

**UNIVERSITY OF NIGERIA, NSUKKA
(UNN)
FEDERAL GOVERNMENT OF NIGERIA**

**GENERAL PURPOSE
FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31 DECEMBER, 2020



**Agochukwu Okpalaoka & Co.
Chartered Accountants**

UNIVERSITY OF NIGERIA, NSUKKA
FEDERAL GOVERNMENT OF NIGERIA
GENERAL PURPOSE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER, 2020

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UNIVERSITY OF NIGERIA, NSUKKA
FEDERAL GOVERNMENT OF NIGERIA
GENERAL PURPOSE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

University Profile

VISION STATEMENT

Our vision is to create a functional, globally competitive and research focused university, which is just not an ivory tower but responsive to the need of the society while delivering world class education and knowledge.

MISSION STATEMENT

The mission of the University is to place the University of Nigeria in the forefront of research and development in the global academic terrain while promoting the core values which will ensure the restoration of the dignity of man.

GOVERNING COUNCIL

Chief Michael Andrew Olorunfemi Professor C.A. Igwe	Pro-Chancellor & Chairman Vice-Chancellor
Alh. Abdullahi Yunusa Mrs. Kinika Nsirum Access Uchechi Chief J.N.J. Ewulu Chief Akinyelure Pius Oloye	Federal Government Appointee Federal Government Appointee Federal Government Appointee Federal Government Appointee
Professor R. C. Ezeokonkwo Professor U.C. Umo Professor F.U. Chilaka Professor J.O. Ugwuanyi	Senate Senate Senate Senate
Dr. Chike Ubani Barr. M.A. Obayi Dr. (Mrs) Lydia Giginna	Congregation Congregation Representative Federal Ministry of Education
Professor S.O.C. Ugwu	Convocation
Professor P.U. Okpoko Professor J. Urama Professor Edith Nwosu	Deputy Vice-Chancellor (Administration) Ag. Deputy Vice-Chancellor (Academic) Deputy Vice-Chancellor (Enugu Campus)
Professor U.I. Nwagha	Provost, College of Medicine
Registrar & Secretary to Council Bursar: Solicitor: Banker:	Barr. Dr. Christopher C. Igbokwe Dr. Jude K. Edeh FCA Dr. Ejike Ume (SAN) Central Bank of Nigeria

Appointed June 8, 2020

UNIVERSITY ADDRESS

P. M. B. 410001
NSUKKA
ENUGU STATE

AUDITORS

AGOUCHUKWU OKPALAOKA & CO.
(CHARTERED ACCOUNTANTS)
2 OGUFERE STREET, OKPARA AVENUE
(BEHIND UBA PLC), G.R.A.,
P.O. BOX 278
ENUGU
ENUGU STATE

UNIVERSITY OF NIGERIA, NSUKKA
FEDERAL GOVERNMENT OF NIGERIA
GENERAL PURPOSE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

REPORT OF THE GOVERNING COUNCIL

The Governing Council hereby presents the Audited General Purpose Financial Statements of the **UNIVERSITY OF NIGERIA, NSUKKA** for the year ended 31 December, 2020.

During the year under review, the operational position of the University is as summarized hereunder:

	2020 N'000	2019 N'000
REVENUE		
Government Share of FAAC	17,120,117	21,752,394
Fees – General	2,308,571	3,180,247
Fines – General	-	-
Sales – General	68,113	366,387
Earnings – General	207,677	174,660
Investment income	8,503	1,478
Interest Earned	466	90
Rent on Government Building	124,848	146,509
Other revenue	203,507	498,750
Total Revenue	<u>20,041,802</u>	<u>26,120,515</u>
EXPENDITURE		
Salaries and Wage	14,177,704	16,772,018
Allowances	1,352,645	2,107,658
Social Contributions	1,471,978	1,891,486
Social Benefits	97,826	13,859
Overhead Cost	1,829,165	4,263,621
Depreciation Charge	1,098,478	1,075,635
Amortization Charge	27,775	2,436
Total Expenditure	<u>20,055,571</u>	<u>26,126,713</u>
Surplus/(Deficit) from operating activities	<u>(13,769)</u>	<u>(6,198)</u>
Gain on Foreign Exchange Transactions	<u>22,758</u>	<u>12,373</u>
Total non-operating Revenue	<u>22,758</u>	<u>12,373</u>
Net Surplus for the year	<u>8,989</u>	<u>6,175</u>

The Auditors, Messrs Agochukwu Okpalaoka and Company, have indicated their willingness to continue in office.

STATEMENT OF THE GOVERNING COUNCIL'S RESPONSIBILITIES

The following statements which should be read in conjunction with the Statement of Auditors' responsibilities on page 4 is made to distinguish the responsibilities of the Governing Council for the Financial Statements from those of the Auditors.

The Governing Council is required by the enabling Act establishing the University to prepare the Financial Statements, which give a true and fair view of the state of affairs of the University as at the end of the financial year.

The Financial Statements must be prepared on a going-concern basis, unless it is inappropriate to presume that the University will continue in existence.

The Governing Council has the responsibility for ensuring that it keeps accounting records which disclose with reasonable accuracy the financial position of the University and which enable them to ensure that the Financial Statements comply with the requirements of the enabling Act setting it up.

The Governing Council also has a general responsibility for taking such steps as reasonably open to it to safeguard the assets and to prevent and detect fraud and other irregularities.

The Governing Council considers that in preparing the Financial Statements on pages 6 to 36, they have used appropriate accounting policies, consistently applied and supported by reasonable and prudent judgments and estimates and that all applicable financial reporting standards have been followed.

UNIVERSITY OF NIGERIA, NSUKKA
FEDERAL GOVERNMENT OF NIGERIA
GENERAL PURPOSE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

STATEMENT OF THE INDEPENDENT AUDITORS' RESPONSIBILITIES

The Independent Auditors are responsible for forming an independent opinion on the General Purpose Financial Statements presented by the Governing Council based on their audit and for reporting their opinion. They also have the responsibility under the Companies and Allied Matters Act, 2004 and the University of Nigeria Act, to report if particular requirements are not met.

These requirements are: -

- * That the University has maintained proper books of account.
- * That the General Purpose Financial Statements are in agreement with the accounting records and give the information required by the Act in the manner so required and give a true and fair view, in the case of the Statement of Financial Position of the state of the financial affairs of the University at the financial year end and in the case of the Statement of Financial Performance of the surplus or deficit for the year.
- * That the General Purpose Financial Statements have been properly prepared in accordance with the provisions of the Act so as to give a true and fair view of the state of affairs and capital and other reserves of the University.
- * That the Independent Auditors have obtained all the information and explanations which, to the best of their knowledge and belief, were necessary for the purpose of their audit.



AGUCHUKWU OKPALAOKA & CO.
Chartered Accountants

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Tel: 08075190686.
Fax: 042-257265
E-mail: info@agonigeria.com
Website: www.agonigeria.com

UNIVERSITY OF NIGERIA, NSUKKA
FEDERAL GOVERNMENT OF NIGERIA
GENERAL PURPOSE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

REPORT OF THE INDEPENDENT AUDITORS

We have audited the Financial Statements on pages 6 to 10 which were prepared on the basis of the accounting policies on page 12 to 22.

RESPECTIVE RESPONSIBILITIES OF THE GOVERNING COUNCIL AND THE AUDITORS

As described on pages 3 and 4, the Governing Council is responsible for the preparation of the Financial Statements. It is our responsibility to form an independent opinion based on our audit on those statements and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with international standards on auditing. 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 Governing Council in the preparation of the Financial Statements, and of 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 in order to provide us with sufficient evidence to give a reasonable assurance that the financial statements are free from material mis-statements, whether caused by fraud, other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the financial statements and we obtained the information and explanations we required.

Proper books of accounts have been kept by the university and the financial statements which are in agreement therewith give the information required by the Federal Government Act No. 34 of July, 15, 1992, as amended, in the manner so required and comply with the International Public Sector Accounting Standards (IPSAS) as adopted by the Federal Accounts Allocation Committee of Nigeria.

