

Lagos Food Bank Initiative RC No: 80366

**Audited statements of financial position
As at December 31, 2021.**

This Audited Report was issued by Growtall
Professional Services (Chartered Accountants).
FRC/2014/ICAN/0000006155



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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF LAGOS FOOD BANK INITIATIVE

Report on Audit of Financial Statements.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of **LAGOS FOOD BANK INITIATIVE** ("the Incorporated Trustees) as at 31 December, 2021, and of the organisation's financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards for SMEs and in the manner required by the Companies and Allied Matters Act, LFN, 2020 and the Financial Reporting Council of Nigeria Act, 2011.

What we have audited

The Lagos Food Bank Initiative financial statements comprise:

- The statement of financial position as at 31 December 2021;
- The statement of income and expenditure of the year then ended;
- The statement of cash flows for the year then ended; and
- The notes to the financial statements, which include a summary of significant accounting policies.

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 Audit's responsibilities for the audit of the financial statements section of our report.

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

Independence

We are independent of the organisation in accordance with the international Ethics standards Board for accountants' code of Ethics for professional Accountants (IESBA code). We have fulfilled our other ethical responsibilities in accordance with the IESBA code.

Key Audit Matters.

Key Audit Matters are those matters that in our professional judgement were of most significance in our audit of financial statements of the current period. Those matters were addressed in the context of our audit of the financial statements and in forming our opinion thereon, we do not provide separate opinion on these matters. The organisation does not have Key Audit Matters of significance during the year.

Other information

The trustees are responsible for the other information. The other information comprises internal control report, report of trustees, and statements of value Added (but does not include the financial statements and our auditor's report thereon).

Our opinion on the financial statements 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 identified above and, in doing so, consider whether the other information is materially consistent with the financial statements or our knowledge obtained in the audit, or otherwise appears

to be materially misstated. If based on the work we performed on the other information that we obtained prior to the date of this auditor's report, 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 trustees and those Charged with Governance

The trustees are responsible for the preparation of financial statements that give a true and fair view in accordance with International Financial Reporting Standards for SMES, in the manner required by the Companies and Allied Matters Act, LFN, 2020 and the Financial Reporting Council of Nigeria Act, 2011, and for such internal control as management determines is 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 Trustees are responsible for assessing the organisation's liability to continue as a going concern, disclosing, as applicable, matters related to going concern basis of accounting unless the Trustees either intend to liquidate or cease operations, or have no alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for audit of the 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 ISAs will always detect material misstatement when it exists. Misstatement 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 skepticism throughout the audit.

We also:

- Identify and assess the risk of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. 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 organisation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the organisation's use of the going concern basis of accounting and, based on the audit evidence obtained, whether material uncertainty exists related to events or conditions that may cast significant doubt on the organisation'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 disclosure in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the organisation to cease to continue as a going concern.

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- 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 achieve fair presentation.
- We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit finding, including any significant deficiencies in the internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

In compliance with the requirements of schedule six (6) of the Companies and Allied Matters Act of Nigeria;

In our opinion, proper books of account have been kept by the company, so far as appears from our examination of those books and statement of financial position and the statement of comprehensive income are in agreement with the books of account.

Engagement Partner: Adeniyi Elegbede, ACA.

For: Growtall Professional Services

(Chartered Accountants)

FRC/2014/ICAN/0000006155



26th February, 2022.

Lagos, Nigeria.

Lagos Food Bank Initiative

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2021

| ASSETS | | 2021 | 2020 |
|----------------------------------|------|--------------------|--------------------|
| NON-CURRENT ASSETS | NOTE | ₦ | ₦ |
| Property, Plant & Equipment | 5 | 35,255,841 | 14,475,447 |
| Intangible Assets | 6 | 140,000 | 120,000 |
| Total Non- Current Assets | | 35,395,841 | 14,595,447 |
| | | | |
| CURRENT ASSETS | | | |
| Stock of Food Items | 7 | 20,946,865 | 35,867,332 |
| Prepayment | 8 | 6,294,444 | 2,988,888 |
| Cash at Bank | 9a&b | 197,267,568 | 92,277,173 |
| TOTAL ASSETS | | 259,904,718 | 145,728,840 |

