

**PARADIGM INITIAITVE FOR INFORMATION
TECHNOLOGY DEVELOPMENT**

STATEMENT OF AFFAIRS

**FOR THE YEAR ENDED
31ST DECEMBER, 2013**

PARADIGNM INITIAITVE FOR INFORMATION TECHNOLOGY DEVELOPMENT

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PARADIGM INITIAITVE FOR INFORMATION TECHNOLOGY DEVELOPMENT

CORPORATE INFORMATION

1. **COMPANY NAME:**
PARADIGM INITIAITVE FOR INFORMATION TECHNOLOGY DEVELOPMENT
2. **REGISTERED OFFICE**
9 BAALE STREET
AJEGUNLE
LAGOS.
3. **DATE OF INCORPORATION:**
December 16, 2008
4. **BOARD OF DIRECTORS**

Prof Pat Utomi	-	Chairman
Dr. Seyi Adebayo Olubi		
Nick Jekogian		
'Gbenga Sesan	-	Executive
4. **COMPANY SECRETARY/LEGAL ADVISER**
5. **BANKERS**
GUARANTY TRUST BANK PLC
6. **AUDITORS**
DEBAYO AJAYI & CO
(Chartered Accountants)
20 / 24, Oshindehin Street,
Off Akilo Road,
Ikeja – Lagos.

PARADIGM INITIAITVE FOR INFORMATION TECHNOLOGY DEVELOPMENT

DIRECTORS' REPORT

The Directors have pleasure in presenting to the members of the organization, their Statement of Affairs for the year ended December 31, 2013.

PRINCIPAL ACTIVITY

Paradigm Initiative for Information Technology Development is an organisation licensed under Nigeria Companies and Allied Matters Decree as an Incorporated Trusteeship. It is an NGO and charitable organization set up to empower underserved Nigerian youth with Information and Communication Technology (ICT) opportunities; with specific concern about the ill effects of unemployment and cybercrime, among other vices that limit the potential contribution of young Nigerians to the nation's economy. Paradigm Initiative Nigeria (PIN) is a social enterprise that connects underserved Nigerian youth with Information and Communication Technology (ICT) opportunities; with specific concern about the ill effects of unemployment and cybercrime, among other vices that limit the potential contribution of young Nigerians to the nation's economy.

DIRECTORS' STATEMENTS

In the opinion of the Directors, the state of the organisation affairs is satisfactory and no events have occurred after the balance sheet date, which would affect the state of affairs presented.

FIXED ASSETS

Information relating to changes in fixed asset is provided in Note 2 to the financial statements.

DIRECTORS

The following Directors were in office as at December 31, 2013:

Prof Pat Utomi	-	Chairman
Dr. Seyi Adebayo-Olubi		
Nick Jekogian		
'Gbenga Sesan	-	Executive

PARADIGM INITIAITVE FOR INFORMATION TECHNOLOGY DEVELOPMENT

DIRECTORS REPORT CONTD

AUDITORS

DEBAYO AJAYI & CO. having expressed their willingness will continue in office as organisation's auditors in accordance with Section 357 (2) of the Companies and Allied Matters Decree, 1990.

BY ORDER OF THE BOARD

SECRETARY

Dated this... 31st March 2014



DEBAYO AJAYI & CO.

(CHARTERED ACCOUNTANTS)

REPORT OF THE AUDITORS TO THE MEMBERS OF PARADIGM INITIAITVE FOR INFORMATION TECHNOLOGY DEVELOPMENT FOR THE YEAR ENDED 31ST DECEMBER, 2013

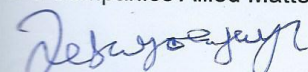
We have audited the Statement of Affairs of Paradigm Initiative *FOR INFORMATION TECHNOLOGY DEVELOPMENT* on pages 7 -12 in respect of pre-incorporation activities, which have been prepared under the historical cost convention and on the basis of the significant accounting policies set out on page 6.

The Company's Directors are responsible for the preparation of the Statement of Affairs. It is our responsibility to form an independent opinion, based on our audit, on those financial statements and to report our opinion to you.

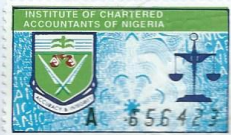
We conducted our audit in accordance with generally accepted auditing standards. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the Statement of Affairs. It also includes an assessment of the significant accounting estimates and judgments by the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

We planned and performed our audit so as to obtain all the information and explanations we considered necessary in order to provide sufficient evidence to give reasonable assurance that the Statement of Affairs are free from material misstatement. In forming our opinion, we also evaluated the overall adequacy of the information presented in the Statement of Affairs.

In our opinion, the Statement of Affairs give a true and fair view of the state of the affairs of the Company at December 31, 2013 and have been properly prepared in accordance with the Companies Allied Matters Act, 1990.


DEBAYO AJAYI & CO
(CHARTERED ACCOUNTANTS)

LAGOS, NIGERIA



PARADIGM INITIAITVE FOR INFORMATION TECHNOLOGY DEVELOPMENT

**STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES
FOR THE YEAR ENDED DECEMBER 31, 2013**

(a) Basis of Accounting

The accounts have been prepared under the historical cost convention.

