

**PARADIGM INITIATIVE FOR INFORMATION  
TECHNOLOGY DEVELOPMENT**

**STATEMENT OF AFFAIRS**

**FOR THE YEAR ENDED  
31<sup>ST</sup> DECEMBER, 2014**

***PARADIGM INITIATIVE FOR INFORMATION TECHNOLOGY DEVELOPMENT***

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**PARADIGM INITIATIVE FOR INFORMATION TECHNOLOGY DEVELOPMENT**

**CORPORATE INFORMATION**

1. **COMPANY NAME:**  
PARADIGM INITIATIVE FOR INFORMATION TECHNOLOGY DEVELOPMENT
  
2. **REGISTERED OFFICE**  
39, 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 Director
  
4. **COMPANY SECRETARY/LEGAL ADVISER**
  
5. **BANKERS**  
DIAMOND BANK PLC  
GUARANTY TRUST BANK PLC
  
6. **AUDITORS**  
DEBAYO AJAYI & CO  
(Chartered Accountants)  
24, Oshindehin Street,  
Off Akilo Road,  
Ikeja – Lagos.



## **PARADIGM INITIATIVE 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, 2014.

### **PRINCIPAL ACTIVITY**

*Paradigm Initiative for Information Technology Development* is an organisation registered under Nigeria Companies and Allied Matters Decree as an Incorporated Trustee. It is an NGO and charitable organization set up to empower and connect 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, 2014:

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

**PARADIGM INITIATIVE 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 May 11, ..... 2015





# DEBAYO AJAYI & CO.

(CHARTERED ACCOUNTANTS)

## REPORT OF THE AUDITORS TO THE MEMBERS OF PARADIGM INITIATIVE FOR INFORMATION TECHNOLOGY DEVELOPMENT FOR THE YEAR ENDED 31ST DECEMBER, 2014

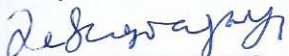
We have audited the Statement of Affairs of **PARADIGM INITIATIVE FOR INFORMATION TECHNOLOGY DEVELOPMENT** on pages 7 -12 in respect of pre-incorporation activities, which have been prepared under the historical cost convention and on the basis of the significant accounting policies set out on page 6.

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 gives a true and fair view of the state of the affairs of the Company at December 31, 2014 and have been properly prepared in accordance with the Companies Allied Matters Act, 1990.

  
**DEBAYO AJAYI & CO**  
(CHARTERED ACCOUNTANTS)

LAGOS, NIGERIA



**PARADIGM INITIATIVE FOR INFORMATION TECHNOLOGY DEVELOPMENT**

**STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES  
FOR THE YEAR ENDED DECEMBER 31, 2014**

**(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
Improvements to leasehold	20

**(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 INITIATIVE FOR INFORMATION TECHNOLOGY DEVELOPMENT**

**STATEMENT OF AFFAIRS  
FOR THE YEAR ENDED DECEMBER 31, 2014**

	NOTE	2014 N	2013
<b>FIXED ASSETS</b>			
Tangible Assets	2	22,970,373	5,269,449
<b>CURRENT ASSETS</b>			
Cash in hand / Bank	3	53,452,839	966,004
Debtors / Prepayments	4	<u>4,610,250</u>	<u>25,000</u>
		<b>58,063,089</b>	<b>991,004</b>
<b>CURRENT LIABILITIES</b>			
Creditors & Accruals	5	<u>( 120,000)</u>	<u>70,000</u>
NET CURRENT ASSETS		<u>57,943,089</u>	<u>921,004</u>
<b>TOTAL ASSETS</b>		<b><u>80,913,462</u></b>	<b><u>6,190,453</u></b>
<b>FINANCED BY:</b>			
Accumulated Fund	6	<b><u>80,913,462</u></b>	<b><u>6,190,453</u></b>

  
 ..... )  
 ..... )  
 Directors

See notes to the financial statements on pages 11 to 13



**PARADIGM INITIATIVE FOR INFORMATION TECHNOLOGY DEVELOPMENT**

**INCOME AND EXPENDITURE  
FOR THE YEAR ENDED 31ST DECEMBER, 2014**

	<i>NOTE</i>	<i>2014</i> <i>N</i>	<i>2013</i> <i>N</i>
<b>INCOME</b>			
Grants	7	87,877,616	17,968,046
Consulting	8	72,911,848	25,269,798
Donations	9	1,700,000	4,393,013
Ajgunle 10%		361,700	402,202
Investment income		710,231	-
Exchange difference	10	<u>3,348,599</u>	<u>6,758</u>
		<b><u>166,909,994</u></b>	<b><u>48,039,817</u></b>
<b>PROGRAM COSTS</b>			
Misspin		-	484,800
Google		-	338,160
NGO connect		978,000	627,130
Campaign for tobacco free kids		14,796,157	14,504,205
Internews		2,707,280	14,711,750
Techie Entrepreneurial Nigeria Talented		6,329,006	2,286,829
Civicus		1,824,197	-
Ajgunle.org		373,000	-
Tent Angel Investment Scheme		353,220	-
Digital Jobs Project		16,940,786	-
Net Mundial		722,547	-
IPT		7,819,658	-
AITEC		389,720	-
Association of Progressive Communication		<u>274,000</u>	<u>1,825,210</u>
		<b><u>53,507,571</u></b>	<b><u>34,778,083</u></b>

