
CHANCE4ALL ZAMBIA

FINANCIAL STATEMENTS

for the Year ending 31 December 2022

CHANCE4ALL ZAMBIA
FINANCIAL STATEMENTS
for the Year ending 31 December 2022

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CHANCE4ALL ZAMBIA
GENERAL INFORMATION

for the Year ending 31 December 2022

Country of incorporation:	Zambia
Company registration number:	RNGO 101/1208/2020
Nature of business:	Non governmental organisation
Directors:	Jane Okafor Veronique Catany Anna Caprile Anna Carmen Murru Mart Zinnermers
Registered office:	Chance4all office Bauleni Special Needs School, Leopards Hill Road, Lusaka.
Bankers:	First National Bank Commercial Suite P.O Box 36187, Lusaka, Cnr Great east road and Thabo Mbeki Road
Prepared by	Renco Associates Chartered Accountants

CHANCE4ALL ZAMBIA
DIRECTORS' REPORT

for the Year ending 31 December 2022

Activities Non governmental organisation

Results	31/12/2022
Revenue	<u>328,727</u>
Deficit after taxation	<u><u>(61,474)</u></u>

Employment

The remuneration for all employees was ZMW :nil . The Company recognises its responsibilities towards occupational health and safety of its employees and has put in place measures to safeguard their health and safety.

CHANCE4ALL ZAMBIA

Directors' responsibilities in respect of the preparation of the Financial Statements

The company's directors are responsible for the preparation of the Financial Statements of Chance4ALL, comprising the statement of financial position and the statement of comprehensive income, statement of changes in equity and the statement of cash flows and the notes to the Financial Statements which include a summary of significant accounting policies and other explanatory notes, in accordance with the International Financial Reporting Standards and the companies Act of Zambia.

The directors' responsibility includes: designing, implementing and monitoring internal controls relevant to the preparation and fair presentation of these Financial Statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

The director's responsibility also includes maintaining adequate accounting records and an effective system of risk management.

The directors have made an assessment of the company's ability to continue as a going concern and believe the business will be a going concern in the year ahead.

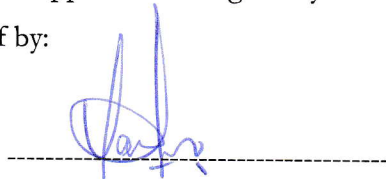
Approval of the Financial Statements

The Financial Statements of the company as indicated above, were approved and signed by the directors on December 1st 2023 and are signed on its behalf by:



Director

Veronique Catany



Director

Jane Okafisi

REPORT OF THE INDEPENDENT AUDITORS' TO CHANCE4ALL ZAMBIA

Report on the financial statements

We have audited the financial statements of Chance4all which comprise the statement of financial position at 31st December 2022, the statement of comprehensive income, the statement of changes in equity and statement of cash flows for the year then ended and the notes to the financial statements which include a summary of significant accounting policies and other explanatory notes as set out on pages 5 to 14.

Managers' responsibility for the financial statements

The organisation's Management are responsible for the preparation and fair presentation of these financial statements in accordance with the Cooperation agreement provided by the financing partner. This responsibilities includes: implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error;

Auditor's responsibility

Our responsibility is to express an opinion on these Financial statements based on our audit. We conducted our audit in accordance with international Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement

An audit involves performing procedures to obtain evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error

In making those risk assessment, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management as well as evaluating the overall presentation of financial statements

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Chance4all as at 31st December 2022 and its financial performance and cash flows for the period ended in accordance with the financial reporting provisions provided by the financing partner.

The project agreement has been adhered to. A separate bank account was opened for the project and it is in the name of the Project Partner.

The project funds have been used exclusively for the purposes of the Project in accordance with the project agreement and the Budget. The project funds were utilized efficiently, economically and exclusively for the purposes of the project

The financial reports reflect a true and fair view of the financial affairs of the project. The books of accounts were kept in an orderly manner and we were given access to all in-formation requested. Signed payment vouchers and receipts were presented upon requesting. The payment vouchers and receipts have been filed in order.

Basis of Accounting

Without modifying our opinion, the financial statements are prepared in accordance with a special purpose frame work (ISA 800 Special Consideration), and as a result, the financial statements may not be suitable for another user. The audited report is intended solely for use by the financing partner
.....

Report on other legal and regulatory requirements

On other matters, we report that, in our opinion, the required accounting records, other records and registers have been properly kept in accordance with Section 256 of the Companies Act, 2017.

