

SANCTUARY FOR CHILDREN LBG

**ANNUAL REPORTS
AND
FINANCIAL STATEMENTS
FOR THE FOURTEEN MONTHS
ENDED 31ST DECEMBER, 2025**

**EXCELZ AUDIT SERVICES
CHARTERED ACCOUNTANTS
Telephone 0543 126 454**

Place of Business – No. 17 Tingatin Street, Tunga, Dansoman-Accra.

**SANCTUARY FOR CHILDREN LBG
FINANCIAL STATEMENTS
FOR THE FOURTEEN MONTHS ENDED 31ST DECEMBER, 2025**

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SANCTUARY FOR CHILDREN LBG GENERAL INFORMATION

EXECUTIVE COUNCIL

Dr. Vanessa Apea
Rev. Sis. Cecilia Rigina Amissah
Sylvester Freeman Anowie
Dr. Otto Affuie
Alexandra Freeman Anowie

SECRETARY

Mr. Sylvester Freeman Anowie
No. 2 Cassava Street
Ritz Junction
Madina – Accra.

REGIONAL OFFICE

No. 37 Information Centre
Adenta New Site
P.O. Box DT 2177
Accra – Ghana.

AUDITORS

Excelz Audit Services,
Chartered Accountants,
No. 17 Tingatin Street, Tunga,
Dansoman, Accra
P. O. Box DC 316,
Dansoman, Accra.
Email: info@excelzaudits.com
Website: www.excelzaudit.com.

BANKER

Ghana Commercial Bank Plc

**SANCTUARY FOR CHILDREN LBG
EXECUTIVE COUNCIL'S RESPONSIBILITIES AND APPROVAL**

The Executive Council is required in terms of the Companies Act, 2019 (Act 992) to maintain adequate accounting records and are responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is their responsibility to ensure that the annual financial statements fairly present the state of affairs of the Company as at the end of the financial period and the results of its operations and cash flows for the period then ended, in conformity with International Financial Reporting Standards for Small and Medium-sized Entities (IFRS for SMEs). The external auditors are engaged to express an independent opinion on the financial statements.

The financial statements are prepared in accordance with International Financial Reporting Standards for Small and Medium-sized Entities (IFRS for SMEs) and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgments and estimates.

The Executive Council acknowledges that it is ultimately responsible for the system of internal financial control established by the Company and place considerable importance on maintaining a strong control environment. To enable the Executive Council to meet these responsibilities, the Executive Council sets standards for internal control aimed at reducing the risk of error or loss in a cost-effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the Company and all employees are required to maintain the highest ethical standards in ensuring the Company's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the Company is on identifying, assessing, managing and monitoring all known forms of risk across the Company. While operating risk cannot be fully eliminated, the Company endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behavior are applied and managed within predetermined procedures and constraints.

The Executive Council is of the opinion that, based on the information and explanations given by management, the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

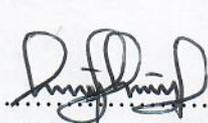
The Executive Council has reviewed the Company's cash flow forecast for the year to December 31, 2026 and, in light of this review and the current financial position, it is satisfied that the Company has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently auditing and reporting on the Company's financial statements. The financial statements have been examined by the Company's external auditors and their report is presented on pages 8 to 10.

The financial statements set out on pages 11 to 25, which have been prepared on the going concern basis, were approved by the Executive Council and were signed on their behalf by:

Approval of financial statements


.....
Executive Council Member


.....
Executive Council Member

January 26,2026

**REPORT OF THE EXECUTIVE COUNCIL
TO THE MEMBERS OF
SANCTUARY FOR CHILDREN LBG**

We the Executive Council has pleasure in submitting the Annual Report together with the Financial Statements for the fourteen months ended 31st December, 2025.

THE COMPANY

Sanctuary for Children LBG is a company limited by guarantee, domiciled in Ghana and registered under the Companies Act, 2019 (Act 992). The Company was incorporated on November 26, 2024 and obtained its certificate to commence business on November 26, 2024.

The address of the registered office is set out on page 3.

