

NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2020

	2020 NGN	2019 NGN
8 Other Administrative Cost		
Office Entertainment	102,615	435,900
Awareness outreach	153,430	172,319
Rent	650,000	650,000
Local Transport Expenses	201,510	136,567
Office Utility	217,430	250,340
Other Admin & Operating Expenses	323,252	217,950
Repairs and Maintenance	141,200	157,870
Printing & Stationeries	151,350	137,100
Telephone & Postage	187,270	28,840
PR/Gifts		-
IT Expenses	300,359	119,641
Bank Charges	60,016	42,730
	<u>2,488,432</u>	<u>2,349,257</u>

HEALTH EMERGENCY INITIATIVE

FIVE YEARS FINANCIAL SUMMARY

	31-Dec 2020 N	31-Dec 2019 N	31-Dec 2018 N	31-Dec 2017 N	31-Dec 2016 N
Assets					
Property and Equipment	338,585	537,825	718,790	96,430	144,645
Cash & Cash Equivalents	1,848,414	7,262,334	1,077,412	2,653,170	217,965
Inventory	25,000	25,000	70,000	10,000	23,100
Prepayment	108,333	108,333			
Total assets	2,320,332	7,933,492	1,866,202	2,759,600	385,710
Liabilities					
Other Liabilities	210,000	58,669	50,000	25,000	-
Total liabilities	210,000	58,669	50,000	25,000	-
Financed By:					
Accumulated Fund at Beginning	7,874,823	1,816,202	2,734,600	385,710	385,710
Excess Income for the year	(5,764,491)	6,058,621	(968,398)	2,348,890	
Accumulated Fund at End of year	2,110,332	7,874,823	1,766,202	2,734,600	385,710
Total Liabilities and Accumulated Fund	2,320,332	7,933,492	1,816,202	2,759,600	385,710

INCOME STATEMENT

Total Income	31,912,579	17,618,811	5,917,139	6,361,500	2,406,516
Surplus/(Deficit)	(5,875,134)	6,169,264	(968,398)	2,348,890	385,710
Surplus/(Deficit) Transfer to Accumulated Fund	(5,875,134)	6,169,264	(968,398)	2,348,890	385,710