OPINION

In our opinion, the Financial Statements, together with the notes thereon, give a true and fair view of the state of the University's financial affairs at 31 December, 2020 and of the surplus and cash flow for the year ended on that date.

ENUGU, NIGERIA

27 April, 2021



E.A. Okpalaoka
E.A. OKPALAOKA
FRC/2014/ICAN/00000007850
FOR: AGUCHUKWU OKPALAOKA & CO.
(CHARTERED ACCOUNTANTS)

UNIVERSITY OF NIGERIA, NSUKKA
FEDERAL GOVERNMENT OF NIGERIA

STATEMENTS OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 31 DECEMBER, 2020

	Notes	2020 N'000	2019 N'000
REVENUE			
Government Share of FAAC	4	17,120,117	21,752,394
Fees – General	5	2,308,571	3,180,247
Fines – General	6	-	-
Sales – General	7	68,113	366,387
Earnings – General	8	207,677	174,660
Investment income	9	8,503	1,478
Interest Earned	10	466	90
Rent on Government Building	11	124,848	146,509
Other revenue	12	203,507	498,750
Total Revenue – A		20,041,802	26,120,515
EXPENDITURE			
Salaries and Wage	13	14,177,704	16,772,018
Allowances	14	1,352,645	2,107,658
Social Contributions	15	1,471,978	1,891,486
Social Benefits	16	97,826	13,859
Overhead Cost	17	1,829,165	4,263,621
Depreciation Charge	18	1,098,478	1,075,635
Amortization Charge	19	27,775	2,436
Total Expenditure - B		20,055,571	26,126,713
Surplus/(Deficit) from Operating Activities			
C = (A-B)		(13,769)	(6,198)
Gain on Foreign Exchange Transactions	20	22,758	12,373
Total Non-Operating Revenue – D		22,758	12,373
Net Surplus for the Year E = (C+D)		8,989	6,175

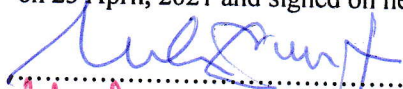
The accompanying notes on page 11 to 30 form an integral part of the General Purpose Financial Statements (GPFS)s

UNIVERSITY OF NIGERIA, NSUKKA
FEDERAL GOVERNMENT OF NIGERIA

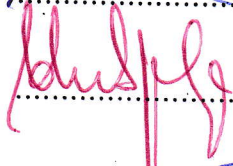
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER, 2020

	Notes	2020 N'000	2019 N'000
ASSETS			
Current Assets			
Cash and Cash Equivalents	21	742,527	745,972
Receivables	22	307,465	275,788
Inventories	23	-	-
Total Current Assets – A		<u>1,049,992</u>	<u>1,021,760</u>
Non-Current Assets			
Investments	24	145,818	145,818
Intangible Assets	25	29,424,041	29,001,807
Property, Plant and Equipment	26	49,848	11,160
Total Non-Current Assets – B		<u>29,619,707</u>	<u>29,158,785</u>
Total Assets: C = A + B		<u>30,669,699</u>	<u>30,180,545</u>
LIABILITIES			
Current Liabilities			
Unremitted Deductions	27	2,991,596	2,935,435
Payables	28	328,001	328,001
Accruals	29	286,839	337,348
Deferred Income	30	1,849,560	2,411,043
Total Current Liabilities – D		<u>5,455,996</u>	<u>6,011,827</u>
Non-Current Liabilities			
Public Funds	31	3,599,198	2,812,831
Total Non-Current Liabilities – E		<u>3,599,198</u>	<u>2,812,831</u>
Total Liabilities F = D + E		<u>9,055,194</u>	<u>8,824,658</u>
Net Assets G = C – F		<u>21,614,505</u>	<u>21,355,887</u>
NET ASSETS/EQUITY			
Capital Grants	32	8,291,833	8,042,204
Reserves	33	7,576,400	7,576,400
Accumulated Surplus	34	5,746,272	5,737,283
Total Net Assets/Equity H = G		<u>21,614,505</u>	<u>21,355,887</u>

These General Purpose Financial Statements were approved by the Council on 23 April, 2021 and signed on her behalf by:



Chief M.A. Olorunfemi
(Pro-Chancellor)



Prof. C.A Igwe
(Vice Chancellor)



Dr. J. K. Edeh
(Bursar)

The accompanying notes on pages 11 to 30 form an integral part of the General Purpose Financial Statements.

UNIVERSITY OF NIGERIA, NSUKKA
FEDERAL GOVERNMENT OF NIGERIA

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER, 2020

	Notes	2020 N'000	2019 N'000
Cash flows from Operating Activities			
Inflows -			
Government Share of FAAC	4	17,120,117	21,752,394
Fees - General	5	2,308,571	3,180,247
Fines - General	6	-	-
Sales - General	7	68,113	366,387
Earnings - General	8	207,677	174,660
Investment Income	9	8,503	1,478
Interest Earned	10	466	90
Rent on Government building	11	124,848	146,509
Other Revenue	12	203,507	498,750
Gains from foreign Exchange Transactions	20	22,758	12,373
Total Inflows from operating Activities - A		20,064,560	26,132,888
Outflows			
Salaries and Wages	13	14,177,704	16,772,018
Allowances	14	1,352,645	2,107,658
Social Contributions	15	1,471,978	1,891,486
Social Benefits	16	97,826	13,859
Overhead Cost	17	1,829,165	4,263,621
Total outflows from operating Activities - B		18,929,318	25,048,642
Net cash inflow/(Outflows) from operating activities C = (A-B)		1,135,242	1,084,246
Net movement in current assets/liabilities	35	(587,508)	1,129,759
Net cash flows from operating activities		547,734	2,214,005
Cash flows from investing activities			
Purchases/Construction of Property, Plant and Equipment	25	(1,520,712)	(5,054,281)
Purchase of intangible assets		(66,463)	-
Net cash flows from investing activities		(1,587,175)	(5,054,281)
Cash flows from financing activities			
Public Funds Received	31	786,367	2,010,082
Capital Grants Received	32	249,629	1,154,422
		1,035,996	3,164,504
Net Cash flows from all Activities		(3,445)	324,228
Cash and its equivalent as at 1 January		745,972	421,744
Cash and its equivalent as at 31 December	36	742,527	745,972

The accompanying notes on pages 11 to 30 form an integral part of the General Purpose Financial Statements.

UNIVERSITY OF NIGERIA, NSUKKA
FEDERAL GOVERNMENT OF NIGERIA
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED 31 DECEMBER, 2020

	Accumulated Surplus N'000	Capital Grant N'000	Reserves N'000	Total N'000	Attributable to Owners 100% N'000
Balance as at 1 January, 2020	5,737,283	8,042,204	7,576,400	21,355,887	21,355,887
Additions during the year	-	249,629	-	249,629	249,629
Surplus for the Year	<u>8,989</u>	<u>-</u>	<u>-</u>	<u>8,989</u>	<u>8,989</u>
Balance as at 31 December, 2020	<u>5,746,272</u>	<u>8,291,833</u>	<u>7,576,400</u>	<u>21,614,505</u>	<u>21,614,505</u>
Balance as at 1 January, 2019	5,741,440	6,887,782	7,576,400	20,205,622	20,205,622
Additions during the year	-	1,154,422	-	1,154,422	1,154,422
Prior Year Adjustment	(10,332)	-	-	(10,332)	(10,332)
Surplus for the Year	<u>6,175</u>	<u>-</u>	<u>-</u>	<u>6,175</u>	<u>6,175</u>
Balance as at 31 December, 2019	<u>5,737,283</u>	<u>8,042,204</u>	<u>7,576,400</u>	<u>21,355,887</u>	<u>21,355,887</u>

The accompanying notes on pages 11 to 30 form an integral part of the General Purpose Financial Statements.