NATURE OF BUSINESS

Sanctuary for Children LBG is engaged in the following activities:

- Child Care in the Family, Family Strengthening Support, Foster Care Support, Domestic Adoption Service and Community Development Support Services.

There were no change in the nature of the Company's business during the year.

FINANCIAL RESULTS

The financial statements have been prepared in accordance with International Financial Reporting Standards for Small and Medium-sized Entities (IFRS for SMEs) and the requirements of the Companies Act, 2019 (Act 992). The accounting policies have been applied consistently throughout the fourteen months. The financial results of the Company are set out below:

Surplus for the period	GH¢ 50,789
From which is added the balance on Accumulated Fund brought forward	_____
Leaving a balance to be carried forward on Accumulated Fund of	===== 50,789

GOING CONCERN

The Executive Council believe that the Company has adequate financial resources to continue in operation for the foreseeable future and accordingly the annual financial statements have been prepared on a going concern basis. The Executive Council have satisfied themselves that the Company is in a sound financial position and that revenue from grants and donations would be enough to meet its foreseeable cash requirements. The Executive Council are not aware of any new material changes that may adversely impact the Company.

The Executive Council are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the Company.

LITIGATION STATEMENT

The Company is not currently involved in any such claims or lawsuits, which individually or in the aggregate, are expected to have a material adverse effect on the business or its assets.

SECRETARY

The Secretary of the Company is Mr. Sylvester Freeman Anowie.

Address: No. 2 Cassava Street
Ritz Junction
Madina – Accra.

STATEMENT OF DISCLOSURE TO THE COMPANY'S AUDITORS

With respect to each person who is an Executive Council Member on the day that this report is approved:

- there is, so far as the person is aware, no relevant audit information of which the Company's auditors are unaware; and
- the person has taken all the steps that he/she ought to have taken as an Executive Council Member to be aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

TERMS OF APPOINTMENT OF THE AUDITORS

Excelz Audit Services have expressed their willingness to continue as the Company's auditors. Members of the Company wishing to inspect a copy of the terms on which the auditors were appointed and remunerated may do so by contacting the Company's Secretary.

AUDITORS AND AUDIT FEES

In accordance with Section 139(5) of the Companies Act, 2019 (Act 992), Excelz Audit Services will remain in office as auditors for the Company. The auditors donated 73.33% of their audit services at a fair value of GH¢ 5,500 (exclusive of taxes) for the fourteen months ended 31st December 2025 to the Foundation. As at 31st December 2025, the amount payable in respect of audit fees was GH¢ 2,000.

PARTICULARS OF ENTRIES IN THE INTEREST REGISTER FOR THE PERIOD UNDER REVIEW

No Executive Council Member had any interest in contracts and proposed contracts with the Company during the year under review, hence there were no entries recorded in the Interests Register as required by 194(6), 195(1)(a) and 196 of the Companies Act 2019, (Act 992).

CAPACITY OF EXECUTIVE COUNCIL MEMBERS

The Company ensures that only fit and proper persons are appointed to the Executive Council after provided with full, formal and tailored programmes of induction, to enable them gain in-depth knowledge about the Company's business, the risks and challenges faced, the economic knowledge and the legal and regulatory environment in which the Company operates.

Programmes of strategic and other reviews, together with the other training programmes, ensure that Executive Council Members continually update their skills, knowledge and familiarity with the Company's

businesses. This further provides insights about the regulatory environment and other developments to enable them effectively fulfil their role on the Executive Council.

ACKNOWLEDGEMENTS

The Executive Council hereby expresses its sincere appreciation for the support, loyalty and dedicated service of the staff, management and all stakeholders of the Company over the past fourteen months.