ACCUMULATED FUNDS AND LIABILITIES

| LIABILITIES | | | |
|---|----|--------------------|--------------------|
| Accrued Expenses | 10 | 470,000 | 300,000 |
| TOTAL LIABILITIES | | 470,000 | 300,000 |
| | | | |
| Net Income | 11 | 250,121,587 | 136,115,709 |
| Contribution by Trustees | 12 | 9,313,131 | 9,313,131 |
| ACCUMULATED FUND AS AT DEC. 31, 2021 | | 259,904,718 | 145,728,840 |

The financial statements were approved by the Board of Registered Trustees at its meeting held on **26th February, 2022**.

| | | |
|--|---|---|
|  _____ Trustee MICHAEL SUNBOLA |  _____ Trustee ASO UCHE JOSÉS |  _____ Trustee MRS. VIVIAN MADUEKEH |
|--|---|---|

The accounting policies on page 9-10 and notes on pages 14 to 21 form part of these financial statements.

REPORT OF THE TRUSTEES TO THE MEMBERS FOR THE PERIOD ENDED DECEMBER 31, 2021.

The Registered Trustees have the pleasure in submitting their report together with the annual Audited Financial Statement of the organization for the period ended December 31, 2021.

PRINCIPAL ACTIVITIES

The principal activities of the organization include the following:

1. To address the problem of malnutrition in children under 5 years and to improve the nutrition intake of pregnant women and lactating mothers.
2. To improve food security at the household and aggregate levels to guarantee that families have access to safe foods that is adequate (both in quantity and quality) to meet the nutritional requirement for a healthy and active life.
3. To promote habits and activities that will reduce the level of malnutrition and improve the nutritional status of our beneficiaries
4. To provide emergency food and services to people in financial and natural crisis.
5. To feed the destitute in need of food through a nationwide network of member food banks.

PROGRAMS OF ACTIVITIES

Education Enhancement Intervention (EDUFOOD)

Education Enhancement Intervention for Food Insecure Students (EDUFOOD) is a program that seeks to improve the nutritional status and health of food for students. It is also geared towards increasing school attendance, reducing drop-out rates and increasing the children's ability to concentrate and comprehend in class.

Family Farming Program

The Lagos Food Bank Initiative Family Farming Program was designed to create a food and agricultural system that is managed and operated by a family, and relies on family labour to increase the quality of life in dignity, equity and reducing the level of hunger and poverty.

Job Placement Programme

We have added innovation to our food security approach by collating basic skills of the beneficiaries into a Curriculum Vitae through our human resources practitioners. These skills are advertised to corporate organizations digitally to enable beneficiaries get jobs to fend for themselves and contribute to the enterprise as well.

Mobile Pantry

We go out daily to reach out to children and destitute on the streets of Lagos and its environs, spreading love and care to the forgotten and most under-served areas.

Nutrition Intervention for Diabetes Self-management (NIDS)

Nutrition Intervention for Diabetes Self-management (NIDS), for indigent adults living with diabetes, is a two year (2020-2022) program that seeks to improve the glycemic control of people living with diabetes (PLD) in low-income communities by providing them with free diabetes-appropriate meals or foodstuff.

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Nutritious Meal Plan Intervention

Nutritious Meal Plan Intervention for Vulnerable Mothers and Children, (NUMEPLAN) project is a three-year (2019-2021) program that seeks to improve the nutrition of vulnerable mothers and children living in underserved communities in Lagos State.

