



**NIGERIAN
INVESTMENT
PROMOTION
COMMISSION**

FINANCIAL STATEMENTS



FOR THE YEAR ENDED 31ST DECEMBER, 2020



Messrs Abuchi ED. Ogbuju & Co.

(CERTIFIED NATIONAL ACCOUNTANTS)

Tel: 08073749661

e-mail: abuchi_ed@yahoo.com

abuchiedforensics@gmail.com



**NIGERIAN
INVESTMENT
PROMOTION
COMMISSION**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER, 2020

TABLE OF CONTENTS

CONTENTS	PAGES
GOVERNING COUNCIL	1
MANAGEMENT TEAM	3
COMMISSION'S CORPORATE INFORMATION	5
MANAGEMENT STATEMENT OF RESPONSIBILITY	10
AUDITORS' REPORT	11
BASIS OF PREPARATION	14
STATEMENT OF FINANCIAL POSITION	17
STATEMENT OF FINANCIAL PERFORMANCE	18
STATEMENT OF CASHFLOW	19
STATEMENT OF CHANGES IN NET ASSETS AND LIABILITIES	20
STATEMENT OF COMPARISON BETWEEN BUDGET & ACTUAL	21
FIVE -YEAR FINANCIAL SUMMARY	22
STATEMENT OF VALUE ADDED	23
NOTES TO THE FINANCIAL STATEMENTS	24
ADDITIONAL DISCLOSURES	30
CRITICAL ACCOUNTING ESTIMATES	31
GRAPHIC PRESENTATIONS	34

THE GOVERNING COUNCIL



RT. HON. DR. BABANGIDA S. M. NGUROJE, *OFR*
CHAIRMAN
GOVERNING COUNCIL

THE GOVERNING COUNCIL



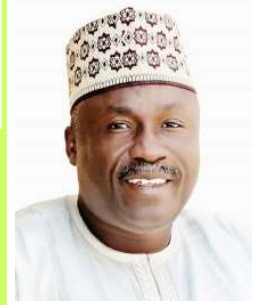
Hajiya Maryam Ado Gwaram
Member



Barr. Lowo Obisesan
Member



HRH. Raphael S. Sambo
Member



Hon. Ali Sani
Member



Mr Godwin Emefiele
Governor, Central Bank of Nigeria,
Member



Mrs Olusola O. Idowu
Perm. Sec. Min. of
Budget and National Planning
Member



Mr Aliyu Ahmed
Perm. Sec. Fed. Min. of Finance
Member



Amb. Gabriel Aduda
Perm Sec. Ministry of Foreign Affairs
Member



Dr Nasir Sani-Gwarzo
Perm. Sec. Fed. Min. of Industry,
Trade & Investment
Member



Dr Ifeoma Anyanwutaku
Perm. Sec. Fed. Min. of
Information & Culture
Member



Dr Shuaib Belgore
Perm Sec. Ministry of Interior
Member



Mr Bitrus B. Nabasu
Perm Sec. Fed. Min. of
Petroleum Resources
Member



Ms Yewande Sadiku
Executive Secretary/CEO, NIPC,
Member/Secretary.

THE MANAGEMENT TEAM



MS YEWANDE SADIKU
Executive Secretary/CEO

THE MANAGEMENT TEAM



Mr Emeka Offor
Director, Dept of Strategic
Communications



Mr Adeshina Emmanuel
Director,
Dept of Investment Promotion



Mr Abel Usman
Director, Technical Adviser to the ES



Mr John Oseji
Ag Director,
Dept of Policy and Advocacy



Mr Mutawalli Kukawa
Ag. Director,
Dept of Investor Relations



Mr Sabo Isiaku
Head, Corporate Services Development



Ms Hajja Gana Wakil
Deputy Director, Dept of States Coordination



Mrs Aisha Wando
Deputy Director, Dept of Human Resources



Mr Akwada James
Deputy Director, Dept of
Finance and Administration



Mr Benjamin Ikheleah
Deputy Director/Head,
Incentives Administration



Mrs Patience Okala
Deputy Director/Legal Adviser



Ms Debbie Dibal
Deputy Director/Head, Procurement.



