

HELP AND SHELTER INC.
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013



Nizam Ali & Company

Chartered Accountants

215 'C' Camp Street
North Cummingsburg
Georgetown

Tel: (592)-227-8825
Tele/Fax: (592)-225-7085
E-mail: nizamali@gol.net.gy

AUDITORS' REPORT

To the Members of Help and Shelter Inc.

We have audited the accompanying financial statements of Help and Shelter Inc; which comprise the statement of financial position as at December 31, 2013 and the statements of income and expenditure, other funds and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the 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. 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 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 risk assessments, the auditor considers internal control relevant to 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, 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 financial statements present fairly, in all material respects, the financial position of the Organisation as of December 31, 2013 and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards and comply with the Companies Act 1991.

Emphasis of Matter

Without qualifying our opinion, we wish to emphasise that because of the nature of the Organisation, internal control is vested in a few individuals. Also, in addition to documentary evidence, we relied on representations of management that all income, expenditure, assets and liabilities are fairly reflected in the financial statements.

Other Matter

The financial statements of Help and Shelter Inc. for the year ended December 31, 2012, were audited by another auditor, who expressed an unqualified opinion on those statements on May 13, 2014.

Nizam Aliq
Chartered Accountants
Georgetown, Guyana
June 20, 2014



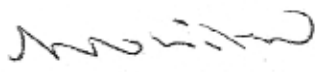
Statement of Financial Position
As at December 31, 2013

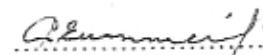
With comparative figures for 2012

(Expressed in Guyana dollars)

	Notes	2013 \$	2012 \$
ASSETS			
Current Assets			
Cash resources	3	9,794,077	16,189,594
Other assets	4	7,755,463	1,521,044
Working Capital		17,549,540	17,710,638
Property, plant and equipment	2	67,149,782	64,854,782
Net Assets Employed		84,699,322	82,565,420
REPRESENTED BY:			
General fund			
Balance - January 1		68,638,101	70,924,143
Transfer to other fund			(9,096,234)
Surplus		6,565,394	6,810,192
Balance - December 31		75,203,495	68,638,101
Other Funds			
Government Subvention		12,424,941	6,324,079
USAID GHARP		189,718	340,072
European Union 2		(6,204,329)	4,632,300
UNFPA		(1,025,463)	-
MOE		3,110,960	-
		8,495,827	11,296,451
Current liabilities			
Accounts payable		-	1,630,868
Loan		1,000,000	1,000,000
		1,000,000	2,630,868
		84,699,322	82,565,420

The accompanying notes form an integral part of these financial statements.


.....
Director


.....
Director

Help and Shelter Inc.
Statement of Income and Expenditure
For the year ended December 31, 2013
With comparative figures for 2012
(Expressed in Guyana dollars)

	<u>2013</u>	<u>2012</u>
	\$	\$
Income:		
Bank interest income	309,830	201,132
Cost share revenue	-	89,718
Deed of covenant	500,000	300,000
Donations	8,564,598	7,014,899
Fund Raising Purple Bands	27,400	7,800
Fund Raising Brunch	895,990	-
Government Subvention	9,405,700	2,800,363
Grant income	28,827,057	11,470,456
Pub Ed Sessions	150,000	150,000
Refund	39,200	39,200
Volunteer's trust fund	12,303	69,533
Digicel Shelter repairs	2,870,000	-
Other income	1,888,388	31,011
	<u>53,490,466</u>	<u>22,174,112</u>
Deduct		
Expenditure:		
Programme manager - fee	600,000	1,451,708
Cordination and monitoring fees	1,820,227	2,741,760
Counsellor fees	8,918,700	-
Advocate fees	2,640,337	259,582
Accounting fees	1,188,405	392,383
Stipend	1,773,835	108,740
Travelling and transportation	1,514,539	89,718
Cost share expenses	-	108,460
Office supplies	751,839	24,820
Bank Charges	66,317	-
Salaries, wages and NIS	7,227,607	1,026,000
Facilitator cost	4,558,120	49,949
Peer education training	151,990	-
Teacher training	106,596	-
Leaders training	72,260	-
Public education expense	1,085,355	2,051,223
H & S xxpense	8,519,667	6,107,785
Standing order charges	172,648	-
Balance carried forward	<u>41,168,442</u>	<u>14,412,128</u>

Help and Shelter Inc.
Statement of Income and Expenditure
For the year ended December 31, 2013
With comparative figures for 2012
(Expressed in Guyana dollars)

	<u>2013</u>	<u>2012</u>
	<u>\$</u>	<u>\$</u>
Balance brought forward	41,168,442	14,412,128
Stationery, printing and photocopying	931,656	208,274
Refund	900,130	-
Administration cost	1,236,542	401,957
Meals and refreshments	1,803,036	-
Other expenses	885,266	341,561
	<u>46,925,072</u>	<u>15,363,920</u>
Net surplus for the year	<u>6,565,394</u>	<u>6,810,192</u>

The accompanying notes form an integral part of these financial statements.