The TEFAP Food Intervention Program

The Temporary Emergency Food Assistance Program is targeted at providing immediate food, nutrition and relief assistance to families in low cost communities in Lagos and its environs at no cost. These materials provided can sustain each family of 5 for about 2-4 weeks. Shelf-stable items and relief materials are distributed to different communities biweekly. In addition to this, beneficiaries are given the opportunity to pick up items from the food bank warehouse at least once a month.

| RESULT FOR THE PERIOD | 2021 | 2020 |
|---------------------------------------|-------------------|--------------------|
| | ₦ | ₦ |
| Income: | | |
| Cash Donation | 24,877,189 | 77,463,562 |
| Non-Cash Donation/Food Materials | 26,957,630 | 215,482,943 |
| Foreign Grants | 161,868,441 | 53,788,352 |
| Members' Subscription | <u>2,806,900</u> | <u>1,553,100</u> |
| Total Income | 216,510,160 | 348,287,957 |
| Expenditure | | |
| Cash Expenses | 60,626,185 | 38,242,000 |
| Non-Cash Expenses-Food/Materials | <u>41,878,097</u> | <u>180,549,676</u> |
| Total Expenditure | 102,504,282 | 218,791,676 |
| Surplus Income on ordinary activities | 114,005,878 | 129,496,381 |

DIRECTORS'/TRUSTEES' RESPONSIBILITIES

The directors/trustees' are responsible for the preparation of financial statements which give a true and fair view of the state of affairs of the company at the end of each financial year, and of the profit or loss for the period and comply with the provisions of companies and Allied Matters Act, CAP C20 laws of the Federation of Nigeria 2020.

In doing so, they ensure that:

- Internal control procedures are instituted which, as far as is reasonably possible, safeguard the assets, prevent and detect fraud and other irregularities.
- Proper accounting records are maintained.
- Applicable accounting standards are followed
- Suitable accounting policies are adopted and consistently applied,
- Judgements and estimates made are reasonable and prudent, and the financial Statements are prepared on the going concern basis, unless if it is inappropriate to presume that the company will continue in business.

PROPERTY, PLANT AND EQUIPMENT

Movements in property, plant and equipment fixed assets during the year are shown in Note 5. In the opinion of the directors, the market value of the company's properties is not less than the value shown in the financial statements.

FUTURE DEVELOPMENT:

The organisation will vigorously pursue the expansion of the outreach network in year 2022 and beyond; subject to any unforeseen difficulties, the trustees' consider that the organisation will be in a better position to take advantage of emerging conditions. The trustees' expect the general level of activity to improve in the foreseeable future.

HEALTH, SAFETY AND WELFARE AT WORK:

The organisation places high premium on the health, safety and welfare of its volunteers & interns in their places of work. To this end, Health and safety regulations are in force within the organisation's premises and employees are aware of existing regulations.

EFFECTIVENESS OF INTERNAL CONTROL SYSTEM

The Board is responsible for maintaining a sound system of internal control to safeguard donors funds and the assets of the Company. The system of internal control is to provide reasonable assurance against material misstatement, prevent and detect fraud and other irregularities. The responsibilities

include oversight functions of internal audit and control risk assessment and compliance, continuity and contingency planning, and formalization and improvement of the Company's business processes.

EMPLOYEE INVOLVEMENT AND TRAINING

The organisation places considerable value on the involvement of its employees and has continued its practice of keeping them informed on matters affecting them as employees and on various factors affecting the performances of the company.

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POST BALANCE SHEET EVENTS

There are no post balance sheets events which could have had a material effect on the state of affairs of the organisation as at 31 December, 2021.

AUDITORS

Messrs Growtall Professional Services, (Chartered Accountants) were appointed and have indicated their willingness to continue in office in accordance with S. 357(2) of the Companies and Allied Matters Act, CAP C20, LFN 2004.

BY ORDER OF THE BOARD

Dated this 26th day of February, 2022.

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STATEMENT OF DIRECTORS'/TRUSTEES RESPONSIBILITIES FOR THE YEAR ENDED 31 DECEMBER, 2021.

The trustees accept responsibility for the preparation of the Annual Financial Statements that give a true and fair view in accordance with the International Financial Reporting Standards (IFRS) for SMEs and in the manner required by the Companies and Allied Matters Act of Nigeria and the Financial Reporting Council of Nigeria Act, 2011.

The trustees further accept responsibility for maintaining adequate accounting records as required by the Companies and Allied Matters Act, LFN, 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 fraud or error.

The trustees have made an assessment of the organisation's ability as a going concern and have no reason to believe the organisation will not remain a going concern in the years ahead.

