

Stichting Africa eHealth Foundation

Annual financial report

for the year ended

31-12-2019

Stichting Africa eHealth Foundation
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Summary of the activities of the Africa eHealth Foundation 2019

Background

The Foundation was founded on 27th December 2016 under the name 'Stichting eCareAccess' and later changed to 'Africa eHealth Foundation'. The Foundation was granted an ANBI status on 5th of February 2018 with an effective date on 27th December 2016.

The actual activities of the Foundation started in the course of 2017 with the development of the operationalisation of the objectives and the activities. The point of departure is the vision of 'affordable quality care for all'.

The target group are NGO hospitals, generally former mission hospitals in Africa. These hospitals are often focussed at the common man, the poor and the vulnerable. Their mission is to create social impact. Within the local context, these hospitals generally deliver quality care. However, they see their support base shrinking with a rapid decline of donors. Government made arrangements that oblige these hospitals to deliver services, while the public contribution significantly lacks behind. Consequently these hospitals risk to enter in a downward spiral. New ways of working are required and new strategic directions in order to assure 'affordable quality care for all', including the disadvantaged. Generally the NGO hospitals lack chronically funds and the ability to come to a mind shift to set out a new course.

The Africa eHealth Foundation provides financial support, coaching and best practices to assist these hospitals to reach a higher level of performance and to become sustainable. From the experience it is clear that to create a lasting impact three conditions are needed:

- a sound business case
- accepted social change
- embedded triggers for continuous improvement.

Information and communication technology (ICT) is the main enabler for the 'renaissance' of the NGO hospitals. Experience learns that more is needed than technology only, as new paradigms and working practices have to be developed.

Activities in 2019

In 2019, two fields were operationalised:

- the digital transformation of an African hospital;
- the development of empowered community care and connected care as from the individual to the primary health care centres, hospitals and telemedicine services.

The digital transformation of an African hospital

The Africa eHealth Foundation wants to achieve the 'renaissance' of the NGO hospitals by supporting the existing initiatives of European medical professionals and hospitals that support African NGO hospitals and by providing additional expertise on digital transformation and innovation in health care. A number of experts participated in the development of an approach to digital transformation. The starting point was often; "What is the context, the problems mentioned and what are the questions that I pose". This hands-on approach combined with scientific insights has grown into a body of knowledge that can be used in the activities of the Foundation in the future. In 2019 a start was made with a tool to make a quick scan of the hospital performance according to five dimensions: patient satisfaction, quality of (clinical) care, costs of care, performance of health professionals, (financial) performance of the health facility. The Penta Aim concept provides a balanced view on health care from the perspective of the main stakeholders involved.

A second activity was the development of the concept of 'Continuous Improvement Cycles' (CIC) for a health facility, including outreach staff. It is a gradual improvement programme based on the principles of Kaizen and adapted to the relevant context.

Empowered Community Care

Early 2019, the Smart Empowered Community Care Programme (SECC) started in Ghana. The purpose is to make people pro-active in their health seeking behaviour and to make the health facilities more responsive to patient's needs. Empowered community care programme could become a set of best practices that are rather context independent. The roll out is planned for an urban and a rural site. The sites selected are:

- Our Lady of Grace Hospital in Asikuma Brenan (rural hospital)
- Pentecost hospital in Madina (urban hospital in Accra)