UNIVERSITY OF NIGERIA, NSUKKA
FEDERAL GOVERNMENT OF NIGERIA
CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 31 DECEMBER, 2020

Previous year		Notes	Actual on a	Final Budget	Performance	Performance
Actual			Comparable Basis		Difference	Difference
2019			2020	2020		
N'000			N'000	N'000	N'000	%
REVENUE						
21,752,394	Government Share of FAAC	4	17,120,117	18,101,075	(980,958)	(5.42)
3,180,247	Fees – General	5	2,308,571	4,104,844	(1,796,273)	(43.76)
-	Fines – General	6	-	-	-	-
366,387	Sales – General	7	68,113	262,085	(193,972)	(74.01)
174,660	Earnings – General	8	207,677	62,927	144,750	230.02
1,478	Investment Income	9	8,503	116,400	(107,897)	(92.70)
90	Interest Earned	10	466	-	466	-
146,509	Rent on Government Building	11	124,848	150,654	(25,806)	17.13
498,750	Other Revenue	12	203,507	273,460	(69,953)	(25.58)
26,120,515	Total Revenue		20,041,802	23,071,445	(3,029,643)	
EXPENDITURE						
16,772,018	Salaries and Wages	13	14,177,704	15,853,379	1,675,675	10.57
2,107,658	Allowances	14	1,352,645	157,696	(1,194,949)	(757.75)
1,891,486	Social Contributions	15	1,471,978	1,980,288	508,310	25.67
13,859	Social Benefits	16	97,826	-	(97,826)	-
4,263,621	Overhead Cost	17	1,829,165	3,110,300	1,281,135	41.19
1,075,635	Depreciation Charge	18	1,098,478	-	(1,098,478)	-
2,436	Amortization Charge	19	27,775	-	(27,775)	-
26,126,713	Total Expenditure		20,055,571	21,101,663	1,046,092	
Surplus/(Deficit) from Operating						
(6,198)	Activities		(13,769)	1,969,782	(1,983,551)	
12,373	Gain on Foreign Exchange Transaction		22,758	-	22,758	
12,373	Total Non-Operating Revenue		22,758	-	22,758	
6,175	Net Surplus/(Deficit) for the year		8,989	1,969,782	(1,960,793)	

The accompanying notes on pages 11 to 30 form an integral part of the General Purpose Financial Statements.

UNIVERSITY OF NIGERIA, NSUKKA
FEDERAL GOVERNMENT OF NIGERIA
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER, 2020
NOTES TO THE FINANCIAL STATEMENT

1.0 GENERAL INFORMATION

University of Nigeria is a body established by the Law of Eastern Nigeria 1963 Cap. 127. The law of Eastern Nigeria and Degree No. 44 of 1973 of the University were repealed by the University of Nigeria Decree 1978 No. 1, to reflect the University's take-over by the Federal Government.

The University was Established to:

- i. Encourage the advancement of learning and hold out all person without distinction of race, creed, sex or political conviction the opportunity of acquiring a higher and liberal education.
- ii. Provide courses of instruction and other facilities for the pursuit of learning in all its branches, and to make those facilities available on proper term to such persons as to be equipped to benefit from them
- iii. Encourage and promote scholarship and conduct research in all fields of learning and human endeavour.
- iv. Relate its activities to the social and economic needs of the people of Nigeria.
- v. Undertake any other activities appropriate for a university of the highest standards.

Administrative Head Office

University of Nigeria
Nsukka, Enugu State,

Other Campuses

University of Nigeria
Enugu Campus

University of Nigeria
College of Medicine
Ituku/Ozalla
Enugu State

VISION STATEMENT

Our vision is to create a functional, globally competitive and research focused university, which is just not an ivory tower but responsive to the need of the society while delivering world class education and knowledge.

MISSION STATEMENT

The mission of the University is to place the University of Nigeria in the forefront of research and development in the global academic terrain while promoting the core values which will ensure the restoration of the dignity of man,

AUDITORS

Agochukwu Okpalaoka & Co.
(Chartered Accountants)
2 Ogufere Street, Okpara Avenue
(Behind Uba Plc), G.R.A,
P.O. Box 278
Enugu
Enugu State

2.0 GOING CONCERN AND OPERATING ENVIRONMENT

Council believes that the University will continue its activities and settle its liabilities in the foreseeable future. The Federal Government of Nigeria has neither the intention nor the need to liquidate the University or cease its operations in the foreseeable future. This statement is based on the Federal Government's plans and intentions that the University is aware of concerning the continuation or discontinuation of the University's activities.

UNIVERSITY OF NIGERIA, NSUKKA
FEDERAL GOVERNMENT OF NIGERIA
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER, 2020
NOTES TO THE FINANCIAL STATEMENT (CONT'D)

3.0 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are stated below:

3.1 Basis of Preparation

The financial statements of the university have been prepared under the historical cost convention and in accordance with the International Public Sector Accounting Standards (IPSAS) and other applicable standards.

3.2 Fundamental Accounting Concept

The following fundamental accounting concept are taken by the University as the basis of the preparation of its accounts and report.

- i. Accrual Basis Concept
- ii. Going Concern Concept
- iii. Consistency Concept
- iv. Understandability
- v. Materiality
- vi. Relevance
- vii. Prudence
- viii. Completeness

3.3 Accounting Period

The accounting year (fiscal year) of the University is from 1st January to 31st December in line with the National Treasury Circular Ref. OAGF/CAD/026/V.1/102 of 30th December, 2013. Each accounting year is divided in 12 calendar months.

3.4 Reporting Currency

The University's financial statements are prepared in Nigerian Naira.

3.5 Principal Statements in the Financial Statement

- a) The Statement of financial performance
- b) The Statement of financial position
- c) The Statement of cash flows
- d) The Statement of changes in net assets/equity
- e) The Consolidated statement of financial performance
- f) The Notes to the financial statements

3.6 Consolidation Policy

The consolidation of the University's financial statements is based on accrual basis of accounting.

Consolidation of the University's financial statement is in agreement with the provisions of all relevant legal requirements.

Controlled entities are fully consolidated from the date on which control is transferred to the University. They are de-consolidated from the date that control ceases.

3.7 Notes to the Financial Statement

Notes to the financial statements are presented in a systematic manner. The items in the statement are cross-referenced to any relating information in the notes.

UNIVERSITY OF NIGERIA, NSUKKA
FEDERAL GOVERNMENT OF NIGERIA
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER, 2020
NOTES TO THE FINANCIAL STATEMENT (CONT'D)

3.8 Comparative Information

The University's financial statement disclose all numerical information relating to the previous period.

3.9 Budget Figures

These are figures from the approved budget of the University in accordance with the Appropriation Act.

3.10 Revenue

a) The University recognized revenue from non-exchange transactions as receipt from consolidated revenue fund (CRF) for ministries, departments and agencies when they occur and the assets recognition are met.

b) Other non-exchange revenue is recognized when it is probable that the future Economic benefit or service potential associated with the asset will flow to the University and the fair value of the assets can be measured reliably.

Other Operating Revenue

a) Other operating revenues arise from exchange transactions such as school tuition/registration/examination fees for undergraduates, postgraduate and others in the ordinary course of the University's academic year activities. The University's academic year is not aligned with its financial (fiscal) year. Any fee received from the exchange transaction in advance to the financial year is recognized as deferred income in the statement of financial position.

b) Revenues comprise the fair value of the consideration received or receivable for the sale of goods and services in the ordinary course of the University's activities.

c) Sale of Goods

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership has been transferred to the buyer, usually when good are delivered.

Other Revenue

a) Other revenue consists of gains on disposal of property, plant and equipment.

b) Any gain on disposal is recognized at the date control of the assets is passed to the buyer and is determined after deducting from proceeds the carrying value of the assets at that time.

3.11 Aid and Grants

Aid and grants to the University is recognized as income on entitlement, while aid and grants to other governments/agencies are recognized as expenditure on commitment.

