

FANTSUAM FOUNDATION

ANNUAL REPORT - 2006

AIOKHA IRAOYA + CO.
Chartered Accountants

FANTSUAM FOUNDATION
ANNUAL REPORT - 2006

AIOKHA IRAOYA + CO.,
Chartered Accountants,
8, SABONGIDAN KANAR ROAD, BUKURU.
P. O. BOX 1668,
JOS.

FANTSUAM FOUNDATION

YEAR ENDED MARCH 31, 2006

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FANTSUAM FOUNDATION

YEAR ENDED MARCH 31, 2006

TRUSTEES AND GOVERNING BOARD & MANAGEMENT COMMITTEE MEMBERS, ADVISERS, ETC.

1. TRUSTEES AND GOVERNING BOARD & MANAGEMENT COMMITTEE MEMBERS

A. TRUSTEES

Dr. Elisha Karu
Dr. John Dada
Mrs. Yinka Talabi

B. GOVERNING BOARD

Mrs. Dada Bature	-	Chairperson
Mrs. Bisi Aroninuola	-	Assistant Chairperson
Dr. John Dada	-	Secretary
Mrs. Yinka Talabi	-	Member
Mr. Audu Katiyok	-	"
Mrs. Grace Adisa	-	"
Mrs. Ladu Elisha	-	"
Mrs. Sheba Joshua	-	"
Mrs. Musa Iya	-	"
Mrs. Rhoda Dationg	-	"
Dr. Elisha Karu	-	"
Mrs. Kazanka Comfort	-	"

C. MANAGEMENT COMMITTEE

Dr. John Dada	-	PROGRAMME DIRECTOR
Dr. Elisha Karu	-	DIRECTOR OF ADMINISTRATION & PERSONNEL
Mrs. Kazanka Comfort	-	DIRECTOR OF OPERATIONS
Mr. Wale Talabi	-	DIRECTOR OF FINANCE & PROJECTS

2. ADDRESSES:

Head Office:
Fantsuam Foundation,
Adjacent L.E.A. Primary School
Bayan Loko,
P. O. Box 58,
Kafanchan.

UK Office:
4, King George Avenue,
Leeds.
LS7 4LH.

3. AUDITORS

Aiokha Iraoya & Co.,
Chartered Accountants,
8, Sabongidan Kanar Road, Bukuru.
P. O. Box 1668,
Jos.
E-mail:siraoya@yahoo.com

4. BANKERS

First bank of Nigeria Plc, Kafanchan
Hamda Community Bank Ltd,
Lloyds TSB Bank, Leeds, UK.
United Bank for Africa Plc, Kafanchan

5. SOLICITORS

Barrister Dele Peters

FANTSUAM FOUNDATION

RESULTS AT A GLANCE

YEAR ENDED MARCH 31, 2006

	2006	2005
	₦	₦
Total income	13,889,426	13,385,995
Excess of income over expenditure	(2,462,244)	681,519
Accumulated fund	9,341,807	11,804,051

FANTSUAM FOUNDATION

GOVERNING BOARD MEMBERS' REPORT

YEAR ENDED MARCH 31, 2006

The Governing Board Members present their report on the activities and some items on this page and the next and the audited financial statements for the year ended March 31, 2006

ACTIVITIES

The principal activities of Fantsuam Foundation are stated in the Objectives contained in its Constitution and continued to be poverty alleviation activities for women in rural communities through Microcredit Scheme, Mobile Community Telecentres (MCTs), Community Learning Centres (CLCs), Mobile Community Library and ICT (Information & Computer Technology) Services (MRLIS), Vital Health Registration Database (VHRD), Women Healthcare Providers (WHP), Community Health Fund (CHF), Village Information Shop (VIS), etc.,

STATE OF AFFAIRS

In the opinion of the Governing Board Members, the state of Fantsuam Foundation's affairs is satisfactory and there has been no material change since the balancesheet date.

