

FREEHEARTS AFRICA REACHOUT FOUNDATION (FAROF)

AUDITED FINANCIAL STATEMENT FOR THE YEAR ENDED

31 DECEMBER, 2021



AMANA & CO.

KD 30416

(Chartered Accountants and Tax Consultants)

1st Floor, No. 22 Ahmadu Bello Way, Besides NNDC (Ten Storey) Building, Kaduna.

FREEHEARTS AFRICA REACHOUT FOUNDATION (FAROF)

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FREEHEARTS AFRICA REACHOUT FOUNDATION (FAROF) NIGERIA
ACCOUNTING POLICIES AND EXPLANATORY NOTES TO THE FINANCIAL
STATEMENTS
FOR THE YEAR ENDED 31ST OF DECEMBER 2020.

GENERAL INFORMATION ABOUT THE TRUSTEE:

FREEHEARTS AFRICA REACH OUT FOUNDATION (FAROF)-CAC/IT/NO 61548 is an organization incorporated as a Trustee under Nigeria Company and Allied Matters DECREE and registered with Corporate Affairs Commission (CAC) on the 13th day of May 2013. FAROF as a Non-Profit development organization thematic area are Health, Education, Child Protection and Empowerment intervention, targeted at reaching out to Vulnerable Children and Women of all race and/or culture.

THE MAIN OBJECTIVES OF THE ORGANIZATION INCLUDE:

1. To reach out to the vulnerable, especially children and woman.
2. To raise bold and self-reliant citizen in Nigeria and Africa at large.
3. To reach out to children, especially girl child in term of education, as well as promote their sexual reproductive health and rights in our society.
4. To reduce the rate of unemployment, poverty and hunger in our society.
5. To empower and mobilize people within the various communities through self-development project.
6. To address community health conditions, the causes, preventive measure, support and treatment of opportunistic infections such as HIV/AIDS/STI and, Tuberculosis (TB) that affects children, Adolescents and young people in our society.
7. To reduce and end Gender Base Violence (GBV) amongst children/women, in terms of abuse, exploitation, human trafficking, early child Marriage in Nigeria and Africa at large

OUR MISSION STATEMENTS:

FAROF is committed to creating a safe and healthy community for the most vulnerable children and women through quality health care, education, protection against violence, exploitations and community development that are sustainable, replicable and appropriate for hard-to-reach area.

FREEHAERTS AFRICA REACH OUT FOUNDATION (FAROF)
FINANCIAL STATEMENTS FOR THE YEARS ENDED 31ST DECEMBER 2021

THE BOARD OF TRUSTEE REPORT

The Board of Trustees have the pleasure in presenting to the members of the Foundation their financial statement for the year ended 31st of December, 2020.

1. OPERATING RESULTS

The operating result of the Foundation for the year ended 31st December, 2021 are on page 6 of the financial statements

2. BOARD OF TRUSTEES

The following Board of Trustee members served during the year ended December, 2021

Trustee of FAROF comprises of the following:

1. Ambassador Eunice Egunola Adams (Mrs.)	Chairman/Founder
2. Adams Michael Ederegba	Trustee
3. Dr. Saidu Ahmed Yau	Trustee
4. Elizabeth Audu Shem (Mrs.)	Trustee
5. Mr Faruk Musa Yusuf	Trustee
6. Dr. Ikpeme John (PhD)	Trustee
7. Matilda Gideon Owunobi (Mrs.)	Trustee

3. FINANCIAL ACTIVITIES

The Freehearts Africa Reach Out Foundation (FAROF) is a foundation incorporated as a Trustee under Nigeria Company and Allied Matters Decree, it was registered with the corporate Affairs Commission (CAC) on 15TH of May 2015, FAROF is a Nonprofit making organization dedicated in saving one life at a time with the greatest strength of working and leading projects as a consortium. Implementing programs focused in health (improving sexual and reproductive health and rights. In the year 2021, FAROF was a recipient of grant award from the TY Danjuma Foundation and in partnership with State's Primary Health Care Board on capacity building that was broadly spread around Maternal Newborn and Child Health programs, with Subgrants to relevant Partners on Research and Documentation activities which include film production that measure the impact of the project for the year 2021.

4. EMPLOYMENT AND EMPLOYEE



5:1 DISABLED PERSONS

Employment within FAROF working environment is basically on qualification and experience irrespective gender or any form of disability.

