



Registered number
120170007456

Chance Limited

Report and financial statements

for the year ended 31 December 2018

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for the year ended 31 December 2018

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Chance Limited
Company Information

Company registration number
120170007456

Country of incorporation
Zambia

Incorporation date
29th September 2017

Nature of business
Education

Directors
Jane Okafor
Anna Caprile
Veronique Catany
Anna Carmela Murru

Registered Office
Plot No.11 Gizenga Road
Woodlands
P.O. Box 50846
Lusaka
Zambia

Company Secretary
Veronique Catany

Accountants
ABACUS360
Nkhata House
Thabo Mbeki Road
Lusaka
Zambia

Bankers
Zambia National Commercial Bank

Chance Limited
Directors' report
for the year ended 31 December 2018

The directors present their report and financial statements for the year ended 31 December 2018.

1 Principal activities

Chance Limited is a charitable organization, limited by guarantee. Its principal activities are: the facilitation between out of school children with educational needs and sponsors willing to help them. It has set up a framework to identify genuine cases of children outside the schooling system to match them with suitable sponsors and ensure funds are properly utilised.

2 Financial results

The results for the year (2017: period) were:

	Year ended 31 December 2018 K	Three month period ended 31 December 2017 K
Revenue	28,971	12,020
(Deficit)/surplus	(8)	2,718

3 Directors

The following persons served as directors during the year and up to the date of this report:

Jane Okafor
Anna Caprile
Veronique Catany
Anna Carmela Murru

The directors are not remunerated.

4 Staff

The company has no employees.

5 Volunteers

The company has six volunteers.

6 Accountants

ABACUS360 were appointed as compiling accountants by the company. A resolution proposing their re-appointment will be tabled at the Annual General Meeting.

By order of the board,



Veronique Catany
Company Secretary

Date: September 5, 2019

Chance Limited
Statement of directors' responsibilities
for the year ended 31 December 2018

Approval and statement of responsibility


The Companies Act of Zambia requires the directors to prepare financial statements for each financial period that give a true and fair view of the state of affairs of the company and of the surplus or deficit for that period. In preparing these financial statements, the directors have selected suitable accounting policies and then applied them consistently, made judgments and estimates that are reasonable and prudent and followed the applicable accounting standards. The directors are responsible for ensuring that the company keeps proper accounting records which disclose with reasonable accuracy at any time the financial position of the company. The directors are also responsible for safeguarding the assets of the company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.


In accordance with the Companies Act of Zambia, we the directors of Chance Limited are of the opinion that:

- a) the Statement of Financial Position is drawn up so as to give a true and fair view of the state of the affairs of the company as at 31 December 2018; and
- b) the Statement of Comprehensive Income is drawn up so as to give a true and fair view of the activities of the company for the year ended 31 December 2018;

The directors are also responsible for the company's system of internal financial control. These controls are designed to provide reasonable, but not absolute, assurance as to the reliability of the financial statements and to adequately safeguard, verify and maintain accountability of assets, and to prevent and detect misstatement and loss. Nothing has come to the attention of the directors to indicate that any material breakdown in the functioning of these controls, procedures and systems has occurred during the period under review.

The financial statements which appear on pages 5 to 11 were approved by the directors.


Jane Okafor
Director
Date: 5/9/2019


Anna Caprile
Director

Independent Compiler's Report**To the directors of Chance Limited****Report on the financial statements**

We have compiled the accompanying financial statements of Chance Limited based on information you have provided. These financial statements comprise the statement of financial position of Chance Limited as at December 31, 2018, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management responsibility for the financial statements

The company's management are responsible for these financial statements, including adoption of the applicable reporting framework, and the accuracy and completeness of the information used to compile the financial statements.

Compiler's responsibility

We performed this compilation engagement in accordance with the requirements of Companies the Act of Zambia and International Standard on Related Services 4410 (Revised), Compilation Engagements.

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial statements in accordance with the Companies Act of Zambia and International Financial Reporting Standards for Small and Medium-sized Entities (IFRS for SMEs). We have complied with relevant ethical requirements, including principles of integrity, objectivity, professional competence and due care.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these financial statements are prepared in accordance with the Companies Act of Zambia and IFRS for SMEs.

ABACUS360
Registered Accountants

The Engagement Partner on the compilation resulting in this independent compiler's report is:



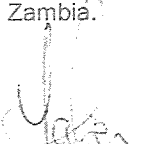
J M Liswaniso
Partner – Practising Certificate number: AUD/F002427
Date: **OCT - 6 2019**

Chance Limited
Statement of financial position
as at 31 December 2018

	Note	2018 K	2017 K
Non current assets			
Deferred tax asset		4	-
		<u>4</u>	<u>-</u>
Current assets			
Bank and cash	3	84,306	4,681
		<u>84,306</u>	<u>4,681</u>
Total assets		<u><u>84,310</u></u>	<u><u>4,681</u></u>
Members funds			
Accumulated surplus		2,710	2,718
		<u>2,710</u>	<u>2,718</u>
Current liabilities			
Trade payables	4	80,137	500
Tax payable	5	1,463	1,463
		<u>81,600</u>	<u>1,963</u>
Total funds and liabilities		<u><u>84,310</u></u>	<u><u>4,681</u></u>

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act of Zambia with respect to the records and compilation of financial statements.

The financial statements have been compiled in accordance with the provisions of the Companies Act of Zambia.


