EST. 2021

KWARA STATE
EDUCATION TRUST FUND

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

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Corporate Information
For the year ended 31 December 2025

Board Members	
Chairman	Mr. Abdulwahab Ademola Lawal
Executive Secretary	Ms. Amolegbe Oluwadamilola Fatima
Member	Prof. Adekeye Deborah Shade
Member	Mr.Anthony Gana
Member	Mr.Oyelere Adebayo Jimoh Moses
Member	Alh. Kawu Kudu Mohammed
Member	Mrs.Olawumi Oluwatoyin Olawale
Member	Mrs. Kemi Mary Adeoshun
Member	Alh. Ibrahim Oniye
Address	No 10 Ahmadu Bello Way, Ilorin, Kwara State
Website	https://kwaraetf.org
Auditors	Taju Audu & Co (Chartered Accounts) TAC House, 737 Goke Adegoroye Cl. Wuye, Abuja
Bankers	Zenith Bank PLC First Bank Plc

Trustees' Report

For the year ended 31 December 2025

The Trustees submit their report together with the audited financial statements for the year ended 31 December 2025.

1. Legal Form

The Kwara State Education Trust Fund was established by the Kwara State Education Trust Fund Law, 2021 (as amended in 2025).

2. Principal Activities

The Fund was established to assist the State with financing of education and provide for the management of the Fund and for related matters.

3. Operating result

	2025 N	2024 N
The financial performance for the year is as follows:		
Government grant	200,000,000	100,000,000
Donations	17,755,670	-
Other income	1,594,661	1,478
Gross earnings	**219,350,331**	**100,001,478**
Technical and administrative expenses	(92,451,357)	(45,248,066)
Surplus/(Deficit) for the year	**126,898,974**	**54,753,411**

4. Board

The Board members who served during the year are as follows:

Mr. Abdulwahab Ademola Lawal	- Chairman
Ms. Amolegbe Oluwadamilola Fatima	- Executive Secretary
Prof. Adekeye Deborah Shade	- Member
Mr.Anthony Gana	- Member
Mr.Oyelere Adebayo Jimoh Moses	- Member
Alh. Kawu Kudu Mohammed	- Member
Mrs.Olawumi Oluwatoyin Olawale	- Member
Mrs. Kemi Mary Adeoshun	- Member
Alh. Ibrahim Oniye	- Member

5. Trustees interest in contracts

The Trustees do not have any interests required to be disclosed under section 275 of the Companies and Allied Matters Act.

In accordance with section 277 of the Companies and Allied Matters Act, none of the Trustees has notified the Fund of any declarable interests in contracts with the Fund.

6. Employment of disabled persons

No disabled person was employed by the Organisation during the period, though it is the Fund's policy to consider disabled persons for employment, bearing in mind the respective aptitude abilities of the applicant concerned.

Trustees' Report

7. Responsibility in Relation to the Financial Statements

The Kwara State Education Trust Fund Act requires the Trustees to prepare financial statements for each financial year that give a true and fair view of the state of the financial affairs of the Fund at the end of the year and of its surplus or deficit. The responsibilities include ensuring that the Fund:

i. Keeps proper accounting records that disclose, with reasonable accuracy, the financial position of the Fund;.

ii. Establishes adequate internal controls to safeguard its assets and to prevent and detect fraud and other irregularities; and

iii. Prepares it's financial statements using suitable accounting policies supported by reasonable and prudent judgments and estimates, and are 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 Public Sector Accounting Standards and the requirements of the Kwara State Education Trust Fund Act. The Trustees further accept responsibility for the maintenance of accounting records that may be relied upon in the preparation of financial statements, as well as an adequate systems of internal control.
Nothing has come to the attention of the Trustees to indicate that the Fund will not remain a going concern for at least twelve months from the date of issuance of these financial statements.

8. Independent auditor

Taju Audu & Co. (Chartered Accountants) have indicated their willingness to continue in office.

