

HEALTHCARE FEDERATION OF NIGERIA



FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2020

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Corporate Information

BOARD OF TRUSTEES

Mr. Aigboje Aig-Imoukhuede (*FCIB, CON*)

Mr. Asue Ighodalo

Mrs. Adebola Adesola

Dr. Richardson Adebayo Ajayi (*FWACS*)

Mrs. Clare Omatseye

Dr. Ayodele Benson

Lady Elizabeth Okonkwo

Chief (Mrs.) Ebun Delano

Dr. Ifeanyi Okoye (*FPSN*)

PATRONS

Prince Julius Adewale Adelusi - Adewuyi (*mni,MFR,OFR, DFIOD*)

Chief (Dr.) Sonny Kuku (*OFR*)

EXECUTIVE COMMITTEE MEMBERS

Dr. (Mrs.) Pamela Ajayi – President

Mrs. Njide Ndili – Vice President

Mr. Adeyemi Adewole - Financial Secretary

Mr Kolapo Fapohunda - Public Relations Secretary

Dr. Adekunle Adeyemi-Doro - Treasurer

REGISTERED ADDRESS

30 Raymond Njoku Street, S/W Ikoyi. Lagos. Nigeria

Tel: +234 814 138 0602

Email: info@hfnigeria.com

BANKERS

Zenith Bank Plc.

Sterling Bank Plc

Report of the Auditors

To the members of Healthcare Federation of Nigeria

We have audited the accompanying statements of financial position of Healthcare Federation of Nigeria and the related statements of activities and changes in net assets, functional expenses and cashflows for twelve months ended 31st December, 2020.

Auditors' Responsibility

Our responsibility is to express an independent opinion on these financial statements based on our audits.

We conducted our audits in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform our audit to obtain reasonable assurance that 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 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 Association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Association, 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 opinion.

Opinion

In our opinion, based on available information the financial statements referred to above present fairly, in all material respects, the financial position of Healthcare Federation of Nigeria and the changes in its net assets and its cashflows for the year ended in conformity with International Financial Reporting Standards issued by International Accounting Standards Board.



Engagement Partner: **Adebambo Adeoluwa**
FRC/2013/ICAN/0000001911
For: **ADE, ADEBAMBO ADELALU & CO.**
(Chartered Accountants)
Lagos, Nigeria.



Statement of Financial Position

As at 31st December, 2020

		2020	2019
	NOTE	=N=	=N=
NON-CURRENT ASSET		-	-
CURRENT ASSET			
Bank Balance	3	<u>5,139,243</u>	<u>1,847,646</u>
		5,139,243	1,847,646
NET ASSETS		<u>5,139,243</u>	<u>1,847,646</u>
LIABILITIES AND NET ASSETS			
LIABILITIES			
Accrual	4	<u>100,000</u>	<u>900,000</u>
		100,000	900,000
NET ASSETS			
Unrestricted	5	5,039,243	947,646
Restricted		<u>-</u>	<u>-</u>
		5,039,243	947,646
TOTAL LIABILITIES AND NET ASSETS		<u>5,139,243</u>	<u>1,847,646</u>

----- PRESIDENT

----- VICE PRESIDENT

Statement of Activities

For the year ended 31st December, 2020

		2020	2019
	Notes	=N=	=N=
RECEIPT			
Membership fees	7	8,610,000	970,000
Sponsorship		-	550,000
Election nomination fee		60,000	-
Outstanding Loan to JNC International Limited			
Converted to Grant		-	15,719,486
		8,670,000	17,239,486
EXPENSES			
General, Administrative and Program		5,478,403	3,243,524
NET SURPLUS/(DEFICIT)		3,191,597	13,995,962

Statement of Functional Expenditure

For the year ended 31st December, 2020

GENERAL, ADMINISTRATIVE & PROGRAM EXPENSES

	2020	2019
	=N=	=N=
Salary	2,800,000	1,580,000
Bank Charges	10,728	4,321
Website and Newsletter	2,567,675	717,675
Conference Expenses	-	791,528
Audit Fees	<u>100,000</u>	<u>150,000</u>
TOTAL EXPENSES	<u>5,478,403</u>	<u>3,243,524</u>

