

FEDERAL UNIVERSITY OF AGRICULTURE ZURU

**AUDITED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31ST DECEMBER, 2020**

**PATRICK KODE & CO.
(CHARTERED ACCOUNTANTS)**

FEDERAL UNIVERSITY OF AGRICULTURE ZURU

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FEDERAL UNIVERSITY OF AGRICULTURE ZURU

CORPORATE INFORMATION

Principal Officers

Professor Musa I. Ahmed	–	Vice Chancellor
Yusuf Abdulaziz Bazata	–	Registrar
Umaru Mikailu	–	Bursar

Commencement

The University Commenced activiteis in June, 2020

Address

Federal University of Agriculture
Zuru, Kebbi State.

Bankers

Central Bank of Nigeria

Auditors

Patrick Kode & Co.
(Chartered Accountants)
Suite 200, 2nd Floor, Copper House,
No. 4 Algiers Street,
Wuse Zone 5,
Abuja.



PATRICK KODE & CO.

(CHARTERED ACCOUNTANTS)

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Wuse Zone 5, Abuja.

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RC: 967054

BRANCHES:

Maiduguri
Yola
Lagos

Independent Auditor's Report To Members of The University Governing Council Federal University of Agriculture Zuru

OPINION

We have Audited the Financial Statements of the Federal University of Agriculture Zuru, which comprise the Statement of Financial Position as at 31st December, 2020, and the statement of financial Performance, Statement of changes in Reserves, Cash flow Statement for the year then ended, and Notes to the Financial Statements, including a summary of Significant Accounting

In our opinion, the accompanying Financial Statements give a true and fair view of the Financial Position of the Federal University of Agriculture Zuru as at 31st December, 2020, and its Financial Performance and its Cash flows for the year ended in accordance with International Financial Reporting Standards (IFRSs).

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

RESPONSIBILITIES OF MANAGEMENT FOR THE FINANCIAL STATEMENTS

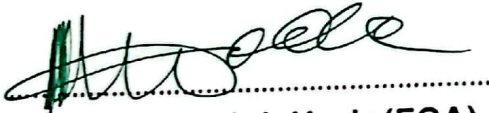
Management is responsible for the preparation of the Financial Statements in accordance with the Financial Reporting Council Act 2011 of the Federal Republic of Nigeria, and for such internal controls as Management determines are necessary to enable the preparation of Financial Statements that are free from material misstatements, whether due to fraud or error.

In preparing the Financial Statements, Management is responsible for assessing the University'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 there is intention to cease operations.

Independent Auditor's Report (Cont'd.)

AUDITORS' 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 misstatements, 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 in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.



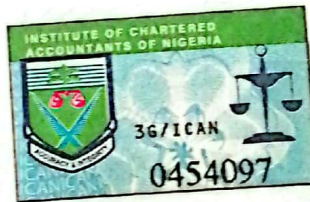
Partner: Patrick Kode(FCA)

FRC/2013/ICAN/00000001903

For: PATRICK KODE & CO.

(Chartered Accountants)

Abuja, Nigeria.



Date: 10th October, 2021

FEDERAL UNIVERSITY OF AGRICULTURE ZURU

STATEMENT OF FINANCIAL PERFORMANCE FOR THE PERIOD ENDED 31ST DECEMBER, 2020

	NOTES	<u>N</u>
Income	2	451,392,786
EXPENDITURE:		
Operating expenses	3	293,364,937
Finance cost		115,066
Depreciation	5	<u>122,133,309</u>
		<u>415,613,312</u>
		<u><u>35,779,474</u></u>
Surplus for the year		

FEDERAL UNIVERSITY OF AGRICULTURE ZURU

STATEMENT OF FINANCIAL POSITION FOR THE PERIOD ENDED 31ST DECEMBER, 2020

	NOTES	<u>N</u>	<u>N</u>
Non-current assets:			
Property, Plant & Equipment	5	<u>1,310,501,411</u>	1,310,501,411
Current assets:			
Bank	6	<u>35,779,474</u>	<u>35,779,474</u>
			<u><u>1,346,280,885</u></u>
Total assets			
Accumulated fund & Liabilities:			
Capital donation	7	110,000,000	
Revaluation Surplus	8	1,198,501,411	
Surplus for the year		<u>35,779,474</u>	1,344,280,885
Liabilities:			
Audit Fee	9	<u>2,000,000</u>	<u>2,000,000</u>
Total accumulated fund & liabilities			<u><u>1,346,280,885</u></u>

Prof. M. I. Ahmed } Vice Chancellor

[Signature] } Bursar

FEDERAL UNIVERSITY OF AGRICULTURE ZURU

STATEMENT OF CHANGES IN RESERVES FOR THE PERIOD ENDED 31ST DECEMBER, 2020

	CAPITAL DONATION	ACCUMULATED FUND	SURPLUS	TOTAL
	<u>N</u>	<u>N</u>	<u>N</u>	<u>N</u>
Balance as at 1/6/2020	-	-	-	-
Changes in accounting policy (Prior year adjustment)	-	-	-	-
Re-stated balance as at 1/6/2020	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Movement during the year:				
Capital donation	110,000,000	-	-	110,000,000
Revaluation surplus	-	1,198,501,411	-	1,198,501,411
Surplus for the year	<u>-</u>	<u>-</u>	<u>35,779,474</u>	<u>35,779,474</u>
Balance as at 31/12/2020	<u>110,000,000</u>	<u>1,198,501,411</u>	<u>35,779,474</u>	<u>1,344,280,885</u>