The annual report and financial statements set out on pages 11 to 25, which have been prepared on the going concern basis, were approved by the Executive Council on January2026, and were signed on its behalf by:

Approval of annual report and financial statements


.....
Executive Council Member


.....
Executive Council Member

—
January 26,.....2026



Excelz Audit Services

Chartered Accountants

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SANCTUARY FOR CHILDREN LBG FOR THE FOURTEEN MONTHS ENDED 31ST DECEMBER, 2025

Opinion

We have audited the Financial Statements of Sanctuary for Children LBG for the fourteen months ended December 31, 2025 which comprise Statement of Comprehensive Income, Statement of Financial Position, Statement of Changes in Members' Fund, Statement of Receipts and Payments and notes to the Financial Statements which include a summary of significant accounting policies and other explanatory notes.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Sanctuary for Children LBG as at December 31, 2025 and its financial performance and cash flows for the fourteen months then ended in accordance with International Financial Reporting Standards for Small and Medium-sized Entities (IFRS for SMEs) and the requirements of the Companies Act, 2019 (Act 992).

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants together with ethical requirements that are relevant to our audit of the Financial Statements in Ghana. We have fulfilled our other responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key Audit Matters (KAM) are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have nothing to report in this regard.

Other information

The Executive Council is responsible for the other information. The other information comprises the information included in the document titled "Sanctuary for Children LBG financial statements for the fourteen months ended December 31, 2025", which includes the report of the Executive Council to Members as required by the

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Companies Act, 2019 (Act 992) and the Detailed Income Statement, which we obtained prior to the date of this report. The other information 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 an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the annual financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, 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 Executive Council

The Executive Council is responsible for the preparation and fair presentation of the annual financial statements in accordance with International Financial Reporting Standards for Small and Medium-sized Entities (IFRS for SMEs) and the requirements of the Companies Act, 2019 (Act 992), and for such internal control as the Executive Council 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 Executive Council is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Executive Council either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Respective Responsibilities of Auditors

Our objectives are to receive reasonable assurance about whether the Financial Statements as a whole are free from materials misstatement, whether due to fraud or error and to issue an auditors' 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 International Standards on Auditing will always detect a material misstatement when it exists. Misstatements 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 decision of users taken on the basis of these Financial Statements.

As part of an audit in accordance with International Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the planning and performance of the audit. We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risks of not detecting a material misstatements resulting from fraud is higher than for one resulting from errors, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- 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 Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Executive Council.
- Conclude on the appropriateness of Executive Council's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditors 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 Auditors' Report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- 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 achieves fair presentation.

We communicate with the Executive Council and other persons charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we may identify during our audit.

We also provide the Executive Council and other persons charged with governance with a statement that we have complied with relevant ethical requirements regarding independence and to communicate with them all relationships, and other matters that may reasonably be thought to bear on our independence and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

The Companies Act, 2019 (Act 992), Section 137 requires that in carrying out our audit, we consider and report on the matters stated in the said section and schedule. We confirm compliance in that:

- We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- Proper books of accounts have been kept so far appears from our examination of those books; and
- The Company's statements of financial position and statement of comprehensive income are in agreement with the accounting records and returns.

The engagement partner on the audit resulting in the independent auditor's report is Collins Asabre Kensah (ICAG/P/1569)



.....
Excelz Audit Services (ICAG/F/2026/381)
 Chartered Accountants
 AA13 Awo Osei Street, Near Hotel Celona,
 Anyaa - Accra.

.....
 January 26, 2026

**SANCTUARY FOR CHILDREN LBG
STATEMENT OF COMPREHENSIVE INCOME FOR THE
FOURTEEN MONTHS ENDED 31ST DECEMBER, 2025**

	Notes	GH¢
REVENUE		
Income	4	<u>343,040</u>
 OPERATING EXPENSES		
Projects & Programmes	5	60,583
Personnel Emoluments	6	81,360
Occupancy Cost	7	40,600
General and Administrative Expenses	8	<u>64,344</u>
		<u>246,887</u>
 Surplus from Operations for the period		 96,153
Exchange Loss	9	<u>(45,364)</u>
 Surplus for the period		 <u>50,789</u>

**SANCTUARY FOR CHILDREN LBG
STATEMENT OF FINANCIAL POSITION
AS AT 31ST DECEMBER, 2025**

ASSETS	Notes	GH¢
NON-CURRENT ASSETS		
Property, Plant & Equipment	10	31,200
Intangible Assets	11	<u>2,625</u>
		<u>33,825</u>
CURRENT ASSETS		
Accounts Receivable	12	52,500
Bank & Cash Balances	13	<u>47,824</u>
		<u>100,324</u>
Total Assets		<u><u>134,149</u></u>
MEMBERS' FUND & LIABILITIES		
MEMBERS' FUND		
Accumulated Fund		<u>50,789</u>
CURRENT LIABILITIES		
Accounts Payable	14	<u>83,360</u>
Members' Fund and Liabilities		<u><u>134,149</u></u>

The attached notes form part of these financial statements.