Ms. Amolegbe Oluwadamilola Fatima
Executive Secretary/CEO

..... 2026

tgs Taju Audu & Co.
BN 2006184

Abuja:
Plot 737,
Goke Adegoroye Close,
Wuye Abuja
Phone: 09-2913709
08033119089
Lagos:
16, Amore Street Off
Toyin Street, Ikeja, Lagos,
Nigeria.
Phone: 08027188554

INDEPENDENT AUDITOR'S REPORT
To the Members of Kwara State Education Trust Fund

Opinion
We have audited the accompanying financial statements of the Fund, which comprise the statement of financial position as at 31 December 2025, and the statement of financial performance, statement of changes in net assets/equity, statement of cash flows and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at 31 December 2025, and its financial performance and cash flows for the year then ended in accordance with the applicable financial reporting framework and the provisions of the Companies and Allied Matters Act (CAMA) 2020.

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 Fund in accordance with the relevant ethical requirements applicable to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

The Fund did not maintain complete accounting records such as journals, ledgers and trial balances during the year under review as required by the Companies and Allied Matters Act (CAMA) 2020 and relevant financial reporting frameworks. Nevertheless, we were able to obtain sufficient and appropriate audit evidence through alternative audit procedures, including substantive testing and examination of underlying supporting documents, to satisfy ourselves as to the completeness, occurrence and accuracy of the transactions and balances reflected in the financial statements.

Other Information
The Trustees are responsible for other information presented along with the financial statements. Other information are those included in the annual report other than the financial statements and the auditor's report. Our audit opinion on the financial statements does not cover the "other information" and, except to the extent otherwise stated in our report, we do not express any form of assurance conclusion on other information. 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 otherwise appears to be materially misstated. If we identify such material inconsistencies, we are required to determine whether there is a misstatement in the financial statements or a material misstatement in the other information. If based on the audit 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 Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the International Public Sector Accounting Standards and the Companies and Allied Matters Act 2020 (as amended) and for such internal controls as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Fund'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 management either intends to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with the 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 aggregate, they could reasonably be expected to influence the economic decisions of the users taken on the basis of these financial statements.

As part of an audit conducted in accordance with the International Standards on Auditing, we exercised professional judgement and maintained professional skepticism throughout the audit. In an audit process we:

• 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 of our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than 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 entity's internal control.

• Evaluate the appropriateness of accounting policies adopted by the Management in the preparation of the financial statements and reasonableness of accounting estimates and related disclosures made by Management.

• Conclude on the appropriateness of Management's use of the going concern basis of accounting and, based on the evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund'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 Fund 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 those 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 identify during our audit.

Report on Other Legal and Regulatory Requirements

In accordance with the requirement of Schedule 5 of the Companies and Allied Matters Act, 2020 as amended, we confirm that:

1. Compliance with the Companies and Allied Matters Act 2020 (as amended) and the Financial Reporting Council Act 2011 – The Fund complied with the provisions of these Acts in preparing the financial statements for the year.

2.The Fund is in the process of complying with the provisions of the Pensions Reform Act 2014 as ameneded.

3. Compliance with Money Laundering (Prevention and Prohibition) Act 2022 – There were no reportable irregularities in the terms of the Money Laundering (Prevention and Prohibition) Act 2022 as far as it appears from our examination of the financial records of the Fund.

For: Taju Audu & Co. (Chartered Accountant).





Sheriff Abdulkadir (FCA)
FRC/2017/ICAN/00000017279
Managing Partner
Abuja, Nigeria.
May, 2026

Statement of Financial Position as at 31 December 2025

Assets	Note	2025 ₦	2024 ₦
Non-Current Assets:			
Property, Plant and Equipment	5	6,269,975	2,485,008
Current Asset:			
Receivables and prepayments	6	400,000	5,819,856
Short term Investment	7	100,000,000	-
Bank and cash balance	8	81,664,737	50,211,047
Total Asset		**188,334,712**	**58,515,911**
Liabilities and Fund Balances:			
Current Liabilities:			
Payables and accrual	9	6,682,327	3,762,500
Fund Balances			
Accumulated Fund/Surplus for the Year		181,652,385	54,753,411
Total Liabilities & Fund Balances		**188,334,712**	**58,515,911**

The financial statements were approved and authorised for issue by the Board of Trustees on _____ and signed on its behalf by:

Ms. Amolegbe Oluwadamilola Fatima	Mr. Abdulwahab Ademola Lawal
Executive Secretary/CEO	Chairman

The accompanying notes form an integral part of these financial statements.