FEDERAL UNIVERSITY OF AGRICULTURE ZURU

CASH FLOW STATEMENT FOR THE PERIOD ENDED 31ST DECEMBER, 2020

	<u>N</u>
Cash flow from operating activities:	
Surplus for the year	35,779,474
<u>Adjustment for non-cash items</u>	
Depreciation	<u>122,133,309</u>
Operating cashflow before changes in working capital	157,912,783
<u>Changes in Working Capital</u>	
Increase in liabilities	<u>2,000,000</u>
Net cash flow from operating activities [A]	<u>159,912,783</u>
Cash flow from investing activities:	
Acquisition of property, plant and equipment	(1,432,634,720)
Net cash flow from investing activities [B]	<u>(1,432,634,720)</u>
Cash flow from financing activities:	
Capital donation	110,000,000
Revaluation surplus	<u>1,198,501,411</u>
Net cashflow from financing activities [C]	<u>1,308,501,411</u>
Cash and cash equivalents during the year [A+B+C]	35,779,474
Cash and cash equivalents at the beginning of the year	-
Cash and cash equivalents at the end of the year	<u><u>35,779,474</u></u>

FEDERAL UNIVERSITY OF AGRICULTURE ZURU

SIGNIFICANT ACCOUNTING POLICIES AND NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST DECEMBER, 2020

1 Statement of accounting policies

The Federal University of Agriculture Zuru adopted the following accounting policies in preparing its financial statements:

1.1 Basis of accounting

Accounts are prepared under the Historical cost convention and accrual basis of accounting.

1.2 Fixed Assets

Assets are reported at cost less accumulated depreciation.

1.3 Depreciation rates

S/N	ASSET	ESTIMATED USEFUL LIFE	RATE OF DEPRECIATION
i	Office equipment	4 years	25%
ii	Motor vehicles	5 years	20%
iii	Furniture, fittings and fixtures	4 years	25%
iv	Building	20 years	5%
v	Generator	4 years	25%

FEDERAL UNIVERSITY OF AGRICULTURE ZURU

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST DECEMBER, 2020

2	Income	<u>N</u>
	Start-up Subvention	342,728,500
	Capital receipt	108,664,286
		<u>451,392,786</u>
 3	 Operating Expense	 <u>N</u>
	Interim Management Committee co-opted allowanance	9,683,400
	Asset valuation	13,500,000
	Rehabilitation, remodelling & renovation expense	123,736,463
	Vehicle Maintenance	3,842,918
	Fuelling	6,563,000
	Office maintenance General	6,327,728
	Stationaries and general office supplies	19,055,774
	Duty tour Allowance	20,989,880
	Hotel and accommodation	15,000,000
	Temporary Liaison office in Abuja -Rent	6,300,000
	Security	5,599,800
	Staff allowance	10,000,000
	Staff lodge	7,535,000
	Audit fee	2,000,000
	Internet expense	13,491,250
	consultation fee	29,739,724
		<u>293,364,937</u>

FEDERAL UNIVERSITY OF AGRICULTURE ZURU

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31ST DECEMBER, 2020

(CONT'D.)

5 NON-CURRENT ASSET SCHEDULE:

	Office Equipment	Motor Vechicle	Building	Funiture & Fittings	Generator	TOTAL
	25% <u>N</u>	20% <u>N</u>	5% <u>N</u>	25% <u>N</u>	25% <u>N</u>	<u>N</u>
COST:						
As at 1/6/2020	-	-	-	-	-	-
Addition during the year	48,022,671	162,197,125	1,139,577,574	62,918,100	19,919,250	1,432,634,720
Disposal during the year	-	-	-	-	-	-
As at 31/12/2020	<u>48,022,671</u>	<u>162,197,125</u>	<u>1,139,577,574</u>	<u>62,918,100</u>	<u>19,919,250</u>	<u>1,432,634,720</u>
DEPRECIATION:						
As at 1/6/2020	-	-	-	-	-	-
Charge for the year	12,005,668	32,439,425	56,978,879	15,729,525	4,979,813	122,133,309
Disposal during the year	-	-	-	-	-	-
As at 31/12/2020	<u>12,005,668</u>	<u>32,439,425</u>	<u>56,978,879</u>	<u>15,729,525</u>	<u>4,979,813</u>	<u>122,133,309</u>
CARRYING AMOUNT:						
As at 31/12/2020	<u>36,017,003</u>	<u>129,757,700</u>	<u>1,082,598,695</u>	<u>47,188,575</u>	<u>14,939,438</u>	<u>1,310,501,411</u>

FEDERAL UNIVERSITY OF AGRICULTURE ZURU

NOTES TO THE FINANCIAL STATEMENTS

(CONT'D.)

6	Bank balances	<u>N</u>
	CBN	<u>35,779,474</u>
		<u><u>35,779,474</u></u>
	Capital Donation	<u>N</u>
7	Hilux (3)	60,000,000
	Coaster Bus (3)	<u>50,000,000</u>
		<u><u>110,000,000</u></u>
8	Revaluation surplus:	
	These are Assets that were taken over by the University and revalued during the period.	
9	Payables	<u>N</u>
	Audit fee	<u>2,000,000</u>
		<u><u>2,000,000</u></u>