

BENUE STATE UNIVERSITY
CENTRE FOR FOOD TECHNOLOGY AND RESEARCH

FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER, 2017

 ***Iyornumbe Ime & Co.***
CHARTERED ACCOUNTANTS

BENUE STATE UNIVERSITY
CENTRE FOR FOOD TECHNOLOGY AND RESREACH
ACCOUNTS FOR THE YEAR ENDED
31 DECEMBER, 2017

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BENUE STATE UNIVERSITY
CENTRE FOR FOOD TECHNOLOGY AND RESREACH
ACCOUNTS FOR THE YEAR ENDED
31 DECEMBER, 2017

CORPORATE INFORMATION

MANAGEMENT TEAM

Prof Daniel K. Adedzwa
Dr. Barnabas A. Ikyo
Mr. Simon T. Danbeki
Mr. Celestine Saawuan
Mrs. Patience H. Iorun
Mr. Livinus Iorpuu
Dr. Ogbene Igbum

- Centre Leader (Chairman)
- Deputy Centre Leader
- Project Accountant
- Auditor
- Budget Officer
- Procurement Officer
- Monitoring Evaluation Officer

IN ATTENDANCE

Dr. John O. Idikwu

- Secretary

BANKERS

Sterling Bank PLC
Skye Bank PLC
Stanbic IBTC
Zenith Bank PLC

AUDITORS

Messrs Iyornumbe Ime & Co
Chartered Accountants
NO. 5 Tor - Anyam Agbagher Close
Near Sharp Bend (K/Ala Street)
P. O. Box 2777
Makurdi - Benue State
Tel: 08036478026.



Iyornumbe Ime & Co.

Chartered Accountants

Partners:
I. Ime
I.D. Nworji

No. 5 Tor-Anyam Agbagher Close
Off Katsina-Ala Street,
Near Sharp Bend (K/Ala Street)
P.O.Box 2777
Makurdi - Benue State
Tel: 08036478026, 08058431214
email: iime2009@yahoo.co.uk

Our Ref: _____

Your Ref: _____

Date: 25-10-18

REPORT OF THE AUDITORS TO THE MEMBERS OF BENUE STATE UNIVERSITY CENTRE FOR FOOD TECHNOLOGY AND RESEARCH

We have audited the Financial Statements set out on pages 4 to 8 which have been prepared in accordance with Accounting Policies set out on page 3.

Respective Responsibilities of the Centre and Auditors

The Centre is responsible for the preparation of the Financial Statements. It is our responsibility to form an independent opinion, based on our audit of these statements and report our opinion to you.

Basis of Opinion

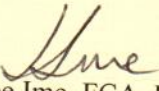
We conducted our Audit in accordance with Generally Accepted Auditing Standards. An Audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the Financial Statements. It also includes an assessment of the significant estimates and judgements made by the Partners in the preparation of the Financial Statements, and of whether the accounting policies are appropriate to the Centre's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the Financial Statements are free from material misstatements whether caused by fraud or other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the Financial Statements.

Opinion

In our opinion, the Financial Statements have been drawn up in conformity with the Generally Accepted Accounting Standards in Nigeria, comply with the Benue State University Edict Amendment Act of 1993 and give a true and fair view of the state of the Centre's affairs as at 31 December 2017 and its Excess of Income over Expenditure for the year ended on that date.

MAKURDI, NIGERIA

Signed 
Iyornumbe Ime FCA, FRC NO: FRC/2013/ICAN/00000004192
For: IYORNUMBE IME & CO
Chartered Accountants



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BENUE STATE UNIVERSITY
CENTRE FOR FOOD TECHNOLOGY AND RESEARCH
ACCOUNTS FOR THE YEAR ENDED
31 DECEMBER, 2017

ACCOUNTING POLICIES

The following is a summary of the significant Accounting Policies adopted by the University in the preparation of the Financial Statements.

1. **ACCOUNTING CONVENTION**

The Financial Statements have been prepared on cash basis.

2. **INCOME**

This represents money Received from World Bank and various fees from students.

3. **DEPRECIATION**

Fixed Assets have been depreciated on a straight –line basis at the following rates calculated to write – off the cost or valuation of the Assets concerned over their estimated useful lives.

| | % |
|---------------------|----|
| Motor Vehicles | 20 |
| Furniture/Fittings | 20 |
| Office Equipment | 25 |
| Plant and Machinery | 25 |

No Depreciation is provided on Fixed Assets until they are brought into use.