3.12 Subsidies, Donations and Endowments

Subsidies, donations and endowments to the University are recognized as income when money is received, or entitlement to receive money is established; except where fulfilment of any restrictions attached to these monies is not probable.

3.13 Transfer from Other Government Entities

Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on receipt of assets (cash, goods, services and property) if it is free from conditions and it is probable that the economic benefits or services potential related to the asset will flow to the University and can be measured.

UNIVERSITY OF NIGERIA, NSUKKA
FEDERAL GOVERNMENT OF NIGERIA
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER, 2020
NOTES TO THE FINANCIAL STATEMENT (CONT'D)

Significant Accounting Policies (Contd)

3.14 Expenses

All expenses are reported on an accrual basis, i.e. all expenses are recognized in the period they are incurred or when the related services are enjoyed, irrespective of when the payment is made.

3.15 Employee Benefits/Pension Obligation

Under the Defined Contribution Scheme

- a) The University makes pension and national insurance contributions on behalf of employees in line with Pension Act 2014. The contributions are treated as payments to a defined contribution pension plan.
- b) A defined contribution plan is a pension plan under which fixed contributions are paid into a separate pension entity fund managed by Pension Fund Administrators (PFAs).
- c) The University has no legal or constructive obligation to pay further contributions if the pension entity does not hold sufficient assets to pay all employees the benefits relating to employees services in the current and prior periods.
- d) The contributions are recognized as employees benefits expenses when they are due.
- e) Prepaid contributions are recognized as assets to the extent that a cash refund or a reduction in the future payment is available.

3.16 Interest on Loans

- a) Interest on loans is treated as expenditure or as a charge in the financial Performance report (Statement of Financial Performance).
- b) Interest expense is accrued using effective interest rate method
- c) The effective interest rate exactly discounts estimated future cash payment through the expected life of the financial liability to that liability's net carrying amount.
- d) The method applies this rate to the principal outstanding to determine interest expenses each period.

3.17 Foreign Currency Transactions

- a) Foreign currency transactions throughout the year are converted into Nigerian Naira at the ruling (Central Bank of Nigeria) rate of exchange at the dates of the transactions.
- b) Foreign currency balances, as at the year end, are valued at the exchange rates prevailing on that date.
- c) Foreign exchange gains/losses are recognized in the Statement of Financial Performance.

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NOTES TO THE FINANCIAL STATEMENT (CONT'D)

Significant Accounting Policies (Contd)

3.18 Statement of Cash Flows

This statements is prepared using the direct method in accordance with the format provided in the General Purpose Financial Statement (GPFS). The cash flows statements consist of three sections:

- a) **Operating Activities Section:** Include cash received from all income sources of the Government and record of the cash payment made for the supply of goods and services.
- b) **Investing Activities Section:** are those activities relating to the acquisition and disposal of non-current assets.
- c) **Financing Activities Section:** comprises the change in equity and debt capital structure of the Government.

3.19 Cash and Cash Equivalent

- a) Cash and cash equivalent means cash balances on hand, held in bank accounts, demand deposit and other highly liquid investments with an original maturity of 6 months or less in which the University invests as part of its day-to-day cash management and which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.
- b) Cash and cash equivalent is reported under current assets in the statement of financial position.

3.20 Accounts Receivable

- a) **Receivables from Exchange Transactions**
 - i. Receivable from exchange transactions are recognized initially at fair value and subsequently measured at amortized cost of using the effective interest method, less provision for impairment.
 - ii. A provision for impairment of receivable is established when there is objective evidence that the University will not be able to collect all amounts due according to the original terms of the receivables.

3.21 Prepayment

- a) Prepaid expenses are amount paid in advance of receipt of goods and services.
- b) They can represent payment made early in the year for benefit to be received at a later part of the year, or payments made in one year for benefit to be received in subsequent year.
- c) Prepayment for which the benefit are to be derived in the following twelve months are classified as current assets. Where the benefits are expected to accrue beyond the next twelve months, it is accounted for as a long-term prepayment and classified as non-current assets.
- d) Prepayments that are identifiable with specific future revenue or event, e.g. adverts, are expensed in the period in which the related event takes place; those that relate to specific time periods, e.g. insurance, rent, leasehold premises, are expensed in such periods.

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Significant Accounting Policies (Contd)

3.22 Inventories

- a) Inventories are valued at the lower of cost and net realizable value
- b) Cost is determined using the "FIFO" method
- c) Inventories held for distribution for public benefit purposes are recorded at cost, adjusted where applicable for any loss of services potential
- d) Inventories are reported under Current Assets in the Statement of Financial Position.

3.23 Investments

Investments in Associates

- a) The University's investments in its associates are accounted for using the equity method of accounting
- b) An associate is an entity over which entity has significant influence and that is neither a subsidiary nor joint venture
- c) Under the equity method, investment in associates are carried in the Statement of Financial Position at cost plus post acquisition changes in Equity's share of net assets of the associates
- d) The Statement of Financial Performance reflects the share of the results of operations of the association
- e) Where there has been a change recognized directly in the equity of the associates, entity recognized its share of any change and discloses this, when applicable in the statement of changes in net assets/equity
- f) Surplus and deficits resulting from transactions between the University and the associates are eliminated to the extent of the interest in the associate.

Investment In Controlled Entities (Subsidiaries)

- a. The controlled entities are all entities (including special purpose entities) over which a public entity or its entities has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights.
- b. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether public entity control another entity.
- c. The controlled entities are fully consolidated from the date on which control is transferred to the public entity. They are de-consolidated from the date on which control ceases. Inter-group transactions, balances and unrealized gains on transactions between inter-group transactions are eliminated, unrealized losses are also eliminated. Accounting policies of controlled entities are consistent with the policies adopted by the public entity.

Impairment of Investments

The University determines at reporting date whether there is any objective evidence that the investment in impaired, if this is the case it calculates the amount of impairment as being the difference between the recoverable value of the investment and the carrying value and recognizes the amount in the Statement of Financial Performance.

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Significant Accounting Policies (Contd)

3.24 Available for Sale Securities

- a. Where the University uses its surplus cash to purchase short-term investments, the financial assets are classified at initial recognition as available-for-sale.
- b. Available-for-sale financial assets are included in non-current assets unless the University intends to dispose of the investment within twelve months of the reporting date.
- c. Regular purchase and sales of financial assets are recognized at fair value on the trade-date (the date on which entity commits to purchase or sell the asset) and subsequently at fair value with any resultant fair value gains or losses recognized in the Statement of Net Assets/Equity.
- d. Realized gains and losses on sale of available-for-sale securities are recognized in the statement of financial performance as gains and losses from available-for-sale securities.
- e. Impairment losses and interest on available-for-sale securities is calculated using the effective interest method and is recognized in the statement of financial performance as part of other income
- f. The fair values of quoted investments are based on current bid prices. If the market for a financial asset is not active, the entity establishes fair value using valuation techniques.

These includes: -

- i. The use of recent arm's length transactions
- ii. Reference to other instrument that are substantially the same
- iii. Discounted cash flow analysis
- iv. And option pricing models
- v. Making maximum use of market inputs and relying as little as possible on entity-specific inputs.
- g. The University ascertains at the date of prepayments of each statement of financial report whether there is objective evidence that a financial asset or a group of financial asset is impaired.
- h. In case of equity securities classified as available for sale, a significant or prolonged decline in the fair value of the security below its costs is considered as an indicator that the securities are impaired.

If any such evidence exists for available-for-sale financial assets, the cumulative loss-measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial assets previously recognized is recognized in the statement of financial performance.

3.25 Property, Plant and Equipment (PPE)

- a) All property, plant and equipment are stated at historical cost less accumulated depreciation and any impaired losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items.
- b) Where an asset (other than land) is acquired in a non-exchange transaction for nil or normal consideration the asset is initially recognized at fair value, where fair value can be reliably determined and as in the statement of financial performance (unless there are restriction on the asset's use in which case income is deferred).