Mrs Chinwe Neboh
Deputy Director/Head,
Internal Auditor

CORPORATE INFORMATION



1. THE COMMISSION

NIGERIAN INVESTMENT PROMOTION COMMISSION (NIPC) was established by Nigerian Investment Promotion Commission Act, Chapter N117 Laws of the Federation of Nigeria 2004 to encourage, promote and co-ordinate investments in the Nigerian economy.

The Act gave NIPC responsibility to:

- i. be the agency of the Federal Government to co-ordinate and monitor all investment promotion activities to which this Act applies;
- ii. initiate and support measures which shall enhance the investment climate in Nigeria for both Nigerian and non- Nigerian investors;
- iii. promote investments in and outside Nigeria through effective promotional means;
- iv. collect, collate, analyse and disseminate information about investment opportunities and sources of investment capital, and advise on request, the availability, choice or suitability of partners in joint-venture projects;
- v. register and keep records of enterprises to which this Act applies;
- vi. identify specific projects and invite interested investors for participation in those projects;
- vii. initiate, organize and participate in promotional activities such as exhibitions,

- conferences, and seminars for the stimulation of investments;
- viii. maintain liaison between investors and Ministries, Government Departments and Agencies, institutional lenders and other authorities concerned with investments;
- ix. provide and disseminate up-to-date information on incentives available to investors;
- x. assist incoming and existing investors by providing support services;
- xi. evaluate the impact of the Commission in investments in Nigeria and make appropriate recommendations;
- xii. advise the Federal Government on policy matters including fiscal measures designed to promote the industrialization of Nigeria or the general development of the economy, and
- xiii. perform such other functions that are supplementary or incidental to the attainment of the objectives of the Act.

2. VISION STATEMENT:

'To be the pre-eminent Investment Promotion Agency in the emerging markets'

3. MISSION STATEMENT:

'To proactively position and promote Nigeria as the preferred investment haven'

4. CORE VALUES

* Accountability *Anonymity *Discipline *Impartiality *Integrity *Meritocracy
*Patriotism *Political neutrality *Professionalism *Transparency

5. HEADQUARTERS ADDRESS:

Plot 1181 Aguiyi Ironsi Street,
Maitama District,
P.M.B. 381, Garki, ABUJA.
Telephone: +234(09)290-0059; +234(09)290-0061
E-mail: osicinfodesk@nipc.gov.ng
Website: www.nipc.gov.ng

6. COUNCIL MEMBERS:

Rt. Hon. Dr Babangida S. M. Nguroje, OFR	Chairman
Hajiya Maryam Ado Gwaram	Member
Barr. Lowo Obisesan	Member
HRH. Raphael S. Sambo	Member
Hon. Ali Sani	Member
Mr Godwin Emefiele	Governor, Central Bank of Nigeria
Mrs Olusola O. Idowu	Perm. Sec. Min. of Budget & National Planning
Mr Aliyu Ahmed	Perm. Sec. Fed. Min. of Finance
Amb. Gabriel Aduda	Perm. Sec. Min. of Foreign Affairs
Dr Nasir Sani-Gwarzo	Perm. Sec. Fed. Min. of Industry, Trade & Investment
Dr Ifeoma Anyanwutaku	Perm. Sec. Fed. Min. of Information & Culture
Dr Shuaib Belgore	Perm. Sec. Ministry of Interior
Mr Bitrus B. Nabasu	Perm. Sec. Fed. Min. of Petroleum Resources
Ms Yewande Sadiku	ES/CEO, NIPC, Member/Secretary