AUDITORS

The Auditor Amana & Co (Chartered Accountants) have indicated their willingness to audit the 2021 financial account of the Freeheart Africa Reach Out foundation (FAROF)

By the order of the Board of Trustees

Chairman:  14/5/2022 Secretary: 

Date: 14/5/2022 Date: 30-4-2022



FREEHEARTS AFRICA REACHOUT FOUNDATION (FAROF)
AUDITORS REPORT ON THE DISBURSEMENT ACCOUNTS

AS AT 31ST DECEMBER, 2021

We have audited the Statement of Disbursements Accounts.

Our audit was carried out in accordance with the International Accepted Auditing Standards. The accompanying Disbursement Accounts were prepared on the basis of cash deposit by the FreeHearts Africa Reach Out Foundation (FAROF) for the purpose of complying with the Agreement.

In our opinion, the accompanying Disbursements Accounts were prepared on the basis of confirmation of receipts of the amounts through the sub-recipient, First Bank of Nigeria Plc. And Fidelity Bank Plc.

In our opinion, the receipts and the Disbursement Accounts have been properly accounted for in accordance with the Agreements and in view of the movement on the accounts for the year ended 31st December.2021.



Amara & Co.

AMANA & CO
(Chartered Accountants)
FRC/2013/ICAN/00000003426



FREEHEARTS AFRICA REACHOUT FOUNDATION (FAROF)

**AUDITORS OPINION ON THE STATEMENT OF
EXPENDITURE – SOE**

We have examined the expenditure, in respect of withdrawals from the grants and other income were made during the year ended 31st December, 2021

In our opinion, the Internal control procedures involved in the preparation of the Statements of Expenditures are adequate and all expenditures were wholly, necessarily, reasonably and exclusively incurred for the project.



Amanana & Co.

AMANA & CO
(Chartered Accountants)
FRC/2013/ICAN/00000003426

FREEHEARTS AFRICA REACH OUT FOUNDATION (FAROF) NIGERIA
STATEMENT OF FINANCIAL POSITION
AS AT 31ST DECEMBER, 2021

		2021 ₦	2020 ₦
<u>NON-CURRENT ASSETS</u>			
Land, Motor, Office Furniture Equipment	2	14,370,536	15,750,844
<u>CURRENT ASSETS</u>			
Stocks	3		
Accounts Receivable	4	3,511,033	2,130,725
Bank and Cash Balance	5	8,359	14,377
Net Current Assets		<u>3,519,392</u>	<u>2,145,102</u>
Total Assets		<u>17,889,928</u>	<u>17,895,946</u>
<u>CAPITAL AND RESERVE</u>			
Capital Accounts			
Accumulated Fund	6	17,889,928	17,895,946
<u>CURRENT LIABILITIES</u>			
Total Liability and Equity	7	<u>17,889,928</u>	<u>17,895,946</u>

14/5/2022

	Chairman
	Secretary
	Financial Secretary/Treasurer

The notes to the accounts on page 11 to 21 form an integral part of these accounts

FREEHEARTS AFRICA REACH OUT FOUNDATION (FAROF) NIGERIA
RECEIPT AND PAYMENT ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER, 2021

<u>INCOME</u>	NOTE	2021 ₦	2020 ₦
Less: Direct Cost	8	18,962,001	27,693,220
		<u>18,962,001</u>	<u>27,693,220</u>
Less: Project Administrative Expenses	(9-21)	(18,953,642)	(27,678,843)
Net Surplus/(Deficit)		<u>8,359</u>	<u>14,377</u>

FREEHEARTS AFRICA REACH OUT FOUNDATION (FAROF) NIGERIA
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED 31ST DECEMBER, 2021

