DOMINICA RED CROSS SOCIETY
Financial Statements
For the Year Ended December 31, 2021
(Expressed in Eastern Caribbean Dollars)

DOMINICA RED CROSS SOCIETY

AUDITORS' REPORT

To the Members of Dominica Red Cross Society

Opinion

We have audited the financial statements of Dominica Red Cross Society set out on pages 3 to 10.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Dominica Red Cross Society as at December 31, 2021, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of Dominica Red Cross Society in accordance with the International Ethics Standards Board of Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Dominica, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged With Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with 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, management is responsible for assessing the Society'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 management either intends to liquidate the Society or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Society's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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.

KPB CHARTERED ACCOUNTANTS
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AUDITORS' REPORT CONT'D

Auditors' Responsibilities for the Audit of the Financial Statements Cont'd

As part of an audit in accordance with the 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 Company'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 the Society's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Society 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.

We communicate with those charged with governance regarding, 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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Roseau, Dominica
July 5, 2022

DOMINICA RED CROSS SOCIETY
Statement of Financial Position
As at December 31, 2021

	Notes	2021 EC$	2020 EC$
ASSETS			
Non Current Assets			
Fixed Assets	6	1,793,162	1,683,717
		1,793,162	1,683,717
Current Assets			
Inventories	5	9,463	10,984
Fixed assets prepaid		-	39,000
Accounts receivable		4,652	6,245
Cash - Unrestricted	3	282,306	268,365
- Restricted	4	174,348	38,071
		470,769	362,665
Total Assets		2,263,931	2,046,382
LIABILITIES			
Current Liabilities			
Accounts payable		4,370	4,370
Deposit on rental		-	200
		4,370	4,570
Capital grant	7	75,844	-
TOTAL LIABILITIES		80,214	4,570
SOCIETY'S EQUITY			
Revaluation surplus	6	1,170,540	1,170,540
Accumulated surplus		1,013,177	871,272
		2,183,717	2,041,812
TOTAL EQUITY AND LIABILITIES		2,263,931	2,046,382

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

SIGNED ON BEHALF OF THE SOCIETY ON JULY 5, 2022

President **Treasurer**

DOMINICA RED CROSS SOCIETY
Statement of Comprehensive Income
For the Year Ended December 31, 2021

	2021 EC$	2020 EC$
Income		
Revenue grants for salary, workshops, first-aid supplies, training and special projects	1,038,872	950,637
Capital grant Amortized	18,961	-
Profit on sale of scrapped motor vehicle	-	6,000
Use of ambulance	7,708	12,169
Rental of furniture and equipment	3,479	2,885
First aid station fees	2,100	12,150
Sale of first aid kits and manuals	2,955	3,390
Training fees	28,155	18,925
Rental of building	2,175	460
Membership dues	885	2,280
Bank interest	10,147	1,625
Others	229,931	41,213
Donations	85,915	-
Subvention	16,500	16,500
	1,447,783	1,068,234
Expenses		
Training workshop, disaster relief and project activities	659,100	444,342
Salaries & social security	406,335	512,987
Depreciation	63,923	29,923
Repairs & maintenance	25,741	18,115
Motor vehicle expense	21,296	15,049
Utilities	19,305	16,373
Audit	4,370	4,370
Stationery and office supplies	64,831	13,394
Printing	22,402	80,811
Bank charges and interest	2,467	2,140
Telecommunications and postage	24,983	35,331
Travel and accommodation	2,537	6,551
	1,317,290	1,179,386
TOTAL COMPREHENSIVE SURPLUS / (LOSS) FOR THE YEAR	130,493	(111,152)

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

DOMINICA RED CROSS SOCIETY
Statement of Changes in Equity
For the Year Ended December 31, 2021

	REVALUATION SURPLUS EC$	ACCUMULATED SURPLUS EC$	TOTAL EC$
Beginning balance - December 31, 2017	1,170,540	1,252,472	2,423,012
Prior year adjustment	-	(17,737)	(17,737)
Total comprehensive loss for the year	-	(98,781)	(98,781)
Balance - December 31, 2018	1,170,540	1,135,954	2,306,494
Prior year adjustment	-	(2,955)	(2,955)
Total comprehensive loss for the year	-	(150,575)	(150,575)
Balance - December 31, 2019	1,170,540	982,424	2,152,964
Total comprehensive loss for the year	-	(111,152)	(111,152)
Balance - December 31, 2020	1,170,540	871,272	2,041,812
Prior year adjustment	-	11,412	11,412
Total comprehensive surplus for the year	-	130,493	130,493
Balance - December 31, 2021	1,170,540	1,013,177	2,183,717

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

DOMINICA RED CROSS SOCIETY
Statement of Cash Flows
For the Year Ended December 31, 2021

