

**FEDERAL UNIVERSITY OF AGRICULTURE,
ABEOKUTA (FUNAAB)**

**CENTRE OF EXCELLENCE IN AGRICULTURAL
DEVELOPMENT AND SUSTAINABLE ENVIRONMENT
(CEADESE)**

**ANNUAL REPORT & ACCOUNTS
FOR THE YEAR ENDED
31 DECEMBER, 2014**

Prepared by:

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FEDERAL UNIVERSITY OF AGRICULTURE, ABEOKUTA (FUNAAB)

[CENTRE OF EXCELLENCE IN AGRICULTURAL DEVELOPMENT AND SUSTAINABLE ENVIRONMENT (CEADESE)]

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FEDERAL UNIVERSITY OF AGRICULTURE, ABEOKUTA (FUNAAB)

[CENTRE OF EXCELLENCE IN AGRICULTURAL DEVELOPMENT AND SUSTAINABLE ENVIRONMENT (CEADESE)]

INFORMATION ABOUT THE UNIVERSITY

1.0 CORPORATE EXISTENCE

The Federal University of Agriculture, Abeokuta (FUNAAB) was established by Decree No. 48 of 2 November, 1992 by the then Military Government of Nigeria (among the three Universities of Agriculture: others are in Makurdi and Umudike) as a centre of excellence in teaching, academic, research and professional programmes leading to award of first degrees (including diplomas) and postgraduate degrees.

The first supervising Ministry was Federal Ministry of Agriculture and Natural Resources but it is currently under the Federal Ministry of Education effective from January, 2002. The National Universities Commission (NUC) is responsible for courses accreditation.

1.1 GENERAL INFORMATION ABOUT CEADESE

The African Centre of Excellence (ACE) is an initiative of the World Bank, the Association of African Universities (AAU) and the beneficiary Countries. The aim is to restructure education at the post graduate level so that Universities can train graduates relevant to industry needs and national/regional development.

Specifically, the World Bank is keen on enhancing Teaching, Training and Research to deliver the aims. Furthermore, the World Bank wants to encourage research collaboration with other national and regional institutions and industries. Through competitive selection, Nineteen (19) Universities in West Central Africa were designated as Centre of Excellence in specific subject areas. The Federal University of Agriculture, Abeokuta was awarded the Centre of Excellence in Agricultural Development and Sustainable Environment (CEADESE).

The Centre through the post graduate school and University Senate will award M. Agse and Ph.D Agse in the subject areas that is approved by the World Bank.

1.2 GUIDING RULES AND REGULATIONS

Briefly describe the rules that govern the ACE and its partnership, including safeguarding against fraud/corruption.

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CENTRE OF EXCELLENCE IN AGRICULTURAL DEVELOPMENT AND SUSTAINABLE ENVIRONMENT (CEADESE)

INFORMATION ABOUT CEADESE (CONT'D)

Guiding rules and regulations will according to Federal University of Agricultures Financial Regulations, Extant Senior Staff Rules and Regulations Governing the conditions of service as derived from Cap F22 Laws of the Federal of Nigeria LFN 2004 establishing the University of Agriculture, Abeokuta and by virtue of all powers enabling in that behalf. These regulations will be included in the MOU to be signed by parties.

2. GOVERNING COUNCIL

2.1	Senator, Sir (Dr) Adeseye K. Ogunlewe-	Pro. Chancellor & Chairman
2.2	Prof. O. B. Oyewole	- Vice-Chancellor & Member
2.3	Prof. T. A. Arowolo	- Deputy Vice Chancellor (Academics) & Member
2.4	Prof. F. K. Salako	- Deputy Vice Chancellor (Development) & Member
2.5	Hon. Ghali Umar Na'Abba, CFR	- Member
2.6	Chief Olukayode Akindele	- Member
2.7	Prof. Olufemi Otubanjo	- Member
2.8	Alhaji Khadir Abba Dasuki	- Member
2.9	Mr Z. O. Atte	- Member (Rep. Federal Min. of Agric. & Rural Dev)
2.10	Mr Polycarp Shambo	- Member (Rep. Federal Min. of Education)
2.11	Mrs. C. A. Obioha	- Member (Rep. Federal Min. of Trade & Investment)
2.12	Prof. T. O. S. Popoola	- Member (Representing Senate)
2.13	Prof. F. O. Bamiro	- Member (Representing Senate)
2.14	Prof. (Mrs.) Daisy Eruvbetine	- Member (Representing Senate)
2.15	Prof. O. B. Kehinde	- Member (Representing Senate)
2.16	Prof. O. A. Enikuomihin	- Member (Representing Congregation)
2.17	Dr. S. O. Akinwade	- Member (Representing Congregation)
2.18	Prof. L. O. Sanni	- Member (Representing Convocation)
2.19	Mr. M. O. Ayoola	- Registrar & Secretary to Council

