



***Sponsor A Child Through School Foundation  
Financial Statements- 31 December 2021  
Together with Trustees' and Auditors' report***



*Sponsor A Child Through School Foundation  
Financial Statements- 31 December 2021  
Together with Trustees' and Auditors report*

<b>Contents</b>	<b>Pages</b>
Corporate information	2
The trustees' report	3
Statement of trustees' responsibilities	6
Independent auditors report	7
Significant accounting policies	9
Statement of financial position	12
Statement of comprehensive income	13
Notes on the financial statements	14



*Sponsor A Child Through School Foundation  
Financial Statements- 31 December 2021  
Together with Trustees' and Auditors report*

## **CORPORATE INFORMATION**

**RC Number:** CAC/IT/NO 32761

**Registration Date:** May 19, 2009

**Trustees:**

Aruosa Osemwegie	Trustee
Nike Richie-Ogbodu	Trustee
Comfort Aruosa Osemwegie	Trustee
Sylvester Azubike Okonkwo	Trustee
Biodun Ogunleye	Trustee
Olutola Omotola	Trustee

**Secretary:**  
Nike Richie Ogbodu

14a, Karimu Kotun Street,  
Victoria Island, Lagos

**Registered Office:**

14a, Karimu Kotun Street,  
Victoria Island, Lagos

**Business Office:**

14a, Karimu Kotun Street,  
Victoria Island, Lagos

**Auditors:**

Ogedengbe Blessing & Co  
(Chartered Accountants)  
1b, Olumuyiwa Street,  
Omole Phase 1,  
Lagos.

**Bankers:**

Guaranty Trust Bank



*Sponsor A Child Through School Foundation  
Financial Statements- 31 December 2021  
Together with Trustees' and Auditors report*

## **THE TRUSTEE'S REPORT**

The Trustees present the report and audited financial statements of Sponsor a Child through School Foundation for the year ended December 31, 2021.

**(1) LEGAL FORM**

Sponsor a Child through School Foundation was registered with the Corporate Affairs Commission on 19<sup>th</sup> day of May, 2009 as corporation sole.

**(2) PRINCIPAL ACTIVITIES**

The principal activity of the Foundation is to continue to provide children sponsorship through school during the year.

**(3) OPERATING RESULTS**

The following is a summary of the Foundation's operating result:

	<u>December 31, 2021</u>
	<u>₦</u>
Donation	17,957,487
Expenditures	<u>(19,089,976)</u>
Deficit	<u><b>1,132,489</b></u>



## **THE TRUSTEE'S REPORT CONTINUED**

### **(4) MEMBERS OF THE BOARD**

The trustee of the Foundation who served during the year were as follows:

Aruosa Osemwegie	Trustee
Nike Richie-Ogbodu	Trustee
Comfort Aruosa Osemwegie	Trustee
Sylvester Azubike Okonkwo	Trustee
Biodun Ogunleye	Trustee
Olutola Omotola	Trustee

### **(5) PROPERTY AND EQUIPMENT**

Information relating to changes in property, plant and equipment is given in Note 4 to the financial statements

### **(6) DONATIONS AND CHARITABLE GIFTS**

The foundation did not make any donation to any political party, political Foundation or for any political purpose during the year

### **(7) EMPLOYMENT OF PHYSICALLY-CHALLENGED PERSONS**

The foundation has no physically-challenged persons in its employment during the year. However, applications for employment by physically-challenged persons are always fully considered, bearing in mind the respective aptitudes and abilities of the applicants concerned

### **(8) HEALTH, SAFETY AND WELFARE OF EMPLOYEES**

Health and safety regulations are in force within the foundation and employees are aware of existing regulations. The foundation provides subsidy to all levels of employees for medical, transportation, housing

### **(9) EVENTS AFTER REPORTING DATE**

There are no events after reporting date which material effect of the state of affairs of the Foundation could have as at December 31, 2021 which have not been adequately provided for.



*Sponsor A Child Through School Foundation  
Financial Statements- 31 December 2021  
Together with Trustees' and Auditors report*

**(10) AUDITORS**

The Auditors Ogedengbe Blessing & Co. have been appointed as the External Auditors accordance with the provision of the Foundation and Allied Matters Act,2020.

**BY ORDER OF THE TRUSTEE**

**March 16, 2022**



*Sponsor A Child Through School Foundation  
Financial Statements- 31 December 2021  
Together with Trustees' and Auditors report*

## **STATEMENT OF TRUSTEES' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENT**

The Trustees accept responsibility for the preparation of the annual financial statements set out on pages 7 to 11 that gives a true and fair view in the manner required by the Companies and Allied Matters Act, 2020 and the Financial Reporting Council of Nigeria.

