

**COMMUNITY OUTREACH FOR EDUCATIONAL CHANGE
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER, 2018**

OTARU SAMSON & CO.
(CHARTERED ACCOUNTANTS)
LOKOJA-KOGI STATE

COMMUNITY OUTREACH FOR EDUCATIONAL CHANGE

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COMMUNITY OUTREACH FOR EDUCATIONAL CHANGE

CORPORATE PROFILE

TRUSTEES

BONAT BLESSING SWANTA Chairman

AMAZA MARK PAUL Member

ONOVIRAN ORIMISAN ONOVIRAN Member

INCORPORATION DATE

9 October, 2017

INCORPORATION NUMBER

CAC/IT/NO 101497

REGISTERED OFFICE

House No. 2, Mono Street,
Kafancha-Kaduna Road,
Samaru Kataf, Kaduna.

BANKERS

Nenzit MFB
Union Bank
Zenith Bank

AUDITORS

Otaru Samson & Co.
(Chartered Accountants)
Lokoja
Tel: 08099489133,
08064468979

**COMMUNITY OUTREACH FOR EDUCATIONAL CHANGE
BOARD OF TRUSTEE'S REPORT ON THE ACCOUNT FOR THE YEAR ENDED
31 DECEMBER, 2018.**

The Trustees are pleased to submit the financial statements and auditor's report for the year ended 31 December 2018. It covers twelve months commencing from January 2018 to December 2018.

AIMS/OBJECTS

1. To reach all children with quality education and present them with the options and endless possibilities that true education offers in and outside their immediate realities.
2. To empower teachers with more efficient ways of teaching in public schools for better learning outcomes.
3. To motivate communities to become better and more active participants in the education of their children through meaningful and purposeful collaborations in influencing the educational process.


FOUNDATION'S OUTLOOK

The Foundation hopes to enter into strategic alliance with other reputable International Non-Governmental Organizations (NGOs) in the education sector for efficient and effective service delivery.

AUDITORS

Otaru Samson & Co. have indicated their willingness to continue in office as auditors in accordance with Section 357(2) of Companies and Allied Matters Act 2020.

BY ORDER OF THE BOARD


SECRETARY
December 2023



REPORT THE AUDITORS TO THE MEMBERS OF COMMUNITY OUTREACH FOR EDUCATIONAL CHANGE

OPINION ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of **COMMUNITY OUTREACH FOR EDUCATIONAL CHANGE** which comprise the statement of financial position as at 31 December, 2018, and the statement of comprehensive income, statement of changes in equity and the statement of cashflows for the year then ended, as well as notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Organization as at 31 December, 2018, and its financial performance and cashflows for the year then ended in accordance with the International Financial Reporting Standards (IFRS) and the relevant provisions of the Companies and Allied Matters Act (CAMA), CAP C20 Laws of the Federation of Nigeria 2020, and the Financial Reporting Council of Nigeria (FRCN), Act No. 6, 2011.

BASIS OF 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). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

KEY AUDIT MATTERS

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

No such matters were identified during our audit.

OTHER INFORMATION

The Board of Trustee are responsible for the other information. The other information comprises the Report of the Board of Trustee, Board Committee Reports and the Annual Report. The other information does not include the financial statements and the auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express an audit opinion or 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.

RESPECTIVE RESPONSIBILITIES OF THE BOARD OF TRUSTEE FOR THE FINANCIAL STATEMENT

The Board of Trustee who constitute the accounting authority are responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRS) and the relevant provisions of the Companies and Allied Matters Act (CAMA), CAP C20 Law, of the Federation of Nigeria, 2020, and the Financial Reporting Council of Nigeria (FRCN), Act No. 6, 2011 and for such internal control as the Board of Trustee determines 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 Board of Trustee 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 Board of Trustee either intend to liquidate the Organization or to cease operations, or has no realistic alternative but to do so.

AUDITORS REPONSIBILITIES 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 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 International Standards on Auditing (ISAs) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or 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 skepticism throughout the audit.

We communicate with the Board of Trustee 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 the audit.