RESULT FOR THE YEAR

	N
Excess income over expenditure for the year transferred to accumulated fund (operations)	(2,462,244)
	=====

LEGAL FORM

The Fantsuam Foundation was formed in 1996 and officially registered as a Company Limited by Guarantee on 15th June, 1999 in the UK with Registration No. 3789968, officially registered as a Non-Governmental Organisation (NGO) on 24th August, 1999 in Nigeria with the Registration No. KDS/YC/99/2897 and was officially registered as a Charity Organisation on 10th November, 1999 in the UK with the Registration No. 1078142. It commenced business thereafter. Efforts are being made to register it as an NGO with the Corporate Affairs Commission, Abuja, Nigeria.

TRUSTEES AND GOVERNING BOARD MEMBERS

The Trustees have been with Foundation since its inception and the present Governing Board Members came into office in August, 2002 to hold office for the next two years.. Their names are as stated on page 1 of this report

FANTSUAM FOUNDATION
GOVERNING BOARD MEMBERS' REPORT (Cont'd)
YEAR ENDED MARCH 31, 2006

FIXED ASSETS

Movements in fixed assets during the year are as shown in note 2 to the accounts on page 13. In the opinion of the Governing Board Members, the market value of Fantsuam Foundation's property is not substantially less than the costs shown in the accounts.

CAPITAL COMMITMENT

Fantsuam Foundation has no significant capital commitment in respect of the year ended on March 31, 2006.

DONATIONS

There was no given out as donations to charitable, development and socio-political organisations in respect of the year ended March 31, 2006

POST BALANCESHEET EVENTS

There are no post balancesheet events, which would have material effect on the state of affairs of Fantsuam Foundation as at March 31, 2006 and the excess of expenditure over income for the year ended on that date, which have not been adequately provided for.

EMPLOYMENT AND EMPLOYEES

It is the policy of Fantsuam Foundation that there should be no discrimination in considering applications for employment including those from disabled persons. All employees whether or not disabled are given equal opportunities to develop.

Incentive schemes designed to meet the circumstances of each individual are implemented where appropriate.

AUDITORS

Messrs Aiokha Iraoya & co., who were appointed in accordance with the Constitution of Fantsuam Foundation, having indicated their willingness will continue in office as the Fantsuam Foundation's auditors and a resolution will be proposed at the Annual General Meeting (AGM) to authorise the Governing Board Members to fix their remuneration.

BY ORDER OF THE GOVERNING BOARD

Board Secretary

Bayan Loco

2007.

AIOKHA IRAOYA & CO.

Chartered Accountants

8, Sabongidan Kanar Road, Bukuru. P. O. Box 1668, Jos

Telephone: 73-280253, 08045120066, 08067036805

E-mail: siraoya@yahoo.com

AUDITORS' REPORT TO THE GOVERNING BOARD MEMBERS OF FANTSUAM FOUNDATION

We have audited the financial statements set out on pages 10 to 14 which have been prepared on the basis of the accounting policies set out on page 9.

RESPECTIVE RESPONSIBILITIES OF THE GOVERNING BOARD AND AUDITORS:

The Governing Board is responsible for the preparation of the accounts for the year ended on March 31, 2006 which gives a true and fair view of the state of affairs of Fantsuam Foundation at the end of that date. The Governing Board is also responsible for ensuring that proper books of account are kept and that internal controls are maintained in order to safeguard the assets and detect fraud and other irregularities.

It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

BASIS OF OPINION:

We conducted our audit in accordance with generally accepted auditing standards. An audit includes examination, on a test basis of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made in the preparation of the financial statements, and whether the accounting policies are appropriate to Fantsuam Foundation's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we consider necessary to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud, other irregularity, or error. In forming our opinion, we also evaluated the overall adequacy of presentation of information in the financial statements. The financial statements are in agreement with the books of accounts which have been properly kept and we obtained the information and explanations we required.