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

	Note	2025	2024
		₦	₦
Income			
Grants and Donation	3	217,755,670	100,000,000
Other Income	3.1	1,594,661	1,478
Total Income		**219,350,331**	**100,001,478**
Expenditure			
Operating expenses	4	(92,451,357)	(45,248,066)
Surplus for the Year		**126,898,974**	**54,753,411**
Prior year Surplus		**54,753,411**	**-**
Accumulated surplus		**181,652,385**	**54,753,411**

The accompanying notes form an integral part of these financial statements.

Statement of Changes in Net Assets for the year Ended 31st December 2025

Particulars	Accumulated Surplus	Education Grants Reserve	Total Net Assets/Equity
	₦	₦	₦
Balance at 1 January 2024	-	-	-
Surplus / (Deficit) for the year	54,753,411	-	54,753,411
Education grants received (restricted)	-	-	-
Utilisation of restricted grants	-	-	-
Transfer to capital project reserve	-	-	-
Balance at 31 December 2024	**54,753,411**	**-**	**54,753,411**
Balance at 1 January 2025	54,753,411	-	54,753,411
Surplus / (Deficit) for the year	126,898,974	-	126,898,974
Education grants received (restricted)	-	-	-
Utilisation of restricted grants	-	-	-
Transfer to capital project reserve	-	-	-
Balance at 31 December 2025	**181,652,385**	**-**	**181,652,385**

The accompanying notes form an integral part of these financial statements.

Statement of Cash Flows for the year Ended 31st December 2025

	Notes	2025 ₦	2024 ₦
Cash Flows from Operating Activities:			
Net Surplus for the year		126,898,974	54,753,411
Adjustment to reconcile surplus to net cash flow from operations:			
Depreciation	5	658,033	13,992
Operating Surplus before Working Capital		127,557,007	54,767,403
Changes in assets and liabilities:			
(Increase)/decrease in receivables and prepayments	6	5,419,856	(5,819,856)
Increase/(decrease) in payables and accruals	9	2,919,827	3,762,500
Net cashflow from Operating Activities		**135,896,690**	**52,710,047**
Cash Flows from Investing Activities:			
Purchase of property, plant and equipment	5	(4,443,000)	(2,499,000)
Increase in Investment	7	(100,000,000)	-
Net cashflow from Investing Activities		**(104,443,000)**	**(2,499,000)**
Cash Flows from Financing Activities:			
Net Cash Flow for the Year		**31,453,690**	**50,211,047**
Cash Equivalent at the Beginning of the year		**50,211,047**	**-**
Cash Equivalent at the end of the year		**81,664,737**	**50,211,047**

The accompanying notes form an integral part of these financial statements.

Notes to the financial statements for the year ended 31 December 2025

1. General Information

1.1 The Reporting Entity

The Kwara State Education Trust Fund was established by the Kwara State Education Trust Fund Law, 2021 (as amended in 2025). This law was enacted to provide a sustainable framework for funding education in the state, ensuring consistent support for infrastructure development, scholarships, and educational programs. The Fund is committed to enhancing the quality and accessibility of education across Kwara State, fostering a brighter future for all learners.

1.2 Basis of Preparation

The financial statements are prepared in accordance with the International Public Sector Accounting Standards (IPSAS) – Accrual Basis, as issued by the International Public Sector Accounting Standards Board (IPSASB), and as adopted by Nigerian public sector authorities.

1.3 Reporting Currency

All amounts are presented in Nigerian Naira (₦), which is the functional and reporting currency of the Fund.