	2021	2021	2020
<u>OPERATING ACTIVITIES</u>			
Surplus/Deficit		8,359	14,377
Adjustment for non-cash items:		1,380,308	1,820,290
Depreciation		-	-
Amortization		<u>1,388,667</u>	<u>1,834,667</u>
Other Adjustment to reconcile operating			
Loss to Cash from operating activities:			
(Increase)/Decrease in Stock			(1,392,119)
(Increase)/(Decrease) in Accounts			
Receivable	(1,380,308)		(80,000)
Increases/(Decrease) in Account	---		---
Payables	<u>(1,380,308)</u>		<u>(1,472,119)</u>
Cashflows from Operating Activities	8,359		362,548
Investing Activities:			
Purchase of Fixed Assets		<u>- - -</u>	<u>(349,000)</u>
		8,359	13,548
Cashflow from Financial Activities:			
Contributions Deferred Accumulated Funds		(14,377)	(5,800,673)
Net increase/Decrease in Cash/			
Bank Balance		(6,018)	(5,787,502)
Cash and cash equivalents at the			
Beginning of the year		14,377	5,801,502
Cash and Cash Equivalents as at the		<u>8,359</u>	<u>14,377</u>
End of the year			

	2021	2021	2020
	=N=	=N=	=N=
Reconciliation:			
Net Profit/(Loss) after		8,359	14,377
		<u>1,380,308</u>	<u>1,820,290</u>
		1,388,667	1,834,667
Change in working Capita			
Stock	1,409,062		-
Debtors decrease/(increase)	-		(1,392,127)
Increase/(Decrease)	-		(80,000)
Increase/(Decrease) in Overdraft	-		-
Tax Provision	-		-
		<u>(1,380,308)</u>	<u>(1,472,127)</u>
		<u>(8,359)</u>	<u>362,540</u>

FREEHEARTS AFRICA REACH OUT FOUNDATION (FAROF) NIGERIA
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED 31ST DECEMBER, 2021

	2021 =N=	2020 =N=
STOCK		
Materials	<u>-</u>	<u>-</u>
ACCOUNT RECEIVABLE		
Trade Receive	<u>3,511,038</u>	<u>2,130,725</u>
BANK AND CASH BALANCE		
Cash at hand	-	-
First Bank Plc.	-	455
Fidelity Bank Plc	<u>8,359</u>	<u>13,922</u>
	<u>8,359</u>	<u>14,377</u>
ACCUMULATED FUND		
This is in respect of surplus/deficit of income over expenditure from the information of the FAROF to balance sheet date;		
Balance as at 1 st January, 2021	17,895,946	23,628,242
Balance as at 31/12/2020	(14,377)	(5,800,673)
Surplus/(Deficit) During the year	<u>8,359</u>	<u>14,377</u>
	<u>17,889,928</u>	<u>17,895,946</u>
ACCOUNT PAYABLE		
Accrued Audit Fee	-	-
First Bank Acc No. 2023299616	-	-
Taxation	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>

FREEHEARTS AFRICA REACH OUT FOUNDATION (FAROF) NIGERIA
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED 31ST DECEMBER, 2021
INCOME AND EXPENDITURE ACCOUNT

	2021	2020
	=N=	=N=
8.0 INCOME		
8.1 GRAND/DONORS		
Grant (US EMBASSY), First Bank – Surplus brought forward from 31/12/2021	-	4,721,046
US Embassy Last Transaction	-	<u>3,012,752</u>
	-	<u>7,733,798</u>
Contribution from members:		
UNICEF	-	-
Ministry of Health	-	-
Donation/Cost Share for project	-	5,869,909
	-	<u>5,869,909</u>
8.2 Income: Fidelity Bank		
Surplus Balance brought forward 30/12/2019	13,922	1,091,471
T.Y Danjuman Foundation – Grant received during the year	14,890,000	4,356,000
Donations/Contribution (cost share)	572,600	8,462,042
	<u>15,476,522</u>	<u>14,089,513</u>
8.3 Income: Management - First Bank		
Surplus Balance brought forward 01/01/2021	454	-
Donations	3,485,025	-
	<u>3,485,479</u>	<u>-</u>

	2021	2020
	=N=	=N=
8.4 OTHER INCOME		- -
Total income 8.1+8.2+8.3	18,962,001	27,699,220

This represents total income received from foreign partners and contribution from management during the year under review

