

**NIGERIAN INVESTMENT PROMOTION
COMMISSION
(NIPC)**

**FINANCIAL STATEMENT
FOR THE YEAR ENDED
31ST DECEMBER, 2015**

EXTERNAL AUDITORS

SAMUEL ANKO & CO.
Certified National Accountants
No.4 Secretariat Road,
NICON Insurance Building,
Jos – Plateau State.
Abuja Office: Nyanya Plaza
Abuja FCT.
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NIGERIAN INVESTMENT PROMOTION COMMISSION (NIPC)

CONTENTS	PAGE(S)
Officers and Professional Advisers	3
Report of the Auditors	4
Accounting Policies	5
Balance Sheet	6
Income and Expenditure Accounts	7
Cash Flow Statements	8
Notes on the Accounts	9-12
Detailed Income and Expenditure Accounts	13

NIGERIAN INVESTMENT PROMOTION COMMISSION (NIPC)

PRINCIPAL OFFICERS OF THE COMMISSION:

As at 31st Dec, 2015

1. Mrs. Uju Aisha Hassan Baba - Executive Secretary/CEO (Appointed 18th May, 2015)
2. Mr. Hassan A. Sadiq - Director, Finance and Administration
3. Mr. James Ebuete - Director, National Competitiveness & Pol. Advocacy
4. Mr. Amos Sakaba - Director, Investment, Facilitation & Incentive Adm.
5. Hajiya Ladi S. Katagum - Director, Overseas & Domestic Operations
6. Mr. Reuben I. Kifasi - Director, Real Sector
7. Mr. Isaac A. Idowu - Director, Infrastructure Sector
8. Mr. Emeka R. Offor - Director, Human Resources Development

BANKERS

Central Bank of Nigeria (CBN)

EXTERNAL AUDITORS

SAMUEL ANKO & CO.

Certified National Accountants

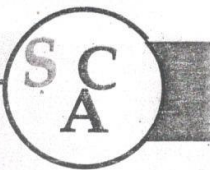
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SAMUEL ANKO & CO.

CERTIFIED NATIONAL ACCOUNTANTS

No. 4, Secretariate Road, NICON Insurance Building Jos, Plateau State.

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REPORT OF THE AUDITORS TO THE MEMBERS OF NIGERIAN INVESTMENT PROMOTION COMMISSION (NIPC)

We have audited the Financial Statements set out on page 6 to 13, which have been prepared on the basis of the accounting policies set out on Page 5.

PERSPECTIVE RESPONSIBILITIES OF MANAGEMENT AND AUDITORS

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

BASIS OF OPINION

We conducted our Audit in accordance with Generally Accepted Auditing Standards issued by the Nigeria Accounting Standards Board; 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 judgments made by the Management in the preparation of the Financial Statements and of whether the Accounting Policies are appropriate to the Commission'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 significant evidence to give reasonable assurance that the Financial Statements are free from material misstatement, 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. The Financial Statements are in agreement with the books of Accounts which have been properly kept and we have obtained all the necessary information and explanation we required for the Audit.

OPINION

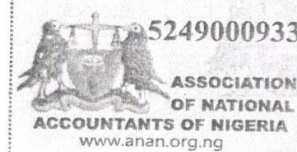
In our opinion, the Financial Statements give a true and fair view of the state of affairs of the Commission as at 31st December, 2015 and of the Surplus and Cash Flow for the year ended on that date, and have been properly prepared in accordance with the provisions of the Commission's enabling Act with its relevant amendments and the Federal Government of Nigeria's Financial Regulations.

Date: 21st NOV-2017

Abuja - Nigeria

MESSRS SAMUEL ANKO & CO.
(Certified National Accountants)
Membership No: 7417
Abuja. Nigeria

Certified National Accountants
FRC/2015/ANAN/00000003169



NIGERIAN INVESTMENT PROMOTION COMMISSION (NIPC)
STATEMENT OF ACCOUNTING POLICIES

The following are the accounting policies adopted by the commission in the preparation of its Financial Statements.

1. **BASIS**

The Accounts of the Commission are prepared under the historical cost convention.

2. **FIXED ASSETS**

Depreciation of fixed assets is provided on the straight line basis at the following annual rates:

	%
Land & Buildings	2
Office Equipment	25
Furniture & Fittings	20
Motor Vehicles	25
Plant & Machinery	20
Library Books	5
Loose Tools	5

3. **STOCKS**

Stocks are valued at lower of cost and net realizable value.

4. **REVENUE**

Income of the Commission is made up of the value of services rendered to clients and allocations received (Statutory Grants).