Renco Associates
Chartered Accountants

Cosmas Mwananshiku
Partner

2023
Lusaka

Practicing Certificate number: AUD/F000340

CHANCE4ALL ZAMBIA
STATEMENT OF COMPREHENSIVE INCOME
for the Year ending 31 December 2022


	31/12/2022 ZMW	31/12/21 ZMW
Revenue	328,727	455,179
Cost of sales	-	-
	<u>328,727</u>	<u>455,179</u>
Other Income	-	-
	<u>328,727</u>	<u>455,179</u>
Administrative expenses	390,201	210,556
Deficit before taxation	(61,474)	244,623
Income tax expense	-	-
Deficit after taxation	<u><u>(61,474)</u></u>	<u><u>244,623</u></u>

CHANCE4ALL ZAMBIA
 STATEMENT OF FINANCIAL POSITION
 As at 31 December 2022

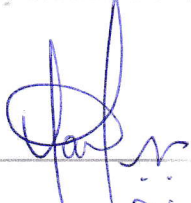
	Notes	31/12/2022 ZMW	31/12/21 ZMW
ASSETS			
Non-Current Assets			
Property and equipment	2.	268,143	285,014
		<u>268,143</u>	<u>285,014</u>
Current Assets			
Bank and cash balances	5	326,720	370,917
Receivables	4.	-	-
		<u>326,720</u>	<u>370,917</u>
TOTAL ASSETS		<u><u>594,863</u></u>	<u><u>655,931</u></u>
EQUITY AND LIABILITIES			
Capital and Reserves			
Share capital	8	-	-
Excess of Income over Expenditure		594,458	655,931
		<u>594,458</u>	<u>655,931</u>
Current Liabilities			
Trade and other payables	6.	406	-
		<u>406</u>	<u>-</u>
TOTAL EQUITY AND LIABILITIES		<u><u>594,863</u></u>	<u><u>655,931</u></u>

The Financial Statements on pages 5 to 14 were approved for issue by the board of directors on 12/01/2023 and were signed on its behalf by:

Director


 Véronique Catamy

Director


 Jane Okafor

CHANCE4ALL ZAMBIA
STATEMENT OF CASHFLOW
for the Year ending 31 December 2022

	Notes	31/12/2022 ZMW	31/12/21 ZMW
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		(61,474)	244,623
Adjustment for:			
Depreciation	2.	16,871	16,871
Operating profit before working capital changes		<u>(44,603)</u>	<u>261,494</u>
Increase in Inventory	3.	-	-
Increase in receivables	4.	-	-
Increase in trade and other payables	6.	406	-
		-	-
Cash generated from operations		<u>406</u>	<u>-</u>
Net cash from operating activities		<u>(44,197)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property, plant and equipment	2	-	(5,750)
Increase in Investment		-	-
		<u>-</u>	<u>(5,750)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Acquisitions of shares	2.	-	-
Loan		-	-
Net cash used in investing activities		<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents		(44,197)	255,744
Movement in cash and cash equivalents			
At start of period		370,917	115,173
At the end of period	5	<u>326,720</u>	<u>370,917</u>

CHANCE4ALL ZAMBIA
STATEMENT OF CHANGES IN EQUITY
for the Year ending 31 December 2022

	Equity	Excess of Income over Expenditure	Total
	ZMK	ZMK	ZMK
As at 01 January 2022	-	655,931	655,931
Addition share capital	-		
Profit for the year	-	(61,474)	(61,474)
As at 31 December 2022	<u>-</u>	<u>594,458</u>	<u>594,458</u>

CHANCE4ALL ZAMBIA

Notes to Financial Statements

for the Year ending 31 December 2022

1. STATEMENT OF ACCOUNTING POLICIES

Significant accounting policies

The significant accounting policies adopted in the preparation of these Financial Statements applied in all material respects, are set out below.

Statement of compliance

The financial statement have been prepared in accordance with International Financial Reporting Standards and the Companies Act. 2017 of Zambia.

Basis of Financial Statements preparation

The Financial Statements have been prepared under the historical cost convention. These financial statement are expressed in Zambia Kwacha. The company has consistently applied the accounting policies, and are consistent with those used in the year.

New standards and interpretations

A number of new standards, amendments to standards and interpretations are mandatory for the year ended 31 December 2016, and have been adopted by the company where relevant to the company's operations.

New standards and interpretations effective in 2015

Many standards or amendments became effective for the first time in the current financial year.

These include IFRS 9 Financial Instruments IFRS 10, IFRS 12, and IAS 28 Investment Entities:

Applying the Consolidation Exception - Amendment to IFRS 10, IFRS 12 and IAS 28.

IFRS 10 and IAS 28 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture.

Amendments to IFRS 10 and IAS 28, IFRS 11 Accounting for Acquisitions of the interests in joint Operations Amendments to IFRS 11, IFRS 14 Regulatory Deferral Accounts.