Help and Shelter Inc.
Statement of Other Funds
For the year ended December 31, 2013
(Expressed in Guyana dollars)

	Balance at 1/1/2013	Funds received during the year	Expenses paid during the year	Transfer	Balance at 31/12/2013
	\$	\$	\$	\$	\$
Government Subvention	6,324,079	10,000,000	9,405,700	5,506,562	12,424,941
USAID GHARP	340,072	5,028,375	4,838,657	(340,072)	189,718
European Union 2 ¹	4,632,300	9,422,182	15,963,283	(4,295,528)	(6,204,329)
UNFPA ²	-	5,310,614	6,336,077	-	(1,025,463)
MOE	-	4,800,000	1,689,040	-	3,110,960
	<u>11,296,451</u>	<u>34,561,171</u>	<u>38,232,757</u>	<u>870,962</u>	<u>8,495,827</u>

¹ During the year, funds were used from the government subvention to finance the European Union project (EU2) in an amount of G\$ 6,730,000. This amount was refunded to the subvention fund in February, 2014. See note 4

² Subsequent to the year end, UNFPA refunded the balance of G\$1,025,463 to Help and Shelter Inc. See note 4.

The accompanying notes form an integral part of these financial statements.

Help and Shelter Inc.
 Statement of Cash Flows
 For the year ended December 31, 2013
 With comparative figures for 2012
 (Expressed in Guyana dollars)

	<u>2013</u>	<u>2012</u>
	<u>\$</u>	<u>\$</u>
Cash flows from operating activities		
Net Surplus before taxation	6,565,394	6,810,192
Adjustments for:		
Working capital changes		
(Increase) in other assets	(6,234,419)	(1,521,044)
(Decrease) increase in other payables	(1,630,868)	1,630,868
Net cashflow from operating activities	<u>(1,299,893)</u>	<u>6,920,016</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(2,295,000)	(45,000)
Net cash used in investing activities	<u>(2,295,000)</u>	<u>(45,000)</u>
Cash flow from financing activities		
Transfer from general fund		(9,096,234)
(Decrease)increase in other funds	(2,800,624)	1,200,921
Loan drawdown		1,000,000
Net cash from financing activities	<u>(2,800,624)</u>	<u>(6,895,313)</u>
Net (decrease) in cash and cash equivalent	(6,395,517)	(20,297)
Cash and cash equivalent - January 1	<u>16,189,594</u>	<u>16,209,891</u>
Cash and cash equivalent - December 31	<u><u>9,794,077</u></u>	<u><u>16,189,594</u></u>
Comprised of:		
Cash at bank	<u>9,794,077</u>	<u>16,189,594</u>
	<u><u>9,794,077</u></u>	<u><u>16,189,594</u></u>

1.1 Incorporation

Help and Shelter was incorporated on November 24, 1994 under the Companies Act 89:01 as a company without share capital.

The principal activities of the company is the provision of social services. Funding for the company is derived primarily from annual government subvention and ongoing contributions from various funding agencies.

These financial statements have been prepared on a going concern basis, under which the company is assumed to be able to realise its assets and discharge its liabilities in the normal course of operations. The company's ability to continue as a going concern is dependent upon its ability to secure funding to finance its current and future operations.

1.2 Significant accounting policies

(a) Basis of preparation

These financial statements have been prepared in accordance with International Financial Reporting Standards for Small and Medium Sized Entities (IFRS for SME's) issued by the International Accounting Standards Board. They are presented in Guyana Dollars, which is the functional currency.

These financial statements have been prepared under the historical cost convention. The preparation of financial statements in conformity with IFRS for SMEs requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

The estimates and underlying assumptions are reviewed by on an ongoing basis. Revisions to accounting estimates are recognised in the period in which these estimates are revised, if the revision affects only that period, or in the period of the revision and future periods, if the revision affects both current and future periods.

These financial statements were authorised for issue by the Board of Directors on June 20, 2014.

(b) Property, plant and equipment

No depreciation is charged on property, plant and equipment since the company is a non-profit organisation.

(c) Income

Income is recognised on the cash basis.

(d) Comparatives

Certain comparatives were reclassified to conform with the presentation of the current year.

Help and Shelter Inc.
Notes to Financial Statements
As at December 31, 2013
(Expressed in Guyana dollars)

2. Property, plant and equipment

	Land	Buildings	Office furniture & equipment	Total
	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Cost				
January 1, 2013	3,500,000	52,000,000	9,354,782	64,854,782
Additions	-	2,250,000	45,000	2,295,000
December 31, 2013	<u>3,500,000</u>	<u>54,250,000</u>	<u>9,399,782</u>	<u>67,149,782</u>
Net Book values				
December 31, 2013	<u>3,500,000</u>	<u>54,250,000</u>	<u>9,399,782</u>	<u>67,149,782</u>

3. Cash resources

	<u>2013</u>	<u>2012</u>
	<u>\$</u>	<u>\$</u>
Petty cash- Shelter Subvention	63,395	(10,020)
H&S Current a/c # 653-128-9	1,731,993	399,018
H & S BCM # 484-185-4	2,712,127	2,007,266
USAID A/C 651-654-6	-	340,072
EU 1 Current A/c 650-750-3	-	122,367
EU 2 Current A/c 651-564-7	526,647	4,632,300
A/C # 651-564-6	144,718	-
NBS Save and Prosper A/C	2,544,464	8,698,591
A/C -655-344-0	(618,296)	-
BCM A/C	(407,167)	-
A/C -651-116-6	3,096,197	-
	<u>9,794,077</u>	<u>16,189,594</u>

4. Other Assets

This represents amounts receivable of G\$ 6,730,000 from European Union project and G\$ 1,025,463 from the United Nations Population Fund (UNFPA).