** The Council was inaugurated on 1st March, 2018*

7. MANAGEMENT TEAM:

Ms Yewande Sadiku	Executive Secretary/CEO
Mr Emeka Offor	Director, Department of Strategic Communications
Mr Adeshina Emmanuel	Director, Department of Investment Promotion
Mr Abel Usman	Director, Technical Adviser to the ES
Mr John Oseji	Ag Director, Department of Policy Advocacy
Mr Mutawalli Kukawa	Ag Director, Department of Investor Relations
Mr Sabo Isiaku	Deputy Director/Head, Corporate Services Development
Ms Hajja Gana Wakil	Deputy Director, Department of States Coordination
Mrs Aisha Wando	Deputy Director, Department of Human Resources
Mr James Akwada	Deputy Director, Department of Finance & Administration
Mr Benjamin Ikheloah	Deputy Director/Head, Incentives Administration
Mrs Patience Okala	Deputy Director/Legal Adviser
Ms Debbie Dibal	Deputy Director/Head, Procurement
Mrs Chinwe Neboh	Deputy Director/Internal Auditor

8. ZONAL OFFICES

North Central Zonal Office 4, Wamba Road Tudun Wada GRA, Jos Plateau State	North East Zonal Office 10, Sir Kashim Ibrahim Way, West End, Maiduguri, Borno State	North West Zonal Office 4, Shuaibu Kazaure Road, Hotoro Nassarawa GRA Kano Kano State
South East Zonal Office 28, Okpara Avenue Old CCB Building Enugu Enugu State	South West Zonal Office 1, Leaf Road NTC Compound Ibadan Oyo State	

9. BANKER:

Central Bank of Nigeria

10. AUDITORS:

Messrs. Abuchi Ed. Ogbuju & Co
Suites A26/ A27 Nkwegu Plaza,
By Area 1 Old Secretariat,
P.O. Box 10218, Garki, Abuja.
Tel: 08029524793; 08064037282; 08073749661



The Executive Secretary, Ms Yewande Sadiku (2nd left), Lagos State Governor, His Excellency, Mr. Babajide Sanwo-Olu (3rd left), Ogun State Governor, His Excellency, Prince (Dr) Dapo Abiodun (4th left), Honourable Minister of Industry, Trade and Investment, Otunba Adeniyi Adebayo (4th right), and Ogun State Commissioner for Industry, Trade and Investment, Mrs Kikelomo Longe (2nd right) at UK Africa Investment Summit in London.



The Honourable Minister of Industry, Trade and Investment, Otunba Adeniyi Adebayo (2nd right), the Executive Secretary, Ms Yewande Sadiku (right) and NIPC team at US-Nigeria Bi-National Commission meeting in Washington, DC.



The Executive Secretary, Ms Yewande Sadiku and NIPC team at Udo Udoma & Belo-Osagie's 2nd Private Equity Summit Fundraising & Deal Academy in Lagos.

MANAGEMENT'S STATEMENT OF RESPONSIBILITY



Financial Statements and Accounting Records

NIGERIAN INVESTMENT PROMOTION COMMISSION was established by Nigerian Investment Promotion Commission Act to encourage, promote and co-ordinate investments in the Nigerian economy.

The Management is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time, the financial position of the Commission and to enable them to ensure that the financial statements comply with the necessary standards. Management is also responsible for the system of internal control for safeguarding the assets of the Commission, and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of Responsibility

The Management confirms to the best of its knowledge that:

- the Financial Statements are prepared in accordance with International Public Sector (Accrual) Standards as issued by the International Public Sector Accounting Standards Board (IPSASB), and
- give a true and fair view of the assets, liabilities, financial position and deficit of the Commission.

Disclosure of information to Auditors

Having made the requisite enquiries, so far as the Management is aware, there is no relevant audit information of which the Commission's Auditor is unaware and the Management has taken all the steps it ought to have taken to make them aware of any relevant audit information and to establish that the Commission's Auditor is aware of that information.

MANAGEMENT

Abuchi Ed. Ogbuju & Co.

