



# **RURAL EVANGELISM DEVELOPMENT PROJECT**

## **AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022**

### **Owiredu-Yeboah Consult**

Chartered Accountant,  
Location: Accra: Sahara Dansoman  
P. O. Box AN, 7872 Accra - North  
Kumasi: Adako Jackie Junction  
P. O. Box KS 18339, Adum - Kumasi  
Website: [www.owireduyeboahconsult.com](http://www.owireduyeboahconsult.com)  
E-mail: [info@owireduyeboahconsult.com](mailto:info@owireduyeboahconsult.com)  
Office: 0208-787 232 / 0504-014 582 / 0542 116 093

# **Rural Evangelism Development Project**

## **Financial Statements**

**For the year ended 31st December, 2022**

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# **Rural Evangelism Development Project**

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## **Corporate information**

### **Board of Directors**

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Ev. Lawrence K. Oduro	Board Chairman
Mr. Jack Oduro	Vice Chairman
Mr. John Ankomah	Member
Mr. Ken Dadzie	Member
Mr. Dan Ackom	Member
Mr. Sampson Graves	Member
Mr. Gerald Boamah	Member
Mr. Francis Bukroh	

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### **Secretary**

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**Mr. Ken Dadzie**

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### **Registered office and address**

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Unnumbered Plot Ateiku  
Near Church of Christ Mission, Ateiku  
Wasa Amenfi East, Western Region  
P.O.Box 6, Ateiku

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### **Bankers**

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EcoBank Ghana Limited

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### **Auditors**

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Owiredu-Yeboah Consult  
Chartered Accountants  
Hse. No. 12 Kofi Adotei Road, Sahara - Dansoman  
P.O.Box 7872, Accra-North  
Telephone : 0244668786

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**Rural Evangelism Development Project**

The Directors present herewith the audited financial statements of the organization for the year ended 31st December, 2022

**Statement of Responsibilities**

The Directors are responsible for the preparation of the financial statements for each of the financial year which gives a true and fair view of the state of the financial affairs of the organization, its income and expenditure and cash flows for that year.

In preparing the financial statements, the Directors have selected suitable accounting policies and applied them consistently, made judgements and estimates that are reasonable and prudent and followed IFRS for SMEs.

The Directors accept responsibility for the maintenance of accounting records that may be relied upon in the preparation of the financial statements, as well as adequate systems of internal financial control, and also responsible for the safeguarding the assets of the organization and taking reasonable steps for the preparation and detection of fraud and other irregularities

Nothing has come to the attention of the Directors that the organization will not remain a going concern for at least twelve months from the date of this statement.

**Nature of Business**

The principal activity of the organization did not change during the year.

**Results from Operations**

The results from operations for the year are presented in the financial statements.

**Auditors**

In accordance with section 139(5) of the Companies Act 2019 (Act 992), Owiredu-Yeboah Consult will continue in office as auditors of the organization

**Approval of Financial Statements**

The Financial Statements were approved by the Directors and signed on:.....2024

.....  
**Director**

.....  
**Director**



# OWIREDU-YEBOAH CONSULT

*Chartered Accountants*

Website: [www.owireduyeboahconsult.com](http://www.owireduyeboahconsult.com) Email: [info@owireduyeboahconsult.com](mailto:info@owireduyeboahconsult.com),  
Location: Accra: Sahara Dansoman P.o.Box An 7872 Accra - North,  
Kumasi: Adako Jachie Junction P. O . Box KS 18339, Adum- Kumasi  
Office: 0208 787232 / 0504 014582 / 0542 116093

## **Independent Auditors Report**

**To the members of Rural Evangelism Development Project**

## **Report of the Audit of the Financial Statements**

### **Opinion**

We have audited the financial statements of Rural Evangelism Development Project, which comprise the statement of financial position as at 31<sup>st</sup> December 2022, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Organization as at 31st December 2022, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standard for Small and Medium-sized Entities (IFRS for SMEs)

### **Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Organization in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IIESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Other information**

The Directors are responsible for the other information. The other information comprises the information included in the Annual Report and the directors' report, as required by the companies Act 2019 (Act 992), but does not include the financial statements and our auditors' report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements and our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

## **Responsibilities of the Directors for the Financial Statements**

The Directors are responsible for the preparation and fair presentation of the financial statements in accordance with the International Financial Reporting Standards for Small and Medium-sized Entities (IFRS for SMEs) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Organization or to cease operations, or has no realistic alternative but to do so. The Directors are responsible for overseeing the Organization's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
  - Conclude on the appropriateness of management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on Rural Evangelism Development Project's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause Health Keepers Network to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within Rural Evangelism Development Project to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with the Directors, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

#### **Report on other legal requirements**

The Companies Act, 2019 (Act 992) requires that in carrying out our audit we consider and report on the following matters. We confirm that:

- i. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- ii. In our opinion proper books of accounts have been kept by the Organization, so far as appears from our examination of those books; and
- iii. The Organization' statement of financial position and statement of comprehensive income are in agreement with the books of account.