NIGERIAN INVESTMENT PROMOTION COMMISSION (NIPC)

BALANCE SHEET

AS AT 31ST DECEMBER, 2015

	Notes	2015 N	2014 N
FIXED ASSETS	2	2,224,279,276	2,289,533,739
CURRENT ASSETS			
Stocks	3	10,762,958	10,350,400
Cash & bank balances	4	<u>2,036,328,809</u> 2,047,091,767	<u>2,436,320,579</u> 2,446,670,979
CURRENT LIABILITIES			
Creditors & Accruals	5	<u>4,500,000</u>	<u>2,250,000</u>
NET CURRENT ASSETS		<u>2,042,591,767</u>	<u>2,444,420,979</u>
NET ASSETS		<u>4,266,871,043</u>	<u>4,733,954,718</u>
FINANCED BY:			
STATUTORY GRANTS	6	806,879,211	757,530,318
ACCUMULATED FUND	7	<u>3,459,991,832</u>	<u>3,976,424,400</u>
		<u>4,266,871,043</u>	<u>4,733,954,718</u>

AB

Executive Secretary

Director, Finance & Admin.

To be read in conjunction with the notes to the Financial Statements.

NIGERIAN INVESTMENT PROMOTION COMMISSION (NIPC)
INCOME AND EXPENDITURE ACCOUNTS
FOR THE YEAR ENDED 31ST DECEMBER, 2015

		2015	2014
	Notes	N	N
INCOME	1	1,151,762,681	5,036,315,892
EXPENDITURE:			
Administrative Costs	8	1,293,177,049	2,599,433,213
Finance Charges	10	<u>118,482</u>	<u>562,100</u>
Surplus transferred to Accumulated Fund		<u>(1,293,295,531)</u>	<u>(2,599,995,313)</u>
		<u>141,532,850</u>	<u>2,436,320,579</u>

NIGERIAN INVESTMENT PROMOTION COMMISSION (NIPC)

CASH FLOW STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER, 2015

	2015 N	2014 N
CASH FLOW FROM OPERATING ACTIVITIES:		
Surplus in the year	141,532,850	2,436,320,579
Adjustment for non-cash items:		
Depreciation of Fixed Assets	82,172,445	90,808,639
Operating (Deficit)/Surplus before Changes in Working Capital	223,705,295	2,527,129,218
Increase/(Decrease) in Inventories	412,558	6,895,300
Increase/Decrease in Accounts Receivables	-	-
Increase/(Decrease) in Accounts Payables	(4,500,000)	(2,250,000)
Cash Generated from Operations	<u>219,617,853</u>	<u>2,531,774,518</u>
CASH FLOW FROM INVESTING ACTIVITIES:		
Fixed Assets Additions	16,917,982	73,752,450
Capital Grants	9,942,136	-
CASH FLOW FROM FINANCING ACTIVITIES:		
Net Decrease/(Increase) in cash and cash equivalents	(399,991,770)	2,330,722,094
Cash and cash equivalents as at 1 st January	<u>2,436,320,579</u>	<u>105,598,485</u>
Cash and cash equivalent as at 31 st December	<u>2,036,328,809</u>	<u>2,436,320,579</u>

DECEMBER, 2015

NET BOOK VALUE

NIGERIAN INVESTMENT PROMOTION COMMISSION (NIPC)
NOTES TO THE ACCOUNTS CONT'D
FOR THE YEAR ENDED 31ST DECEMBER, 2015

	2015 N	2014 N
3. STOCKS		
Stationery	10,762,958	10,350,400
	<u>10,762,985</u>	<u>10,350,400</u>
4. CASH AND BANK BALANCES		
Eco Bank Plc (Revenue Account 342048518)	-	2,436,320,579
Central Bank of Nigeria (CBN)	2,036,328,809	-
	<u>2,036,328,809</u>	<u>2,436,320,579</u>
5. CREDITORS AND ACCRUALS	<u>4,500,000</u>	<u>2,250,000</u>
6. STATUTORY GRANTS		
6(A) <u>Recurrent Grants</u>		
Personnel Allocation	710,012,400	645,068,484
Overhead Allocation	86,924,675	112,461,834
	796,937,075	757,530,318
6(B) <u>Capital Grants</u>		
Capital Allocation	9,942,136	-
	<u>806,879,211</u>	<u>757,530,318</u>
7. ACCUMULATED FUND		
Accumulated Fund b/f	3,976,424,400	852,787,715
Surplus of Recurrent funds for the year	148,138,398	2,436,320,579
Prior year adjustment	(664,570,966)	687,316,106
	<u>3,459,991,832</u>	<u>3,976,424,400</u>

NIGERIAN INVESTMENT PROMOTION COMMISSION (NIPC)