The financial statements were approved by the Executive Council on January 26, 2026 and signed on its behalf by:


.....
Executive Council Member


.....
Executive Council Member

**SANCTUARY FOR CHILDREN LBG
STATEMENT OF CHANGES IN EQUITY FOR THE
FOURTEEN MONTHS ENDED 31ST DECEMBER, 2025**

ACCUMULATED FUND

	GH¢
Balance as at beginning of the period	-
Net Surplus for the period	<u>50,789</u>
Balance as at end of the period	<u>50,789</u>

**SANCTUARY FOR CHILDREN LBG
STATEMENT OF RECEIPTS AND PAYMENTS FOR THE
FOURTEEN MONTHS ENDED 31ST DECEMBER, 2025**

	Notes	GH¢
Opening Bank & Cash Balances		-
Receipts:		
Income	4	<u>343,040</u>
Opening Balances and Total Receipt for the period		<u>343,040</u>
Payments:		
Projects & Programmes	5	60,583
Personnel Emoluments	6	81,360
Occupancy Cost	7	40,600
General and Administrative Expenses	8	64,344
Movement in Exchange Loss as a result of Currency translation	9	45,364
Intangible Assets-Website	11	3,500
Rent Paid		-
Total payments before adjustment of non-cash items		<u>295,751</u>
Less: Non-Cash Items		
Depreciation & Amortization	8	11,275
Property, Plant & Equipment	10	(41,600)
Changes in Accounts Payable	14	83,360
Changes in Accounts Receivable	12	(52,500)
		<u>535</u>
Total Cash Payment for the period		<u>295,216</u>
Excess Receipts over Expenditure		<u><u>47,824</u></u>
As Represented by:		
Bank & Cash Balances as at 31st December	13	<u><u>47,824</u></u>

**SANCTUARY FOR CHILDREN LBG
RECONCILIATION OF STATEMENT OF RECEIPTS AND PAYMENTS TO
STATEMENT OF COMPREHENSIVE INCOME FOR THE
FOURTEEN MONTHS ENDED 31ST DECEMBER, 2025**

	Notes	GH¢
Balance as per Statement of Comprehensive Income		50,789
Depreciation charge for the period	8	11,275
Property, Plant & Equipment	10	(41,600)
Intangible Asset	11	(3,500)
Change in Accounts Receivable	12	(52,500)
Change in Accounts Payable	14	83,360
Cash and Bank Balance as at 1st November		<u> -</u>
 Bank & Cash Balances as at 31st December	 13	 <u><u>47,824</u></u>

SANCTUARY FOR CHILDREN LBG
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FOURTEEN MONTHS ENDED 31ST DECEMBER, 2025

1) REPORTING ENTITY

Sanctuary for Children LBG is limited by guarantee, domiciled in Ghana and registered under the Companies Act, 2019 (Act 992). The Company was incorporated on November 26, 2024 and obtained its certificate to commence business on November 26, 2025.

The Company is engaged in Child Care in the Family, Family Strengthening Support, Foster Care Support, Domestic Adoption Service and Community Development Support Services.

The address of the registered office is set out on page 3.

2.0) BASIS OF PREPARATION

2.1) Statement of Compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards for Small and Medium-sized Entities (IFRS for SMEs) including standards and interpretations issued by the International Accounting Standards Board (IASB).

2.2) Basis of Measurement

The financial statements have been presented in Ghana cedis which is the Company's functional currency, rounded to the nearest cedi. They are prepared on the historical cost basis.