4. **FOREIGN EXCHANGE TRANSLATION**

The balance of the foreign exchange at the end of the year has been translated to Naira using the exchange rate as at 31/12/17

BENUE STATE UNIVERSITY
CENTRE FOR FOOD TECHNOLOGY AND RESEARCH
BALANCE SHEET AS AT 31,DECEMBER,2017

| | | 2017 | | 2016 |
|---|---|-------------------|--------------------|--------------------|
| | | N | N | N |
| <u>ASSETS EMPLOYED</u> | | | | |
| NON-CURRENT ASSETS | | | | |
| Property,Plant and Equipment | 1 | | 50,660,821 | 39,725,711 |
| CURRENT ASSETS | | | | |
| Cash and Cash Equivalents | 2 | 52,610,084 | | 19,944,364 |
| Accounts Receivable | 3 | <u>15,000,000</u> | | - |
| | | <u>67,610,084</u> | | <u>19,944,364</u> |
| CURRENT LIABILITIES | | | | |
| Payables | 4 | - | | <u>24,578,345</u> |
| NET CURRENT ASSETS/(LIABILITIES) | | | <u>67,610,084</u> | <u>(4,633,981)</u> |
| TOTAL ASSETS | | | <u>118,270,905</u> | <u>35,091,730</u> |
| <u>FINANCED BY:</u> | | | | |
| ACCUMULATED FUNDS | 4 | | <u>118,270,905</u> | <u>35,091,730</u> |
| | | | | |
| MANAGEMENT | | | | |
| | | | | |
| | | | <u>118,270,905</u> | <u>35,091,730</u> |

BENUE STATE UNIVERSITY
CENTRE FOR FOOD TECHNOLOGY AND RESEARCH
INCOME AND EXPENDITURE ACCOUNTS FOR THE YEAR ENDED
31 DECEMBER, 2017

| | 2017 | | 2016 |
|--|--------------------|--------------------|---------------------|
| | N | N | N |
| <u>INCOME</u> | | | |
| Receipts from world Bank and NUC | | 364,122,778 | 62,979,549 |
| Other Income | | <u>55,752,273</u> | <u>41,679,971</u> |
| | | 419,875,051 | 104,659,520 |
| <u>OVERHEAD EXPENSES</u> | | | |
| <u>ADMINISTRATION</u> | | | |
| Employment and Training of Technical and and qualified Staff | 7,533,000 | | 130,000 |
| Rehailitation of Existing Facilities | 70,976,628 | | 21,601,552 |
| Students Recruitment | - | | 245,000 |
| Establishing New Relevant Programmes (MSC) | - | | 378,200 |
| Short Courses ,Workshop and Conferences | 49,399,731 | | 34,742,929 |
| Use of ICT Delivery Research Excellence | 27,371,330 | | 4,679,180 |
| Stake-Holders Meeting toReview Curriculum | 3,311,820 | | 704,500 |
| Contingency/Teaching Aids | 5,661,286 | | 1,003,635 |
| Depreciation | 13,451,216 | | 10,008,455 |
| Examination Expenses | 488,289 | | 267,800 |
| Staff Allowances | 26,667,100 | | 23,624,728 |
| Students' Scholarship | - | | 20,780,120 |
| Printing and Stationery | 6,076,600 | | 2,188,050 |
| Advert and Publicity | 2,463,000 | | 322,000 |
| Licence and Insurance | - | | 100,060 |
| Water andElectricity | 1,945,730 | | 869,959 |
| Audit Fees and Expenses | 470,000 | | 675,000 |
| Web Portal | 7,362,761 | | 1,127,740 |
| Postage and Telephone Expenses | 164,700 | | 8,550 |
| Students' Internship Expenses | 3,968,000 | | 16,812,093 |
| Food Exhibition Expenses | - | | 515,000 |
| Transport, Travels and Accomodation | 22,437,116 | | - |
| Partnership Equipment | 25,669,767 | | - |
| Subscription | 28,635,850 | | - |
| Books and Journals | 863,150 | | - |
| Accreditation Expenses | 8,376,418 | | - |
| Consultancy and Professional Expenses | 22,164,488 | | - |
| | <u>335,457,980</u> | | <u>140,784,551</u> |
| <u>FINANCIAL</u> | | | |
| Bank Charges | <u>1,207,730</u> | | <u>251,104</u> |
| TOTAL OVERHEAD EXPENDITURE | | <u>336,665,710</u> | <u>141,035,655</u> |
| EXCESS/(DEFICIT) OF INCOME OVER EXPENDITURE | | <u>83,209,341</u> | <u>(36,376,135)</u> |