SIGNED ON BEHALF OF THE BOARD OF TRUSTEES BY:



Trustee

MICHAEL SUNBOLA



Trustee

ASO UCHE JOSES



Trustee

MRS.VIVIAN MADUEKEH

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STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31 DECEMBER, 2021.

| INCOME | NOTE | 2021 | 2020 |
|------------------------------------|------|-------------------------------|-------------------------------|
| | | ₦ | ₦ |
| Donations Received: | | | |
| Cash Donation | 13 | 24,877,189 | 77,463,562 |
| Food/Material Donation | 13 | 26,957,630 | 215,482,943 |
| Volunteers Membership Subscription | | 2,806,900 | 1,553,100 |
| Foreign Grants | 14 | <u>161,868,441</u> | <u>53,788,352</u> |
| TOTAL INCOME | | 216,510,160 | 348,287,957 |
| LESS EXPENDITURE | | | |
| Non- Cash Expenses | | | |
| Donated Food Distributed | 15 | 41,878,097 | 180,549,676 |
| Cash Expenses | | | |
| Value of Programs | 16 | <u>16,237,471</u> | <u>15,952,540</u> |
| Administrative Expenses | 17 | <u>44,388,714</u> | <u>22,289,460</u> |
| TOTAL EXPENSES | | <u>102,504,282</u> | <u>218,791,676</u> |
| NET INCOME | | <u>114,005,878</u> | <u>129,496,381</u> |

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STATEMENT OF CASHFLOW FOR THE YEAR ENDED 31 DECEMBER, 2021.

| | NOTES | 2021 | 2020 |
|--|--------------------|---------------------------|--------------------------|
| | | ₦ | ₦ |
| Operating Income | | 114,005,878 | 129,496,381 |
| Adjustment for non-cash items | | | |
| Net Non-Cash Items | 13 & 15 | 14,920,467 | (34,933,267) |
| Depreciation | 5 | <u>9,363,868</u> | <u>3,668,762</u> |
| Operating Surplus before changes in W/Capital | | 138,290,213 | 98,231,876 |
| CHANGES IN OPERATING/W/CAPITAL | | | |
| Add Increase in Payable | | 170,000 | (375,000) |
| Less Increase in Prepayment | | (3,305,556) | (2,988,888) |
| Changes in Inventory | | <u>0</u> | <u>0</u> |
| Operating cashflow after changes in W/ Capital | | 135,154,657 | 94,867,988 |
| Tax paid | | <u>0</u> | <u>0</u> |
| Net cashflow from Operating Activities | | 135,154,657 | 94,867,988 |
| Cashflow from Investing Activities | | | |
| Purchase of Fixed Assets | 5 & 6 | (30,164,262) | (14,181,309) |
| Cashflow from Financing Activities | | 0 | 0 |
| Increase in Cash and Cash Equivalent | | 104,990,395 | 80,686,679 |
| Cash and Cash Equivalent as at January 1, 2021 | | <u>92,277,173</u> | <u>11,590,494</u> |
| Cash and Cash Equivalent as at December 31, 2021 | 9 | <u>197,267,568</u> | <u>92,277,173</u> |

NOTES ON THE FINANCIAL STATEMENTS

for the Year ended 31 December, 2021:

1. Reporting Entity

LAGOS FOOD BANK INITIATIVE was registered as non-governmental organisation on 26th August 2015 and commenced operation on 2nd January, 2017.

2. BASIS OF PREPARATION

Statement of compliance

The financial statements have been prepared in accordance with the International Financial Reporting Standards for small and Medium Entities issued by the International Accounting Standards Board (IASB).

Basis of measurement

These financial statements have been prepared on historical cost basis, unless mentioned otherwise in the accounting policies.

These financial statements comprise a Statement of Financial Position, Statement of Income and Expenditure, Statements of Cash Flows and significant notes to the financial statements.

Functional and presentation currency

These financial statements are presented in Naira, which is the company's functional currency. All financial information presented in Naira has been rounded to the nearest thousands except otherwise indicated.

Use of estimates and judgement

The preparation of the financial statements in conformity with IFRS for SMEs requires management make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from estimates.