2.3) Critical Accounting Estimates & Judgment

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires the Executive Council to exercise its judgement in the process of applying the Company's accounting policies. All estimates and underlying assumptions are based on historical experience and various other factors that Executive Council believes are reasonable under the circumstances. The results of these estimates form the basis of judgements about the carrying value of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an on- going basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and any affected future periods.

Areas involving a higher degree of judgement or complexity, or areas where assumptions and estimations are significant to the financial statements are:

- Useful life of Property and equipment
- Recoverability of receivables

SANCTUARY FOR CHILDREN LBG
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FOURTEEN MONTHS ENDED 31ST DECEMBER, 2025

3.0) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The principal accounting policies used in the preparation of these financial statements are set out below

3.1) Foreign Currency Transactions

The Company's foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions, and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies, are recognized in the Statement of Comprehensive Income.

3.2) Property, Plant & Equipment

Items of Property, Plant and Equipment are stated at cost less accumulated depreciation and accumulated impairment losses. Cost includes expenditures that are directly attributable to the acquisition or the construction of the asset. The cost of replacing part of an item of Property, Plant and Equipment is recognized in the carrying amount of the item if it is probable that future economic benefits associated with the part will flow to the entity and its cost can be measured reliably.

The cost of day – to – day servicing of the items of Property, Plant and Equipment are recognized in the Statement of Profit or Loss.

Depreciation is computed using the straight line method so as to write off the cost over the estimated useful lives.

Depreciation is computed using the straight line method so as to write off the cost over the estimated useful lives at the following rates:

Item	Depreciation Rate (%)	Estimated Useful Lives
Office Equipment	25	4 years
Office Furniture	25	4 years
Computers & Accessories	25	4 years

3.3) Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses. Internally generated intangibles, excluding capitalized development costs, are not capitalized and the related expenditure is reflected in profit or loss in the period in which the expenditure is incurred.

The useful lives of intangible assets are assessed as either finite or indefinite. Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortization period or method, as appropriate, and are treated as changes in accounting estimates. The amortization expense on intangible assets with finite lives is recognized in profit or loss in the expense category that is consistent with the function of the intangible assets.

SANCTUARY FOR CHILDREN LBG
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FOURTEEN MONTHS ENDED 31ST DECEMBER, 2025

Amortisation is computed using the straight line method so as to write off the cost over the estimated useful lives at the following rates:

Item	Rate (%)	Estimated Useful Lives
Website	25	4 years

3.4) Impairment of Non-Financial Asset:

The entity assesses at least at each reporting date whether there is any evidence that non - current assets may be impaired. Where indicators of impairment exist, an impairment test is performed. This requires an estimation of the “value in use” of the asset or the cash-generating units to which the asset belong. Estimating the value in use amount requires management to make an estimate of the expected future cash flows from the asset or the cash-generating unit and also to select a suitable discount rate in order to calculate the present value of those cash flows.

3.5) Accounts Receivable

Accounts receivable are recognized initially at fair value. They are subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of accounts receivable is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of the receivables.

3.6) Cash and Cash Equivalents

Cash and cash equivalents comprises current balances with banks which are readily convertible to known amounts of cash and which are subject to insignificant risk of changes in value. This definition is also used for the cash flow statement.

3.7) Accounts Payable

Accounts payable are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method.

3.8) Revenue Recognition

Revenue is recognized when it is probable that the economic benefit will flow to the Company and that the revenue and cost incurred or to be incurred in respect of the transaction can be measured reliably. The Company recognizes revenue when specific criteria have been met for each of the Company’s activities as described below:

a. Grant Revenue

Grants are recognized as revenue only when the conditions have been substantially met or the donor has explicitly waived the conditions. This can be unrestricted grant revenue from unconditional transfers of cash or other assets to the Company or restricted grant revenue from a transfer of resources to the foundation in return for past or future compliance to attached conditions.

b. Donation in cash

Donation in cash is recognized as revenue when the cash donation is received.