We also provide the Board of Trustee 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 brought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Trustee, we determine those matters that were of most significance in the audit of the financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosures about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

In accordance with the requirements of Schedule 6 of the Companies and Allied Matters Act (CAMA), CAP C20 Laws of the Federation of Nigeria 2020, 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 purpose of the audit.
- ii. In our opinion, proper books of account have been kept by the Organization, in so far as it appears from our examination of those books.
- iii. The Organization's financial statements as at 31 December, 2018 and the statement of comprehensive income are in agreement with the books of account.



OTARU SAMSON & CO.
(CHARTERED ACCOUNTANTS)
LOKOJA, NIGERIA



**COMMUNITY OUTREACH FOR EDUCATIONAL CHANGE
ACCOUNTS FOR THE YEAR ENDED DECEMBER 31, 2018.
STATEMENT OF ACCOUNTING POLICIES**

The following are the significant accounting policies adopted by **Community Outreach for Educational Change** in preparing its financial statement:

SIGNIFICANT ACCOUNTING POLICIES:

The following are the principal accounting policies adopted in the preparation of the Organization's Accounts.

BASIS OF PREPARATION:

The accounts have been prepared according to the Historical Cost Convention.

DEPRECIATION:

This is calculated to write off the book values of the Non-Current Assets on a straight-line basis over the expected useful lives of the assets concerned with the following rates: -

FREEHOLD LAND	-
MOTOR VEHICLES	-
PLANT & EQUIPMENT	20%
OFFICE FURNITURE & FITTINGS	10%

INCOME

These are income and donations both in kind and cash received as well as all pledges made within the year.

INVENTORY

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

**COMMUNITY OUTREACH FOR EDUCATIONAL CHANGE
STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED
31 DECEMBER, 2018**

	NOTES	2018 ₱
NON-CURRENT ASSETS	1	<u>723,500</u>
CURRENT ASSETS		
Inventories	2	24,838
Receivables	3	-
Cash & Bank Balances	4	<u>9,112</u>
Total Current Assets		<u>33,950</u>
TOTAL ASSETS		<u>757,450</u>
SHAREHOLDERS' EQUITY		
Accumulated Funds		750,000
Retained Surplus		<u>7,450</u>
		757,450
CURRENT LIABILITIES		
Payables & Accruals	5	<u>-</u>
TOTAL SHAREHOLDERS' EQUITY & LIABILITIES		<u>757,450</u>

(NOTES 1 - 9 FORM PARTS OF THE ACCOUNTS)

BOARD OF TRUSTEE'S CERTIFICATE

WE HEREBY CERTIFY that we have given correct information in the course of compilation of the above Statement of Financial Position and Annexed Accounts.

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BONAT BLESSING SWANTA

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.....
AMAZA MARK PAUL

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BOARD OF TRUSTEE

**COMMUNITY OUTREACH FOR EDUCATIONAL CHANGE
STATEMENT OF INCOME AND EXPENDITURE FOR THE
YEAR ENDED DECEMBER 31, 2018**

	NOTES	2018 ₦
INCOME	6	
Scholarship		-
School Revenue		-
Donations		253,297
Other Income		<u>360,000</u>
Total Revenue (A)		<u>613,297</u>
 EXPENSES		
School Project Expenses	7	-
General Administrative Expenses	8	496,000
Bank Charges & Commission	9	8,347
ECWA Theology		-
Depreciation	1	<u>101,500</u>
Total Expenses (B)		<u>605,847</u>
 Net Surplus/(Deficit) for the year (A-B)		 <u>7,450</u>

**COMMUNITY OUTREACH FOR EDUCATIONAL CHANGE
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED DECEMBER 31, 2018**

	ACCUMULATED FUNDS ₱	RETAINED SURPLUS ₱	TOTAL ₱
Balance B/D 1.1.2018	750,000	-	750,000
Increase/(Decrease) during the year	-	7,450	7,450
Board of Trustee Current Account	_____ -	_____ -	_____ -
BALANCE AS AT 31.12.2018	<u>750,000</u>	<u>7,450</u>	<u>757,450</u>