3. PRINCIPAL OFFICERS

3.1	Prof. O. B. Oyewole	- Vice-Chancellor
3.2	Prof. T. A. Arowolo	- Deputy Vice Chancellor (Academics)
3.3	Prof. F. K. Salako	- Deputy Vice Chancellor (Development)
3.4	Mr. M. O. Ayoola	- Registrar/Secretary to the Governing Council
3.5	Mr. M. O. Ilesanmi	- Bursar
3.6	Dr. (Mrs) M. O. Salaam	- Librarian

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[CENTRE OF EXCELLENCE IN AGRICULTURAL DEVELOPMENT AND SUSTAINABLE ENVIRONMENT (CEADESE)]

INFORMATION ABOUT CEADESE (CONT'D)

4. BANKERS

- 4.1 FUNAAB Microfinance Bank
- 4.2 Zenith International Bank PLC

5. CONTACT ADDRESS

Federal University of Agriculture, Abeokuta
Alabata Road, Off Ibadan Road,
P. M. B. 2240, Abeokuta
Ogun State.

6. AUDITORS

Benjamin Akanji Omonayajo & Co.

(Chartered Accountants)

1, Onikoko Road, Panseke,

P. O. Box 5334 Totoro,

Abeokuta,

Ogun State.



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AUDITOR'S REPORT TO THE GOVERNING COUNCIL OF
CENTRE OF EXCELLENCE IN AGRICULTURAL DEVELOPMENT AND
SUSTAINABLE ENVIRONMENT (CEADESE)

We have audited the Financial Statements for the year ended 31 December, 2014 as set out on pages 5 to 13 which have been prepared under the historical cost convention and in accordance with accounting policies set out on pages 9 to 13.

RESPECTIVE RESPONSIBILITIES OF GOVERNING COUNCIL OF FUNAAB AND AUDITORS

The Governing Council is responsible for the preparation of the financial statements and ensures that adequate internal control procedures are instituted to safeguard assets, prevent and detect fraud and other irregularities; proper accounting records are maintained; and applicable standards are followed. It is our responsibility to form an independent opinion, based on our audit, on the financial statements and report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with International Auditing Standards. An audit includes examination, on a test basis, of evidence, relevant to the amounts and disclosures in the Financial Statement. It also includes an assessment of the significant estimates and judgements made by the Members in the preparation of the Financial Statements and whether the Accounting policies are appropriate to the University'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 to provide us with sufficient evidence to give a reasonable assurance that the Financial Statements are free from material misstatements, whether caused by fraud, error or other irregularities.

In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the Financial Statements and assessed whether the Centre of Excellence in Agricultural Development and Sustainable environment (CEADESE) books of accounts had been properly kept.

OPINION

In our opinion, and to the best of the information and explanations given to us, the books of accounts give a true and fair view of the state of the affairs as at 31 December, 2014 and of the surplus of income over expenditure and cash flow together with the Accounting policies and notes on the accounts have been properly prepared in accordance with the relevant statements of accounting standards.

Benjamin Akanji Omonayajo
for: Benjamin Akanji Omonayajo & Co.
(Chartered Accountants)

Engagement Partner: Mr. Benjamin Akanji Omonayajo
Abeokuta, Ogun State,
Nigeria.

10 May, 2016

FRC/2013/ICAN/00000001907



FEDERAL UNIVERSITY OF AGRICULTURE, ABEOKUTA (FUNAAB)

[CENTRE OF EXCELLENCE IN AGRICULTURAL DEVELOPMENT AND SUSTAINABLE ENVIRONMENT (CEADESE)]

STATEMENT OF FINANCIAL PERFORMANCE
FOR THE FOURTEEN (14) MONTHS PERIOD ENDED, 31 DECEMBER, 2014

	Notes	2014 N
Revenue from non-exchange transactions		--

Revenue from exchange transactions (Internally Generated Revenue)		-----
Student Fee	3	<u>7,583,500</u>
Total Revenue		<u>7,583,500</u>
<u>Expenses</u>		
Administrative Expenses	4	5,507,315
Finance Cost		860
Audit fee		400,000
Depreciation and Amortization Expenses		557,755
Academic Expenses		<u>40,000</u>
Total Expenses		<u>6,505,930</u>
Other Gains/(Loss)		-----
Surplus of Income over Expenditure for the period		<u>1,077,570</u>

The accompanying notes form an integral part of these financial statements

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STATEMENT OF FINANCIAL POSITION FOR THE FOURTEEN (14) MONTHS PERIOD ENDED, 31 DECEMBER, 2014

