

TRINITY DOMUS COMMUNITIES

FINANCIAL STATEMENTS

(with auditors' report thereon)

May 31, 2019

GARISON & CO.

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TRINITY DOMUS COMMUNITIES

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INDEPENDENT AUDITORS' REPORT

To The Members of TRINITY DOMUS COMMUNITIES

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Trinity Domus Communities (the Company) which comprise the statement of financial position as at May 31, 2019, the statement of comprehensive income and accumulated deficit 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 present fairly, in all material respects, the financial position of Trinity Domus Communities as at May 31, 2019, and its financial performance and its cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities (IFRS for SME's).

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 the Company in accordance with the International Ethics Standards Board for 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 the Republic of Trinidad and Tobago, and we have fulfilled our other ethical responsibilities in accordance with these requirements and with 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 the 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 Company'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 Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company'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.

INDEPENDENT AUDITORS' REPORT

To The Members of
TRINITY DOMUS COMMUNITIES

Report on the Audit of the Financial Statements

Auditors' Responsibilities for the Audit of the 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 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 Company'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 Company 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.

GARISON & CO

Port of Spain
TRINIDAD
W.I.

February 27, 2020.

TRINITY DOMUS COMMUNITIES

STATEMENT OF FINANCIAL POSITION

as at May 31, 2019

<u>ASSETS</u>	<u>Notes</u>	<u>2019</u>	<u>2018</u>
<u>CURRENT ASSETS</u>			
Cash at Bank	5	\$ 826,241	888,786
Total Current Assets		<u>826,241</u>	<u>888,786</u>
TOTAL ASSETS		<u>\$ 826,241</u>	<u>888,786</u>
<u>CAPITAL AND LIABILITIES</u>			
<u>CONTRIBUTED CAPITAL AND ACCUMULATED DEFICIT</u>			
Contributed Capital	6	\$ 480	300
Accumulated Deficit		(2,065)	(24,277)
Total Contributed Capital and Accumulated Deficit		<u>(1,585)</u>	<u>(23,977)</u>
<u>CURRENT LIABILITIES</u>			
Unspent Funds		16,252	829,384
Taxation Payable		179	-
Accounts Payable and Accruals		802,395	34,829
Advance of Membership Fees		9,000	48,550
Total Current Liabilities		<u>827,826</u>	<u>912,763</u>
TOTAL CAPITAL AND LIABILITIES		<u>\$ 826,241</u>	<u>888,786</u>

The accompanying notes form an integral part of the Financial Statements



Rabindra Jaggernaut
Director



Robert Alleyne
Treasurer

TRINITY DOMUS COMMUNITIES

STATEMENT OF COMPREHENSIVE INCOME AND ACCUMULATED DEFICIT

for the year ended May 31, 2019

	<u>Notes</u>	<u>2019</u>	<u>2018</u>
<u>INCOME</u>			
Membership Fees		\$ 55,070	-
Donations		3,672	-
Total Income		<u>58,742</u>	<u>-</u>
 <u>EXPENDITURE</u>			
Operating Expenses		(25,172)	(11,792)
Project Cost Surplus / (Expense)		446	(4,649)
Professional Fees	7	(11,625)	(5,000)
Total Expenditure		<u>(36,351)</u>	<u>(21,441)</u>
TOTAL EXPENSES		<u>(36,351)</u>	<u>(21,441)</u>
Exchange Gain		-	2,071
Taxation Expense		<u>(179)</u>	<u>-</u>
Surplus / (Deficit) for the year		22,212	(19,370)
Accumulated Deficit at beginning of year		(24,277)	(4,907)
Accumulated Deficit at end of year		<u>\$ (2,065)</u>	<u>(24,277)</u>

The accompanying notes form an integral part of the Financial Statements

TRINITY DOMUS COMMUNITIES

STATEMENT OF CASH FLOWS

for the year ended May 31, 2019

<u>Operating Activities</u>	<u>2019</u>	<u>2018</u>
Net Surplus / (Deficit) for the year	\$ 22,212	(19,370)
Adjustments for:		
Exchange Gain	-	(2,071)
Taxation Payable	179	-
Accounts Payable and Accruals	767,566	11,409
Net Cash provided by / (used in) Operating Activities	<u>789,957</u>	<u>(10,032)</u>
Financing Activities		
Net Unspent Funds	(813,132)	11,612
Membership Fees Received in Advance	(39,550)	5,630
Capital Contributions	180	120
Net Cash (used in) / provided by Financing Activities	<u>(852,502)</u>	<u>17,362</u>
Net Cash Flows	(62,545)	7,330
Cash and Cash Equivalents at beginning of year	888,786	879,385
Foreign Currency Translation Gain	-	2,071
Cash and Cash Equivalents at end of year	<u>\$ 826,241</u>	<u>888,786</u>
Cash and Cash Equivalents Represented by		
Cash at Bank	<u>\$ 826,241</u>	<u>888,786</u>