Statement of Cash Flow

For the year ended 31st December, 2020

	2020 =N=	2019 =N=
OPERATING ACTIVITIES		
Surplus/(Deficit) from operating activities	3,191,597	13,995,962
Add: Non-movement Cash		
Depreciation	-	-
Prior year adjustment	900,000	-
	4,091,597	13,995,962
NET INCREASE /(DECREASE) IN WORKING CAPITAL		
Increase/ (Decrease) in Creditors and Accruals	(800,000)	(15,569,486)
NET CASH FLOW FROM OPERATING ACTIVITIES	3,291,597	(1,573,524)
NET INCREASE IN CASH AND CASH EQUIVALENT		
Net increase/(decrease) in cash and cash equivalents	3,291,597	(1,573,524)
Cash and Cash Equivalents at the Beginning of the Year	1,847,646	3,421,170
Cash and cash equivalents at the end of the year	5,139,243	1,847,646
This comprises of		
Cash	-	-
Bank balance	5,139,243	1,847,646
	5,139,243	1,847,646

Notes to Financial Statements

For the year ended 31st December, 2020

1. ABOUT HEALTHCARE FEDERATION OF NIGERIA

The HFN is a non - political organisation duly registered with Corporate Affairs Commission on the 16th day of March, 2013 with certificate of registration number 75448.

The aims and objectives of the Association are:

1. To consult and act as negotiating body with the government of Nigeria and government officials in the interest of the health sector.
2. To promote and enhance medical care in Nigeria with emphasis on the provision of affordable and accessible quality health care.
3. To provide a forum for consultation among private sector stakeholder.
4. To develop standards of quality health care, encourage practice of medical and business ethics and promote a free and competitive health sector.
5. To care for the welfare of its members
6. To build and establish hospitals health centers for rendering of free medical treatment to the poor and needy in the society.
7. To donate drugs, medical equipment and medical consumables to rural hospitals.
8. To promote public health enlightenment and campaign

2. ACCOUNTING DATE

The Accounting date of the Association's financial statement is from 1st January to 31st of December of every year with necessary comparative figure of preceding year.

3. ACCOUNTING POLICIES

A. Basis of preparation.

These financial s have been prepared in accordance with International Financial Reporting Standards on the historical cost basis, no adjustments have been made to reflect the impact on the financial statements or specific price changes or changes in the general level of prices.

The Association reports information regarding financial position and activities according to two classes of net assets. Restricted Net Assets and Unrestricted Net Assets as follows:

Unrestricted Net Assets

Unrestricted Net Assets are not subject to donor imposed stipulations and are those currently available at the discretion of the Executives for use in the Association's operation.

Notes to Financial Statements

For the year ended 31st December, 2020

Restricted Net Assets

Restricted Net Assets are those which are subject to donor specific contribution. Revenue are reported as increase in unrestricted net assets unless their use is restricted explicitly by donor stipulation.

B. Cash and Cash Equivalent

For purposes of the statement of cash flow, the Association considers all account balances with original maturities of 90day or less to be cash equivalents.

C. Receivables

Although the Association has unpaid Membership Dues by Members. The outstanding Membership Dues were not included in the account and did not in any way form part of realizable income or receivable in the financial statement. Considering the current state of record keeping, the enforcement in place and the pattern of payment by Members there is no probability that any of the outstanding amount will be collected or the Association bank account credited accordingly.

D. Revenue/ Receipts

This represent Annual Membership Dues, Sponsorship, Contribution by Executive Members and Training Income. All receipt are recognised on an actual year basis. All payments recognized in the account were lodgments into the Association bank accounts.

In some cases the Association staff deposited Members Fund into the Association bank account using the Staff personal name instead of the Member's personal or corporate name. The implication of this is that some Member's name might not reflect the actual payments made but the name of the staff as indicated in the bank statement.