The Trustees further accept responsibility for maintaining adequate accounting records as required by the Companies and Allied Matters Act, 2020 and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement whether due to error or fraud.

The Trustees have made an assessment of the Foundation's ability to continue as a going concern and have no reason to believe that the Foundation will not remain a going concern in the year ahead.

The financial statements for the year ended 31 December, 2021, prepared in accordance with the provision of the Financial Reporting Council, were approved by the board of trustees' on March 16, 2020 and signed.

Trustee  
March 16, 2022

Trustee  
March 16, 2022

**Accountancy. Audit. Tax. Training & Recruitment . Advisory.**

**INDEPENDENT REPORT OF THE AUDITORS**  
**To The Members of SPONSOR, A CHILD THROUGH SCHOOL FOUNDATION**  
**Report on the audit of the financial statements**

We have audited the financial statements of **SPONSOR A CHILD THROUGH SCHOOL FOUNDATION** which comprise the statement of financial position as at 31 December, 2021, statement of comprehensive income, statement of cash flows and notes to the financial statements.

In our opinion, the financial statements give a true and fair view of the financial position of the Foundation as at 31 December, 2021, and of its financial performance and its cash flows for the year then ended in the manner required by the Companies and Allied Matters Act, 2020 and the Financial Reporting Council of Nigeria Act 2011.

**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 Financial Statements section of our report. We are independent of the Foundation in accordance with the Institute of Chartered accountants of Nigeria (ICAN) Professional Code of Conduct and guide for Accountants, which is consistent 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 financial statements in Nigeria and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Other Information:**

The Trustees are responsible for the other information. The other information comprises the Trustees' report and result at a glance but does not include the financial statements and our audit report thereon, which we obtained prior to the date of this auditors' report.

Our opinion on the financial statement 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 or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, 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 Trustees for the Financial Statements:**

The Trustees are responsible for the preparation of financial statements that give a true and fair view in the manner required by the Companies and Allied Matters Act, 2020 and the Financial Reporting Council of Nigeria Act 2011 and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Foundation'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 Trustees either intend to liquidate the Foundation or to cease operations, or has no realistic alternative but to do so.



Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, 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 judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatements 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 Foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Trustees.
- Conclude on the appropriateness of the Trustees' 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 Foundation'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 date of our auditor's report. However, future events or conditions may cause the Foundation 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 entity to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the Foundation audit. We remain solely responsible for our opinion.

#### **Report on Other Legal and Regulatory Requirements:**

In accordance with the sixth Schedule of Companies and Allied Matters Act, 2020 we expressly state that:

- i) We have obtained all the information and explanation which to the best of our knowledge and believe were necessary for the purpose of our audit.
- ii) The Foundation has kept proper books of account, so far it appears from our examination of those books.
- iii) The Foundation's financial position and its statement of comprehensive income are in agreement with the books of account and returns.

**Ogedengbe, Blessing, FRC/2016/ICAN/00000014014**

**For: Ogedengbe Blessing & Co**

Chartered Accountants

March 16, 2022.





*Sponsor A Child Through School Foundation  
Financial Statements- 31 December 2021  
Together with Trustees' and Auditors report*

## **SIGNIFICANT ACCOUNTING POLICIES**

### **1. Basis of preparation**

#### **(a) Statement of compliance**

The financial statements have been prepared in accordance with the Provision of the Financial Reporting Council of Nigeria required by the Companies and Allied Matters Act.

#### **(b) Basis of measurement**

These financial statements are prepared on the historical cost basis.

#### **(c) Functional and presentation currency**

The financial statements are presented in Naira, which is the Foundation's functional currency.

#### **(d) Use of estimates and judgements**

The Preparation of financial statement is in conformity with Nigerian Accounting Standard which requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amount for assets and liabilities, income and expenses. Actual result may differ from these. The estimates and underlying assumptions are reviewed on a going concern basis. Revision to accounting estimates is recognized in the year in which the estimates are revised.

### **2. Foreign currency transactions**

Transactions denominated in foreign currencies are translated and recorded in Naira at the actual exchange rates at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the reporting date are retranslated to the functional currency at the rates of exchange prevailing at that date. The foreign currency gains or loss on monetary items is the difference between amortized cost in the functional currency at the beginning of the period, adjusted for effective interest and payments during the period, and the amortized cost in foreign currency translated at the exchange rate at the end of the period.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction.



