STARTUP BUSINESS FOUNDATION

AUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31/12/2025

Prepared By:
Egbuhuzo Ukachukwu & Co.
(Chartered Accountants)
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CORPORATE PROFILE

DIRECTORS:

CHIBUEZE NNAMDI — **Nigerian**
Plot 242 Mcc Uratta Road,
Owerri, Imo State
Nigeria.

ONUOHA UCHECHUKWU — **Nigerian**
Chief Okafor Lane Off Amawire
Mcc Uratta Road, Owerri,
Imo State

NWANZE JULIET — **Nigerian**
No 1 Startup Business Foundation Crescent
Owerri, Imo State.
Nigeria.

INCORPORATION DATE: **CAC/IT/NO. 160916 (Dated 29th June, 2021)**

REGISTERED OFFICE: No 1 Startup Business Foundation, Off MCC Uratta Road, Owerri, Imo State, Nigeria.

TELEPHONE: +2348032686671

PRINCIPAL BANKERS: Zenith Bank PLC

AUDITORS:
Egbuhuzo Ukachukwu & Co.
(Chartered Accountants)
Plot 24, MCC Uratta Road by Ihem Davis Press By
Bambis Fast Food, Owerri, Imo State
Email: egbuhuzobenneth@gmail.com

Result at a Glance

	2025 Naira
Total Funds Received	129,158,745
Cost of College Building Project	106,208,989
Net Surplus (Deficit) for the year	2,646,332
Trustee Funding's Position	2,646,332

WHO WE ARE AND WHAT WE DO

About Us

Startup Business Foundation (SBF) is a non-profit organization that provides direct and indirect managerial, advisory, and financial services to micro, small, and medium enterprises (MSMEs), as well as other socioeconomic empowerment and community based projects.

SBF has three operational gateways: Startup Business Foundation - College of Innovation, Entrepreneurship and Technology (SBF-CIET), Startup Business Foundation – Community (SBF- Community), and Startup Business Foundation - Entrepreneurship Research Center (SBF-ERC).

By integrating education, research, and community development initiatives, the Foundation fosters holistic, dynamic, long-term partnerships with stakeholders to address pressing national challenges.

Our Mission

We aim to:
Foster inclusive development: Support the development and scaling of solutions that align with the equitable distribution of resources across the community.

Engage communities: Empower citizens to help transform their environment, ensuring changes reflect local needs and aspirations.

Promote collaborations: Unite diverse stakeholders across spheres to co-create

Our Vision:

A community of our dreams where the most pressing socioeconomic and environmental problems are eliminated, bringing value to our community.

TRUSTEES' RESPONSIBILITIES

In compliance with the provision of Sections 334 and 335 of the Companies and Allied Matters Act CAP 59 Laws of the Federation of Nigeria 2020, the Directors are responsible for the preparation of the financial statements which give a true and fair view of the state of affairs of the Foundation and the profit or loss for that year. The details of this are at the statements of directors' responsibilities.

EMPLOYMENT AND EMPLOYEES

Employees' Involvement and Training

The Foundation continues to provide ongoing required development and training to equip employees with key skills, boost their relevance, and build their capacity, which in turn maximizes their contribution to the organization.

This training and development is provided through both formal and informal channels for ease of delivery and to ensure an appropriate two-way feedback mechanism.

Health, Safety and Welfare of Employees

The entity attaches importance to staff health and safety and ensures that all necessary health and safety procedures are strictly enforced in the work environment. The Foundation regularly reviews these education, health, and safety rules, regulations, and policies to ensure they remain up to date and comply with regulatory bodies in Nigeria and the states in which we operate.

AUDITORS

Egbuhuzor Ukachukwu & Co. (Chartered Accountants) have indicated their willingness to continue in office as auditors of the Foundation in accordance with Section 357 (2) of the Companies and Allied Matters Act 2020

STATEMENT OF TRUSTEES' RESPONSIBILITIES

In compliance with the provisions of Sections 334 and 335 of the Companies and Allied Matters Act CAP 59 Laws of the Federation of Nigeria 2020, the Trustees are responsible for the preparation of the financial statements which give a true and fair view of the state of affairs of the foundation and the surplus or deficit for the year.

The responsibilities include ensuring that the Foundation:

i. Keeps proper accounting records that disclose with reasonable accuracy the financial position of the Foundation and comply with the Companies and Allied Matters Act.
ii. Establishes adequate internal controls to safeguard its assets and to prevent and detect fraud and other irregularities; and
iii. Prepares its financial statements using suitable accounting policies supported by reasonable and prudent judgments and estimates and consistently applied.

The Trustees accept responsibility for the annual financial statements which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates in conformity with International Financial Reporting Standards and the Companies and Allied Matters Act.

The Trustees of the foundation are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the organization and of its profit for the year. The Trustees further accept responsibility for the maintenance of accounting records that may be relied upon in the preparation of the financial statements as well as adequate systems of internal financial controls.

Nothing has come to the attention of the Trustees to indicate that the foundation will not remain a going concern for at least twelve months from the date of this statement.