IFRS 15 Revenue from Contracts with Customers, IAS 1 Disclosure Initiative - Amendments to IAS 1, IAS 16 and IAS 38 Clarification of Acceptable Methods of Depreciation and Amortisation - Amendments to IAS and IAS 38, IAS 16 and IAS 41 Agriculture: Bearer Plants - Amendments to IAS 16 and IAS 41, IAS 19 Defined Benefit Plans: Employee Contributions - Amendments to IAS 19, IAS 27 Equity Method in Separate Financial Statements - Amendments to IAS 27. Most of these standards did not have a significant impact on the company.

CHANCE4ALL ZAMBIA

Notes to Financial Statements

for the Year ending 31 December 2022

Financial instruments

Financial assets and financial liabilities are recognised on the company's balance sheet when the company becomes a party to the contractual provisions of the instrument.

Financial assets

The principle financial assets of the company are cash and cash equivalents and trade and other receivables and are accounted for as follows:

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and demand deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade and other receivables

Trade and other receivables are measured at initial recognition at fair value, and are subsequently measured at amortised cost. Appropriate allowances for estimated irrecoverable amounts are recognised in the income statement when there is objective evidence that the asset is impaired. The allowance recognised is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows.

DE recognition of financial assets

The Board derecognises a financial asset only when the contractual rights to the cash flows from the asset expire, or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. If the Board neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Board recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Board retains substantially all the risks and rewards of ownership of a transferred financial asset, the Board continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

Financial liabilities and equity

The company's principal financial liabilities are trade and other payables, accrued expenses and amounts due to related parties. Financial liabilities are classified according to the substance of the contractual arrangements entered into. Trade and other payables and accrued expenses are stated at their nominal value.

The accounting policies adopted for specific financial liabilities and equity instruments are as set out below:

Trade and other payables

Accounts payable and accrued expenses are initially measured at fair value, and are subsequently measured at amortised cost, using the effective interest rate method.

Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs.

CHANCE4ALL ZAMBIA

Notes to Financial Statements

for the Year ending 31 December 2022

Revenue recognition

Revenue from the sale of inventory is recognised in the income statement when the significant risks and rewards of ownership have been transferred to the buyer.

Plant and equipment

Plant and equipment are stated at cost less accumulated depreciation and impairment losses. Management has estimated the residue value of the property, plant, and equipment at 31 December 2020 to be negligible. The Depreciation methods, estimated remaining useful lives and residual values are reviewed at least annually. Depreciation is calculated on a straight line basis, on revalued amounts to their estimated useful life's. The depreciation rates applicable to all categories of property, plant and equipment is as follows:

Item	Rate
Plant and Machinery	25%

Taxation

The tax charge is determined in accordance with the provision of the income of the income tax Act,2017 (as amended) and is based on the adjusted profit for the year. Tax on the profit or loss for the year comprises current taxation and the change in the deferred tax asset/liability.

Provisions

A provision is recognised in the balance sheet when the company has legal or constructive obligations as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate of the amount of the obligation can be made.

Retirement benefits

The company pays an amount equal to the employees contribution for the retirement in respect of the employees on permanent and pensionable terms to National Pension Scheme Authority (NAPSA). These are recognised as an expense when incurred employees contribute 5% of their gross earnings. This is done for the new employees (i.e. those who entered employment after the introduction of NAPSA) and for contract employees.

CHANCE4ALL ZAMBIA**Notes to Financial Statements (CONTINUED)**

for the Year ending 31 December 2022

	Land & buildings	Office equipment	Computer Equipment	Fixtures &Fittings	Total
2. Cost and valuation					
At 1 January 2022	254,785	2,800	3,200	41,100	301,885
Additions		-	-		-
At 31 December 2022	<u>254,785</u>	<u>2,800</u>	<u>3,200</u>	<u>41,100</u>	<u>301,885</u>
Depreciation					
At 1 January 2022	5,096	700	800	10,275	16,871
Charge for the year	5,096	700	800	10,275	16,871
At 31 December 2022	<u>10,192</u>	<u>1,400</u>	<u>1,600</u>	<u>20,550</u>	<u>33,742</u>
Net book value					
At 31 December 2022	<u>244,593</u>	<u>1,400</u>	<u>1,600</u>	<u>20,550</u>	<u>268,143</u>
As At 31 December 2021	<u>249,689</u>	<u>2,100</u>	<u>2,400</u>	<u>30,825</u>	<u>285,014</u>

CHANCE4ALL ZAMBIA**Notes to the Financial Statements (continued)**

for the Year ending 31 December 2022

	31/12/2022	31/12/21 ZMK
3. Inventory	-	-
Inventory	-	-
4. Receivables		
Advance	-	-
5 Cash & Cash equivalent		
Bank balances	326,720	370,917
	326,720	370,917
6. Trade and other payables		
Trade payables	-	-
Tax payable	406	-
Provision for expenses	-	-
Salaries and wages	-	-
Salaries payable	-	-
	406	-
7. Longterm loans		
Directors balances payable	-	-
Directors loan	-	-
	-	-
8 Share capital	-	-

CHANCE4ALL ZAMBIA

Notes to Financial Statements

for the Year ending 31 December 2022

9. Risk management

Exposure to currency, interest rate and credit risk, arises in the normal course of the company's business.