Contribution by Executive Members are voluntary contribution by the Executive Members to finance some of the secretariat expenses as need arises.

E. Functional expenses

This is the cost of providing administrative and program expenses. Cost of carrying out the expenses are allocated on an actual basis.

F. Litigation

The Management does not consider there to be any legal claims that require provision or disclosure.

G. Approval of financial statements

These financial statements were approved and authorized for issue on ----- and at that date there were no significant events after the reporting date.

Notes to Financial Statements Cont'd

For the year ended 31st December, 2020

	Notes	2020 =N=	2019 =N=
3. BANK BALANCES			
Zenith Bank Plc.		4,761,697	1,470,100
Sterling Bank		377,546	377,546
		5,139,243	1,847,646
4. CURRENT LIABILITIES			
A. ACCRUAL			
AUDIT FEES			
Balance B/F		900,000	750,000
Charge for the Year		100,000	150,000
Transfer to prior year adjustment		(900,000)	-
Balance C/F		100,000	900,000
B. LOAN FROM JNC INTERNATIONAL			
Balance B/F		-	15,719,486
		-	15,719,486
Balance Converted to Grant		-	(15,719,486)
Balance C/F		-	-
5. NET ASSETS			
UNRESTRICTED			
Balance B/F		947,646	(13,048,316)
EXCESS/(DEFICIT) OF RECEIPT OVER EXPENDITURE		3,191,597	13,995,962
Prior year adjustment	6	900,000	-
Balance C/F		5,039,243	947,646
6. PRIOR YEAR ADJUSTMENT			
Audit fee (2014-2019)		900,000	-
		900,000	-

Notes to Financial Statements Cont'd

For the year ended 31st December, 2020

7. RECEIPT		2020	2019
NAME	Membership Type	=N=	=N=
Doctoora E-Health Limited	Corporate-1	100,000	-
Pharma Access Foundation	Corporate-1	500,000	-
Livewell Initiative Ltd	Corporate-1	100,000	-
Synlab Nigeria Ltd	Corporate-1	200,000	-
AGPMPN	Corporate-1	100,000	-
ADCEM	Corporate-1	100,000	-
Roche Product Ltd	Corporate-1	500,000	-
Hospital Assist Ltd	Corporate-1	100,000	-
Rodot Annual Dues	Corporate-1	100,000	-
United Health Care Intl Ltd	Corporate-1	100,000	-
Health System Ltd	Corporate-1	100,000	-
Nisa Premier Hospital Limited	Corporate-1	100,000	-
Hopkins Diagnostics	Corporate-1	100,000	-
Guinea Savannah Medical	Corporate-1	100,000	-
Ashmed Specialist Hospital	Corporate-1	100,000	-
Fombina Diagnostics	Corporate-1	100,000	-
St Helens Specialist Hospital	Corporate-1	100,000	-
Funbell Diagnostic	Corporate-1	100,000	-
Medbury Services Ltd	Corporate-1	1,100,000	-
Health Care	Corporate-1	200,000	-
Ayodele Cole Benson	Individual	100,000	-
Damilola Daramola	Individual	100,000	-
Nigeria Ltd	Corporate-1	500,000	-
International Opera	Corporate-1	500,000	-
Pharma Symbolis Ltd	Corporate-1	90,000	-
Medical Entrepreneur Ltd	Corporate-1	100,000	-
Marcelle Ruth Cancer Ltd	Corporate-1	100,000	-
Bojj West Company	Corporate-1	500,000	-
Oladipupo Akinmuyisan Awosika	Individual	200,000	-
Olugboyega Majekodunmi	Individual	200,000	-
Vantage Medical Center	Corporate-1	100,000	-
Oloyede Fadeke Adeyemi	Individual	100,000	-
Medical Healh Center	Corporate-1	200,000	-
Benson Grace Yetunde	Corporate-1	100,000	-
Markferma Nig Ltd	Corporate-1	100,000	-
Georges Med Med Centre	Corporate-1	200,000	-
Supreme Meditech Ltd	Corporate-1	100,000	-
Lhl Heal	Corporate-1	100,000	-
Soromekun Olufemi Olurotimi	Individual	100,000	-
Ass. of General Priv Nurse	Corporate-1	100,000	-