SANCTUARY FOR CHILDREN LBG
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FOURTEEN MONTHS ENDED 31ST DECEMBER, 2025

3.8) Revenue Recognition (Continued)

a. Donation in kind

Donation in kind is recognized when the goods or services is received by the Company. Donation in kind is recognize at the fair value of the goods or services received or in the absence of this, at the amount attributed to them by the donor.

3.9) Financial Assets

a) Classification

The Company classifies its financial assets as 'financial assets measured at amortized cost'. A financial instrument is classified as 'financial asset at amortized cost' when both criteria outlined below are met:

- the asset is held within a business model whose objective is to collect the contractual cash flows; and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

b) Recognition and derecognition

Regular way purchases and sales of financial assets are recognized on trade-date, the date on which the Company commits to purchase or sell the asset. Financial assets are derecognized when the rights to receive cash flows from the financial assets have expired or have been transferred and the Company has transferred substantially all the risks and rewards of ownership.

c) Measurement

At initial recognition, the Company measures its financial asset at its fair value plus transaction costs that are directly attributable to the acquisition of the financial asset. Subsequent to initial recognition, these assets are measured at amortized cost using the effective interest rate method. Interest income from these financial assets is included in finance income using the effective rate method. Any gain or loss arising on derecognition is recognized directly in profit and loss and presented in other gains/(losses) together with foreign exchange gains and losses. Impairment losses are presented as a separate line item in the statement of comprehensive income.

d) Impairment

The Company assesses on a forward looking basis the expected credit losses associated with its debt instruments carried at amortized cost. The Company applies the simplified approach to measuring expected credit losses which uses a lifetime expected loss allowance for all trade receivables. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due. The expected loss rates based on the payment profiles of counter parties and the corresponding historical credit losses experienced within this period. The historical loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors (where data is available and is obtained without undue effort or cost) affecting the ability of the counter parties to settle the receivables.

SANCTUARY FOR CHILDREN LBG
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FOURTEEN MONTHS ENDED 31ST DECEMBER, 2025

3.10) Financial liabilities

Financial liabilities, are carried at amortized cost using the effective interest method. Financial liabilities are derecognized when they are redeemed or otherwise extinguished.

3.11) Offsetting Financial Instruments

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realized the asset and settle the liability simultaneously.

3.12) Taxation

The Company is not a taxable entity. No provision is therefore made in the financial statements.

3.13) Comparatives

Except when a standard or an international interpretation permits or require otherwise, all amounts are reported or disclosed with comparative information. The Personal emolument of staff that were assigned solely to projects and programs in 2021 have been reclassified from Personnel Emolument Expenses under Note 6 to Projects & Programs Expenses under Note 5. The reclassification for the prior year have been disclosed under Note 17.

3.14) Subsequent(s) Events

Events subsequent to the date of the Statement of Financial Position are reflected in the Financial Statements only to the extent that they relate to the period under consideration and the effect is material.

3.15) Going Concern

The Executive Council of the Company has made an assessment of the Company's ability to operate as a going concern and has satisfied itself that the Company has the required resources to continue in business for the foreseeable future. Also, the Executive Council is not aware of any material uncertainties that may cast significant doubt upon the Company's ability to continue as a going concern. Consequently, the financial statements are prepared on going concern basis.

SANCTUARY FOR CHILDREN LBG
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FOURTEEN MONTHS ENDED 31ST DECEMBER, 2025

NOTES		GH¢
4	INCOME	
	Grant	295,940
	Donation in Kind <i>(see details below)</i>	<u>47,100</u>
		<u>343,040</u>
	The Breakdown of Donation in Kind:	
	Property, Plant and Equipment	41,600
	Audit Fees	<u>5,500</u>
		<u>47,100</u>
	The above donation in kind comprises of PPE's and 73.33% of the Audit Fees for the year 2025 donated to the organization	
5	PROJECT & PROGRAMMES	
	Family Based Care	13,440
	Family Strengthening	17,480
	Back to School Project	<u>29,663</u>
		<u>60,583</u>
6	PERSONNEL EMOLUMENT	
	Staff Wages & Salaries	72,000
	SSF Employer's Contribution	<u>9,360</u>
		<u>81,360</u>