CAC Reg. No. KN 006921

(Certified National Accountants, Forensic & Fraud Examiners)

NIGERIA HEAD OFFICE:

Suite A25-27, Nkwegu Plaza,
Plot 1078 Durumi District
By Area 1, Old Secretariat,
P. O. Box 10218, Garki - Abuja - Nigeria
E-mail: abuchi_ed@yahoo.com

Tel: +234(80)29524793, +234(70)13130910
+234(80)64037282, +234(80)73749661

IN REPLY PLEASE QUOTE

Our Ref:

OVERSEA OFFICE:

Unit 5-47 Lexington Ave,
Etobicoke, M9V 2G4
Toronto-Ontario, CANADA

MANAGING PARTNER:

Dr. Abuchi Ogbuju, CFE, FCNA, CPFA (Canada) ACTI, CPA (Ireland) DBA(Forensic Accounting)

OUR OPINION

In our opinion, **NIGERIAN INVESTMENT PROMOTION COMMISSION'S, NIPC**, Financial Statements (the Financial Statements)

- Give a true and fair view of the state of the Commission's affairs as at 31st December, 2020 and of its Surplus and Cash Flows for the year then ended;
- Have been properly prepared in accordance with International Public Sector Accounting (Accrual) Standards, (IPSAS)
- Have been prepared in accordance with relevant sections of the standards of Financial Reporting Council of Nigeria (FRCNig)

The Commission in addition to complying with its legal obligation has also, in line with International Standards and the relevant national laws, regulations and requirements; complied with the applicable enactments.

Opinion on Management Report on Financial Statements

In our opinion the information given in the Management's report for the financial year for which the Financial Statements are prepared is consistent with the Commission's Financial Statements.

WHAT WE HAVE AUDITED

NIPC Financial Statements comprise:

- The Statement of Financial Position as at 31st December, 2020
- The Statement of Financial Performance for the year ended 31st December, 2020
- The Statement of Comparison between actual and budget for the year ended 31st December, 2020
- The Statement of Cash Flow for the year ended 31st December, 2020
- The Statement of Changes in Net Assets and Liabilities, for the year ended 31st December, 2020; and
- The Notes to the Financial Statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting frame work that has been applied in the preparation of the financial statements is applicable laws and IPSAS Accrual

OUR AUDIT APPROACH**Materiality**

Overall materiality for 2020 was =N=20,000.00, which was based on applying professional judgment, taking into consideration a number of prudential based measures to cut costs and overall scale of transactional activities.

Our audit was influenced by this application of the quantitative materiality threshold which we set. These, together with qualitative considerations, helped us to determine the scope of our audit and the nature, timing and extent of our audit procedures and to evaluate the effect of misstatements, both individually and on the financial statements as a whole. In addition, we used our quantitative assessment of materiality when

assessing the impact of identified misstatement arising during the period that could have an impact on the current period and/or the prior period.

Audit scope

We conducted audit work over the completed financial information for the Commission's departments, divisions and units.

Areas of focus

The following were areas of focus for our audit;

- Recognition of income
- Receipts impact on payments
- Impairment of Property, Plant and Equipment
- Inventory
- Provisions and
- Management override of controls; and
- Compliance with laws and regulations

Key Audit Matters (The scope of our audit and our areas of focus)

We conducted our audit in accordance with International Standards on Auditing.

We designed our audit by determining materiality and assessing the risks of material misstatement in the financial statements. In particular, we looked at where the Management made subjective judgments, for example, in respect of significant accounting estimates that involved making assumptions and considering future events that are inherently uncertain. As in all our audits, we also addressed the risk of management override of internal control, including evaluating whether there was evidence of bias by the Commission that represented risk of material misstatement due to fraud.

The risks of material misstatement that had greatest effect on our audit, include the allocation of our resources and efforts on the property, plant and equipment, including finite lived intangible assets; and our audit procedures focused particularly on these.

How our audit addressed the area of focus

As with any significant risk, we understood and evaluated the controls that the Management has put in place around Properties, Plants and Equipment (including Works in Progress), and other current assets of the Commission.