OPINION:

In our opinion, the financial statements give a true and fair view of the state of affairs of Fantsuam Foundation at 31st March, 2006 and of the excess of income over expenditure and cashflow for the year ended on that date, have been prepared in accordance with the provisions of the Constitution of the Fantsuam Foundation, Generally Accepted Accounting Principles (GAAP), Statement of Accounting Standards (SAS) and International Accounting Standards (IAS).

AIOKHA IRAOYA & CO.

Chartered Accountants

Bukuru.

2007

FANTSUAM FOUNDATION

STATEMENT OF ACCOUNTING POLICIES YEAR ENDED MARCH 31, 2006

The following are the significant accounting policies which have been adopted by the Organisation.

Basis of Accounting

The accounts are prepared on the historical cost basis. No adjustments have been made to reflect the impact on the financial statements of specific price changes or changes in the general level of prices.

Fixed Assets

Fixed assets' repairs and maintenance cost is written off to income and expenditure account on acquisition and incurrence. Depreciation is not provided in respect of freehold land and assets under construction.

Depreciation is provided to write off the cost of other assets in equal annual instalments over their estimated useful lives at the following rates:

Land and Buildings	2%
Furniture and Equipment	10%
Motor Vehicles	20%

Stocks

Stocks are stated at the lower of cost and net realisable value. Cost comprises Suppliers invoice price and where appropriate freight and other charges incurred to bring the materials to their location and condition. Contract work-in-progress is valued at cost less value of work certified for payment with full provision made for anticipated losses.

Turnover or income

Turnover or income represents the grants for specific projects given by donor agency, fees for workshops, interest on loans, etc.,

Foreign Currency Translation

Transactions arising in foreign currency are translated or converted into Naira at the appropriate rate of exchange ruling at the time they arise. Assets and liabilities existing in foreign currency are translated into Naira at the rate of exchange at the balancesheet date and gains or losses arising therefrom are included in the income and expenditure account.

Where transactions and balances are in foreign currencies, they are reports as such for the foreign donor agencies without showing their equivalent in the local currency.

FANTSUAM FOUNDATION
INCOME AND EXPENDITURE ACCOUNT
YEAR ENDED MARCH 31, 2006

	NOTE	2006 ₺	2005 ₺
INCOME			
Grants	1c	6,673,319	4,664,594
Interest on Microcredit Loans		2,369,214	3,745,360
Workshop fees		-	-
First cyber café		-	196,630
Computer training school/CLC		3,014,406	1,439,060
Contributions from Trustees, Board & Management Members		1,820,000	-
Interest on current bank accounts & other income		12,488	7,875
Donations		-	155,480
Registration fees		-	-
Opening of account		-	-
Passbooks & sale of forms		-	450
Computer sales		-	2,725,001
Telephone calls charges		-	-
CISCO fees		-	1,351,545
Stock adjustment		-	(900,000)
		-----	-----
		13,889,426	13,385,995
		-----	-----
EXPENDITURE			
Directors' remuneration		150,000	300,000
Interest on Voluntary Savings		120,000	155,673
Grants projects expenses		-	-
Salaries and wages		4,255,173	3,419,128
General maintenance and repairs		660,890	658,540
Transport, travelling, accommodation, etc.		2,771,518	1,656,669
Printing, telephone, postage, telecommunication, etc.		2,018,640	1,981,462
Medical expenses		-	16,160
Motor repairs and running		35,820	223,420
Rent, rates and utilities		519,590	600,239
Depreciation of fixed assets		2,294,368	2,294,367
Bank charges		137,498	176,116
Interest on overdraft		-	-
Subscription		-	-
Legal expenses		10,000	-
Audit fees & expenses		50,000	60,000
Training/workshop/CISCO expenses		1,161,746	526,900
Staff training expenses		-	-
Computer sales expenses		144,010	599,360
Stationery, mat., consumables, office & gen. Expenses		2,022,417	36,442
		-----	-----
		16,351,669	12,704,476
		-----	-----
Excess of income over expenditure	9	(2,462,243)	681,519
		=====	=====