Critical judgements applied in arriving at these estimates are based on the best information available to management at the time such estimates were made.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment within the next financial year are included in the notes:

3. Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

3.1 Income

Income from the donations in the course of ordinary activities is measured at the fair value of the consideration received or receivable. Income is recognized on cash basis and the amount of Income can be measured reliably.

Income comprises of grants and donations.

Donations

Donations consist of cash value and food items donated by individual and corporate bodies to the organization warehouse. Sometimes specific donations are restricted to a particular program of activities. The organization received local and foreign donations in cash during the reporting year.

Grants

Grants are typically restricted and unrestricted funds, both from local and international organizations for execution of core programs that must be met by the organization.

3.2 Foreign currency

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 re-translated to the functional currency at the rates of exchange prevailing at that date. The foreign currency gain 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 reporting period.

3.3 Property, plant and equipment

• Recognition and measurement

Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the asset. Items of property, plant and equipment under construction are disclosed as capital work-in-progress (if any) while any other costs directly attributable to bringing the assets to a working condition for their intended use, the costs of dismantling and removing the items and restoring the site on which they are located are recognized. Purchased software that is integral to the functionality of the related equipment is capitalized as part of the equipment.

When item of PPE have significant parts with different useful lives. The cost of an item of PPE is allocated to its significant parts, with each part depreciated separately only when the parts have significantly different patterns of benefit consumption.

Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognized net within other income in profit or loss.

• Subsequent costs

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

- **Depreciation**

Depreciation is calculated over the depreciable amount, which is the cost of an asset, or other amount substituted for cost, less its residual value. Depreciation is recognized in income and expenditure on a straight-line basis over the estimated useful lives of each part of an item of property, plant and equipment which reflects the expected pattern of consumption of the future economic benefits embodied in the asset.

Leased assets are depreciated over the shorter of the lease term and their useful lives unless it is reasonably certain that the company will obtain ownership by the end of the lease term in which case the assets are depreciated over the useful life.

The following rates are the approved depreciation rates used by the company for all depreciable assets:

| The rates used during the year were: | | Estimated Useful Lives |
|--------------------------------------|-----|------------------------|
| Furniture & Fittings | 10% | 10years |
| Computer & Office Equipment | 10% | 10years |
| Motor Vehicles | 20% | 5years |
| Plant & Equipment | 20% | 5years |

Depreciation methods, useful lives and residual values are reviewed at each financial year end and adjusted if appropriate.

- **Intangible assets**

3.4 Inventories

Inventories are measured at the historical cost since they are not meant for resale. The cost of inventories includes expenditure incurred in acquiring the inventories, freight and other costs incurred in bringing them to their existing location and condition.

Allowance is made for obsolete, slow moving or defective items where appropriate.

3.5 Cash and cash equivalents

These comprise cash balances and call deposits with original maturities of three months or less. Bank overdrafts that are repayable on demand and form integral part of the company's cash management are included as a component of cash and cash equivalents for the purpose of the statement of cash flows.

3.6 Provision

General

Provision are recognized when the organization has a present obligation (legal or constructive) as a result of past event, it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The expense relating to any provision is presented in income and expenditure net of any reimbursement.

Contingencies

Contingent liabilities are possible obligations whose existence will only be confirmed by future events not wholly within the control of the organization or present obligations where it is not probable that an

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outflow of resources will be required or the amount of the obligation cannot be measured with sufficient reliability.

4. Significant Accounting Judgements, Estimates and Assumptions

The preparation of the organization's financial statements requires management to make judgements, estimates and assumptions that effect the reported amounts of revenues, expenses, assets and liabilities and accompany disclosure and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcome that require a material adjustment to that carrying amount of the assets.

Judgement

In the process of applying the organization's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognized in the financial statements.

Going Concern

The organization's management has made an assessment of its ability to continue as a going concern and is satisfied that it has resources to continue in business for the foreseeable future.

Furthermore, management is not aware of any material uncertainties that may cast significant doubt upon the organization's ability to continue as a going concern. Therefore, the financial statements continue to be prepared on the going concern basis.