	2021 EC$	2020 EC$
FUNDS FROM OPERATIONS		
Income / (Loss) for the year	130,493	(111,152)
Add back of items not affecting funds:		
Depreciation	63,923	29,923
Prior year adjustment	11,412	-
Capital grants amortized	(18,961)	-
	186,867	(81,229)
FUNDS FROM NON CASH WORKING CAPITAL ITEMS		
Decrease /(Increase) in inventories	1,521	(10,984)
Fixed asset prepaid	39,000	(39,000)
(Decrease)/increase in accounts payable	(200)	(3,083)
Decrease in loan to IFRC	-	55,755
Decrease / (Increase) in accounts receivable	1,593	(5,690)
Net cash from operating activities	228,781	(84,231)
CASH FLOW USED FROM INVESTING ACTIVITIES		
Acquisition of fixed assets	(173,368)	(31,068)
Net cash from investing activities	(173,368)	(31,068)
CASH FLOW FROM FINANCING ACTIVITY		
Capital grant received	94,805	-
Net cash from financing activity	94,805	-
Net change in cash	150,218	(115,299)
CASH AND CASH EQUIVALENT - Beginning of year	306,436	421,735
CASH AND CASH EQUIVALENT - End of year	456,654	306,436

CASH AND CASH EQUIVALENT CONSIST OF THE FOLLOWING:

	As At 31/12/2021	As At 31/12/2020
Cash at Bank	456,654	306,436

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

1. INCORPORATION AND PRINCIPAL ACTIVITY

The Dominica Red Cross Society is a volunteer-based organisation which provides emergency relief and humanitarian services to the public. It is a member of the International Federation of Red Cross, Red Crescent Societies and International Committee of the Red Cross.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

These financial statements are prepared in accordance with International Financial Reporting Standards for small and medium sized entities (IFRS for SMEs). They have been prepared under the historical cost convention. The preparation of financial statements in conformity with 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 Society's accounting policies.

(b) Depreciation and amortization

Fixed assets are depreciated on a straight line basis at rates which are expected to write the cost of the assets off over their estimated useful lives as follows:

Building	2%
Motor vehicles	20%
Radio equipment	20%
Furniture and fittings	14% - 20%

(c) Capital and Revenue Grants

Capital grants are deferred and allocated to income at the same rate as the depreciation on the fixed assets financed by the grants.

Revenue Grants are taken to income in the year in which the related expenditure is incurred.

(d) Inventories

Inventories are stated at the lower of cost and net realizable value.

(e) Foreign Currencies

Assets and liabilities expressed in foreign currencies are translated into Eastern Caribbean dollars at rates of exchange ruling on the balance sheet date. Transactions arising during the year involving foreign currencies have been translated at rates prevailing on the dates of the transaction. Differences arising from fluctuations in exchange rates are included in the statement of income and accumulated fund.

2. SIGNIFICANT ACCOUNTING POLICIES CONT'D

(e) Foreign Currencies

Assets and liabilities expressed in foreign currencies are translated into Eastern Caribbean dollars at rates of exchange ruling on the balance sheet date. Transactions arising during the year involving foreign currencies have been translated at rates prevailing on the dates of the transaction. Differences arising from fluctuations in exchange rates are included in the statement of income and accumulated fund.

(f) Comparative Figures

Certain prior year's comparative figures were reclassified to conform to the current year's presentation.

3. CASH AND CASH EQUIVALENTS

This comprises:

		2021 EC$	2020 EC$
Cash on hand		-	2,150
National Bank of Dominica A/C#706926-3		2,647	91
National Bank of Dominica A/C#100108-0		218,951	114,797
National Bank of Dominica A/C#101534-6		10,806	8,323
National Bank of Dominica A/C#102199-7		50,552	56,401
First Caribbean Int'l Bank A/C #1141097		126,442	88,563
First Caribbean Int'l Bank A/C#4123448		47,256	36,111
		456,654	306,436
Cash - unrestricted		282,306	268,365
Cash - restricted	(Note 4)	174,348	38,071
		456,654	306,436

4. CASH RESTRICTED

	2021 EC$	2020 EC$
OFDA/USAID Project	2,940	29,748
COVID19 Project	10,806	8,323
Japanese Grant	2,647	-
Solidarity Fund	50,552	-
Nestle Project	21,582	-
Italian Red Cross Project	85,821	-
	174,348	38,071

5. INVENTORIES

Inventories comprise of donated goods for resale.

6 PROPERTY, PLANT AND EQUIPMENT

	Land $	Building $	Motor Vehicles $	Furniture/ Fixtures & Equipment $	Radio Equipment $	Total $
Cost/Valuation						
Beginning of Year	754,140	945,860	432,390	388,012	104,530	2,624,932
Additions	-	-	170,263	3,105	-	173,368
End of Year	754,140	945,860	602,653	391,117	104,530	2,798,300
Accumulated Depreciation						
Beginning of Year	-	56,751	432,390	347,544	104,530	941,215
Charge for the year	-	18,917	34,000	11,006	-	63,923
End of Year	-	75,668	466,390	358,550	104,530	1,005,138
Net Book Value						
December 31, 2020	754,140	889,109	-	40,468	-	1,683,717
December 31, 2021	754,140	870,192	136,263	32,567	-	1,793,162

A revaluation of land & building was done on August 15, 1991 by Mr. Cecil Harris, Civil Engineer with subsequent additions at cost. The Directors took a decision to incorporate it in the financial statements.

7. CAPITAL GRANT

	2021 EC$	2020 EC$
Embassy of Japan in Trinidad & Tobago Grant for provision of minibus	94,805	-
Less: Amortization	18,961	-
Unamortized balance	75,844	-