	Notes	2014 N
Assets		
<u>Current Assets</u>		
Cash and Cash Equivalents	5	<u>8,272,507</u>
<u>Non-Current Assets</u>		
Property, Plant and Equipment	6	1,006,345
Intangible Assets	7	<u>1,656,000</u>
		2,662,345
Total Assets		<u>10,934,852</u>
Liabilities		
<u>Current Liabilities</u>		
Account payable	8	<u>9,857,282</u>
<u>Non-Current Liabilities</u>		

Total Liabilities		<u>9,857,282</u>
Net Assets		<u>1,077,570</u>
Surplus for the period		<u>1,077,570</u>
Total Net Assets & Liabilities		<u>10,934,852</u>

These Financial Statements were approved by
the Governing Council of the University on
10 May, 2016 and signed on its behalf by:

..... } Vice-Chancellor
..... }
..... } Bursar

The accompanying notes form an integral part of these financial statements

FEDERAL UNIVERSITY OF AGRICULTURE, ABEOKUTA (FUNAAB)

[CENTRE OF EXCELLENCE IN AGRICULTURAL DEVELOPMENT AND SUSTAINABLE ENVIRONMENT (CEADESE)]

STATEMENT OF CHANGES IN NET ASSETS
FOR THE FOURTEEN (14) MONTHS PERIOD ENDED, 31 DECEMBER, 2014

	Capital Grants N	Accumulated Fund N	Special Fund N	Other Funds N	Total N
Balance as at November 2013	--	--	--	--	--
Surplus/(Deficit) for the period	<u>--</u>	<u>1,077,570</u>	<u>--</u>	<u>--</u>	<u>1,077,570</u>
Balance as at December 2014	<u><u>--</u></u>	<u><u>1,077,570</u></u>	<u><u>--</u></u>	<u><u>--</u></u>	<u><u>1,077,570</u></u>

The accompanying notes form an integral part of these financial statements

FEDERAL UNIVERSITY OF AGRICULTURE, ABEOKUTA (FUNAAB)

[CENTRE OF EXCELLENCE IN AGRICULTURAL DEVELOPMENT AND SUSTAINABLE ENVIRONMENT (CEADESE)]

STATEMENT OF CASH FLOW
FOR THE FOURTEEN (14) MONTHS PERIOD ENDED, 31 DECEMBER, 2014

	2014 N
Cashflows from Operating Activities	
Receipts	
Internally Generated Revenue	<u>7,583,500</u>
Payments	
Administrative Expenses	5,507,315
Finance Cost	860
Academic Expenses	<u>40,000</u>
	<u>5,548,175</u>
Net Cashflow from Operating Activities	<u>2,035,325</u>
Cashflows from Investing Activities	
Purchase of Property, Plant and Equipment	(1,150,100)
Intangible Assets	<u>(2,070,000)</u>
Net Cashflows from Investing Activities	<u>(3,220,100)</u>
Net Cashflows from Financing Activities	
Cash Advance from FUNAAB	9,457,282
Net Cashflows from financing Activities	<u>9,457,282</u>
Net Increase/(Decrease) in cash and Cash Equipment	8,272,507
Cash and Cash Equivalent at 1 November, 2013	<u>---</u>
Cash and Cash Equivalent at 31 December, 2014	<u>8,272,507</u>

The accompanying notes form an integral part of these financial statements

EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE FOURTEEN (14) MONTHS PERIOD ENDED, 31 DECEMBER, 2014

1.0 STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION

The financial statements of the centre have been prepared in accordance and compliance with International Public Sector Accounting Standard (IPSAS). The financial statements are presented in Naira, which is the functional and reporting currency of the centre.

The financial statements have been prepared on the basis of historical cost, unless stated otherwise. The Cashflows statement is prepared on cash basis using the client method.

2.0 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Property, Plant and Equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. All other repair and maintenance costs are recognised in the statement of financial performance as incurred. Where an asset is acquired in a non-exchange transaction for nil or normal consideration the asset is initially measured at its fair value.

Under IPSAS 17, the centre has elected to use the cost model for all classes of property, plant and equipment, depreciation on assets is charged on a straight line basis over the useful life at the asset. Depreciation is charged at rates calculated to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life.

Computer Equipment	5years
Office Equipment	20years

b) Intangible Assets

Intangible Assets acquired separately are initially recognised at cost. The cost of intangible assets acquired on a non-exchange transaction is their fair value at the date of the exchange following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses.

**EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE FOURTEEN (14) MONTHS PERIOD ENDED, 31 DECEMBER, 2014**

- From rendering of services: Revenue is recognised over a period of time (the period of instruction) in line with the way the services are provided over that period of time.

ii. Revenue from Non Exchange Transaction

Non exchange transactions are transactions that are not exchange transactions. In a non-exchange transaction, the centre either receives value from another entity without directly giving approximately equal value in exchange, or gives value to another entity without directly receiving approximately equal value in exchange.