(b) Depreciation of Fixed Assets

Depreciation of tangible assets is calculated to write off the cost on a straight – line basis over the expected useful lives of the assets concerned. The annual rates used for various classes of tangible fixed assets are as follows:

<u>Description</u>	<u>%</u>
Furniture, Fittings and Fixtures	12½
Motor Vehicles	25

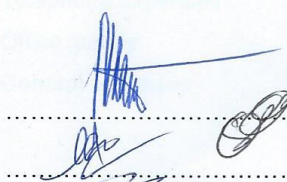

(c) Exchange Rates

Transactions in foreign currencies were translated to naira at the rate ruling at the date of transaction while balances were translated at the rate ruling at the balance sheet date.

PARADIGM INITIAITVE FOR INFORMATION TECHNOLOGY DEVELOPMENT

**STATEMENT OF AFFAIRS
FOR THE YEAR ENDED DECEMBER 31, 2013**

	NOTE	2013 N
FIXED ASSETS		
Tangible Assets	2	5,269,449
CURRENT ASSETS		
Cash in hand / Bank	3	966,004
Debtors / Prepayments	4	<u>25,000</u>
		991,004
CURRENT LIABILITIES		
Creditors & Accruals		<u>70,000</u>
NET CURRENT ASSETS		<u>921,004</u>
TOTAL ASSETS		<u>6,190,453</u>
FINANCED BY:		
Accumulated Fund	5	<u>6,190,453</u>

)
) Directors
)


See notes to the financial statements on pages 11 to 13

PARADIGM INITIAITVE FOR INFORMATION TECHNOLOGY DEVELOPMENT

**INCOME AND EXPENDITURE
FOR THE YEAR ENDED 31ST DECEMBER, 2013**

	<i>NOTE</i>	<i>2013</i> <i>N</i>
INCOME		
Grants	7	17,968,046
Consulting	8	25,269,798
Donations	9	4,393,013
Ajegunle 10%		402,202
Exchange difference	10	<u>6,758</u>
		<u>48,039,817</u>
EXPENDITURE: OPERATIONS		
Salaries & Wages		2,437,937
Repairs & Maintenance		653,760
Office Stationeries		147,000
Courier Service/Bulk SMS		113,433
Depreciation		929,903
Bank Charges		987,333
Professional Services		70,000
Office cleaning		25,000
Entertainment		439,330
Internet Service		268,500
Alumni forum		160,000
Town hall meeting		249,580
Telephone expenses		79,800
Office supply		24,600
General expenses		<u>485,105</u>
		<u>7,071,280</u>

PARADIGM INITIATIVE FOR INFORMATION TECHNOLOGY DEVELOPMENT

INCOME AND EXPENDITURE CONTD

FOR THE YEAR ENDED 31ST DECEMBER, 2013

PROGRAM COSTS

MISSPIN	484,800
Google	338,160
NGO Connection Day	627,130
TobaccoCtrl Campaign	14,504,205
Internet Freedom Project	14,711,750
Techie. Entrepreneurial. Nigerian. Talented.	2,286,829
APC Workshops	<u>1,825,210</u>
	<u>34,778,083</u>

Total Expenditure **41,849,363**

Excess of Income over Expenditure **6,190,453**

PARADIGM INITIAITVE FOR INFORMATION TECHNOLOGY DEVELOPMENT

**NOTES TO THE ACCOUNTS
AS AT 31ST DECEMBER, 2013**

1. CORPORATE STRUCTURE AND BUSINESS

The organisation was incorporated on December 16, 2008 as Non-Government Organisation limited by guarantee under the Companies and Allied Matters Act 1990.

2. TANGIBLE FIXED ASSETS

	FURNITURE & EQUIPMENT N	IMPROVEMENT ON LEASEHOLD N	TOTAL
<u>COST</u>			
As at 31/12/2013	<u>6,087,352</u>	<u>112,000</u>	<u>6,199,352</u>
<u>DEPRECIATION</u>			
Charge for the year	<u>913,103</u>	<u>16,800</u>	<u>929,903</u>
<u>NET BOOK VALUE</u>			
As at 31/12/2013	<u>5,174,249</u>	<u>95,200</u>	<u>5,269,449</u>

3. BANK AND CASH

	N
i. GTB	
* Naira account	612,329
* Dollar account (\$2,252)	353,675
ii Cash at hand	-
	<u>966,004</u>

4. DEBTORS / PLEDGES

Staff Debtors`	25,000
	<u>25,000</u>

5. ACCUMULATED FUNDS

Excess of Income over Expenditure	<u>6,190,453</u>
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PARADIGM INITIAITVE FOR INFORMATION TECHNOLOGY DEVELOPMENT

**NOTES TO THE ACCOUNT CONTD
AS AT 31ST DECEMBER, 2013**

6. INCOME

The major sources of income of the NGO are through donations/ contributions/ grants from notable foundations, charitable organizations and individuals within and outside Nigeria.

7. GRANTS

2013

Internews	15,277,040
World Wide Web Foundation	577,500
Google	<u>2,113,506</u>
	<u>17,968,046</u>

8. CONSULTING

Microsoft Nigeria	660,000
Campaign for Tobacco Free Kids	21,498,510
Association for Progressive Communications	<u>3,111,288</u>
	<u>25,269,798</u>

9. DONATIONS

Directors	4,300,800
Others	<u>92,213</u>
	<u>4,393,013</u>

10. EXCHANGE GAIN

This represents the translation difference arising from the transactions relating to the grants received during the period

The exchange rate as at the time of report is as follows:

Dollar Rate – N157 - \$1