## **SIGNIFICANT ACCOUNTING POLICIES CONTINUED**

### **3. Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and cash balances with banks which are subject to a non-significant risk of changes in their fair value and are used by the Foundation in the management of its short-term commitments.

Cash and cash equivalents are carried at fair value in the statement of financial position.

### **4. Property, plant and equipment**

Items of property, plant and equipment will be initially recognized at cost. Provision will be made for depreciation at the following rates:

Furniture & Fittings	20%
Office Equipment	20%
Motor Vehicle	20%
Building Improvement	20%
Computer Equipment	33.33%

Purchased Software that is integral to the functionality of the related equipment will be capitalized as part of that equipment. When part of an items of property or equipment have different useful lives, they will be accounted for as separate items (major components) of property and equipment.

#### **(i) Subsequent Cost**

The cost of replacing part of an item of property or equipment is recognized in the carrying amount of the item if it is probable that the future economic benefit embodied within the part will flow to the foundation and its cost can be measured reliably. The cost of the day-to-day servicing of property and equipment are recognized in profit or loss as incurred



- 5. Income**  
Income is recognized to the extent that it is probable that the economic benefits will flow to the Foundation and the revenue can be reliably measured. Income is measured at fair value of the amount received from members and corporate organizations.
- 6. Expenses**  
All expenses are recognized in the statement of comprehensive income on an accrual basis.
- 7. Contingencies**  
There were no contingent assets and liabilities as at December 31, 2021.
- 8. Inventories**  
Inventories are stated at lower of cost and net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less applicable variable selling expenses.
- 9. Trade receivables**  
Trade receivables are amount due from donors for donation performed in the ordinary course of business. The Foundation does not have receivables due to the fact that donation are made at will and at the instance of the donors.
- 10. Trade payables**  
Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Account payables are classified as current liabilities if payment is due within one year or less (or in the normal operating cycle of the business if longer). If not, they are presented as non-current liabilities.  
  
Trade payables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method.
- 11. Borrowings**  
Borrowings are recognized initially at fair value, net of transaction cost incurred. Borrowings are subsequently stated at amortized cost using the effective interest method; any difference between proceeds (net of transaction cost) and the redemption value is recognized in the income statement over the years of the borrowings.



**12. Impairment of assets**

**(i) Impairment non-financial assets**

The carrying amounts of the Foundation's non-financial assets other than deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indications exist, then the assets recoverable amount is estimated.

An impairment loss is recognized if the carrying amount of an asset exceeds its recoverable amount. The recoverable amount of an asset is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.



Sponsor A Child Through School Foundation  
 Financial Statements- 31 December 2021  
 Together with Trustees' and Auditors report

Statement of Financial Position  
 As at December 31, 2021

	Notes	December 31, 2021 =N=	December 31, 2020 =N=
<b>Assets:</b>			
<b>Non-current assets</b>			
Property, plant and equipment		-	-
<b>Current assets</b>			
Cash and cash equivalents	4	3,071,813	4,414,302
Salary Advance		30,000	-
<b>Total assets</b>		<b>3,101,813</b>	<b>4,414,302</b>
<b>Equity:</b>			
Accumulated Fund	6	2,981,813	4,114,302
		<b>2,981,813</b>	<b>4,114,302</b>
<b>Liabilities:</b>			
<b>Current liabilities</b>			
Accruals and Payables	5	120,000	300,000
		<b>120,000</b>	<b>300,000</b>
<b>Total liabilities</b>		<b>120,000</b>	<b>300,000</b>
<b>Total equity and liabilities</b>		<b>3,101,813</b>	<b>4,414,302</b>

Trustee

March 16th .....2022

Trustee

March 16th .....2022



*Sponsor A Child Through School Foundation  
Financial Statements- 31 December 2021  
Together with Trustees' and Auditors report*

Statement of Comprehensive Income  
For the Year Ended December 31, 2021

	Notes	December 31, 2021 =N=	December 31, 2020 =N=
Income	6	17,957,487	15,098,075
Project Expenditure	7	<u>(15,933,576)</u>	<u>(11,801,023)</u>
		<b>2,023,911</b>	<b>3,297,052</b>
Administrative expenses	8	<u>(3,156,400)</u>	<u>(1,077,972)</u>
<b>Deficit (Excess of expenditure over income)</b>		<b><u>(1,132,489)</u></b>	<b><u>2,219,080</u></b>