The accompanying notes form an integral part of the Financial Statements

TRINITY DOMUS COMMUNITIES

NOTES TO THE FINANCIAL STATEMENTS

May 31, 2019

(1) INCORPORATION AND BUSINESS ACTIVITY

Trinity Domus Communities (TDC) was incorporated as a company limited by guarantee on September 19, 2016 in the Republic of Trinidad and Tobago. The address of its registered office is 17 Tangelo Drive, Perseverance Estate, Maraval. These financial statements were authorised for issue by the Directors on February 27, 2020.

Purpose

The business of TDC is as follows:

- (a) To procure and manage financial, physical and human resources for the purpose of providing relief services in the most impoverished regions of Trinidad and Tobago to needy children (hereinafter called "assisted people") related to their physical needs, educational advancement, spiritual development, psychological health and social welfare.
- (b) To provide welfare and developmental services to assisted people in the selected regions through a network of volunteer community groups which it will help to maintain through financial support and governance.
- (c) To collaborate with local and international bodies of similar purpose and beliefs to relieve the effects of poverty among assisted people through developmental programmes and also through projects which provide temporary accommodation for emotionally and/or physically deprived children who are in urgent need of shelter, food and care.
- (d) To foster public awareness and understanding of social problems, economic impact and inter-generational issues related with the sustenance and human development of the assisted people and to advocate for remedial action and solutions to problems. Obtaining funds, mobilizing and co-coordinating available resources by the raising of money from inter alia: local and international foundations, government agencies, private sector and individual contributions, the organization of lectures, seminars and workshops and any other fundraising activities and to utilize such funds in the furtherance of the objectives of TDC.
- (e) To support any charitable associations or institutions approved by the President of Trinidad and Tobago and to subscribe or guarantee money for charitable purposes in any way connected with the purposes of TDC or calculated to further its objectives.

TRINITY DOMUS COMMUNITIES

NOTES TO THE FINANCIAL STATEMENTS

May 31, 2019

(1) INCORPORATION AND BUSINESS ACTIVITY (continued)

Funding

The primary source of funding for TDC is from grants, membership fees and donations. TDC also raises funds, and accepts contributions from specific individuals, corporate entities and the public at large for specific projects.

(2) BASIS OF PREPARATION

(a) Statement of Compliance

These financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized entities (IFRS for SMEs) issued by the International Accounting Standards Board.

(b) Basis of Measurement

These financial statements are prepared under the historical cost convention.

The preparation of financial statements in conformity with the International Financial Reporting Standard for Small and Medium-sized Entities requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results may ultimately differ from those estimates.

These financial statements are presented in Trinidad and Tobago dollars, unless otherwise stated, which is the functional currency.

(3) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of these financial statements have been applied consistently to all periods presented in the financial statements and are set out below:

(a) Payables

Liabilities for sundry and other payables which are normally settled on 30-90 day terms, are carried at cost which is the fair value of the consideration to be paid in the future for goods and services received, whether or not billed to the company.

TRINITY DOMUS COMMUNITIES

NOTES TO THE FINANCIAL STATEMENTS

May 31, 2019

(3) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(b) Provisions

Provisions are recognized when TDC 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 the amount has been reliably estimated. Provisions are not recognized for future losses.

(c) Cash and Cash Equivalents

For the purposes of the cash flow statement, cash and cash equivalents consist of cash at bank. The carrying value approximates the fair value due to its highly liquid nature.

(d) Income Recognition

Membership fees are accounted for as income in the year to which they relate. Donations are accounted for when received.

(e) Grant Funding

Grants are recognized at their fair value where there is a reasonable assurance that the grant will be received and TDC will comply with all attached conditions.

Grants related to costs are deferred in liabilities and recognised in the statement of comprehensive income over the period necessary to match them with the costs they are intended to compensate.

(f) Foreign Currency Transactions

Items included in the financial statements of TDC are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented in Trinidad and Tobago dollars which is TDC's functional and presentation currency.

Foreign currency transactions are accounted for at the exchange rates ruling at the dates of the transactions. Gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the statement of comprehensive income.

