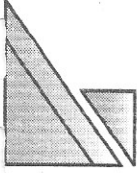


HELP AND SHELTER INC  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2014



# Nizam Ali & Company

Chartered Accountants

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## 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, 2014 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, 2014 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.

*Nizam Ali & Company*  
Chartered Accountants  
Georgetown, Guyana

April 14, 2015

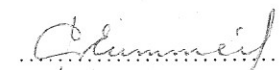
**Help and Shelter Inc.**  
**Statement of Financial Position**  
**As at December 31, 2014**  
**With comparative figures for 2013**  
**(Expressed in Guyana dollars)**

	Notes	<u>2014</u> \$	<u>2013</u> \$ <i>Restated *</i>
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash resources	3	15,703,785	9,794,077
Other assets	4	<u>1,139,356</u>	<u>4,652,419</u>
<b>Working Capital</b>		16,843,141	14,446,496
<b>Property, plant and equipment</b>	2	<u>67,416,582</u>	<u>67,149,782</u>
		<u><u>84,259,723</u></u>	<u><u>81,596,278</u></u>
<b>REPRESENTED BY:</b>			
<b>General fund</b>			
Balance - January 1		72,100,451	68,638,101
(Deficit) surplus		<u>(367,352)</u>	<u>3,462,350</u>
Balance - December 31		71,733,099	72,100,451
<b>Other Funds</b>			
Government Subvention		4,688,876	12,424,941
USAID GHARP		-	189,718
European Union 2		-	(6,204,329)
UNFPA		-	(1,025,463)
UN Women		236,395	-
Canada		3,401,741	-
Unicef		1,453,337	-
MOE		<u>1,746,275</u>	<u>3,110,960</u>
		11,526,624	8,495,827
<b>Current liabilities</b>			
Loan		<u>1,000,000</u>	<u>1,000,000</u>
		1,000,000	1,000,000
		<u><u>84,259,723</u></u>	<u><u>81,596,278</u></u>

\* see note 5

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, 2014**  
**With comparative figures for 2013**  
**(Expressed in Guyana dollars)**

	<u>2014</u>	<u>2013</u>
	<u>\$</u>	<u>\$</u> <i>Restated *</i>
<b>Income:</b>		
Grant income	8,092,863	28,232,757
Government subvention	10,000,000	10,000,000
Donations	8,121,864	5,461,554
Digicel shelter repairs	1,230,000	2,870,000
Other income	-	1,888,388
Fund raising brunch	-	895,990
Deed of covenant	800,000	500,000
Bank interest income	10,993	309,830
Pub Ed sessions	-	150,000
Refund	-	39,200
Fund raising purple bands	-	27,400
Volunteer's trust fund	305,780	12,303
H&S subvention transferred from fund	165,811	-
	<u>28,727,311</u>	<u>50,387,422</u>
<b>Deduct</b>		
<b>Expenditure:</b>		
Employment costs	16,173,504	31,387,506
Stationery and office supplies	3,093,767	7,293,674
Meals and refreshments	2,959,784	2,401,560
Travel and transport	2,167,600	2,847,708
Digicel shelter repairs	1,850,070	-
Training materials	1,139,761	330,846
Telephone	506,707	231,099
Security	472,708	40,368
Insurance	218,216	167,861
Bank Charges	105,379	238,965
Public education	-	1,085,355
Refund	407,167	900,130
	<u>29,094,663</u>	<u>46,925,072</u>
(Deficit) surplus	<u>(367,352)</u>	<u>3,462,350</u>

\* see note 5

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, 2014**

**(Expressed in Guyana dollars)**

	<b>Balance at 1/1/2014</b>	<b>Funds received during the year</b>	<b>Expenses paid during the year</b>	<b>Transfer</b>	<b>Balance at 31/12/2014</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Government Subvention	12,424,941	10,000,000	(10,165,811)	(7,570,254)	4,688,876
USAID GHARP	189,718			(189,718)	-
European Union 2 <sup>1</sup>	(6,204,329)			6,204,329	-
UNFPA 2 <sup>2</sup>	(1,025,463)			1,025,463	-
MOE	3,110,960	1,000,000	(2,364,685)		1,746,275
UN Women		3,699,000	(3,462,605)		236,395
Canada		3,669,741	(268,000)		3,401,741
Unicef		2,643,500	(1,190,163)		1,453,337
	<u>8,495,827</u>	<u>21,012,241</u>	<u>(17,451,264)</u>	<u>(530,180)</u>	<u>11,526,624</u>