BENUE STATE UNIVERSITY
CENTRE FOR FOOD TECHNOLOGY AND RESEARCH
ACCOUNTS FOR THE YEAR ENDED
31 DECEMBER, 2017

VALUE ADDED STATEMENT

| | 2017 | | 2016 | |
|--|----------------------|-------------|----------------------|--------------|
| | N | % | N | % |
| INCOME | 419,875,051 | | 104,659,520 | |
| Less: Goods and Services Bought in | <u>(295,339,664)</u> | | <u>(107,151,368)</u> | |
| VALUE ADDED | <u>124,535,387</u> | <u>100%</u> | <u>(2,491,848)</u> | <u>100%</u> |
| <u>APPLIED AS FOLLOWS:</u> | | | | |
| <u>To Pay Employees</u> | | | | |
| Employment and Training of Technical Staff | 26,667,100 | 21.4 | 23,624,728 | (948) |
| <u>To Pay Providers of Funds</u> | | | | |
| <u>Bank Charges</u> | 1,207,730 | 1 | 251,104 | (10) |
| <u>Retained for Future</u> | | | | |
| <u>Replacement of Assets and</u> | | | | |
| <u>Expansion of the CENTRE</u> | | | | |
| Depreciation | 13,451,216 | 10.8 | 10,008,455 | (402) |
| Income and Expenditure | <u>83,209,341</u> | <u>66.8</u> | <u>(36,376,135)</u> | <u>1,460</u> |
| | <u>124,535,387</u> | <u>100%</u> | <u>(2,491,848)</u> | <u>100%</u> |

Value added represents the additional wealth which the Centre has been able to create by its own and its employees efforts. This statement shows the allocation of that wealth among employees, owners and that retained for future creation of more wealth.

BENUE STATE UNIVERSITY
CENTRE FOR FOOD TECHNOLOGY AND RESEARCH
ACCOUNTS FOR THE YEAR ENDED
31 DECEMBER, 2017

NOTES ON THE ACCOUNTS

NOTE

| 1 | <u>PROPERTY, PLANT AND EQUIPMENT</u> | | | | |
|-------------------------|---|--|------------------------------------|---|---------------------|
| | <u>MOTOR VEHICLES</u> | <u>FURNITURE & FITTINGS</u> | <u>OFFICE EQUIPMENT</u> | <u>PLANT & MACHINERY</u> | <u>TOTAL</u> |
| | N | N | N | N | N |
| | <u>COST/VALUATION</u> | | | | |
| As at 1 January, 2017 | 17,781,321 | 27,041,497 | 5,456,515 | 80,000 | 50,359,333 |
| Additions | - | <u>10,297,604</u> | <u>14,088,722</u> | - | <u>24,386,326</u> |
| As at 31 December, 2017 | <u>17,781,321</u> | <u>37,339,101</u> | <u>19,545,237</u> | <u>80,000</u> | <u>74,745,659</u> |
| | <u>DEPRICIATION</u> | | | | |
| As at 1 January, 2017 | 3,451,764 | 5,562,646 | 1,610,879 | 8,333 | 10,633,622 |
| Charge in the Year | <u>3,556,264</u> | <u>6,916,996</u> | <u>2,957,956</u> | <u>20,000</u> | <u>13,451,216</u> |
| As at 31 December, 2017 | <u>7,008,028</u> | <u>12,479,642</u> | <u>4,568,835</u> | <u>28,333</u> | <u>24,084,838</u> |
| | <u>CARRYING AMOUNT</u> | | | | |
| As at 31 December, 2017 | <u>10,773,293</u> | <u>24,859,459</u> | <u>14,976,402</u> | <u>51,667</u> | <u>50,660,821</u> |
| As at 31 December, 2016 | <u>14,329,557</u> | <u>21,478,851</u> | <u>3,845,636</u> | <u>71,667</u> | <u>39,725,711</u> |
| | | | 2017 N | 2016 N | |
| 2 | <u>CASH AND CASH EQUIVALENTS</u> | | | | |
| | | | 67,291 | 8,639,486 | |
| | | | 20,114,748 | 1,219,519 | |
| | | | 26,520,310 | 10,055,193 | |
| | | | 4,675,662 | | |
| | | | 161,500 | | |
| | | | <u>1,070,574</u> | | |
| | | | <u>52,610,084</u> | <u>19,914,198</u> | |
| | Note: Dollar was converted to naira at the official rate of N359 to the dollar as at 31/12/17 | | | | |
| 3 | <u>ACCOUNTS RECEIVABLE</u> | | | | |
| | | | <u>15,000,000</u> | - | |
| | BSU Short Term Loan | | | | |
| | This represents net amount transferred to BSU accounts | | | | |
| 4 | <u>ACCOUNTS PAYABLE</u> | | | | |
| | | | - | 24,578,345 | |
| | | | - | <u>24,578,345</u> | |
| | Benue State University(BSU) | | | | |
| 5 | <u>ACCUMULATED FUND</u> | | | | |
| | | | <u>118,270,905</u> | <u>35,091,730</u> | |
| | Excess /(Deficit) of Income over Expenditure | | | | |