5. PROPERTY, PLANT & EQUIPMENT

| COST/VALUATION | PLANT & EQUIPMENT | COMPUTER & OFF.EQUIPMT | FURNITUR E & FITTINGS | MOTOR VEHICLE | TOTAL |
|-------------------------|------------------------------|-----------------------------------|----------------------------------|----------------------|-------------------|
| | ₦ | ₦ | ₦ | ₦ | ₦ |
| As at Jan.1,2021 | 2,364,309 | 4,051,000 | 986,000 | 13,461,000 | 20,862,309 |
| Additions during the yr | 4,106,800 | 1,333,300 | 2,004,162 | 22,700,000 | 30,144,262 |
| As at Dec.31,2021 | 6,471,109 | 5,384,300 | 2,990,162 | 36,161,000 | 51,006,571 |
| | | | | | |
| DEPRECIATION | | | | | |
| As at Jan.1,2021 | 934,662 | 640,300 | 213,700 | 4,598,200 | 6,386,862 |
| Charged for the Year | 1,294,222 | 538,430 | 299,016 | 7,232,200 | 9,363,868 |
| As at Dec.31,2021 | 2,228,884 | 1,178,730 | 512,716 | 11,830,400 | 15,750,730 |
| | | | | | |
| NET BOOK VALUE | | | | | |
| As at Dec. 31, 2021 | 4,242,225 | 4,205,570 | 2,477,446 | 24,330,600 | 35,255,841 |
| As at Dec.31, 2020 | 1,429,647 | 3,410,700 | 772,300 | 8,862,800 | 14,475,447 |

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6. INTANGIBLE

| | Patent & Trade Mark | |
|----------------------------|------------------------|-----------------------|
| Cost | ₦ | ₦ |
| At 1 January 2021 | 120,000 | 120,000 |
| Addition | <u>20,000</u> | - |
| As at Dec. 31, 2021 | <u>140,000</u> | <u>120,000</u> |
| AMORTISATION | | |
| At 1 January 2021 | - | - |
| Charge for the Year | - | - |
| As at Dec. 31, 2021 | - | - |
| NET BOOK VALUE | <u>140,000</u> | <u>120,000</u> |

7. STOCK OF FOOD ITEMS

| | | |
|---------------------------|--------------------------|--------------------------|
| Bal B/f | 35,867,332 | 934,065 |
| Received during the year | <u>26,957,630</u> | <u>215,482,943</u> |
| | 62,824,962 | 216,417,008 |
| Less Used during the year | <u>41,878,097</u> | <u>180,549,676</u> |
| Closing Stock | <u>20,946,865</u> | <u>35,867,332</u> |

8. PREPAYMENT

| | ₦ | ₦ |
|------------------------------|------------------|------------------|
| Bal B/f | 2,988,888 | - |
| Utilised During the year | <u>2,366,666</u> | - |
| | 622,222 | - |
| Prepaid Rent During the year | <u>5,672,222</u> | <u>2,988,888</u> |
| Bal. C/F | <u>6,294,444</u> | <u>2,988,888</u> |

9a. CASH AT BANK

| | ₦ | ₦ |
|--------------------------------------|---------------------------|--------------------------|
| Standard Chartered Bank | 4,675,031 | 6,673,439 |
| United Bank for Africa | 1,102,723 | 5,059,224 |
| Guaranty Trust Bank A/c 1 | 1,829,870 | 20,063,014 |
| Guaranty Trust Bank A/c 2 | 5,315,084 | 2,514,638 |
| Union Bank | 652,997 | 1,933,064 |
| Zenith Bank A/c 1 | 3,337,593 | 1,436,638 |
| Zenith Bank A/c 2 | 707,984 | 15,784,001 |
| Kuda Microfinance Bank | 1,365,104 | 1,365,104 |
| Access Bank PLC | 877,884 | - |
| Zenith Bank(Domiciliary) | 149,217,751 | 29,751,500 |
| Standard Chartered Bank(Domiciliary) | 38,511 | 35,342 |
| Guaranty Trust Bank(Domiciliary) | 28,091,960 | 7,610,669 |
| United Bank for Africa(Domiciliary) | <u>55,076</u> | <u>50,540</u> |
| AS PER ACCOUNT | <u>197,267,568</u> | <u>92,277,173</u> |