2. Summary of material Accounting Policies

The Fund applies the accrual basis of accounting, whereby:
- Revenues are recognized when earned, regardless of when received.
- Expenses are recognized when incurred, regardless of when paid.

a. Revenue Recognition

(i) Revenue from Non-Exchange Transactions – IPSAS 23

Revenue is recognized when it is probable that economic benefits or service potential will flow to the Fund, and can be reliably measured. This includes:
- Donations and grants (recognized when conditions for receipt are met)
- Interest income (recognized on a time proportion basis)

(ii) Revenue from Exchange Transactions – IPSAS 9

Rendering of services

The Fund recognizes revenue from rendering of services by reference to the stage of completion when the outcome of the transaction can be estimated reliably. The stage of completion is measured by reference to labour hours incurred to date as a percentage of total estimated labour hours. Where the contract outcome cannot be measured reliably, revenue is recognized only to the extent that the expenses incurred are recoverable

Notes to the financial statements (continued)

b. Property, Plant and Equipment (PPE)– IPSAS 17

(i) Recognition and measurement

Items of property, plant and equipment are recognised and measured at cost less accumulated depreciation and accumulated impairment losses. Cost includes any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the Fund including relevant borrowing costs.

Assets under construction are stated at cost which includes cost of materials and direct labour and any costs incurred in bringing it to its present location and condition. If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant, and equipment.

(ii) Subsequent expenditure

Subsequent expenditure is included in the asset's carrying amount or recognized as a separate asset as appropriate, only if it is probable that the future economic benefits associated with the expenditure will flow to the Fund. All other repairs and maintenance are charged to profit or loss during the financial period in which they are incurred.

(iii) Depreciation

Depreciation is calculated to write off the cost of items of property, plant, and equipment less their estimated residual values using the straight-line method over their estimated useful lives and is generally recognised in profit or loss. Land is not depreciated.

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate. Capital work in progress is not depreciated. The attributable cost of each asset is transferred to the relevant asset category at the point when the asset becomes available for use and is depreciated accordingly.

Depreciation is charged using the straight-line method over the asset’s estimated useful life as follows:

Asset Type	**Useful Life**
Buildings	40 years
Furniture & Fittings	10 years
Office Equipment	10 years
Motor Vehicles	5 years
Computers/IT Assets	10 years

Notes to the financial statements (continued)

c. Intangible Assets – IPSAS 31

(i) Recognition and measurement

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortisation and accumulated impairment losses. Acquired computer software licences are capitalized on the basis of costs incurred to acquire and bring the specific software to the useful state.

(ii) Subsequent expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, is recognised in profit or loss as incurred.

(iii) Amortisation

Amortisation is calculated over the cost of the asset less its residual values. Amortisation in profit or loss on a straight-line basis over the estimated useful lives of intangible assets. The estimated useful life for the current and preceding is a follow:

Computer Software 3 years

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

(iv) Derecognition

The carrying amount of an item of Intangible assets shall be derecognised on disposal or when no future economic benefits are expected from its use or disposal. The gain or losses arising from derecognition of item of intangible asset shall be included in profit or loss when the item is derecognised.

d. Inventories – IPSAS 12

Inventory is measured at cost upon initial recognition. To the extent that inventory was received through non-exchange transactions (for no cost or for a nominal cost), the cost of the inventory is its fair value at the date of acquisition. Costs incurred in bringing each product to its present location. Inventories primarily consist of educational materials, consumables, and office supplies and are stated at lower of cost and net realisable value, using the FIFO method.

e. Financial Instruments - IPSAS 29

The Fund classifies its financial assets and liabilities in accordance with IPSAS 29:

- Receivables – initially recognized at fair value and subsequently at amortized cost.

- Payables – recognized when a present obligation exists and measured at amortized cost.
- Cash and Cash Equivalents – short-term, highly liquid investments readily convertible to known amounts of cash.

Notes to the financial statements (continued)

f. Employee Benefits

Short-term benefits (salaries, allowances) are expensed as incurred.

Post-employment benefits (e.g., pension contributions) are accounted for in line with IPSAS 39.

g. Provisions and Contingent Liabilities

Provisions are recognized when the Fund has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation where the Entity expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of financial performance net of any reimbursement.

Contingent Liabilities

The Fund does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements, unless the possibility of an outflow of resources embodying economic benefits or service potential is remote.

Contingent Assets

The Fund does not recognize a contingent asset but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Fund in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise, and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

h. Events After the Reporting Date

Recognized only if they provide additional evidence of conditions that existed at the reporting date (adjusting events). Non-adjusting events are disclosed.