BENUE STATE UNIVERSITY
CENTRE FOR FOOD TECHNOLOGY AND RESEARCH
RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED
31 DECEMBER, 2017

| RECEIPTS | N | 2017 N | 2016 N |
|--|------------|--------------------|--------------------|
| Balance B/F | | | |
| Grants | | 19,914,198 | 52,423,369 |
| Other Income | | 364,122,778 | 62,979,549 |
| BSU-Loan | | 55,752,273 | 48,176,942 |
| Total Cash Available | | - | <u>20,000,000</u> |
| | | 439,789,249 | 183,579,860 |
| PAYMENTS | | | |
| Establishing New Relevant Programmes(MSC) | - | | 378,200 |
| Short Courses, Workshop and Conferences | 49,399,731 | | 35,713,547 |
| Rehabilitation of Existing Facilities | 70,976,628 | | 18,768,728 |
| Employment and Training of Technicians and Qualified Staff | 7,533,000 | | 130,000 |
| Students Recruitment | - | | 245,000 |
| Use of ICT Delivery Research Excellence | 27,371,330 | | 4,679,180 |
| Stake-Holders Meeting to Review Curriculum | 3,311,820 | | 764,500 |
| Project Utility Vehicle | - | | 8,775,303 |
| Contingency/ Teaching Aids | 5,661,286 | | 1,422,425 |
| Bank Charges | 1,207,730 | | 294,802 |
| Examination Expenses | 488,289 | | 267,800 |
| Staff Allowances | 26,667,100 | | 23,924,728 |
| Student Scholarship | - | | 20,780,120 |
| Printing and Stationery | 6,076,600 | | 2,188,050 |
| Advert and Publicity | 2,463,000 | | 322,000 |
| Licence and Rates | - | | 100,060 |
| Electricity and Water | 1,945,730 | | 869,959 |
| Audit Fees and Expenses | 470,000 | | 625,000 |
| WEB Portal | 7,362,761 | | 1,127,740 |
| Postage and Telephone | 164,700 | | 8,550 |
| Student Internship Expenses | 3,968,000 | | 17,092,093 |
| Food Exhibition Expenses | - | | 515,000 |
| Purchase of Office Equipment | 14,088,722 | | 2,872,515 |
| Purchase of Plant and Machinery | - | | 80,000 |
| Purchase of Office Furniture and Fittings | 10,297,604 | | 13,555,957 |
| Reversal/Refunds | - | | 1,290,420 |
| WHT/VAT | - | | 6,873,985 |
| Transport, Travel and Accommodation | 22,437,116 | | - |
| Purchase of Partnership Equipment | 25,669,767 | | - |
| Subscriptions | 28,635,850 | | - |
| Books and Journals | 863,150 | | - |
| Accreditation and Verification Expenses | 8,376,418 | | - |
| Consultancy and Professional Expenses | 22,164,488 | | - |
| Loan to BSU | 39,578,345 | | - |
| | | <u>387,179,165</u> | <u>163,665,662</u> |
| Bank Balance at the end of the Year | | <u>52,610,084</u> | <u>19,914,198</u> |