Our lady of Grace Hospital

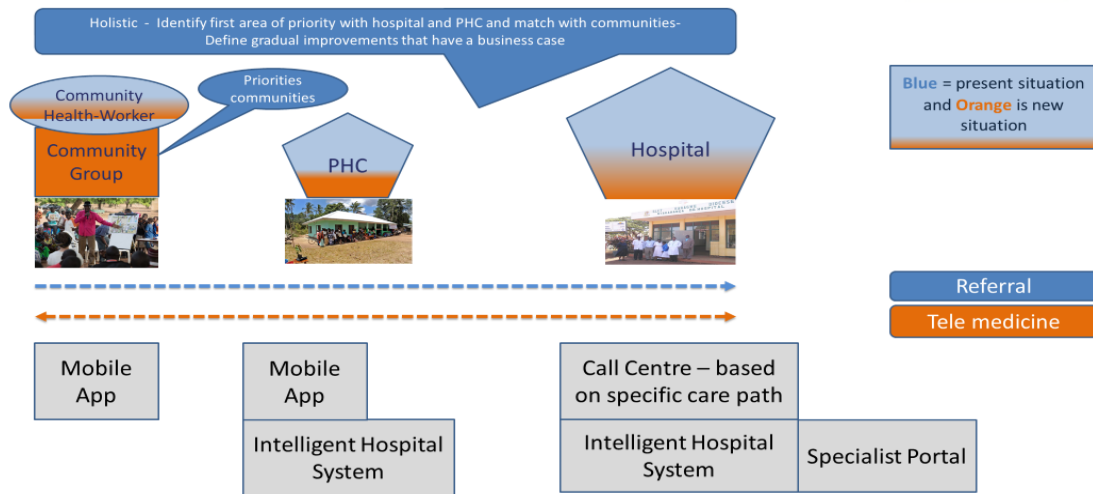
This hospital was selected in 2018 to take part in SECC. Together with the hospital staff the project has been carefully prepared in 2019, including multiple visits to both the hospital to RC secretariat in Accra as well as in Cape Coast. The launching of the project stagnated due to internal reasons. After a number of efforts to deblock the situation, a switch was made to another hospital. In May 2020, the preparation phase started for the project at the Holy Family Hospital in Nkawkaw. The hospital is setting up a project team and the Memorandum of Understanding is about to be signed. Implementation should start in July 2020.

Pentecost hospital Madina

In April 2019, the preparation started for the SECC in this hospital. This started with management sessions, preparing the software and establishing the desired connectivity. Next step was the training of the nurses and the doctor in charge of the specialist clinic. In parallel the community empowerment component started. This worked well, both with the church and the mosque involved. A remarkable finding was the stigma involved in diabetes and how the community sessions were helpful to overcome this situation and results in a better condition and a more healthy lifestyle. Community members realized the importance of lifestyle. Community health workers assisted in the community programme and provided additional education. This interaction was the stepping stone to come to define practical improvements in the workflow for education and treatment of diabetes and hyper tension patients.

The current diabetes treatment workflow as included in the supporting software was too comprehensive and a shorter version has been mapped out. The revised software was completed in December 2019. About 50% of the diabetic patients have been registered in AfyaPro.

Smart Empowered Community Care



Growing support

The PR activities are still very limited. Some fundraising activities have been initiated. A gift has been received to assist the development of another objective of the Africa eHealth Foundation; the strengthening and digital support for mental health care.

Outlook

For 2020, the emphasis is on the expansion of the network of volunteers who can provide valuable experiences and insights to advance the field of digital transformation, connected care and community empowerment. Subsequently to put this knowledge to practice in on the ground in projects in Africa.

In 2020, two fields initiated in 2018 will be further expanded and a third field will be added:

- the digital transformation of an African hospital;
- the development of empowered community care and connected care as from the individual to the primary health care centres, hospitals and telemedicine services;
- eMental Health

Also the linkage with universities and research will be further strengthened. We are confident that we can contribute to better health in Africa.