The engagement partner on the audit resulting in this independent's auditor's report is  
**Eugene Owiredu-Yeboah (ICAG /P/1229)**



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*Owiredu-Yeboah Consult*  
*ICAG /F/2023/144*  
*Chartered Accountants*  
*P.O.Box AN7872, Accra North*  
*No. 12 Kofi Adotei Road, Sahara-Dansoman*

Date..... 26 - 03 - 2024

# **Rural Evangelism Development Project**

## **Statement of Income and Expenditure and Accumulated Fund** **For the year ended 31st December, 2022**

	Notes	2022 GH¢	2021 GH¢
Income	3	1,786,359	1,381,118
Expenditure	4	1,453,239	784,587
<b>Surplus for the year</b>		<b>333,120</b>	<b>596,531</b>

	2022 GH¢	2021 GH¢
<b>Accummulated Fund</b>		
As at 1 January	187,127	(409,404)
Surplus for the year	333,120	596,531
<b>As at 31 December</b>	<b>520,247</b>	<b>187,127</b>



# Rural Evangelism Development Project

## Statement of financial position

As at 31st December 2022

	Notes	2022 GH¢	2021 GH¢
<b>Non-Current Assets</b>			
Property, Plant & Equipment	5	3,836,046	3,185,876
<b>Current Assets</b>			
Cash and Cash Equivalents	6	8,279	10,782
<b>Total Assets</b>		<b>3,844,325</b>	<b>3,196,658</b>
<b>Fund</b>			
Accumulated fund		520,247	187,127
<b>Non-Current Liabilities</b>			
Shareholders loan	7	3,064,778	2,728,232
<b>Current Liabilities</b>			
Trade and other payables	8	259,300	281,300
<b>Total Fund and Liabilities</b>		<b>3,844,325</b>	<b>3,196,658</b>

The financial statements were approved by the Board of Directors and signed on its behalf by:

Director.....

Director.....

Date.....

Date.....

# Rural Evangelism Development Project

## Statement of cashflows

For the year ended 31st December 2022

	2022 GH¢	2021 GH¢
Surplus / (Deficit) for the year	333,120	596,531
<b>Adjustment for:</b>		
Depreciation/ Amortization	110,881	101,896
<b>Operating Profit before Working Capital Changes</b>	<b>444,001</b>	<b>698,427</b>
Changes in trade and other payables	(22,000)	-
<b>Cash generated from Operating Activities</b>	<b>422,001</b>	<b>698,427</b>
<b>Net Cash generated from Operating Activities</b>	<b>422,001</b>	<b>698,427</b>
<b>Investing Activities</b>		
Purchase of Property, Plant and Equipment (WIP)	(761,052)	(1,000,000)
<b>Net Cash used before Financing Activities</b>	<b>(761,052)</b>	<b>(1,000,000)</b>
<b>Financing Activities</b>		
Shareholders Loan	336,546	306,156
<b>Net Cash used in Financing Activities</b>	<b>336,546</b>	<b>306,156</b>
<b>Cash and cash equivalent</b>	<b>(2,504)</b>	<b>4,583</b>
<b>Movement in cash and cash equivalents</b>		
Cash & Cash Equivalents b/f	10,782	6,200
Cash & Cash Equivalents	(2,504)	4,582
	<b>8,278</b>	<b>10,782</b>
<b>Analysis of cash and cash equivalents</b>		
Cash at Bank	8,278	10,782
Bank Overdraft	-	-
	<b>8,278</b>	<b>10,782</b>

**Rural Evangelism Development Project**  
**Notes to the Accounts**  
**For the year ended 31<sup>st</sup> December, 2022**

**1. Reporting Entity**

Rural Evangelism Development Project is a local Non-Governmental Organization (NGO) registered and domiciled in Ghana.

**2. Summary of significant accounting policies**

The following are the principal accounting policies adopted by the company in the preparation of the financial statements:

**(a) Basis of preparation**

These financial statements have been prepared under the historical cost convention and in accordance with International Financial Reporting Standards and Medium-Sized (IFRS for SMEs). They have been prepared under the historical cost convention, as modified by the revaluation of investment property, biological assets and derivative financial instruments at fair value.

The preparation of financial statements in conformity with the IFRS for SMEs requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. Areas involving a higher degree of judgement or complexity, or areas where assumptions and estimations are significant to the financial statements, are disclosed appropriately

**(b) Property, Plant & Equipment**

Fixed assets acquired during the year were expense and written off in the income and expenditure statement. As such, no depreciation has been charged for the period.

**(c) Trade and other receivables**

Accounts receivable are carried at original invoice value less an estimate made for doubtful debts based on all outstanding amounts at the year end. Bad debts are written off in the year in which they are identified.