FANTSUAM FOUNDATION
BALANCESHEET AS AT MARCH 31, 2006

	NOTE	2006 ₪	2005 ₪
FIXED ASSETS	2	8,070,280	10,364,648
INVESTMENT		294,552	-
CURRENT ASSETS			
Stocks	3	-	570,000
Debtors	4	10,746,954	11,273,149
Bank balances and cash	5	848,727	4,388,110
		11,595,680	16,231,259
CURRENT LIABILITIES			
Creditors and Accruals	6	10,618,705	14,791,856
		10,618,705	14,791,856
NET CURRENT ASSETS			
		976,975	1,439,403
		9,341,807	11,804,051
Financed by:			
ACCUMULATED FUND (Capital Grant)	1a	9,862,577	9,862,577
ACCUMULATED FUND (Operations)	1b	(520,770)	1,941,474
		9,341,807	11,804,051
LONG TERM LOAN	7	-	-
		9,341,807	11,804,051

Approved by the Board on 2007
and signed on its behalf by:

-----)
President)
))
) Executive Council Members
-----)
Director)
))
))
-----)
Secretary)

FANTSUAM FOUNDATION

CASHFLOW STATEMENT

YEAR ENDED MARCH 31, 2006

	2006	2005
	₪	₪
CASHFLOW FROM OPERATING ACTIVITIES		
Excess of income over expenditure	(2,462,244)	681,519
Depreciation of fixed assets	2,294,368	2,294,367
	-----	-----
OPERATING INCOME BEFORE		
WORKING CAPITAL CHANGE	(167,877)	2,975,886
Decrease/(Increase) in Debtors	526,195	5,142,895
" " in Stocks	570,000	900,000
(Decrease)/Increase in Creditors	(4,173,151)	(812,924)
" " in Members contributions	-	(3,352,952)
	-----	-----
CASH GENERATED FROM OPERATION	(3,244,832)	4,852,905
Purchase of assets & investment	294,552	1,060,827
Reserves utilised		-
	-----	-----
Net increase/(decrease) in cash and cash equivalent	(3,539,384)	3,792,078
Cash and cash equivalent at the beginning of the year	4,388,110	596,032
	-----	-----
Cash and cash equivalent at the end of the year	848,726	4,388,110
	=====	=====

FANTSUAM FOUNDATION
NOTES TO THE ACCOUNTS
YEAR ENDED MARCH 31, 2006

	2006	2005
	₦	₦
1a. ACCUMULATED FUND (Capital grant)		
At April 1	9,862,577	9,942,577
For the year	-	(80,000)
	-----	-----
At March 31	9,862,577	9,862,577
	=====	=====

The Capital grant was contributed by Trustees, Board and Management Committee Members, ADF as well as Friends of Fantsuam Foundation in Nigeria and in the UK.

1b. ACCUMULATED FUND (Operation)		
At April 1	1,941,474	1,259,955
For the year	(2,462,244)	681,519
	-----	-----
At March 31	(520,770)	1,941,474
	=====	=====

1c. GRANTS		
Grant from Global Knowledge Partnership (GKP)	636,597	394,857
IDRC -CRDI	-	140,367
Grant from African Development Foundation (ADF)	200,000	4,129,370
Grant from CATIA	3,244,945	-
OSIWA	-	-
Association for Progressive Communications (APC)	2,503,955	-
Grant from International Business Initiative (IBI)	61,697	-
Partners for Development (Pfd)	-	-
Catholic Relief Services (CRS)/Institute Panos Afr	26,125	-
	-----	-----
	6,673,319	4,664,594
	=====	=====