NOTES TO THE ACCOUNTS CONT'D

FOR THE YEAR ENDED 31ST DECEMBER, 2015

	NOTES	2015 N	2014 N
8. ADMINISTRATIVE COSTS			
Staff Salaries and Allowances	9	582,685,944	645,068,484
Transport & Travels	11	72,358,662	204,966,330
Office Expenses		41,768,100	80,310,450
Printing & Stationery		36,950,000	144,785,799
Advert. Media & Publicity		17,300,755	8,202,630
Motor Vehicles Maintenance		50,519,181	40,502,843
Office Equipment Maintenance		21,125,205	19,313,436
Entertainment		7,464,645	11,176,271
Transfer/Leave Allowances		15,939,442	142,282,022
Postage & Telephones		3,292,909	1,414,500
Depreciation of Fixed Assets		82,172,445	90,808,639
Electricity & Water		14,696,305	10,037,133
Newspapers & Periodicals		4,964,520	2,915,511
Security Expenses		6,789,878	6,983,517
Audit Fee		2,250,000	2,250,000
Consultancy/Professional Services		24,050,406	31,897,913
Fuel & Lubricant, Diesel		40,388,576	32,493,604
Internet Expenses		10,985,263	50,220,100
Zonal Office Expenses		6,021,400	16,469,704
Office Buildings Repairs & Maintenance		41,147,704	80,116,380
Council Allowance		-	10,632,927
Computer Consumables		4,968,722	14,673,968
HIIC Expenses & Annual Fee		5,458,290	7,344,000
OSIC Expenses		30,629,134	44,734,857
Sanitation Expenses		7,256,920	14,268,397
Inter-Ministerial Committees (Sitting Allowance)		4,064,224	7,976,000
Staff Welfare		1,327,988	5,682,915
General Expenses		853,024	820,330
Medical Expenses		2,953,000	1,708,000
Office Rent		4,416,520	4,416,520
Office Furniture Repair & Maintenance		2,431,560	5,930,420
Staff Severance Package		-	100,000,000
Accommodation & Hospitality		18,926,130	49,560,167
Staff Training & Workshop Retreat		50,847,587	81,735,674
Servicing of Fire Extinguisher		588,164	3,100,650
Sub-Total		1,217,592,603	1,974,800,091
Remittance of 25% IGR to CRF		75,584,446	624,633,122
		<u>1,293,177,049</u>	<u>2,599,433,213</u>

NIGERIAN INVESTMENT PROMOTION COMMISSION (NIPC)
NOTES TO THE ACCOUNTS CONT'D
FOR THE YEAR ENDED 31ST DECEMBER, 2015

	2015 N	2014 N
9. STAFF SALARIES AND ALLOWANCES		
Salaries and Wages	456,461,517	530,389,641
FGN Pension	47,334,160	43,004,566
Employee Pension	47,334,160	43,004,566
NHIS	31,556,107	28,669,711
	<u>582,685,944</u>	<u>645,068,484</u>
10. FINANCE CHARGES		
Bank Charges & Commissions	<u>118,482</u>	<u>562,100</u>
11. TRANSPORT AND TRAVELS		
Transport and Travels (Local)	25,048,389	65,423,647
Transport and Travels (Foreign)	47,310,273	139,542,683
	<u>72,358,662</u>	<u>204,966,330</u>
12. RECURRENT GRANTS		
Personnel Allocation	710,012,400	645,068,484
Overhead Allocation	86,924,675	112,461,834
	<u>796,937,075</u>	<u>757,530,318</u>
13. INTERNALLY GENERATED REVENUE		
Business Registration	3,150,000	4,036,000
Pioneer Status Fee	6,400,000	7,080,000
Pioneer Status Processing Fee	5,160,000	12,100,000
NIPC Form II (Pioneer Status Form)	2,920,000	4,920,000
Charged on Issuance of Pioneer Status	284,657,781	4,250,599,574
Extension of Pioneer Status	50,000	50,000
	<u>302,287,781</u>	<u>4,278,785,574</u>
14. OTHER INCOME		
Refunds	<u>42,595,689</u>	-
15. PRIOR YEAR ADJUSTMENT		
Correction of Error on Accumulated Fund	<u>(664,570,966)</u>	<u>687,316,106</u>

NIGERIAN INVESTMENT PROMOTION COMMISSION (NIPC)

DETAILED INCOME AND EXPENDITURE

FOR THE YEAR ENDED 31ST DECEMBER, 2015

INCOME	NOTES	2015 N	2014 N
Capital Grants	6(B)	9,942,136	-
Recurrent Grants	12	796,937,075	757,530,318
Internally Generated Revenue	13	302,287,781	4,278,785,574
Other Income	14	42,595,689	-
		1,151,762,681	5,036,315,892
LESS EXPENDITURES			
Staff Salaries and Allowances	9	582,685,944	645,068,484
Transport & Travels	11	72,358,662	204,966,330
Office Expenses		41,768,100	80,310,450
Printing & Stationery		36,950,000	144,785,799
Advert. Media & Publicity		17,300,755	8,202,630
Motor Vehicles Maintenance		50,519,181	40,502,843
Office Equipment Maintenance		21,125,205	19,313,436
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Bank Charges		118,482	562,100
Accommodation & Hospitality		18,926,130	49,560,167
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Servicing of Fire Extinguisher		588,164	3,100,650
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		(1,293,295,531)	(2,599,995,313)
Surplus Transferred to Accumulated Fund		141,532,850	2,436,320,579