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Significant Accounting Policies (Contd)

- c) All land held by the University is not included in its financial statements unless the land is to be used for development purposes.
- d) The following constitute expenditure on PPE:
 - i. Amounts incurred on purchase of such asset. Consumable are wholly expensed irrespective of their amount
 - ii. Construction cost – including materials, labour and overheads
 - iii. Improvements to existing PPE, which significantly enhance their useful life.

Cost

The cost of an item of PPE comprise: its purchase price, including import and non-recurring costs and any directly attributable costs of bringing the assets to it location and working condition for its intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

- a) PPE are stated at cost or at their professional valuation less accumulated depreciation and impairment.
- b) The amount recorded for PPE include all cost directly related to its acquisition including expenditure incurred to place the asset to usable condition for service. Accordingly, the cost of the assets include acquisition or construction cost, custom duties, transportation charges, professional fees and installation costs. Cash discount is netted against the cost of the assets.

Capitalization

- a) The capitalization threshold is ₦50,000 (fifty thousand naira)
- b) Only amounts spent in connection with the above and whose values exceed ₦50,000 is capitalized.
- c) All assets equal to or above this amount are recorded in the fixed assets register. However, in certain cases, it may be appropriate to aggregate Individually insignificant value items such as chairs and tables, printers and UPS, etc. and apply the capitalization threshold to the aggregate value,
- d) Fixed assets whose cost are below the capitalization threshold are charged appropriately to the following accounts: Office supplies-furniture, Office supplies-IT equipment, Office supplies-household equipment, etc.
- e) Where an asset's category already exists for a newly acquired asset below the capitalization threshold, such an asset is capitalized irrespective of its cost and recorded in the fixed assets register under the appropriate category.

Depreciation

The costs of PPE are written off from the time they are brought into use, on a straight line basis over their expected useful lives less any estimated residual value as follows:

a)	Leasehold Property	Over the term of the Lease
b)	Buildings	2 - 3%
c)	Plant and Machinery	10 - 20%
d)	Motor Vehicles	20 - 33.3%
e)	Office Equipment	25 - 30%
f)	IT Equipment	33 - 50%
g)	Furniture and Fittings	20 - 25%
h)	Specific Cultural and Heritage Assets	Unlimited

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Significant Accounting Policies (Contd)

- i) The full depreciation charge is applied to PPE in the month of acquisition and Disposal, regardless of the day of the month the transaction was carried out
- ii) Fully depreciated assets that are still in use are carried in the books at a net book value of ₦1,000
- iii) An asset's carrying amount is written down immediately to its recoverable amount or recoverable service amount if the asset's carrying amount is greater than its estimated recoverable amount or recoverable service amount.

Revaluation

- a) The assets' residual values and useful lives are reviewed and adjusted if appropriate, at the end of each reporting period.
- b) Surplus arising from the revaluation is transferred to the revaluation reserve in the Statement Financial position under reserves and to the statement of changes in net assets/equity.
- c) In case of revaluation deficit, it is set against the respective asset value and the corresponding entry to either the revaluation reserve – if surplus exists on the same class or to the statement of financial performance as an expense.

3.26 Investment Property

These are cash-generating property owned by the University. The cost, capitalization, depreciation and impairment of Investment Property are same with PPE, but are reported separately in the GPFS.

3.27 Intangible Assets

- a) These consist of assets that are not physically tangible which have been acquired and held for use from which benefits are derivable beyond a financial year.
- b) The cost of an item of intangible asset comprise: its purchase price, including non-recurring costs and any directly attributable costs of bringing the assets to its state of intended use. Any trade discount and rebates is deducted in arriving at the purchase price.
- c) Intangible assets are tested for impairment and amortized over the estimated useful life using the straight line method on an annual basis.
- d) Classes of Intangible Asset and their estimated useful life are as follows:

- i) Software acquired externally 3 years
- ii) Goodwill 4 years
- iii) Copyrights 4 years
- iv) Trademarks 4 years
- v) Other intangible assets 4 years

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Significant Accounting Policies (Contd)

3.28 Deposit

- a) Deposit are amount received in advance in respect of goods or services provided
- b) Deposits can represent payments received early in the year for goods/services to be offered over the later part of the year, or payment received in one year for services to be offered in subsequent years.

Deposits for which the services are to be offered in the following twelve month are classified as current liabilities. Where the service are expected to span beyond 12 months, it is counted for as a non-current deposits and classified as non-current liabilities.

3.29 Loans and Debts

- a) Loans are funds received to be paid back at an agreed period of time. They are classified under liability in the General Purpose Financial Statement and are categorized as either short or long term.
- b) Short-term loan and debts are those repayable within one calendar year, while long-term loan and debts fall due beyond one calendar year.

3.30 Unremitted Deductions

- a) Unremitted deductions are monies owed to third parties such as tax authorities, schemes and associations and other government agencies. These include: tax deductions and other deductions at sources.
- b) These amounts are stated in the General Purpose Financial Statements at their repayable value, which are treated as current liabilities in the Statement of Financial Positions.

3.31 Payable

Payables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method.

Accrued Expenses

- a) These are monies payable to third parties in respect of goods and services received
- b) Accrued expenses for which payment is due in the next 12 months are classified as current liabilities. Where the payments are due beyond the next 12 months, it is accounted for as non-current liabilities.

3.32 Current Portion of Borrowing

This is the position of the long-term loan/borrowing that is due for repayment within the next 12 months. This portion of borrowings is classified under current liabilities in the Statement of Financial Position.

3.33 Public Funds

These are balances of government fund at the end of the financial year. They are classified under the non-current liabilities in the Statement of Financial Position and include: Trust funds, revolving funds and other funds created by government.

3.34 Reserves

Reserves are classified under equity in the Statement of Financial Position and Include: Statement of Financial Performance surpluses/(deficits) and revaluation reserve.

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NOTES TO THE FINANCIAL STATEMENT (CONT'D)

Significant Accounting Policies (Contd)

3.35 Contingent Liability

- a) A contingent liability is a possible obligation arising from past events whose existence will be confirmed only an uncertain future event(s) or present obligation arising from past events that are not recognized because either an outflow of economic benefit is not probable or the amount of the obligation cannot be reliably measured.
- b) Contingent liabilities are only disclosed in the Notes to the GPFS.

3.36 Leases

Finance Leases

- a) These are leases which effectively transfer to the lessee equity substantially all the risks and benefits incidental to ownership of the leased item.
- b) They are capitalized at the present value of the minimum lease payment.
- c) The leased assets and corresponding liabilities are disclosed while the leased assets are depreciated over the period the Entity is expected to benefit from their use.

Operating Leases

- a) Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases.
- b) Payments made under operating leases (net of any incentive received from the lessor) are charged to the Statement of Financial Performance on the straight line basis over the period of lease.

3.37 Financial Instruments

- a) These form part of the Government's everyday operations. These financial instrument include bank account, short-term deposits, trade and accounts receivable, trade and accounts payable and term borrowings, all of which are recognized in the Statement of Financial Position.
- b) Revenue and Expenses in relation to all financial instruments are recognized in the Statement of Performance.

3.38 Borrowings

- a) Borrowings are recognized initially at fair value, net of transaction costs incurred.
- b) Borrowings are subsequently stated at amortized cost; any difference between the proceeds (net of transaction cost) and the redemption value is recognized in the consolidated statement of financial performance over the period of the borrowings using the effective interest method.
- c) Fees paid on the establishment of loan facilities are recognized as transaction cost of the loan. The fee is capitalization and amortized over the period of the facility to which it relates
- d) Borrowings falling due within 12 months are classified as current liabilities while borrowings falling due more than 12 months are classified as long term borrowings.
- e) Borrowing cost that are directly attributable to the acquisition, construction or production of qualifying assets are capitalized and included in the cost of that assets.
- f) A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use.
- g) All other borrowing costs are recognized as an expense in the period in which they are incurred.