Notes to the financial statements (continued)

		2025	2024
		₦	₦
3	**Grants and Donation**		
	State Government Grant	200,000,000	100,000,000
	Donations	17,755,670	-
		217,755,670	**100,000,000**
3.1	**Other Income**		
	Paystack	1,136,211	1,478
	Taptap	458,400	-
	Interest	50	-
		1,594,661	**1,478**
4.0	**Operating Expenses**		
	Staff cost	44,502,572	28,120,000
	Staff health Insurance	54,000	54,000
	Office Rent	5,419,856	-
	Office maintenance	3,886,730	392,500
	Office cleaning	646,000	225,000
	Cleaning material	376,834	150,000
	Publicity/communication	719,100	960,789
	Award of Excellent Scheme	4,116,870	-
	Scholarship Orientation Scheme	5,080,500	-
	Comission on donation facilitation	1,345,840	-
	Site assessment	340,000	1,075,000
	Graphic Deign	130,000	450,000
	Advert& Signage	1,937,000	-
	Traveling expense	4,379,046	210,000
	Accomodation	195,104	-
	Agent fee	-	50,000
	Printing and stationary	146,900	244,000
	Audit fee	3,762,500	3,762,500
	Legal fee	2,300,000	575,000
	Entertaiment	634,604	470,000
	Bank charges	298,222	58,106
	Energy	350,000	-
	Logo design	-	636,000
	Books	-	100,000
	Board meeting allowance	7,777,600	7,050,000
	Board meeting expenses	1,938,000	552,480
	Committee meetings expenses	260,000	98,700
	Repairs& Maintenance	68,500	-
	Website support service	1,127,546	-
	Depreciation	658,033	13,992
		92,451,357	**45,248,066**

Notes to the financial statements (continued)

5.0 Property, plant and equipment

	Furniture & Fixtures	Computer & Equipment	Total
	₦	₦	₦
Cost			
Balance at 1 January 2025	820,000	1,679,000	2,499,000
Additions	520,000	3,923,000	4,443,000
Balance at 31 December 2025	**1,340,000**	**5,602,000**	**6,942,000**
Cost			
Balance at 1 January 2023			
Additions	-		-
Balance at 31 December 2025			
Depreciation:			
Balance at 1 January 2025	-	13,992	13,992
Charge for the period	129,667	528,367	658,033
Balance at 31 December 2025	**129,667**	**542,358**	**672,025**
Net book value:			
At 31 December 2025	**1,210,333**	**5,059,642**	**6,269,975**
At 31 December 2024	**820,000**	**1,665,008**	**2,485,008**

		2025	2024
		₦	₦
6.0	**Receivables and prepayments**		
	Prepaid rent	-	5,419,856
	Prepaid hall rentage	400,000	400,000
		400,000	**5,819,856**
7.0	**Short term Investment**		
	Treasury Bill	51,000,000	-
	Fixed Deposit	49,000,000	-
		100,000,000	-
8.0	**Bank and cash balance**		
	Zenith bank	71,125,194	50,211,047
	First bank	10,455,933	-
	Cash	83,610	-
		81,664,737	50,211,047
9.0	**Payables and accrual**		
	Accrued audit fee	3,762,500	3,762,500
	Pension	2,919,827	-
		6,682,327	3,762,500

Value Added Statement

For the year ended 31 December 2025

	2025	%	2024	%
	₦		₦	
Grants and other income received	219,350,331		100,001,478	
Operating expenses	(47,236,752)		(17,114,074)	
Value added	**172,113,579**	100%	**82,887,403**	100%
Distribution of Value Added:				
To Employees:				
Staff cost	44,556,572	26%	28,120,000	34%
Retained in the business				
- To replace PPE	658,033	0%	13,992	0%
- To augment reserves	126,898,973	74%	54,753,411	66%
Value added	**172,113,579**	100%	**82,887,403**	100%

The value added represents the wealth created by the efforts of the Fund and its employees. This statement shows the allocation of that wealth to the Fund's employees, Depreciations and that retained for the creation of more wealth.