Jane Okafor
Director

Date: 5/1/2019


Anna Caprile
Director

Chance Limited
Statement of comprehensive income
for the year ended 31 December 2018

	Note	Year ended 31 December 2018 K	Three month period ended 31 December 2017 K
Project income	6	28,971	12,020
Project costs	7	(15,169)	(7,500)
Administrative costs	8	<u>(13,814)</u>	<u>(339)</u>
(Deficit)/surplus before tax		(12)	4,181
Tax credit/(expense)	5	4	(1,463)
(Deficit)/surplus for the year		<u><u>(8)</u></u>	<u><u>2,718</u></u>

Chance Limited
Statement of changes in funds
for the year ended 31 December 2018

	Accumulated surplus K
Surplus for the three month period ended 31 December 2017	<u>2,718</u>
At 1 January 2018	2,718
Deficit for the year	(8)
At 31 December 2018	<u><u>2,710</u></u>

Chance Limited
Statement of cash flows
for the year ended 31 December 2018

	Note	Year ended 31 December 2018 K	Three month period ended 31 December 2017 K
Operating activities:			
(Deficit)/surplus before tax		(12)	4,181
Movement in working capital			
Increase in payables	4	<u>79,637</u>	<u>500</u>
Cash generated from operating activities		79,625	4,681
Net increase in cash and cash equivalents		79,625	4,681
Cash and cash equivalents at the beginning of the year		4,681	-
Cash and cash equivalents at the end of the year		<u><u>84,306</u></u>	<u><u>4,681</u></u>
Consisting of:			
Bank and cash	3	<u><u>84,306</u></u>	<u><u>4,681</u></u>

1 Limitation by guarantee

Chance Limited is a company limited by guarantee. The guarantors' details and pledges are as below:

	2018	2017
	K	K
Jane Okafor	3,000	3,000
Anna Caprile	3,000	3,000
Veronique Catany	3,000	3,000
Anna Carmela Murru	3,000	3,000
	<u>12,000</u>	<u>12,000</u>

2 Significant accounting policies

Basis of accounting and preparation of the financial statements

The financial statements have been prepared in accordance with operative International Financial Reporting Standard applicable to Small and Medium-sized Entities and the Companies Act of Zambia. The financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below. These financial statements are presented in Zambian kwacha.

Project income

Project income relates to donations and fundraising activities and is only recognised in the statement of receipts and expenditure when it is received. In order to match income and expenditure, some of the income is deferred to the period expenditure will be incurred.

Income tax

Income tax expense represents the sum of the tax currently payable and the movement in deferred tax. The tax currently payable is based on taxable profit for the year.

Current income tax liabilities (assets) for the current and any prior periods are initially and at each subsequent reporting date, measured at the amount expected to be paid to (recovered from) the taxation authorities, using the tax rates (and tax law) enacted (or substantively enacted) at the reporting date, applicable to the profit of the entity.

Deferred tax

Full provision is made for deferred taxation resulting from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes. Deferred taxation is calculated on an un-discounted basis at the tax rates which are expected to apply in the years when the timing differences will reverse.

Cash and cash equivalents

For purposes of the cash flow statement, cash and cash equivalents comprise cash in hand and deposits held at call with banks and bank overdrafts.

Chance Limited
Notes to the financial statements
for the year ended December 2018

	Year ended 31 December 2018 K	Three month period ended 31 December 2017 K
3 Bank and cash		
Bank	84,306	4,681
	<u>84,306</u>	<u>4,681</u>
4 Trade payables		
Deferred project income	80,125	-
Accruals	12	500
	<u>80,137</u>	<u>500</u>
5 Tax		
a) Current tax	-	1,463
b) Deferred tax	4	-
	<u>4</u>	<u>-</u>
a) Current tax		
At 1 January	-	-
Charge for the year	-	-
At 31 December	<u>-</u>	<u>-</u>
(Deficit)/surplus before tax	<u>(12)</u>	4181
Tax at 35%	(4)	1,463
Temporary differences:		
Notional tax losses carried forward	4	-
Actual tax	<u>-</u>	<u>1,463</u>
b) Deferred tax		
Tax effect at 35% of timing differences due to:		
Tax losses carried forward	4	-
Deferred tax asset	<u>4</u>	<u>-</u>
At 1 January	-	-
Movement for the year	4	-
At 31 December	<u>4</u>	<u>-</u>
6 Project income		
Donations	28,934	12,000
Sundry income	37	20
	<u>28,971</u>	<u>12,020</u>
7 Project costs		
Fundraising	3,864	7,500
School fees	2,900	-
School supplies	2,615	-
Feeding programme	2,328	-
Advertising and promotion	2,237	-
Outing expenses	813	-
Conference costs	400	-
Accountancy	12	-
	<u>15,169</u>	<u>7,500</u>

Chance Limited
Notes to the financial statements
for the year ended December 2018

	Year ended 31 December 2018 K	Three month period ended 31 December 2017 K
8 Administrative costs		
Printing and stationery	4,414	-
Charity event	3,600	180
IT and office supplies	3,378	-
Secretarial fees	900	-
Registration fees	478	-
Bank charges	831	159
Workshop expenses	213	-
	<u>13,814</u>	<u>339</u>

9 Contingent liabilities

There were no known contingent liabilities as at 31 December 2018 (2017: Nil)

10 Capital commitments

There were no capital commitments as at 31 December 2018 (2017: Nil)