Currency risk

The Company incurs currency risk as a result of bank balances denominated in US dollars. No hedge is taken out for this risk.

Interest rate risk

The Company is exposed to interest rate risk to the extent of the balance of the bank accounts.

Credit risk

No collateral is required in respect of financial assets. Management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis. Credit evaluations are performed on all customers requiring credit over a certain amount.

At the balance sheet date, there were no significant concentrations of credit risks (2020: nil).

The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the balance sheet.

Liquidity risk

Liquidity risk arises in the general funding of the Company's activities.

Liquidity management is directed towards ensuring that all the Company's operations can meet their funding needs, whether this is to replace existing funding as it matures, or is withdrawn.

11. Fair values

The carrying amounts of financial assets and liabilities are representative of the company's position at 31 December 2017 are, in the opinion of the directors, not significantly different from their respective fair values due to generally short periods to maturity dates.

CHANCE4ALL ZAMBIA

NOTES TO THE Financial Statements

for the Year ending 31 December 2022

10. Critical accounting estimates and judgements in applying accounting policies

The company makes estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial year. Estimates and judgements are continually evaluated and are based on historical experience and other factors including expectation of future events that are believed to be reasonable under the circumstances. Critical judgement in the case of the company relate to the tax loss which is subject to agreement with the Zambian Revenue Authority.

When the final tax outcome upon agreement of assessments differs from the amounts initially recorded, such differences are adjusted in subsequent periods. A difference of 10% between management's estimates and the tax authority would increase or decrease the reported loss to that extent.

11. Subsequent events

There were no events subsequent to year-end requiring adjustment to, or disclosure in, these Financial Statements.

CHANCE4ALL ZAMBIA
DETAILED STATEMENT OF COMPREHENSIVE INCOME
for the Year ending 31 December 2022

	ZMW 31/12/22	Appendix I ZMW 31/12/21
	ZMW	ZMW
Revenue	328,727	455,179
Less: Cost of sales	-	-
Gross profit	<u>328,727</u>	<u>455,179</u>
Other income-exchange gain	-	-
	<u>328,727</u>	<u>455,179</u>
Administrative and operating expenses		
Administrative costs	386,930	207,656
Finance costs	3,271	2,900
Selling and distribution costs	-	-
Staff costs	-	-
Total administrative costs	<u>390,201</u>	<u>210,556</u>
Deficit before taxation	<u><u>(61,474)</u></u>	244,623
Income tax expense	-	-
Deficit after taxation	<u><u>(61,474)</u></u>	<u><u>244,623</u></u>

CHANCE4ALL ZAMBIA
DETAILED ADMINISTRATIVE AND OPERATING COSTS
for the Year ending 31 December 2022

	31/12/2022	Appendix II 31/12/21
	ZMW	ZMW
Administrative costs		
Internet expenses	15,652	6,572
Cleaning	4,003	3,180
Feeding program	50,100	35,666
Consulting Fee	2,700	-
office running expenses	119,015	80,948
Outing Expenses	3,925	
Depreciation	16,871	16,871
Electricity And Water	12,000	2,000
Workshop expenses	34,425	11,910
School fees	34,960	14,259
School supplies	75,214	14,600
Hostel accomodation	1,129	-
Sanitation	7,500	-
Printing & stationary	4,460	5,105
Repairs and Maintenance	870	-
Subscription and Licences	1,575	-
General Expenses	2,125	16,546
WHT on Consulting	405	
Total administrative costs	<u>386,930</u>	<u>207,656</u>
Finance costs		
interest received	-	132
Bank charges	3,271	2,767
Total finance costs	<u>3,271</u>	<u>2,900</u>
Selling and distribution costs		
Advertising and promotions	-	-
Total selling and distribution costs	<u>-</u>	<u>-</u>
Staff costs		
Salaries and wages	-	-
Staff welfare	-	-
Total staff costs	<u>-</u>	<u>-</u>

CHANCE4ALL ZAMBIA
REVENUE AND COST OF SALES
for the Year ending 31 December 2022

Appendix III

	31/12/2022	31/12/21
	ZMW	ZMW
Revenue		
Revenue	<u>328,727</u>	<u>455,179</u>
Total revenue	<u><u>328,727</u></u>	<u><u>455,179</u></u>
Other Income		
Interest income on bank transaction	<u>-</u>	<u>-</u>
	<u><u>-</u></u>	<u><u>-</u></u>