9.0 EXPENSES (T.Y DANJUMA PROJECT)		
Salary and wages	780,000	-
Administrative Expenses (Office Expenses)	216,000	-
Advocacy visit	412,500	-
Advocacy and Sensitization meeting	305,000	-
Distribution of Delivery Kits	1,700,000	-
Distribution of long lasting insecticide net	600,000	-
EMONC identification and Selection process of health workers	58,500	-
One day Sensitization of NURTW Workers	60,000	-
Social behavioral change and Communication SBCC	80,000	-
Communication	80,000	-
Monthly Data Collection/ M&E Report from Primary health	55,000	-
Dissemination of Results/Reports	50,000	-
Design of Project Banner	50,000	-
Stakeholders quarterly review meeting	935,000	-
Training of health workers on emergency obstetric and neo-natal care (EMONIC)	1,080,000	-
ANC/MCH awareness	110,000	-
Project T-Shirt	18,000	-
ETS engravements	30,000	-
Repairs & Maintenance of ETS	115,000	-
T.Y. Danjuma Staff visit	320,000	-
SMALL GRANT UNDER T.Y DANJUMA PROJECT:		
Development of Emergency Transport system EST (Pre-Research and documented	3,410,000	-
Bank Charges	5,000,000	-
	<u>5,680</u>	-
	<u>15,470,680</u>	

	2021 =N=	2020 =N=
9.1 PROJECT EXPENSES (US EMBASSY ABUJA)		
Salaries and Wages	-	2,138,904
PAYE (Pay as you earn)	-	268,597
Administrative Expenses	-	170,003
Audit Fees	-	60,000
Honorarium	-	232,500
Stakeholders 2 nd quarter project review meeting	-	65,000
5 days competency mentorship training on BID	-	490,000
CSO/CBO Training/Virtual facilitation	-	354,000
Beneficiary Empowerment		
Beneficiary empowerment start up (cosmetology, poultry	-	5,000,000
Staff transport to facilitate straining and meeting	-	518,000
M&E Monthly program monitoring	-	18,000
Business management training	-	328,500
Transition Meeting	-	210,000
Printing and stationaries	-	-
Utility	-	-
Repairs and maintenance	-	-
Workshop/Training Materials & Mectings	-	-
Transport and Traveling (mapping & needs assessment)	-	-
Entertainment/Refreshment (needs, team, stajcholder and	-	-
VIT consultancy fee (mapping & need assessment	-	-
Beneficiaries formal vocational Education and training	-	-
Telephone Expenses -staff	-	-
Internet subscription for office	-	-
Bank charges – July December, 2019	-	9,853,504
10 OTHER PROJECT		
Project: Family Empowerment (Small Grants)		
Salaries/stipends	-	470,000
Training/workshops/meeting	-	600,000
Transportation	-	300,000
		<u>1,370,000</u>
PROJECT; WOMEN DIGITAL ENTREPRENEURSHIP	-	
11 WDE (SMALL GRANT)		
Training / Workshops	-	300,000
Transportation	-	100,000
		<u>400,000</u>
12 PROJECT: STRENGTHENING WOMEN CAPACITY AS A RESPONSE TOOL TO ADDRESS CONVID -19 IN NIGERIA		
Salaries/Stipends	-	150,000
Meetings/Trainings	-	700,000
Transportation	-	500,000
Distribution of PPE	-	150,000
		<u>1,500,000</u>


13	ADMINISTRATIVE/MANAGEMENT EXPENSES		
	Salaries/Stipend	502,700	1,271,823
	VETCOM	-	33,000
	Tech Hub Web Design	-	20,000
	SEED Me	-	40,000
	PHCN Utility expenses	-	78,000
	Refunds	-	140,000
	Donation to Glory Ministry	-	100,000
	Bank charger Jan-Dec, 2020	-	31,151
	Audit Fees	50,000	-
	ANC Medical	31,500	-
	Site Analysis (project)	610,000	-
	KADGIS PAY DIRECT	20,000	-
	Communication kits	50,000	-
	SBCC materials	41,000	-
	WIIT 2019	6,000	-
	WHT 2020	12,000	-
	Tank installation	249,000	-
	Internal Drive	22,000	-
	Baseline Survey	360,000	-
	Office Door Repairs	25,000	-
	Internet	20,000	-
	EMONC Training	576,000	-
	Advocacy visit Allowance	26,000	-
	Petty cash/Office Expenses	150,000	-
	Logistic and relocation of staff	25,000	-
	Dog Food	20,000	-
	IOU Refund	18,000	-
	ETC Maintenance & Repairs	115,000	-
	ETS Transport	10,000	-
	Cost share to third quarterly report	260,000	-
	Electricity bill	2,000	-
	Fueling	4,000	-
	Office Maintenance	7,000	-
	Contribution to TY Danjuma foundation Activities	141,500	-
	Administration expenses (communication and other office expenses)	64,800	-
	Purchase of generator	-	77,000
	NACAL Registration	-	8,000
	Office Equipment	-	56,000
	Office Blind	-	95,000
	Office maintenance	-	25,000
	Purchase of office television	-	52,000
	Repairs and Maintenance of Air condition	-	20,000
	Security dog/office cage/ deworming of dog	-	86,000
	Repairs of fridge compressor	-	20,000
	Repairs and maintenance – CEO's Official Vehicle	-	45,000
	Purchase of office laptop and Bags	-	85,000
	Repair & Maintenance of Generator	-	14,500
	HTTP Domain	80,000	-
	Bank Charge	9,062	-
		3,482,962	2,374,430