Lagos Food Bank Initiative

The organization has dollar domiciliary accounts with four banks stated above. The balance in the domiciliary accounts are UBA \$133.36, Standard Chartered Bank \$93.25, Zenith Bank \$361,310.81 and GTB Bank \$68,020.92. These have been translated at CBN IFEM official rate of ₦412.99 to a dollar as at December 31, 2021. However, UBA domiciliary account with the sum of \$133.36 and Standard Chartered Bank domiciliary account with the sum of \$93.25 are dormant. There was no transaction on the two accounts during the reporting period.

| | |
|-----------------------------|---------------------------|
| 9b. Restricted Funds | 78,907,000 |
| Unrestricted Funds | <u>118,360,568</u> |
| | <u>197,267,568</u> |

The organization got some grants from the foreign donors that are specifically restricted to some particular programs. These grants have been converted at the CBN official rate as at 31 December, 2021.

10. ACCRUED EXPENSES

| | 2021 | 2020 |
|----------------------------------|-----------------------|-----------------------|
| | ₦ | ₦ |
| Balance B/F | 300,000 | 675,000 |
| Rent Outstanding | 0 | 0 |
| Internship Allowance Outstanding | 0 | 0 |
| Provision-Audit fee for the year | <u>300,000</u> | <u>300,000</u> |
| | 600,000 | 975,000 |
| Paid during the year | <u>(130,000)</u> | <u>(675,000)</u> |
| AS PER ACCOUNT | <u>470,000</u> | <u>300,000</u> |

11. NET INCOME

| | 2021 | 2020 |
|-------------------------|---------------------------|---------------------------|
| | ₦ | ₦ |
| Balance B/F | 136,115,709 | 6,619,428 |
| Net Income for the year | <u>114,005,878</u> | <u>129,496,281</u> |
| AS PER ACCOUNT | <u>250,121,587</u> | <u>136,115,709</u> |

12. CONTRIBUTION BY FOUNDERS/TRUSTEES

| | ₦ | ₦ |
|-------------------------------|-------------------------|-------------------------|
| Bal. B/F | 9,313,131 | 9,313,131 |
| Addition Fund During the year | <u>0</u> | <u>0</u> |
| Total as at Dec.31, 2021. | <u>9,313,131</u> | <u>9,313,131</u> |

This represents the total amount that has been contributed by the registered Trustees as donations.

Lagos Food Bank Initiative

13.1 DONATIONS RECEIVED

The breakdown is as follows-

| | ₦ | ₦ |
|-----------------------------|--------------------------|---------------------------|
| Cash Donations -Local | 24,877,189 | 77,463,562 |
| Value Food &Materials Items | 26,957,630 | 215,482,943 |
| Add Opening Stock | <u>35,867,332</u> | <u>934,065</u> |
| | 62,824,962 | 216,417,008 |
| Less Closing Stock | <u>20,946,865</u> | <u>35,867,332</u> |
| Used During The Year | <u>41,878,097</u> | <u>180,549,676</u> |
| AS PER ACCOUNT | <u>66,755,286</u> | <u>258,013,238</u> |

This represents the total cash donation by individual and corporate bodies and those who donated food and materials items valued at the prevailing market prices.

Volunteer members pay a token fee to cover production of branded T-shirt, face cap and other souvenir items.

13.2 THE TOP 11 FOOD AND CASH DONORS

1. Unilever Nigeria Ltd
2. Mistachoco Chocolate Spread
3. Funmi Osineye
4. Global One Word Health Care Ltd
5. Friesland Campina
6. Kelloggs Tolaram Nigeria Ltd
7. Friska Farms Ltd
8. Olivia Anakwe
9. RMB Nigeria Ltd
10. Delifrost Caterers
11. Duru Bulgur Wheat

14. FOREIGN GRANTS

The organization received foreign grants of \$398,440 from the following international organizations:

1. Global Food Banking Network
2. Ueno LLC
3. Firmenich
4. ADM International
5. Meridian Insitute
6. The Liberty Family Foundation

During the year, these have been translated at the CBN official rate prevailing at the time of receipt.