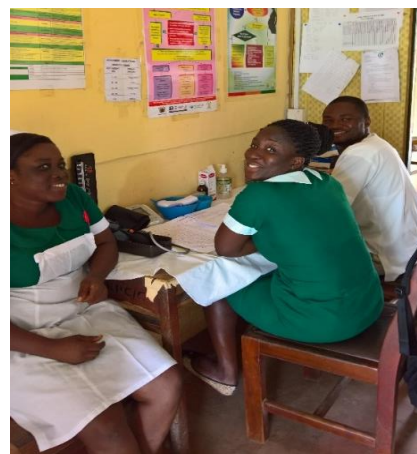
Veenendaal, 29th May 2020

The Board,
 (was signed by)

Dr. Ir. N.P. Moens

Dr. H. Vergunst

A. Fieret RA RB



Stichting Africa eHealth Foundation
Balance sheet as at 31 December 2019

	Notes	31-12-2019	31-12-2018
Actifs			
Tangible assets			
Shares in related companies	3.1	40	40
Current assets			
Cash at bank and at hand	3.2	130.848	14.547
Total actif		130.888	14.587
Passifs			
Capital and reserves			
Continuity reserve	3.3	6.874	11.139
Designated funds	3.4	<u>3.500</u>	<u>2.500</u>
		10.374	13.639
Current liabilities			
Creditors and short term payables	3.5	120.514	948
Total passif		130.888	14.587

Stichting Africa eHealth Foundation
Statement of income and expenditure 2019

	Notes	2019 Actual	2018 Actual
Income			
Income from fundraising	4.1	179.976	2.500
Total income		179.976	2.500
Expenditure			
Achievement of foundation goals	4.2	179.834	0
Fundraising	4.3	666	0
Management and administration	4.4	2.741	-144
Total expenditure		183.241	-144
Profit/loss of the year		-3.265	2.644
<i>Allocation of the annual result</i>			
Continuity reserve		-4.265	144
Designated funds		1.000	2.500
Profit/loss of the year		-3.265	2.644

Stichting Africa eHealth Foundation
Cash flow statement 2019

	2019 Actual	2018 Actual
Profit/loss of the year	-3.265	2.644
Movement in short term receivables	0	0
Movement in short term payables	119.566	-1.723
Cashflow from operations	116.301	921
Cash flow from investment activities	0	0
Financial cash flow	0	0
Cashflow of the year	116.301	921
Cash at bank and in hand at 1 January	14.547	13.626
Cash at bank and in hand at 31 December	130.848	14.547

1. History and general information

Founding date of the foundation	27.12.2016
Statutory seat	Veenendaal, Netherlands
Last change articles of incorporation	27.09.2018
ANBI status from	27.12.2016
Registration Chamber of Commerce	67670229
RSIN number	857121807

2. Activities and statutory goals

Support, development and implementation of smart digital solutions for the improvement of health care and well-being in African and other developing countries.

3. Significant accounting policies

The financial statements have been prepared in accordance with Title 9, Book 2 of the Netherlands Civil Code and with the guidelines RJ650 for fundraising organisations.

The principal accounting policies adopted are set out below.

Accounting convention

The financial statements are prepared under the historical cost convention.

Assets and liabilities

Unless presented otherwise, the relevant principle for the specific balance sheet item, assets and liabilities are presented at cost.

Financial fixed assets

Participations are valued at historical cost. The result represents the dividend declared in the reporting year, whereby dividend not distributed in cash is valued at fair value.

Receivables

Receivables are included at face value, less any provision for doubtful accounts. These provisions are determined by individual assessment of the receivables.

Principles for the determination of the result

Income

Project income is recognized in the income statement in the year in which corresponding expenses have been made. Project losses are recognized in the year in which they are foreseen.

Change in accounting policies

Until 2018 donations received for designated purposes were not included in the profit and loss account, but were recognized as amounts received in advance. From 2019 such donations have been included in the profit and loss account. Amounts not yet spent are recognized as designated funds. The comparative figures of 2018 have been changed.