**(d) Cash and cash equivalents**

Cash and cash equivalents are carried in the statement of financial position at cost. For the purposes of the statement of cash flows, cash and cash equivalents comprise cash on hand, deposits held with banks and bank overdrafts.

**(e) Foreign currency transactions**

Transactions in foreign currencies during the period are converted into Ghana cedi at the prevailing rates of exchange at the transaction date.

Monetary assets and liabilities denominated in foreign currencies are translated into Ghana cedi at the rates of exchange at the statement of financial position date. The resulting gains and losses are dealt with in the statement of income and expenditure.

**(f) Trade and other payables**

Accounts payable are recognised when an obligation to settle is established. They are stated at their nominal value.

Provisions are recognised when the organization has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate of the amount can be made.

**(g) Contingent Liabilities**

There were no contingent liabilities at the end of the reporting period

**(h) Commitments**

There was no commitment for capital expenditure entered into but not provided for by the end of the reporting period.

**(i) Post balance sheet events**

No event occurred after the balance sheet period which requires adjustments and likely to affect the financial statements

**(j) Employment Benefit**

The cost of all employee benefits is recognized during the period in which the employee renders the related service. The provisions for employee entitlements to wages, salaries annual and sick leave represent the amount which the organization has a present obligation to pay as a result of the employees' services provided to the reporting date. The organization contributes 13.50% of basic salary to a National Pensions Scheme and the contribution is charged to the Income and expenditure account as part of Personnel expenses

# Rural Evangelism Development Project

## Notes to the Financial Statements

	2022 GH¢	2021 GH¢
<b>3. Income</b>		
Foreign Aid	810,701	469,400
Tuition fees SHS	888,200	87,408
Tuition fees -Basic	87,458	824,310
<b>Total Available Funds</b>	<b>1,786,359</b>	<b>1,381,118</b>

	2022 GH¢	2021 GH¢
<b>4. Administrative expenses</b>		
Staff cost	345,391	86,726
Meal for staffs and Boarders	63,820	65,740
Motor vehicle running	14,125	5,025
Travel & Transportation	2,961	7,345
Utilities	13,000	28,150
Communication	5,764	360
Generator expenses	14,075	13,659
Printing & stationery	14,152	1,111
Scholarship	139,600	-
Audit fees	10,000	8,000
Cleaning & sanitation	6,763	10,128
Seminars & workshops	-	3,370
Repairs & maintenance	23,685	24,613
Office supplies & expenses	-	3,862
Donations	13,440	4,520
Preachers Allowances	317,590	-
School of Evangelism	73,763	49,870
Foodstuffs	108,000	90,000
License & Registration	5,080	-
Medicals	1,290	23,865
R.E.D.P Programme	158,269	256,347
Other Expenses	11,590	-
Depreciation	110,881	101,896
	<b>1,453,239</b>	<b>784,587</b>

# Rural Evangelism Development Project

## Notes to the Financial Statements

### 5. Property, plant & equipment

Cost	Buildings GH¢	Equipment GH¢	Furniture & fittings GH¢	Computer GH¢	Motor vehicle GH¢	Totals GH¢
1/1/2022	2,900,000	400,000	125,000	90,000	140,000	3,655,000
Additions	709,880	51,172	-	-	-	761,052
<b>31/12/22</b>	<b>3,609,880</b>	<b>451,172</b>	<b>125,000</b>	<b>90,000</b>	<b>140,000</b>	<b>4,416,052</b>

### Depreciation

1/1/2022	146,071	84,379	84,040	60,509	94,125	469,124
Charged	69,276	18,340	8,192	5,898	9,175	110,881
<b>31/12/22</b>	<b>215,347</b>	<b>102,719</b>	<b>92,232</b>	<b>66,407</b>	<b>103,300</b>	<b>580,005</b>

### Net book value

<b>31/12/22</b>	<b>3,394,532</b>	<b>348,453</b>	<b>32,768</b>	<b>23,593</b>	<b>36,700</b>	<b>3,836,046</b>
31/12/2021	2,753,929	315,621	40,960	29,491	45,875	3,185,876

## Rural Evangelism Development Project

### Notes to the Financial Statements

	2022	2021
	GH¢	GH¢
<b>6. Cash and Cash Equivalent</b>		
Bank	4,582	3,720
Cash	3,697	2,480
	<b>8,279</b>	<b>6,200</b>

### **7. Shareholders loan**

These are additional loan from shareholders and are given free of interest. They are given to support and boost the operation of the business and are to be paid back to the directors without interest.

	2022	2021
	GH¢	GH¢
Shareholders Loan	3,064,778	2,728,232
	<b>3,064,778</b>	<b>2,728,232</b>

	2022	2021
	GH¢	GH¢
<b>8. Trade and other payables</b>		
Audit fees	10,000	32,000
Other creditors	249,300	249,300
	<b>259,300</b>	<b>281,300</b>