14	EMWEVET PROJECT		
	Cost – Share to EMWEVET project	-	5,869,909
15	PROJECT: ABN SHELTER		
	Shelter discretionary grant	-	400,000
	Donation for shelter protection	-	350,000
	Site analysis	-	60,000
	Site Renovation	-	80,000
		<u>-</u>	<u>890,000</u>
16	PROJECT MEDICAL & IDP		
	Medical support donations	-	20,000
	Seed Medical	-	40,000
	Stakeholders 2 nd quarter meeting	-	60,000
	Festival charitable donation	-	100,000
	Customized T-shirts for FAROF	-	60,000
	Distribution of food items for IDPS in Kaduna state	-	132,000
	(transportation and food items to IDP	-	45,000
	Transportation Allowance	-	64,000
		<u>-</u>	<u>521,000</u>
17	PROJECT: WOMEN EMPOWERMENT PROGRAMME (WEP)		
	Empowerment program (vocation Education and training	-	241,100
	VET Facilitation/Training of beneficiaries	-	412,000
	Poultry chicks feeding and maintenance	-	30,000
	Cosmetology and training	-	112,000
	100% Trench Payment reimbursement to VET trainers	-	586,700
	Transition meeting	-	65,000
	Vet training period	-	54,000
		<u>-</u>	<u>1,500,800</u>
19	PROJECT: ENDING VIOLENCE AGAINST WOMEN E-VAW (INDIVIDUAL SMALL GRANTS)		
	First trench facilitation and training workshop	-	400,000
	2 ND Trench facilitation and training /workshop	-	500,000
		<u>-</u>	<u>900,000</u>
20	PROJECT EXPENSE: EMERGENCY INTERVENTION TO IMPROVE THE GOOD HEALTH AND WELL-BEING OF IDPS COMMUNITY IN NORTH EAST		
	Salaries/Stipend	-	450,000
	Trainings/meeting	-	1,200,000
	Transportation allowance	-	500,000
	Distribution of Food supplement and mosquito net	-	350,000
		<u>-</u>	<u>2,500,000</u>
21	PROJECT EXPENSES (UNICEF)		
	Repairs and maintenance - office	-	-
	Company income Tax (CIT)	-	-
	Video Editing graphic & capacity building	-	-
	Transport for advocacy visit	-	-

FREEHEARTS AFRICA REACH OUT FOUNDATION (FAROF) NIGERIA
STATEMENT OF VALUE ADDED
FOR THE YEAR ENDED 31ST DECEMBER, 2021

	2021	%	2020	%
	₦		₦	
INCOME				
Less: Bought in materials and service	18,962,001 (16,290,634)		27,693,220 (21,607,825)	
	<u>2,671,367</u>	<u>100</u>	<u>6,085,395</u>	<u>100</u>
<i>Applied as Follows :</i>				
To Pay Employees				
Salaries & Wages	1,282,700	48.02	4,250,728	69.85
To pay Government				
Taxation	-	0.00	-	0.00
To pay Shareholder				
Dividend	-	0.00	-	0.00
Retained in Business for				
Maintenance and Expansion				
Assets:				
Depreciation	-	51.67	1,820,290	29.91
Excess of income over				
Expenditure/(Deficit) for the year	<u>8,359</u>	<u>0.31</u>	<u>14,377</u>	<u>0.24</u>
	<u>2,671,367</u>	<u>100</u>	<u>6,085,395</u>	<u>100</u>

Value added is the extra wealth created by business entity during the year.
This statement shows how the extra wealth created are distributed among
Employees, Trustee, Government


Chairman

14/5/2022

Secretary


Financial Secretary/Treasure