Dated 7th February 2026.



BY ORDER OF THE TRUSTEE:

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF STARTUP BUSINESS FOUNDATION

Opinion

We have audited financial statements of Startup Business Foundation, on pages 22 to 34, which comprise the statement of financial position as at 31st December 2025, the statement of income and expenditure, statement of changes in trustee funding, statement of cash flows for the year then ended, and the notes to the financial statements including a summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the financial position of Startup Business Foundation as at 31st December 2025 and the financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standards, the Companies and Allied Matters Act 2020, and the Financial Reporting Council of Nigeria Act, 2023.

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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Foundation in accordance with the requirements of the Institute of Chartered Accountants of Nigeria (ICAN) Professional Code of Conduct and Guide for Accountants (ICAN Code) and other independence requirements applicable to performing audits of financial statements in Nigeria. We have fulfilled our other ethical responsibilities in accordance with the ICAN Code and other ethical requirements applicable to performing audits in Nigeria. The ICAN Code is consistent with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (Parts A and B). 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 are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. 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. The key audit matters below relate to the audit of the financial statements of Startup Business Foundation.



Key Audit Matter	How it was Addressed
The support's recognition and fund allocation are considered key audit matters. Given the significance of these items in the foundation's activities, and in addition to the due diligence performed on all financial statement items, we assessed the objective of ensuring the financial statements are presented fairly and in accordance with applicable accounting standards.	Our audit procedures to assess the inflows recognition and allocation are as follows: **Revenue Recognition** a) The sources of support received are identified and verified. b) Support recognition was tested to ascertain compliance with relevant standards. c) We carried out substantive testing on a sample of revenue transactions to confirm their accuracy and completeness. d) Reviewed samples of supporting documents such as transfer receipts and bank statements to validate revenue amounts. **Fund Allocation** a) The restrictions placed by a few of the supporters are ensured to be properly recorded and tracked. b) Reviewed and ascertained that the funds are allocated and used in accordance with the donor restriction and the Foundation's mission. c) Examined the financials to confirm correct classification and reporting of funds.

Other Information

The trustees are responsible for the other information. The other information comprises the Trustees' Report and Other Foundation Information which we obtained prior to the date of this auditor's 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 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 financial statements, or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have 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.



Trustees' Responsibility for the Financial Statements

The Trustees are responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards and the Companies and Allied Matters Act 2020, Financial Reporting Council Act, 2023 and for such internal control as the directors determine 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 Foundation'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 Trustees either intend to liquidate the Foundation or to cease operations, or have no realistic alternative but to do so.

Auditors' Responsibility

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 a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or taken together, they could reasonably be expected to influence the economic decisions of users taken based on these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We are 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 risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, 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 expressing an opinion on the effectiveness of the internal control.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty

exists relating to events or conditions that may cast significant doubt on the Foundation'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 disclosures 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 Foundation 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.

Related Party Transactions

There were no related party transactions in 2024 to the best of our knowledge.

Report on Other Legal and Regulatory Requirements

In accordance with the Sixth Schedule of the Companies and Allied Matters Act 2020, we expressly state that:

We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our audit.

The Foundation has kept proper books of account, so far as appears from our examination of those books.

The Foundation's statement of financial position, its statement of Income and Expenditures, and other comprehensive income agree with the books of account.

Egbuhuzo Ukachukwu & Co.
(Chartered Accountants), Owerri,
Imo State, Nigeria.
22nd Jan, 2026.



STATEMENTS OF SIGNIFICANT ACCOUNTING POLICIES

The following are the significant accounting policies adopted by the Foundation in the preparation of its financial statements:

1. Basis of Accounting:

The Foundation prepares its financial statements in compliance with the Nigerian Statements of Accounting Standards (SAS). The financial statements are presented in the functional currency, the Nigerian Naira (₦), and are prepared on a cash basis. Under this basis, the foundation recognizes only revenue actually received and expenses actually paid during an accounting period.

2. Tangible Fixed Assets:

The foundation writes off fixed assets in the year of acquisition, although it records the costs in the fixed assets register.

3. Depreciation

Depreciation is recognized in the income statement on a straight-line basis to write down the cost of each asset to their residual values over the estimated useful lives of each part of an item of PPE. Leased assets under finance lease are depreciated over the shorter of the lease term and their useful lives.

Depreciation begins when an asset is available for use and ceases at the earlier of the date that the asset is derecognized or classified as being held for sale in accordance with IFRS 5. A non-current asset or disposal group is not depreciated while it is classified as being held for sale.

The company estimated useful lives of items of property and equipment are as follows:

Item	Estimated Years
Land & Building	10
Information Technology Equipment	12
Motor Vehicle	12
Office Equipment	12

Work in progress consists of items of property and equipment that are not yet available for use. Work in progress is carried at a cost less than any required impairment. Depreciation starts when assets are available for use. Impairment loss is recognized if the asset's recoverable amount is less than cost.

Depreciation rates, methods and the residual values underlying the calculation of depreciation of items of PPE are kept under review on an annual basis to take account of any change in circumstances.