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, 2014**  
**With comparative figures for 2013**  
**(Expressed in Guyana dollars)**

	2014 \$	2013 \$
<b>Cash flows from operating activities</b>		
Net ( Deficit) surplus before taxation	(367,352)	6,565,394
Adjustments for:		
<b>Working capital changes</b>		
Decrease (increase) in other assets	3,513,063	(6,234,419)
Decrease in other payables	-	(1,630,868)
Net cashflow from operating activities	<u>3,145,711</u>	<u>(1,299,893)</u>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	<u>(266,800)</u>	<u>(2,295,000)</u>
Net cash used in investing activities	<u>(266,800)</u>	<u>(2,295,000)</u>
<b>Cash flow from financing activities</b>		
Increase (decrease) in other funds	<u>3,030,797</u>	<u>(2,800,624)</u>
Net cash from financing activities	<u>3,030,797</u>	<u>(2,800,624)</u>
<b>Net Increase (decrease) in cash and cash equivalent</b>	<b>5,909,708</b>	<b>(6,395,517)</b>
<b>Cash and cash equivalent - January 1</b>	<u>9,794,077</u>	<u>16,189,594</u>
<b>Cash and cash equivalent - December 31</b>	<u><u>15,703,785</u></u>	<u><u>9,794,077</u></u>
<b>Comprised of:</b>		
Cash at bank	<u>15,703,785</u>	<u>9,794,077</u>
	<u><u>15,703,785</u></u>	<u><u>9,794,077</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 April 14, 2015.

### (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

Comparative information has been restated in respect of the correction of an error. (see note 5)

**Help and Shelter Inc.**  
**Notes to Financial Statements**  
**As at December 31, 2014**  
**(Expressed in Guyana dollars)**

**2. Property, plant and equipment**

	Land	Buildings	Office furniture & equipment	Total
	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
<b>Cost</b>				
January 1, 2014	3,500,000	54,250,000	9,399,782	67,149,782
Additions	-	-	266,800	266,800
December 31, 2014	<u>3,500,000</u>	<u>54,250,000</u>	<u>9,666,582</u>	<u>67,416,582</u>
<b>Net Book values</b>				
December 31, 2014	<u>3,500,000</u>	<u>54,250,000</u>	<u>9,666,582</u>	<u>67,416,582</u>

**3. Cash resources**

	<u>2014</u>	<u>2013</u>
	<u>\$</u>	<u>\$</u>
Petty cash- Shelter Subvention	11,058	63,395
H&S Current a/c # 653-128-9	1,435,223	1,731,993
H & S BCM # 484-185-4	5,759,145	2,712,127
EU 2 Current A/c 651-564-7	-	526,647
A/C # 651-564-6	-	144,718
NBS Save and Prosper A/C	6,751,135	2,544,464
A/C -655-344-0	9,987	(618,296)
BCM A/C	-	(407,167)
A/C -651-116-6	1,737,237	3,096,197
	<u>15,703,785</u>	<u>9,794,077</u>



Help and Shelter Inc.  
Notes to Financial Statements  
As at December 31, 2014  
(Expressed in Guyana dollars)

	<u>2014</u>	<u>2013</u>
	<u>\$</u>	<u>\$</u>
<b>4. Other receivables</b>		
Receivable for EU	896,956	3,626,956
Receivable from UNFPA	-	1,025,463
Staff Loan	242,400	-
	<u>1,139,356</u>	<u>4,652,419</u>

**5. Restatement**

During Decemeber 2013 the company received a refund from EU amounting to \$3,103,044, this amount was incorrectly treated as a donation at the end of 2013. The impact of the correction of this error is as follows:

	As previously stated	Restatement	Restated
<i>Statement of income and expenditure</i>			
Net surplus for the year	6,565,394	(3,103,044)	3,462,350
<i>Statement of financial position</i>			
Other assets	7,755,463	(3,103,044)	4,652,419