Notes to Financial Statements Cont'd

For the year ended 31st December, 2020

7. RECEIPT

		2020	2019
NAME	Membership Type	=N=	=N=
/Uchennaekwensi/Tud Ibg/Avon Hmo	Individual	100,000	-
Udokang Nsikak Ephraim	Individual	100,000	-
Ogbeche Rose	Individual	100,000	-
Procallmed Africa Limited	Corporate-1	100,000	-
Abiona Ayodeji Sa'eed	Corporate-1	100,000	-
Olush Healthcare Solution	Corporate-1	100,000	-
Tray Health Centre	Corporate-1	100,000	-
Ikpeme Ukpong Neto	Individual	100,000	-
Assene Laborex Limited	Individual	100,000	-
Imo Int'l Hlth Sys, Ikeduru Campus	Corporate-1	100,000	-
Babalakin Fareeda	Corporate-1	20,000	-
Roche Products Ltd	Corporate-MN	-	500,000
Lakeshore Cancer Clinic Ltd	Corporate-1	-	100,000
Sammy Ogunjimi	Individual	-	50,000
Okey Akpa	Individual	-	50,000
Embassy Pharm. & Chem. Ltd	Individual	-	50,000
Fidelis Ayebae	Individual	-	50,000
Biofem Pharm.	Individual	-	50,000
Dawodu Olayemi Olubunmi	Individual	-	20,000
Transfer	Corporate-1	-	100,000
		8,610,000	970,000
ELECTION NOMINATION FORM			
Ayodele Cole Benson	Individual	10,000	-
Pharma Symbolis Ltd	Corporate-1	10,000	-
Njide Chizoba Ndili	Individual	10,000	-
Medical Entrepreneur Ltd	Corporate-1	5,000	-
Data Sphere Nig Ltd	Corporate-1	10,000	-
Adcem	Corporate-1	5,000	-
Roche Product Ltd	Corporate-1	5,000	-
Ass Of General Priv Nurse	Corporate-1	5,000	-
		60,000	-
SPONSORSHIP			
Jimmy Agbaje (Meeting Sponsorship)		-	50,000
Pharmaccess Foundation		-	500,000
		-	550,000
TOTAL		8,670,000	1,520,000

Financial Summary

For the year ended 31st December, 2020

	2020 =N=	2019 =N=	2018 =N=	2017 =N=	2016 =N=
Non-Current Assets	-	-	-	-	-
Cash and Cash Equivalent	<u>5,139,243</u>	<u>1,847,646</u>	<u>3,421,170</u>	<u>657,671</u>	<u>11,067,867</u>
	<u>5,139,243</u>	<u>1,847,646</u>	<u>3,421,170</u>	<u>657,671</u>	<u>11,067,867</u>
Payables	100,000	900,000	16,469,486	16,319,486	24,401,536
Net Assets	<u>5,039,243</u>	<u>947,646</u>	<u>(13,048,316)</u>	<u>(15,661,815)</u>	<u>(13,333,669)</u>
	<u>5,139,243</u>	<u>1,847,646</u>	<u>3,421,170</u>	<u>657,671</u>	<u>11,067,867</u>
Receipt	8,670,000	17,239,486	5,660,000	2,926,500	5,600,701
Expenditure	<u>5,478,403</u>	<u>3,243,524</u>	<u>3,046,501</u>	<u>5,254,646</u>	<u>12,427,198</u>
SURPLUS/(DEFICIT)	<u>3,191,597</u>	<u>13,995,962</u>	<u>2,613,499</u>	<u>(2,328,146)</u>	<u>(6,826,497)</u>