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Significant Accounting Policies (Contd)

3.39 Transfers to other Government Entities

Transfers to other government entities are non-exchange item and are recognized as expense in the statement of financial performance.

3.40 Service Concession Arrangement

Service Concession Arrangement Assets

- a) Service concession assets are operated by third parties under the terms of service concession arrangements. On classification the original service concession assets is measured at its fair value and any difference between its fair value and its book value is recognized in the Statement of Financial Performance.
- b) Since the fair value of assets previously transferred under Service Concession Arrangements is not reliably available, Government has chosen to adopt the Standard prospectively from 1 January, 2016.
- c) If the terms of the arrangements require government to compensate the operator for the concession assets by making payments and the payments are separable between the assets and service portions of the payment, then the fair value of the original service concession assets is the fair value of the assets portions of the payments are not separable, the fair value is determined using estimation techniques.

Services Concession Arrangement Liabilities

- a) When government recognizes a Service Concession Arrangement assets, it also recognizes liability of equal amount.
- b) The liability is split between a financial liability and performance obligation.
- c) The financial liability arises from the payments due from an entity under the Service Concession Arrangement and the performance obligation from the rights granted to the operator under the terms of the Service Concession Arrangement to earn revenue from the Service Assets(s) or associated asset(s).

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	2020 N'000	2019 N'000
4 Government Share of FAAC		
Statutory Revenue		
Personnel Emoluments	17,022,232	17,302,953
Overhead	97,455	106,900
Other Recurrent Receipts	430	4,342,541
	<u>17,120,117</u>	<u>21,752,394</u>
5 Fees – General		
Undergraduates Tuition/Registration/Exam Fee	1,480,415	1,139,400
Post-graduates Tuition/Registration/Exam Fees	293,141	836,809
Other tuition/Registration/Exam Fees	522,654	1,141,915
Affiliation Charges	12,357	61,145
Tender Fee	4	887
Sports/Recreational Facilities Fee	-	-
Contractor Registration Fee	-	91
Pilgrims Welfare Fee	-	-
Inspection Fee	-	-
	<u>2,308,571</u>	<u>3,180,247</u>
6 Fines – General		
Sundry fines	-	-
7 Sales – General		
Proceeds from Sales of Goods by Public Auction	172	6,646
Sales of Stores	-	-
Sales of Forms	67,941	359,741
	<u>68,113</u>	<u>366,387</u>
8 Earnings General		
Earning from ICT Services	194,071	172,724
Earnings from the use of Government Halls	7,537	-
Earnings from medical Services	187	1,936
Earnings from Consultancy Services	3,920	-
Earnings from the use of Govt. vehicles	156	-
Hire of academic Gowns and other Commercial Activities	1,000	-
Maintenance/Repairs Fees	806	-
	<u>207,677</u>	<u>174,660</u>
9 Investment Income		
Dividend Received	8,503	1,478
10 Interest Earned		
Interest Income	466	90
11 Rent on Government Building		
Rent on Quarters	73,222	146,509
Rent of Govt. Land	6,000	-
Rent on Govt. Properties	45,626	-
	<u>124,848</u>	<u>146,509</u>
12 Others Revenue		
Unspecified Revenue	-	-
Other Miscellaneous Grants	203,507	498,750
	<u>203,507</u>	<u>498,750</u>

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	2020 N'000	2019 N'000
13 Personnel Costs		
Salaries and Wages		
Salary	14,177,704	16,772,018
Overtime Payment	-	-
	<u>14,177,704</u>	<u>16,772,018</u>
14 Allowances		
Non-regular Allowance	<u>1,352,645</u>	<u>2,107,658</u>
15 Social Contributions		
Contributory Pension (Employer)	1,091,449	1,068,087
NHIS FGN Contribution	-	819,397
Housing Fund Contribution	<u>380,529</u>	<u>4,002</u>
	<u>1,471,978</u>	<u>1,891,486</u>
16 Social Benefits		
Pension	92,951	2,313
Gratuity	-	5,778
Death Benefits	<u>4,875</u>	<u>5,768</u>
	<u>97,826</u>	<u>13,859</u>
Total Personnel Cost	<u><u>17,100,153</u></u>	<u><u>20,785,021</u></u>

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	2020	2019
	N'000	N'000
17 Overhead Costs		
Travel and Transport	92,242	386,784
Utilities	312,341	624,129
Materials and Supplies	155,455	605,884
Maintenance Services	117,609	315,219
Training	198,565	404,817
Other Services	105,791	312,287
Consulting and Professional Services	202,367	306,222
Research and Development	61,378	51,445
Domestic Grants and Contributions	3,850	4,250
Miscellaneous Expenses	402,470	1,010,566
Fuel and Lubricant	106,509	189,403
Finance Charges	70,588	52,615
	<u>1,829,165</u>	<u>4,263,621</u>
18 Depreciation		
Buildings, Play Fields, Prefabricated Structure	323,082	304,089
Plant and Machinery	17,250	16,903
Furniture and Equipment	491,615	478,424
Specialization Assets	173,303	166,491
Motor Vehicles	93,228	109,728
	<u>1,098,478</u>	<u>1,075,635</u>
19 Amortization		
Research and Development	15,722	-
Copy Right	893	2,401
Computer Software	10,915	-
Patent Right	245	35
	<u>27,775</u>	<u>2,436</u>
20 Non-Operating Revenue		
Gain on Foreign Exchange Transaction	<u>22,758</u>	<u>12,373</u>

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	2020 N'000	2019 N'000
21 Cash and Cash Equivalent		
Cash Balance – CBN Capital Account - 2033	9,536	9,536
Cash Balance – Revenue Account	163,498	102,205
Cash Balance – FGN Needs Account	4,341	6,159
Cash Balance – Special Intervention	14,470	14,470
Cash Balance – TET Fund	113,378	2,294
Cash Balance – Dollar Account	47,820	119,989
Cash Balance – Euro Account	14,647	11,223
Cash Balance – Pound Sterling Account	43,766	57,958
Cash Balance – Project Account	9,328	29,197
Cash Balance – Cedi	6,549	10,688
Cash Balance – UNN Env. Dev.	13,268	22,086
Cash Balance – UNN Env. Dev. Dollar Account	11,085	5,907
Cash Balance – Capital	127,765	73,143
Cash Balance – Personnel	155,127	281,140
Cash Balance – Overhead	7,949	(23)
	<u>742,527</u>	<u>745,972</u>
22 Receivable		
Personal Advances	147,949	124,374
Administrative Advances	2,589	2,799
Loans to Subsidiaries and Associates	148,615	148,615
Loan to private companies – UNN-Agric	8,312	-
	<u>307,465</u>	<u>275,788</u>
23 Inventories		
Laboratory Equipment Store	-	-
Scholastic Materials	-	-
Livestock	-	-
Drugs and Medical Store	-	-
General Goods	-	-
Work Service Materials	-	-
Fuel, Oil and Lubricant	-	-
Agricultural Inputs	-	-
	<u>-</u>	<u>-</u>
24 Investments		
Investment in FGN Stocks and Bonds	-	-
Local Investment: Quoted Companies	6,414	6,414
Local Investment: Unquoted Companies	139,404	139,404
	<u>145,818</u>	<u>145,818</u>

Investments are fair valued at date of financial Position to determine impairment. Fair value is determined and referenced to Stock Exchanged bid prices

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	Research and Development N'000	Copy Right N'000	Computer Software N'000	Patent Right N'000	Total N'000
25 Intangible Assets					
Cost					
At 1 January, 2020	-	-	24,013	350	24,363
Addition during the year	<u>62,890</u>	<u>3,573</u>	<u>-</u>	<u>-</u>	<u>66,463</u>
At 31 December, 2020	<u>62,890</u>	<u>3,573</u>	<u>24,013</u>	<u>350</u>	<u>90,826</u>
Amortization					
At 1 January, 2020	-	-	13,098	105	13,203
Charge for the year	<u>15,722</u>	<u>893</u>	<u>10,915</u>	<u>245</u>	<u>27,775</u>
At 31 December, 2020	<u>15,722</u>	<u>893</u>	<u>24,013</u>	<u>350</u>	<u>40,978</u>
Carrying Amount					
At 31 December, 2020	<u>47,168</u>	<u>2,680</u>	<u>-</u>	<u>-</u>	<u>49,848</u>
Carrying Amount					
At 31 December, 2019	<u>-</u>	<u>-</u>	<u>10,915</u>	<u>245</u>	<u>11,160</u>