Statement of Financial Position as at 31st December 2025

	NOTE	2025 Naira
ASSETS		
Non-current Assets		
Property, plant and equipment	10	129,158,745
Total Non-current Assets		129,158,745
Current Assets		
Inventory	11	-
Cash and cash equivalents	12	22,949,756
Total Current Assets		**22,949,756**
TOTAL ASSETS		**129,158,745**
CONTRIBUTION AND LIABILITIES		
Contribution		
Trustees	13	-
Net Surplus	14	129,158,745
Total Contribution		129,158,745
Current Liabilities		
Payable	15	877,226
Total Liabilities		**877,226**
TOTAL CONTRIBUTION AND LIABILITIES		**130,035,971**

Statement of Income and Expenditure for the Period Ended 31st December 2025

	NOTE	2025 Naira
Total Funds Received	4	129,158,745
Cost of College Building Project	5	(106,208,989)
Gross Surplus/(Deficit)		**22,949,756**
General and Administrative expenses	6	(5,998,769)
Staff and Related Cost	7	(12,274,500)
Depreciation & Amortization	8	(2,030,155)
Results from operating activities		**2,646,332**
Finance Cost	9	
Net Surplus/(Deficit)		**2,646,332**

Statement of Changes in Retained Funding as at 31st December 2025

	Contribution Naira	Surplus Naira	Total Naira
Balance as at Beginning		-	-
Balance as at Beginning as restated	**-**	**-**	**-**
Movement during the year:			-
Contribution	-		-
Net Surplus/(Deficit) for the year		2,646,332	2,646,332
Balance at 31st December 2025	**-**	**2,646,332**	**2,646,332**

The notes on pages 22 to 34 form part of these financial statements

Statement of Cashflows for the Year Ended 31st December 2025

	2025 Naira
Cashflows from project and event	
Net surplus/(deficit) for the year	129,158,745
Adjustment for non-cash items: Depreciation & Amortization	2,054,023
Project and event cash flows before movement in working capital	**131,212,768**
Changes in assets and liabilities	
Increase/(decrease) in payables	977,226
Net cash from project and events activities	**132,189,994**
Cashflows from Investing Activities	
Purchase of property, plant and equipment	(129,543,662)
Net cash used in investing activities	**(129,543,662)**
Cashflows from Financing Activities	
Trustees	-
Net cash used in financing activities	
Net decrease in cash and cash equivalents	**2,646,332**
Cash and cash equivalents as at the beginning	-
Cash and cash equivalents as at 31st December	**2,646,332**

		2025 Naira
4	**Funding**	
	Grant	12,000,000
	Donation from corporate and partners	106,041,354
	Commitment from the Trustees	11,117,391
		129,158,745
5	**Cost of college construction and Events**	
	Construction of college facilities / equipment	106,208,989
		106,208,989
6	**General and Administrative expenses**	
	Administrative	3,258,716
	Bank Charges	162,782
	Fueling	599,998
	Internet & Subscription	269,759
	Maintenance	200,012
	Power & Lightling	367,500
	Rate & Due	55,000
	Renovation & Facelifting	-
	Small Office Items	335,000
	Audit fees	750,000
		5,998,769
7	**Staff and Related Cost**	
	Salary and wages	12,274,500
		12,274,500
8	**Depreciation and Amortization**	
	Land & Building	-
	Information Tech Equip	753,945
	Motor Vehicle	526,198
	Office Equipment	773,880
		2,054,023

10 Property, plant and equipment

	College building	Information Tech Equip	Motor Vehicle	Office Equipment	Total
	Naira	Naira	Naira	Naira	Naira
COST					
Opening Balance	-	-	-	-	-
Additions	89,092,129	6,282,875	4,384,985	6,449,000	106,208,989
Disposals					-
Balance as at 31st Dec, 2025	**89,092,129**	**6,282,875**	**4,384,985**	**6,449,000**	**106,208,989**
DEPRECIATION					
Opening Balance	-	-	-	-	-
Depreciation for the period	-	753,945	526,198	773,880	2,054,023
Disposals			-		-
Balance as at 31st Dec, 2025	**-**	**753,945**	**526,198**	**773,880**	**2,054,023**
CARRYING AMOUNT					
Opening Balance	-	-	-	-	-
Balance as at 31st Dec, 2025	**89,092,129**	**5,528,930**	**3,858,787**	**5,675,120**	**104,154,966**

	2025 Naira
9 Finance Cost	
	-
11 Inventory	
	-
12 Cash & Bank Balances	
Cash in Hand	-
Cash at Bank	2,646,332
	2,646,332
13 Contribution by Trustees	-
14 Net Surplus Retained	
At 1 January	-
Surplus/(Deficit) for the year	2,646,332
Balance at 31 December	**2,646,332**
15 Payable	
Pension PAYE	178,416
Other - Audit Fees	48,810
	750,000
	977,226

This capital funds account and the income and expenditure accounts were approved by the Directors of the Foundation and signed on its behalf by:

Dated 7th February, 2026.

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Chibueze Nnamdi
Chairman, BOT