**PARADIGM INITIATIVE FOR INFORMATION TECHNOLOGY DEVELOPMENT**

**INCOME AND EXPENDITURE CONTD  
FOR THE YEAR ENDED 31ST DECEMBER, 2014**

	<b>2014</b>	<b>2013</b>
	<b>N</b>	<b>N</b>
<b>EXPENDITURE: OPERATIONS</b>		
Salaries & Wages	19,206,425	2,437,937
Repairs & Maintenance	719,000	653,760
Office Stationeries	470,100	147,000
Rent	1,558,000	-
Courier Service/Bulk SMS	92,197	113,433
Depreciation	5,045,921	929,903
Bank Charges	1,198,846	987,333
Professional Services	886,000	70,000
Office cleaning	9,550	25,000
Transportation	4,474,543	-
Entertainment	380,520	439,330
Internet Service	529,146	268,500
Alumni forum	-	160,000
Town hall meeting	331,000	249,580
Telephone expenses	379,250	79,800
Office supply	162,485	24,600
Electricity	46,530	-
Advertising	62,543	-
Motor vehicle running expenses	572,433	-
Fuel & lubricants	1,197,900	-
General expenses	<u>1,357,025</u>	<u>485,104</u>
	<b><u>38,679,414</u></b>	<b><u>7,071,280</u></b>
<b>Total Expenditure</b>	<b><u>92,186,985</u></b>	<b><u>41,849,364</u></b>
Excess of Income over Expenditure	<b><u>74,723,009</u></b>	<b><u>6,190,453</u></b>



**PARADIGM INITIATIVE FOR INFORMATION TECHNOLOGY DEVELOPMENT**

**NOTES TO THE ACCOUNTS  
AS AT 31ST DECEMBER, 2014**

**1. CORPORATE STRUCTURE AND BUSINESS**

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

**2. TANGIBLE FIXED ASSETS**

<b><u>COST</u></b>	<b>FURNITURE &amp; EQUIPMENT N</b>	<b>IMPROVEMENT TO LEASEHOLD N</b>	<b>MOTOR VEHICLE</b>	<b>TOTAL</b>
As at 1/1/2014	6,087,352	112,000	-	6,199,352
Additions during the year	<u>3,073,820</u>	<u>17,413,025</u>	<u>2,260,000</u>	<u>22,746,845</u>
As at 31/12/2014	<u>9,161,172</u>	<u>17,525,025</u>	<u>2,260,000</u>	<u>28,946,197</u>
<b><u>DEPRECIATION</u></b>				
As at 1/1/2014	913,103	16,800	-	929,903
Charge for the year	<u>2,290,293</u>	<u>2,190,628</u>	<u>565,000</u>	<u>5,045,921</u>
As at 31/12/2014	<u>3,203,396</u>	<u>2,207,428</u>	<u>565,000</u>	<u>5,975,824</u>
<b><u>NET BOOK VALUE</u></b>				
As at 31/12/2014	<u>5,957,776</u>	<u>15,317,597</u>	<u>1,695,000</u>	<u>22,970,373</u>
As at 31/12/2013	<u>5,174,249</u>	<u>95,200</u>	<u>-</u>	<u>5,269,449</u>

N12,780,995 out of additions to Improvement to Leasehold during the year were financed by Rockfellers Foundation and these were included in the fixed assets schedule because they are capital expenditure in nature and their benefits are accruable to the company over a period exceeding one year.

	<b>2014 N</b>	<b>2013 N</b>
<b>3. BANK AND CASH</b>		
i. Diamond Bank Plc	94,163	-
ii. GTB		
* Naira account	8,556,455	612,329
* Dollar account (\$266,213.13)	44,723,806	353,675
iii. Cash at hand	<u>78,415</u>	<u>-</u>
	<u>53,452,839</u>	<u>966,004</u>



**PARADIGM INITIATIVE FOR INFORMATION TECHNOLOGY DEVELOPMENT**

**NOTES TO THE ACCOUNT CONTD  
AS AT 31ST DECEMBER, 2014**

	<b>2014</b>	<b>2013</b>
	<b>N</b>	<b>N</b>
<b>4. DEBTORS / PLEDGES</b>		
Prepaid Rents	4,610,250	-
Staff Debtors	-	25,000
	<u>4,610,250</u>	<u>25,000</u>
<b>5. CREDITORS / ACCRUALS</b>		
Accrued Audit Fee	<u>120,000</u>	<u>70,000</u>
<b>5. ACCUMULATED FUNDS</b>		
At January 1,	6,190,453	-
Excess of Income over Expenditure	74,723,009	6,190,453
At December 31,	<u>80,913,462</u>	<u>6,190,453</u>
<b>6. INCOME</b>		
<p>The major sources of income of the NGO are through consulting services/donations/ contributions/ grants from notable foundations, charitable organizations and individuals within and outside Nigeria.</p>		
<b>7. GRANTS</b>		
Internews	3,775,136	15,277,040
Rockfellers Foundation	84,102,480	-
World Wide Web Foundation	-	577,500
Google	-	2,113,506
	<u>87,877,616</u>	<u>17,968,046</u>
<b>8. CONSULTING</b>		
Campaign for tobacco free kids	34,436,136	21,498,510
Diamond Project	3,500,000	-
Microsoft Nigeria	5,040,000	660,000
Google	26,628,000	-
Civicus	2,244,926	-
Group Investment	1,062,786	-
Association of Progressive Communication	-	3,111,288
	<u>72,911,848</u>	<u>25,269,798</u>

**PARADIGM INITIATIVE FOR INFORMATION TECHNOLOGY DEVELOPMENT**

**NOTES TO THE ACCOUNT CONTD  
AS AT 31ST DECEMBER, 2014**

	<b>2014</b>	<b>2013</b>
	<b>N</b>	<b>N</b>
<b>9. DONATIONS</b>		
Directors	-	4,300,800
Remita STP Transit Account	1,000,000	-
Future Generation Entrepreneurship	600,000	-
Others	<u>100,000</u>	<u>92,213</u>
	<b><u>1,700,000</u></b>	<b><u>4,393,013</u></b>

**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 :- N168 - \$1 (2013 : N157 - \$1)