	Balance 31-12-2019	Balance 31-12-2018
3.1. Shares in related companies		
Africa eHealth Solutions International B.V. (25% of sharecapital)	40	40
	40	40
3.2. Cash at bank and in hand		
Current account NL06 ABNA 0213 7322 89	19.848	14.547
Savings account NL54 ABNA 0216 1754 37	111.000	0
	130.848	14.547
3.3. Continuity reserve		
Balance at 1 January	11.139	10.995
Profit/loss of the year	-4.265	144
Balance at 31 December	6.874	11.139
3.4. Designated funds		
Balance at 1 January	2.500	0
Donations received	1.000	2.500
Expenses	0	0
Balance at 31 December	3.500	2.500
3.5. Creditors and short term payables		
Creditors	1.389	0
Contractual obligations	19.737	0
Current account Africa eHealth Solutions B.V.	0	948
Project funds received in advance	99.388	0
	120.514	948

5. Notes to the statement of income and expenditure

	2019 Actual	2018 Actual
4.1. Income from fundraising		
Individuals:		
- designated purposes	1.000	2.500
- general purposes	<u>0</u>	<u>0</u>
	1.000	2.500
Companies:		
- designated purposes	0	0
- general purposes	<u>0</u>	<u>0</u>
	0	0
Other ngo's:		
- designated purposes	178.976	0
- general purposes	<u>0</u>	<u>0</u>
	178.976	0
	179.976	2.500
4.2. Expenses achievement of foundation goals		
Smart Empowered Community Programma Ghana (SECC)	178.976	0
Furtherance of awareness	286	0
Digital support mental health	572	0
	179.834	0
4.3. Expenses for fundraising		
Fees external advisors	666	0
	666	0
4.4. Expenses for management and administration		
Office costs	0	0
PR and marketing	1.661	0
Website	0	-861
Bankfees	133	0
Costs of administration	947	0
Legal expenses	0	571
Other expenses	0	146
	2.741	-144
Other information		
<i>Payments to board members</i>		
Board members don't receive a remuneration in their capacity as board member. Expenses incurred can be reimbursed.		
<i>Expenses in relation to income from fundraising and total expenses</i>		
Cost of fundraising in % of income from fundraising	0,4%	n/a
Expenses achievement of foundation goals in % of total expenses	98,1%	0,0%
Expenses of management and administration in % of total expenses	1,5%	100,0%

Stichting Africa eHealth Foundation
Annexure 1, Smart Empowered Community Programma Ghana (SECC)

	Budget	Actual 2019		Actual	Balance
		in cash	in kind	total	
Income					
Contribution Philips Foundation	279.413	195.589	0	195.589	83.824
Contribution AEH / in kind	123.725	0	82.775	82.775	40.950
	403.138	195.589	82.775	278.364	124.774
Expenditure					
Startup and preparation	20.905	20.905	0	20.905	0
<i>Community interventions</i>					
Support community groups	9.120	4.155	0	4.155	4.965
Portal -App community groups	9.000	0	0	0	9.000
Health financing and facilitation	25.630	3.300	0	3.300	22.330
<i>Madina Site + OLGH</i>					
Hospital - Installation	82.700	9.449	0	9.449	73.251
PHC - Installation	36.908	445	0	445	36.463
Additional development	38.150	38.168	0	38.168	-18
<i>Other</i>					
Monitoring	8.400	7.686	0	7.686	714
Social impact stories and PR	14.400	2.634	0	2.634	11.766
Management and travel	34.200	9.459	0	9.459	24.741
<i>Subtotal (1)</i>	<i>279.413</i>	<i>96.201</i>	<i>0</i>	<i>96.201</i>	<i>183.212</i>
<i>In kind by Africa eHealth</i>					
Startup and detailed preparation	40.425	0	40.425	40.425	0
Monitoring and research	26.600	0	7.700	7.700	18.900
Social impact stories and PR	8.400	0	3.850	3.850	4.550
Management	48.300	0	30.800	30.800	17.500
<i>Subtotal (2)</i>	<i>123.725</i>	<i>0</i>	<i>82.775</i>	<i>82.775</i>	<i>40.950</i>
Total expenditure	403.138	96.201	82.775	178.976	224.162
Balance	0	99.388	0	99.388	-99.388