**SANCTUARY FOR CHILDREN LBG
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FOURTEEN MONTHS ENDED 31ST DECEMBER, 2025.**

NOTES	GH¢
7	
OCCUPANCY COST	
Office Rent	31,500
Electricity & Water	<u>9,100</u>
	<u>40,600</u>
8	
ADMINISTRATIVE & GENERAL EXPENSES	
Printing & Stationery	1,000
Travel and Transport	10,530
Meals & Entertainment	1,203
Communication & Internet	5,940
Licensing & Registration	2,493
Repairs & Maintenance	9,900
Subscriptions	13,491
Cleaning and Sanitation	200
Audit Fees	7,500
Bank Charges	812
Depreciation	10,400
Amortization	<u>875</u>
	<u>64,344</u>
9	
EXCHANGE LOSS	<u>45,364</u>
These represent Losses from translation of US Dollar Bank Accounts Balance at the closing rate.	

SANCTUARY FOR CHILDREN LBG
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FOURTEEN MONTHS ENDED 31ST DECEMBER, 2025

NOTES

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PROPERTY, PLANT & EQUIPMENT

	Office Equipment GH¢	Office Furniture GH¢	Computer & Accessories GH¢	Total GH¢
2025				
Cost				
As at November 01, 2024	-	-	-	-
Additions during the period	14,000	16,600	11,000	41,600
Disposals during the period	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
As at December 31, 2025	<u>14,000</u>	<u>16,600</u>	<u>11,000</u>	<u>41,600</u>
 Depreciation				
As at November 01, 2024	-	-	-	-
Charge during the period	3,500	4,150	2,750	10,400
Disposals during the period	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
As at December 31, 2025	<u>3,500</u>	<u>4,150</u>	<u>2,750</u>	<u>10,400</u>
 Net Book Value				
As at December 31, 2025	<u><u>10,500</u></u>	<u><u>12,450</u></u>	<u><u>8,250</u></u>	<u><u>31,200</u></u>

11

INTANGIBLE ASSETS

	Website GH¢
2025	
Cost	
As at November 01, 2024	-
Additions during the year	3,500
Disposals during the year	<u>-</u>
As at December 31, 2025	<u>3,500</u>
 Depreciation	
As at November 01, 2024	-
Charge during the year	875
Disposals during the year	<u>-</u>
As at December 31, 2025	<u>875</u>
 Net Book Value	
As at December 31, 2025	<u><u>2,625</u></u>

**SANCTUARY FOR CHILDREN LBG
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FOURTEEN MONTHS ENDED 31ST DECEMBER, 2025**

NOTES		GH¢
12	ACCOUNTS RECEIVABLE	
	Prepaid Rent	<u>52,500</u>
13	BANK & CASH BALANCES	
	GCB - Cedi	12,829
	GCB - USD	33,315
	Petty Cash	<u>1,680</u>
		<u>47,824</u>
14	ACCOUNTS PAYABLE	
	Salaries and Wages	57,540
	SSNIT (Tier 1)	9,720
	Petra Trust (Tier 2)	3,600
	PAYE	10,500
	Audit Fees	<u>2,000</u>
		<u>83,360</u>

SANCTUARY FOR CHILDREN LBG
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FOURTEEN MONTHS ENDED 31ST DECEMBER, 2025

NOTES

15 CONTINGENT LIABILITIES

There were no contingent liabilities at the date of the Statement of Financial Position.

16 CAPITAL COMMITMENTS

There were no commitments for capital expenditure not provided for as at the date of the Statement of Financial Position.

17 RELATED PARTY TRANSACTIONS

Remuneration of Directors and other Key Management Personnel

The following information is presented in accordance with IAS 24 'Related Party Disclosure', which requires disclosure of the employee benefits of Directors and other key management personnel and in line with section 132 of the Companies Act, 2019 (Act 992).

Compensation of Directors and Other Key Management Staff

	GH¢
Executive Directors Remuneration	45,000
Other Key Management Staff	<u>27,000</u>
	<u>72,000</u>