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FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER, 2020
NOTES TO THE FINANCIAL STATEMENT (CONT'D)

26. PROPERTY, PLANT AND EQUIPMENT							
COST	LAND AND BUILDINGS	PLANT AND MACHINERY	FURNITURE AND EQUIPMENT	MOTOR VEHICLES	SPECIALIZED ASSETS	ASSETS UNDER CONSTRUCTION	TOTAL
Balance at 1 January, 2020	N'000 15,227,397	N'000 169,040	N'000 4,784,239	N'000 1,127,912	N'000 1,664,905	N'000 12,187,402	N'000 35,160,895
Additions	569,861	3,456	131,910	-	68,124	747,361	1,520,712
Transfer	356,847	-	-	-	-	(356,847)	-
Balance at 31 December, 2020	16,154,105	172,496	4,916,149	1,127,912	1,733,029	12,577,916	36,681,607
Depreciation							
Balance at 1 January, 2020	1,264,211	130,478	3,039,430	941,428	783,541	-	6,159,088
Charges for the year	323,082	17,250	491,615	93,228	173,303	-	1,098,478
Balance as at 31 December, 2020	1,587,293	147,728	3,531,045	1,034,656	956,844	-	7,257,566
Carrying Amount							
Balance at 31 December, 2020	14,566,812	24,768	1,385,104	93,256	776,185	12,577,916	29,424,041
Balance at 31 December, 2019	13,963,186	38,562	1,744,809	186,484	881,364	12,187,402	29,001,807

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NOTES TO THE FINANCIAL STATEMENT (CONT'D)

	2020 N'000	2019 N'000
27 Unremitted Deductions		
Paye Tax	297,582	296,946
Withholding Tax	455	455
Value Added Tax (VAT)	815	815
National Health Insurance Scheme	554,767	607,806
Contributory Pension Scheme	1,831,956	1,723,422
Union Dues	1,495	1,495
National Housing Fund	59,294	59,294
Other Deductions	245,202	245,202
	<u>2,991,596</u>	<u>2,935,435</u>
28 Payable		
TSA Creditor	<u>328,001</u>	<u>328,001</u>
29 Accruals		
Accrued Expenses	-	79,769
Personnel Emoluments (Net)	-	-
Audit Fee	13,500	8,000
Other professional Fees	23,760	-
Vendors/Supplier (Retention Fee)	2,655	2,655
Other Goods and Services	246,924	246,924
	<u>286,839</u>	<u>337,348</u>
30 Deferred Income		
Students' Fees Deposit Account	<u>1,849,560</u>	<u>2,411,043</u>
31 Public Fund		
TET Fund	2,908,708	2,122,341
Agency Fund	690,490	690,490
	<u>3,599,198</u>	<u>2,812,831</u>

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NOTES TO FINANCIAL STATEMENTS (CONT'D)

			2020 N'000	2019 N'000
32	Capital Grants			
	Balance at 1 January		8,042,204	6,887,782
	Receipts During the Year		249,629	1,154,422
	Balance at 31 December		<u>8,291,833</u>	<u>8,042,204</u>
33	Reserves			
	Solar Energy Fund		10,371	10,371
	Endowment Fund		6,835	6,835
	Local Government Fund		6,539	6,539
	Motor Vehicle Fund		18,000	18,000
	Housing Fund		43,029	43,029
	Library Development Fund		327,568	327,568
	Education Tax Fund		1,627,793	1,627,793
	Development Fund- College of Medicine		80,000	80,000
	FGN – Needs Fund		5,235,666	5,235,666
	Nneji Foundation Prize Fund		11,000	11,000
	NLNG Laboratory Fund		209,599	209,599
			<u>7,576,400</u>	<u>7,576,400</u>
34	Accumulated Surplus			
	Balance at 1 January		5,737,283	5,741,440
	Prior Year Adjustment		-	(10,332)
	Operating Deficit for the Year		8,989	6,175
	Balance at 31 December		<u>5,746,272</u>	<u>5,737,283</u>
35	Reconciliation of Net Income to Net Cash from Operating Activities	Notes	2020 N'000	2019 N'000
	Surplus/(Deficit) Per Statement of Performance		8,989	6,175
	Add Back: Non Cash Movement Items			
	Depreciation Charges	18	1,098,478	1,075,635
	Amortization Charges	19	<u>27,775</u>	<u>2,436</u>
			1,135,242	1,084,246
	Net Movement in Current Assets/Liabilities			
	Net Movement in Receivable	22	(31,677)	37,432
	Net Movement in Inventories	23	-	133,752
	Net Movement in Payables	27-30	<u>(555,831)</u>	<u>958,575</u>
			(587,508)	1,129,759
	Net Cash Flows from Operating Activities		<u>547,734</u>	<u>2,214,005</u>
36	Cash and Cash Equivalent as at 31 December			
	Bank Balances	21	<u>742,527</u>	<u>745,972</u>

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FIVE-YEAR FINANCIAL SUMMARY

	2020	2019	2018	2017	2016
	N'000	N'000	N'000	N'000	N'000
ASSETS					
Current Assets	1,049,992	1,021,760	868,716	856,941	4,011,541
Investments	145,818	145,818	156,150	156,150	156,150
Property, Plant and Equipment	29,424,041	29,001,807	25,023,161	24,155,673	21,980,079
Intangible Assets	49,848	11,160	13,596	16,032	13,755
	<u>30,669,699</u>	<u>30,180,545</u>	<u>26,061,623</u>	<u>25,184,796</u>	<u>26,161,525</u>
Liabilities					
Current Liabilities	5,455,996	6,011,827	5,053,252	3,281,787	3,370,162
Non-Current Liabilities	<u>3,599,198</u>	<u>2,812,831</u>	<u>802,749</u>	<u>716,814</u>	<u>629,139</u>
	9,055,194	8,824,658	5,856,001	3,998,601	3,999,301
EQUITY					
Capital Grants	8,291,833	8,042,204	6,887,782	6,869,249	6,853,256
Reserves	7,576,400	7,576,400	7,576,400	7,576,400	7,576,400
Accumulated Surplus	<u>5,746,272</u>	<u>5,737,283</u>	<u>5,741,440</u>	<u>6,740,546</u>	<u>7,732,568</u>
	<u>21,614,505</u>	<u>30,180,545</u>	<u>26,061,623</u>	<u>25,184,796</u>	<u>26,161,525</u>
Government Share of FAAC	17,120,117	21,752,394	16,446,959	12,849,438	11,959,323
Revenue from IGR	2,921,685	4,368,121	5,041,016	4,667,099	6,019,156
Gains from Foreign Exchange Transaction	<u>22,758</u>	<u>12,373</u>	<u>2,782</u>	<u>36,955</u>	<u>-</u>
Total Revenue	20,064,560	26,132,888	21,490,757	17,553,492	17,978,479
Expenditure	<u>(20,055,560)</u>	<u>(26,126,713)</u>	<u>(22,489,863)</u>	<u>(18,545,514)</u>	<u>(19,070,173)</u>
Net Surplus/(Deficit) for the Year	<u>8,989</u>	<u>6,175</u>	<u>(999,106)</u>	<u>(990,522)</u>	<u>(1,095,694)</u>

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SCHEDULE TO STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 31 DECEMBER, 2020