Note on the Financial Statements for the Year ended 31 December, 2021:

NON-CASH EXPENSES

| | | |
|--------------------------------------|--------------------------|---------------------------|
| 15. DONATED FOOD DISTRIBUTION | ₦ | ₦ |
| AS PER ACCOUNT | <u>41,878,097</u> | <u>180,549,676</u> |

Lagos Food Bank Initiative

CASH EXPENSES

| | | |
|------------------------------|--------------------------|--------------------------|
| 16. VALUE OF PROGRAMS | ₦ | |
| AS PER ACCOUNT | <u>16,237,471</u> | <u>15,952,540</u> |

The Programs carried out during the year include the followings:

Education Enhancement Intervention(EDUFOOD)
 Family Farming Program
 Job Placement Programme
 Mobile Pantry
 Nutrition Intervention for Diabetes Self-management (NIDS)
 Nutritious Meal Plan Intervention
 Temporary Emergency Food Assistance Program (TEFAP)

17. ADMINISTRATIVE EXPENSES

| | | |
|-------------------------------------|--------------------------|--------------------------|
| Cost of Production of Branded items | 1,038,200 | 757,050 |
| Advertisement | 4,657,471 | 5,096,198 |
| Entertainment | 2,109,306 | 504,000 |
| Printing & Stationery | 469,965 | 402,700 |
| Venue Inspection & Security | 156,200 | 147,000 |
| Consumable | 269,000 | 752,100 |
| Transport Expenses | 902,047 | 2,026,490 |
| Laundry & Office Cleaning | 68,200 | 145,000 |
| Repairs & Maintenance | 3,212,344 | 1,716,250 |
| Fuel & Gas | 530,453 | 1,182,644 |
| Rental Expenses | 86,200 | 100,000 |
| Telephone, Postage & Telecom | 546,500 | 518,000 |
| Bank Charges | 280,616 | 210,348 |
| Audit Fee | 300,000 | 300,000 |
| Office Maintenance | 2,139,350 | 1,377,931 |
| Warehouse Renovation | 7,242,550 | 0 |
| Office Rent | 3,194,444 | 911,112 |
| Internship Allowance | 7,822,000 | 2,473,875 |
| Depreciation | <u>9,363,868</u> | <u>3,668,762</u> |
| TOTAL EXPENSES | <u>44,388,714</u> | <u>22,289,460</u> |

Lagos Food Bank Initiative

ORGANISATION TRUSTEES & CORPORATE ADVISERS

| | |
|---------------------------|--|
| Trustees: | Mr. Michael Sunbola- BL, LLM, MCIArb (UK) Rev. (Dr) Ayodele Sunbola Mrs Ololade Asuku- MED, BA (Ed) Mr Joses U. Aso- BSc (Food Sc. & Tech.), MNIFST. Mrs. Vivian Maduekeh- MSc. (Oxford), MIFST. Abibat Hassan- BSc. MSc. Mr Mabruk Kunmi-Olayiwola- LLB, BL Mr. Yinka Odunlami CPA, MB Nwando Okonkwo Ajene Clement Chukwuka |
| Auditors: | Growtall Professional Service (Chartered Accountants), Suite G, Eni Plaza, Opp. Vitality Oil, Ilo-Awela Road, Ota, Ogun State. Tel: 08037200812. |
| Registered office: | Plot 10, Oba-Lateef Adams Crescent, Iloro, Agege, off Olufeso Street, Lagos. |
| Admin Head Office: | Lagos Food Bank Building Bamofin Close, Taiwo Ologun, Punch Estate, Ikeja, Lagos. |
| Website: | www.lagosfoodbank.org |
| Bankers: | Standard Chartered Bank Ltd, United bank for Africa Plc Guaranty Trust Bank Plc Union Bank Plc Zenth Bank Plc Access Bank Plc Kuda Microfinance Bank |