*Sponsor A Child Through School Foundation  
 Financial Statements- 31 December 2021  
 Together with Trustees' and Auditors report*

Statement of Changes In Equity  
 as at December 31, 2021

	Accumulate d Fund	Retained Earnings	Total
Balance as at Jan 1,2021	795,179	3,319,123	4,114,302
Deficit for the year	-	(1,132,489)	(1,132,489)
	<u><u>795,179</u></u>	<u><u>2,186,634</u></u>	<u><u>2,981,813</u></u>





*Sponsor A Child Through School Foundation  
Financial Statements- 31 December 2021  
Together with Trustees' and Auditors report*

Statement of Cashflows  
as at December 31, 2021

	December 31, 2021		December 31, 2020	
	=N=	=N=	=N=	=N=
Surplus for the year before Tax		(1,132,489)		2,219,078
Adjustment for Non-Cash Items				
Adjustments				
Depreciation		-		(200,000)
		<u>(1,132,489)</u>		<u>2,019,078</u>
<b>Changes in Working Capital</b>				
Salary Advance	(30,000)			
Trade payables	(180,000)		300,000	
		<u>(210,000)</u>		<u>300,000</u>
<b>Net cash flow before Investing activities</b>		<u>(1,342,489)</u>		<u>2,319,078</u>
<b>Investing Activities</b>				
Property, plant and equipment		-		-
		<u>-</u>		<u>-</u>
<b>Net cash flow before financing activities</b>		<u>(1,342,489)</u>		<u>2,319,078</u>
<b>Financing Activities</b>				
Accumulated Funds		-		-
		<u>-</u>		<u>-</u>
<b>Net increase in cash/cash equivalent</b>		<u>(1,342,489)</u>		<u>2,319,078</u>
<b>Cash and cash equivalent Jan 1,2021</b>		<u>4,414,302</u>		<u>2,095,224</u>
<b>Cash and cash equivalent Dec 31,2021</b>		<u><b>3,071,813</b></u>		<u><b>4,414,302</b></u>



*Sponsor A Child Through School Foundation  
Financial Statements- 31 December 2021  
Together with Trustees' and Auditors report*

Notes to the Financial Statements  
For the Year Ended December 31, 2021

**1 Income**

	<b>December 31, 2021</b>	<b>December 31, 2020</b>
	=N=	=N=
Donations	17,957,487	15,098,075
	<b>17,957,487</b>	<b>15,098,075</b>

**2 Project Costs**

	<b>December 31, 2021</b>	<b>December 31, 2020</b>
	=N=	=N=
Outreaches	1,070,600	1,859,023
School Fees	13,914,226	3,942,000
Projects-STEM	-	6,000,000
Other Projects	948,750	-
	<b>15,933,576</b>	<b>11,801,023</b>

**3 Administrative expenses**

	<b>December 31, 2021</b>	<b>December 31, 2020</b>
	=N=	=N=
Bank Charges	41,752	28,320
Logistics	124,081	117,000
Website and Social Media Exp	189,324	42,000
Professional Fees	120,000	100,000
Compliance and Documentation	728,000	-
Salaries	900,000	502,000
Stipend	260,000	-
Subscription	88,664	-
Training	200,000	-
Printing and Stationery	15,000	28,120
Telephone Expenses	156,000	18,300
Meal and Entertainment	-	66,000
Adv ert & Marketing	-	176,232
Year End Activ ities	253,580	-
staff Welfare	80,000	-
	<b>3,156,400</b>	<b>1,077,972</b>



*Sponsor A Child Through School Foundation  
Financial Statements- 31 December 2021  
Together with Trustees' and Auditors report*

Notes to the Financial Statements  
For the Year Ended December 31, 2021

<b>4 Cash and Cash Equivalent</b>	<b>December 31, 2021 =N=</b>	<b>December 31, 2020 =N=</b>
Bank Balances	3,071,813	4,414,302
	<u><b>3,071,813</b></u>	<u><b>4,414,302</b></u>
<b>5 Payables and Accruals</b>	<b>December 31, 2021 =N=</b>	<b>December 31, 2020 =N=</b>
Audit Fee	120,000	300,000
	<u><b>120,000</b></u>	<u><b>300,000</b></u>
<b>6 Accumulated Funds</b>	<b>December 31, 2021 =N=</b>	<b>December 31, 2020 =N=</b>
Balance BF	4,114,302	1,895,224
Surplus or Deficit	(1,132,489)	2,219,078
	<u><b>2,981,813</b></u>	<u><b>4,114,302</b></u>