	2020 N'000	2019 N'000
<u>OVERHEAD COST</u>		
<u>Travel and Transport</u>	Schedule A	
Local Travel and Transport	60,247	151,959
International Travel and Transport	31,995	234,825
	<u>92,242</u>	<u>386,784</u>
<u>Utilities</u>	Schedule B	
Internet Access Charge	1,745	32,682
Telephone Charge	4,705	7,794
Electricity Charge	299,331	484,641
Water Rate	74	520
Satellite Broadcasting Access Charges	2,924	-
Interactive Learning Network	-	79,741
Sewage Charge	-	-
Software Charge	3,562	18,751
	<u>312,341</u>	<u>624,129</u>
<u>Material and Supplies</u>	Schedule C	
Office Stationery/Computer Consumables	78,561	197,563
Books	35,560	35,477
Newspapers	183	209
Printing of Non Security Documents	7,755	163,167
Printing of Security Documents	635	3,020
Magazines and Periodicals	-	32,520
Drugs and Medical Supplies	23,820	59,748
Uniform and Other Clothing	855	27,845
Teaching Aid and Instruction Materials	4,369	74,372
Field and Camping Materials Supplies	3,567	375
Food Stuff/Catering Materials Supplies	150	11,588
	<u>155,455</u>	<u>605,884</u>
<u>Maintenance Services</u>	Schedule D	
Maintenance of Communication Equipment	41	351
Maintenance of Office Furniture	1,159	3,535
Maintenance of Motor Vehicle/Transport Equipment	17,970	53,193
Minor Road Maintenance	-	922
Maintenance of Plant and Generator	1,468	30,182
Office Building and Residential Quarters	44,390	105,179
Maintenance of Street Lighting	918	5,234
Maintenance of Office/IT Equipment	14,420	14,410
Other Maintenance Services	37,243	102,213
	<u>117,609</u>	<u>315,219</u>

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		2020 N'000	2019 N'000
<u>Training</u>	Schedule E		
Local Training		61,519	180,040
International Training		137,046	224,777
		<u>198,565</u>	<u>404,817</u>
<u>Other Services</u>	Schedule F		
Cleaning and Fumigation Services		96,649	252,230
Security Services		8,439	58,506
Security Vote		70	325
Land Use Charge		633	1,176
Office Rent		-	50
		<u>105,791</u>	<u>312,287</u>
<u>Consulting and Professional Services</u>	Schedule G		
Auditing of Accounts		8,000	8,000
Financial Consulting		40,179	2,010
Information Technology Consulting		103,988	246,770
Engineering Services		-	-
Surveying Services		-	11,700
Legal and Professional Fees		50,200	37,742
		<u>202,367</u>	<u>306,222</u>
<u>Research and Development</u>	Schedule H		
General Expenses		<u>61,378</u>	<u>51,445</u>
<u>Domestic Grants and Contributions</u>	Schedule I		
Grant to Communities		3,850	-
Grant to Academic Institutions		-	4,250
		<u>3,850</u>	<u>4,250</u>

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	2020	2019
	N'000	N'000
<u>Miscellaneous Expenses</u>		
Schedule J		
Postage and Courier Services	8,305	42,537
Publicity and Development	9,291	30,397
Refreshment and Meals	71,161	186,097
Honorariums and Other Stipends	159,404	470,282
Sporting Activities	-	13,929
External Financial Obligations	2,451	-
CRF Revenue Remittance by PSEs	34,281	-
Annual Budget and Administration Expenses	-	2,391
Election – Logistics Support	35	100
Subscription to Professional Bodies	12,793	43,975
Foreign Service School Fees	797	-
Contingency	-	20
Direct Teaching and Laboratory Cost	64,858	51,367
Medical Expenses	1,305	100
Welfare Packages	37,789	169,371
	<u>402,470</u>	<u>1,010,566</u>

Schedule K

<u>Fuel and Lubricant</u>		
Motor Vehicle Fuel Cost	22,726	55,602
Other Transport Equipment Fuel Cost	3,134	-
Plant and Generator Fuel Cost	80,386	133,771
Cooking Gas and Fuel Cost	263	30
	<u>106,509</u>	<u>189,403</u>

Schedule L

<u>Finance Charges</u>		
Bank and Other Finance Costs	1,227	18,714
Insurance Premium	69,361	33,091
	<u>70,588</u>	<u>52,615</u>

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	2020 N'000	2019 N'000
Cash and Cash Equivalent Balances		
Schedule M		
Central Bank of Nigeria		
Cash Balance – Capital Account 2033	9,536	9,536
Cash Balance – Revenue	163,498	102,205
Cash Balance – FGN Needs Account	4,341	6,159
Cash Balance – Special Intervention	14,470	14,470
Cash Balance – TET Fund	113,378	2,294
Cash Balance – Dollar	47,820	119,989
Cash Balance – Euro	14,647	11,223
Cash Balance – Pound Sterling	43,766	57,958
Cash Balance – Project	9,328	29,197
Cash Balance – Cedi	6,549	10,688
Cash Balance – UNN Env. Development	13,268	22,086
Cash Balance – UNN Env. Dev – Dollar Account	11,085	5,907
Cash Balance – -Capital	127,765	73,143
Cash Balance – Personnel	155,127	281,140
Cash Balance – Overhead	7,949	(23)
	<u>742,527</u>	<u>745,972</u>
Cash Balance – Other Funds		
NUC Foreign Held Accounts		
London – UNN College of Medicine	-	-
London – UNN Main Account	-	-
Washington – UNN Main Account	-	-
	<u>-</u>	<u>-</u>
Cash Transferred to Outstations		
College of Medicine	-	-
	<u>756,887</u>	<u>745,972</u>
Receivables		
Schedule N		
Amounts falling Due within one Year		
Advances to Members of Staff		
Personnel Advances –		
Staff Salary Advances	147,949	124,374
Administrative Advances		
Department/Unit Advances	2,589	2,799
Loans to Subsidiaries and Associates		
Advance to Associate Entities	95,700	95,700
UNGEL/Tissue Loan	27,915	27,915
Israel Agricultural Project Loan	25,000	25,000
	<u>148,615</u>	<u>148,615</u>
Loans to Private Companies		
UNN Agric	8,312	-
	<u>8,312</u>	<u>-</u>
Total Receivables	<u>275,788</u>	<u>275,788</u>

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	2020	2019
	N'000	N'000
Investments		
Schedule O		
Federal Government of Nigeria Bonds	-	-
Federal Government of Nigeria Stocks	-	-
	-	-
	-	-
Local Investments – Quoted	3,332	3,332
Nigerian Breweries Plc, 6,664,960 Ordinary Shares of 50k Each	1,438	1,438
First Bank of Nigeria Plc, 2,875,536 Ordinary Shares of 50k Each	895	895
Fidelity Bank Plc, 1,789,700 Ordinary Shares of 50k Each	250	250
Diamond Bank Plc, 500,000 Ordinary Shares of 50k Each	220	220
Zenith Bank Plc, 439,225 Ordinary Shares of 50k Each	131	131
FBN Holdings Plc, 262,499 Ordinary Shares of 50k Each	50	50
Union Bank of Nigeria Plc, 100,000 Ordinary Shares of 50k Each	16	16
R.T. Briscoe Plc, 32,342 Ordinary Shares of 50k Each	12	12
First City Monument Bank Plc, 23,956 Ordinary Shares of 50k Each	70	70
Access Bank Plc 139,642 Ordinary Shares of 50k Each	6,414	6,414
Local Investments – Unquoted		
UNN Bookshop Limited, Ordinary Shares of ₦1.00 at Valuation	-	-
UNN Agric. Projects Limited, 2 Ordinary Share of ₦1.00 at Cost	275	275
UNN Guest House		
UNN General Enterprises Limited, 1,000,001 Ordinary Shares of ₦2.00 at Cost	2,000	2,000
UNN Micro Finance Bank Limited	13,336	13,336
UNN Press Limited	6,630	6,630
UNN Water Resources Management Lab. Limited	117,149	117,149
Biological Supplies Nigeria Limited	14	14
	139,404	139,404
	145,818	145,818
Total Local Investments		