TRINITY DOMUS COMMUNITIES

NOTES TO THE FINANCIAL STATEMENTS

May 31, 2019

(3) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) Related parties

A related party is one which controls or exercises significant influence over, or is controlled or significantly influenced by, the entity in making financial and operating decisions or, along with the entity, is subject to common control or significant influence.

(h) Taxation

The tax expense for the period is current year income tax. Tax is recognized in the profit or loss. The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date.

(4) FINANCIAL INSTRUMENTS

Financial instruments carried on the statement of financial position include cash at bank and sundry payables and accruals. The particular recognition methods adopted are disclosed in the individual policy statements associated with each item where applicable. Due to the short-term nature of these balances their carrying values are assumed to approximate their fair values.

(5) CASH AT BANK

	<u>2019</u>	<u>2018</u>
Unallocated	\$ 28,719	59,402
Allocated		
Denominated in British Pounds	-	821,109
Denominated in United States Dollars	-	8,275
Denominated in Trinidad and Tobago Dollars	16,252	-
Restricted - Due to Domus UK	781,270	-
	<u>\$ 826,241</u>	<u>888,786</u>

The board of directors of TDC has mandated that certain funds be set aside for use on ongoing and future projects and not be used for the operating activities of TDC. Those funds are described as Allocated in the table above.

(6) CONTRIBUTED CAPITAL

	<u>2019</u>	<u>2018</u>
16 contributors (2018 - 10 contributors) at \$30 each	\$ <u>480</u>	<u>300</u>

TRINITY DOMUS COMMUNITIES

NOTES TO THE FINANCIAL STATEMENTS

May 31, 2019

(7) PROFESSIONAL FEES

	<u>2019</u>	<u>2018</u>
Audit Fees	\$ 5,625	5,000
Accounting Fees	6,000	-
	<u>\$ 11,625</u>	<u>5,000</u>

(8) PROJECT ACTIVITIES

TDC has engaged in one major community project, called the Matelot Project and one disaster relief project, called the Dominica Relief Fund. The following is accumulated expenditure of and funding for the projects to May 31, 2019 and 2018:

Matelot Project

	<u>2019</u>	<u>2018</u>
<i>Expenditure</i>		
School Books and Clothes	\$ 9,981	12,666
Meals	66,335	44,640
Project Management Fee	3,000	3,000
Project Manager's Expenses	580	1,722
Arima Children	-	3,555
Bank Fees and Charges Incurred	153	-
Total Expenditure	<u>\$ 80,049</u>	<u>65,583</u>

Funding

Main Local Donor	\$ 88,800	57,000
Other Donors	-	3,934
TDC Grant	7,947	4,649
Funds Provided	<u>\$ 96,747</u>	<u>65,583</u>

Dominica Relief Project

Expenditure

Grant Given	US \$ -	21,000
Bank Fees and Charges Incurred	-	483
Total Expenditure	<u>US \$ -</u>	<u>21,483</u>

Funding

Donations	<u>US \$ -</u>	<u>21,483</u>
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TRINITY DOMUS COMMUNITIES

NOTES TO THE FINANCIAL STATEMENTS

May 31, 2019

(9) UN-REMUNERATED SERVICES

TDC has benefitted from services and goods donated by various individuals and corporate entities. The following is the list of those services and goods by their nature as valued by management:

	<u>2019</u>	<u>2018</u>
Board Service - Directors	\$ 60,000	60,000
Administration and Management	54,000	50,000
Organisational Development	20,000	12,000
Event management and Publications	1,000	8,000
Formulation of Policies	2,500	6,000
Website Development and up-dating	1,500	5,000
Legal services (Advisory & Regulatory)	30,000	3,000
Matelot Project - Planning and management	6,000	-
Miscellaneous	1,500	1,500
Total Expenses	<u>\$ 176,500</u>	<u>145,500</u>

(10) SUBSEQUENT EVENTS

In July 6, 2019, the board of directors (the board) decided to terminate the agreement between Trinity Domus Communities and Domus UK (the grantor). The agreement expired in February 2019 and after numerous attempts were made to consult on and agree upon the General Plan, the board opted to end the relationship and return the funds not utilized. The General Plan is the document outlining the intended purpose for the funds. The funds were transferred back to the grantor in September 2019.

The funds set aside, \$781,270, were previously reflected under cash at bank (Note 5) as "Allocated" and is now shown as "Restricted". The funds have also been re-classified as a liability payable to the grantor.