2. FIXED ASSETS

	LAND AND BUILDINGS	FURNITURE AND EQUIPMENT	MOTOR VEHICLES	TOTAL
COST OR VALUATION:	₦	₦	₦	₦
At April 1, 2005	2,245,020	8,570,530	6,962,072	17,777,622
Additions	-	-	-	-
Disposals	-	-	-	-
	-----	-----	-----	-----
At March 31, 2006	2,245,020	8,570,530	6,962,072	17,777,622
	-----	-----	-----	-----
DEPRECIATION:				
At April 1, 2005	140,196	2,193,535	5,079,243	7,412,974
Additions	44,900	857,053	1,392,414	2,294,368
Disposals	-	-	-	-
	-----	-----	-----	-----
At March 31, 2006	185,096	3,050,588	6,471,657	9,707,342
	-----	-----	-----	-----
NET BOOK VALUES:				
At March 31, 2006	2,059,924	5,519,942	490,415	8,070,280
	=====	=====	=====	=====
At March 31, 2005	2,104,824	6,376,995	1,882,829	10,364,648
	=====	=====	=====	=====

FANTSUAM FOUNDATION
NOTES TO THE ACCOUNTS (Cont'd)
YEAR ENDED MARCH 31, 2006

	2006	2005
	₦	₦
3. STOCKS		
At April 1,	570,000	1,470,000
Stock adjustment	(570,000)	(900,000)
	-----	-----
At March 31,	-	570,000
	=====	=====
Stock comprises of stock of computers yet to be sold and the Directors are of the opinion that their market values are not Lower than their costs.		
4. DEBTORS		
Due from Individual Loaners	1,705,500	1,685,500
Due from Centres for outstanding loan and interest	2,865,035	5,938,804
Due from other debtors and prepayments	2,657,075	403,900
Due from CRS Grant	-	3,244,945
Due from APC Grant	1,270,000	-
Due from IBI Grant	280,347	-
	1,968,997	-
	-----	-----
	10,746,954	11,273,149
5. BANK BALANCES AND CASH		
First Bank of Nigeria Plc, Kafanchan, Nigeria A/c 1 (FF)	153,696	2,900,279
" " " " " " " " A/c 2 (ADF)	544	46,328
" " " " " " " " Savings A/c	-	408,013
Hamda Community Bank Limited	61,253	170,200
Lloyds TSB Bank, Leeds, UK (FF & infoDev A/cs)	326,024	317,647
United Bank for Africa (UBA) C/A	1,393	1,383
" " " " " " Savings A/c	61,218	22,318
" " " " " " PfD Current Account	41,717	314,211
" " " " " " PfD Savings A/c	-----	-----
	645,845	4,180,379
	202,882	207,731
Add: Cash in hand	-----	-----
	848,727	4,388,110
	=====	=====
	153,696	2,900,279
6. CREDITORS		
Due to Fantsuam Foundation for Revolving Loan	2,330,000	4,930,000
Due to Centres and Individuals for savings	3,606,007	5,099,411
Accrued Audit fees	50,000	60,000
Accrued CRS Grant reimburseable	1,270,000	-
Due to MTN (GBF)	-	3,244,945
Accrued APC Grant Reimburseable	280,347	-
Accrued IBI Grant Reimburseable	1,968,997	-
Accrued Directors' remuneration	450,000	300,000
PfD fund	-	1,157,500
Due to Founders	663,355	-
IDRC - CRDI Deployable fund	-----	-----
	10,618,705	14,791,856
	=====	=====
	2,330,000	4,930,000

FANTSUAM FOUNDATION
NOTES TO THE ACCOUNTS (Cont'd)
YEAR ENDED MARCH 31, 2006

	2006	2005
	₪	₪
7. LONGTERM LOAN	-	-
	=====	=====

This is a loan granted with interest by the Founder of Fantsuam Foundation and it is repayable at a mutually agreeable date.

8. CORRESPONDING FIGURES

Some corresponding figures have been restated to show a more meaningful analysis.

9. CONTINGENT LIABILITIES

No contingent liabilities came to our notice in respect of the year ended March 31, 2006.