**COMMUNITY OUTREACH FOR EDUCATIONAL CHANGE
STATEMENT OF CASHFLOW FOR THE YEAR ENDED DECEMBER 31, 2018**

	2018
	₦
CASHFLOW FROM OPERATING ACTIVITIES	
Net Profit/(Loss) for the year	7,450
ADJUSTMENT FOR ITEMS NOT INVOLVING MOVEMENT OF FUNDS	
Depreciation	<u>101,500</u>
	108,950
CHANGES IN WORKING CAPITAL	
(Increase)/Decrease in Inventory	24,838
(Increase)/Decrease in Receivables	-
Increase/(Decrease) In Payables & Accruals	<u>-</u>
Net Cash flow from Operating Activities	84,112
CASH FLOW FROM INVESTING ACTIVITIES	
Acquisition of Non-Current Assets	(825,000)
CASH FLOW FROM FINANCING ACTIVITIES	
Increase in Accumulated Funds	<u>750,000</u>
Cash Inflow/(Outflow) from all Activities	9,112
Cash/Cash equivalent as at 1 Jan, 2018	<u>-</u>
Cash/Cash equivalent as at 31 Dec, 2018	<u>9,112</u>
 REPRESENTED BY:	
Cash and Bank Balances	<u>9,112</u>

**COMMUNITY OUTREACH FOR EDUCATIONAL CHANGE
NOTES TO THE FINANCIAL STATEMENTS**

1. MOVEMENT OF NON-CURRENT ASSETS

PARTICULARS	OFFICE & EQUIPMENT ₦	FURNITURE & FITTINGS ₦	TOTAL ₦
Cost/Value as at 1/1/2018	-	-	-
Addition/(Disposal)	<u>190,000</u>	<u>635,000</u>	<u>825,000</u>
TOTAL (A)	<u>190,000</u>	<u>635,000</u>	<u>825,000</u>
Rate of Depreciation %	20%	10%	
Balance B/D	-	-	-
Current Charge	<u>38,000</u>	<u>63,500</u>	<u>101,500</u>
TOTAL (B)	<u>38,000</u>	<u>63,500</u>	<u>101,500</u>
NBV as at 31/12/2018 (A-B)	<u>152,000</u>	<u>571,500</u>	<u>723,500</u>

2. INVENTORY:

The inventory had been valued at the lower of cost or net realizable value by the Management with cost determined on first-in–first–out basis.

3. RECEIVABLES & PREPAYMENTS:

These represent outstanding balances from various customers/clients as at 31 December, 2018. There was no Receivable as at the end of the financial year.

**COMMUNITY OUTREACH FOR EDUCATIONAL CHANGE
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**

		2018
		₦
4	CASH AND BANK BALANCES	
	This is the bank balances as at 31 December, 2018.	
	Nenzit Micro Finance Bank	-
	Union Bank	-
	Zenith Bank 1	612
	Zenith Bank 2	-
	Cash	<u>8,500</u>
		<u>9,112</u>
5	PAYABLES & ACCRUALS	
	Balance B/F	-
	Audit & Accountancy Fees for the year	=
	Total Payable	-
	Less amount paid during the year	=
	Balance C/F	=
6	REVENUES	
	These represent the amount generated from various sources such as Scholarship, School Revenue, Donation and Other Income during the fiscal year.	
7	SCHOOL PROJECT	
		2018
		₦
	School Project	-
	Gift & Awards	-
	School Uniform & Wears	-
	Stationery & Supplies	—
		<u>—</u>

**COMMUNITY OUTREACH FOR EDUCATIONAL CHANGE
NOTES TO THE FINANCIAL STATEMENTS**

8 ADMINISTRATIVE EXPENSES

	2018
	₱
General Administrative Expenses	36,000
Salary & Wages	360,000
Rent	100,000
Printer Repairs	-
Telephone & Internet	-
Meeting Expenses	-
Transportation	-
Audit & Accountancy Fees	_____ -
	<u>496,000</u>

9 BANK CHARGES

Nenzit Micro Finance Bank	-
Union Bank	-
Zenith Bank 1	8,347
Zenith Bank 2	_____ -
	<u>8,347</u>