- Transfers are inflows of future economic benefits or services potential from non-exchange transactions, other than taxes.
- Stipulations on transferred assets are terms in laws or regulations, or a binding arrangement, imposed upon the use of a transferred asset by entities external to the reporting entity.
- Conditions on transferred assets are stipulations that specify that the future economic benefits or service potential embodied in the asset is required to be consumed by the recipient as specified or future economic benefits or service potential must be returned to the transferor.
- Restrictions on transferred assets are stipulations that limit or direct the purpose for which a transferred asset may be used, but do not specify that future economic benefits or service potential is required to be returned to the transferor if not deployed as specified.
- An inflow of resources from a non-exchange transaction, other than services in-kind, that meets the definition of asset shall be recognised as an asset when and only when the future economic benefits or service potential associated with the asset will flow to the centre and the fair value of the asset can be measured reliably.

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EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS FOR THE FOURTEEN (14) MONTHS PERIOD ENDED, 31 DECEMBER, 2014

	2014
3 <u>STUDENTS FEE</u>	N
Application fee	2,123,500
Tuition fee (M. Agse)	3,770,000
Tuition fee (Ph.D)	<u>1,690,000</u>
	<u>7,583,500</u>
4 <u>ADMINISTRATIVE EXPENDITURE</u>	
Cost of Running CEADESE Office	668,510
Cost of Stationery and Consumables	195,572
Cost of Coordinating Meeting	130,700
Cost of Investing on Stakeholder's Workshop	275,940
Cost of Attending World Bank Meeting & Workshop	566,000
Travels (Local & International)	<u>3,670,593</u>
	<u>5,507,315</u>
5 <u>CASH AND CASH EQUIVALENT</u>	
ZENITH Bank Plc	8,191,632
UNAAB Microfinance Bank Limited	<u>80,875</u>
	<u>8,272,507</u>
6 <u>PROPERTY, PLANT AND EQUIPMENT</u>	
	Office Computer Total
	Equipment Equipment
Cost	N N N
At 1 November, 2013	-- -- --
Additions	<u>575,100 575,000 1,150,100</u>
At 31 December, 2014	<u>575,100 575,000 1,150,100</u>
Depreciation	5% 20%
At 1 November, 2013	-- -- --
Charged for the period	28,755 115,000 143,755
At 31 December, 2014	<u>28,755 115,000 143,755</u>
Net Book Value	<u>546,345 460,000 1,006,345</u>

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EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS
FOR THE FOURTEEN (14) MONTHS PERIOD ENDED, 31 DECEMBER, 2014

	2014
7	
<u>INTANGIBLE ASSETS - SOFTWARE</u>	N
At I November, 2013	--
Addition during the period	<u>2,070,000</u>
At 31 December, 2014	<u>2,070,000</u>
<u>Amortization</u>	
At I November, 2013	--
Charged during the period	<u>414,000</u>
At 31 December, 2014	<u>414,000</u>
Net Book Value as at 31 December, 2014	<u>1,656,000</u>
8	
<u>ACCOUNT PAYABLE</u>	
Quarterly Department Allocation	80,895
Advance from FUNAAB	9,376,387
Provision for Audit fee	<u>400,000</u>
	<u>9,857,282</u>

9 APPROVAL OF ACCOUNTS

The Audited financial Statements for the year ended 31 December, 2014 were approved by the University Governing Council on 10 May, 2016.

FEDERAL UNIVERSITY OF AGRICULTURE, ABEOKUTA (FUNAAB)

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VALUED ADDED STATEMENT

FOR THE FOURTEEN (14) MONTHS PERIOD ENDED, 31 DECEMBER, 2014

	2014	%
	N	
Income	7,583,500	
Less:		
Administrative Expenses & Payment for Other Service	(5,948,175)	—
Value Added	<u>1,635,325</u>	<u>100</u>

APPLIED AS FOLLOWS

Future Expansion

Depreciation and Amortization	557,755	34
Surplus of Income	<u>1,077,570</u>	<u>66</u>
Value Added	<u>1,635,325</u>	<u>100</u>

Value Added represents the additional wealth the Centre has been able to create by its own efforts. This statement shows the surplus being ploughed back for creation of more wealth.

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FINANCIAL SUMMARY

FOR THE FOURTEEN (14) MONTHS PERIOD ENDED, 31 DECEMBER, 2014

	2014
	N
<u>ASSETS EMPLOYED</u>	
Non-Current Assets	2,662,345
Current Assets	<u>8,272,507</u>
	<u>10,934,852</u>
<u>FINANCED BY:</u>	
Accumulated Fund	1,077,570
Current Liabilities	<u>9,857,282</u>
	<u>10,934,852</u>