Our response to this risk included an understanding of the work carried out by the Internal Audit of the Commission as well as the positions and depositions of non-current assets.

Our audit approach and results of our work were discussed with the Management of the Commission as they were fully aware of what we have carried out.

Our audit procedure on the Commission were carried out on substantive tests.

The above audit procedures identified some matters that will require significant adjustments. These were on component items as well as the revaluation of the Properties, Plants and Equipment.

Having estimated the amounts of potential misstatements relating to prior periods, the Management concluded that the amounts relating to prior periods were not material since the road map for IPSAS take off is not in breach and the Commission is in full compliance of the standards' requirements.

Impairment of Properties, Plants and Equipment & Revaluation

The Management did not record any material impairment during the year in focus.

We focused on this area because the determination of whether or not an impairment charge for property, plant and equipment was necessary involved significant judgments by the management about the future results of the Commission and assessment of future plans for the property portfolio both in the Commission.

We evaluated to be sure that no threats on impairment was omitted by Management. While recognizing that cash flow forecasting, impairment modelling and property valuations are inherently judgmental, we

concluded that the assumptions used by Management were within an acceptable range of reasonable estimates.

Management override of controls.

We considered the impact of the override of controls relating to general level of activities and supplies vis-à-vis the corporate governance approach.

We assessed the overall control environment of the Commission:

Understating the overall governance and oversight process including the independence and objectivity of those charged with governance and the quality and timeliness of the information provided to them.

Examining the scope and results of the work carried out by Internal Audit. We took account of the results of this work when planning and performing our audit procedures

We circularized the Management Team for disclosure of related party transactions; we evaluated responses and tested various samples and concluded that general activities and supplies, were done at the competitive pricing and we did not notice any material misapplication and misstatement risks in the areas of focus. We were satisfied that the level of conservatism remains within an acceptable range.

The impact of COVID-19 on these Financial Statements.

We evaluated the impact of COVID-19 pandemic which has the potential to wreak havoc and pressure on the Commission's operations as well as economic conditions. The corollaries and the effects were evaluated and we noted that the pandemic impacted negatively on post Financial Position activities on continued stress on Investments potentials and equipment of the Commission has invariably altered smooth operation of the Commission. These are however non-adjusting material effects on the Financial Statements.

Going concern

The Management has concluded that it is appropriate to prepare the Financial Statements using the going concern basis of accounting. The going concern basis presumes that the Commission, in its perpetual succession, has adequate resources to remain in operation, and that the Management intend it to do so, for at least one year from the date the Financial Statements were signed. As part of our audit, we have concluded that the Management's use of the going concern basis is appropriate.

Respective Responsibilities of Council and Auditor

As explained more fully in the Management's Statement of Responsibilities, the Management is responsible for the preparation of the Financial Statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the Financial Statements in accordance with applicable law and International Standards on Auditing. Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Dr. Abuchi Ed. Ogbuju, 106/1025

Dr. Abuchi Ogbuju, FCNA, CFE, CPFA (Canada) CPA (Ireland), CrFA

FRC/2014/ANAN/00000006095

Engagement Partner



For and on behalf of Messrs Abuchi Ed. Ogbuju & Co ANAN/021
(Certified National Accountants)
Abuja NIGERIA

16th August, 2021

BASIS OF PREPARATION

1. Basis of Preparation

The Financial Statements are prepared in accordance with IPSAS (accrual) as issued by IPSASB and adapted by the Financial Reporting Council, FRC Nig. The preparation of financial statements in conformity with IPSAS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenue and expenses during the reporting period. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates is revised if the revisions affect only that period or in the period of revision and future periods if the revision affects both current and future periods.

Amounts in the Financial Statements are stated in Naira.

The Zonal Offices of the Commission are treated as entities where the Commission has full controlling interest.

2. Significant Accounting Policies

a) Accounting Convention

The Financial Statements are prepared on a historical cost basis, subsequently; any instruments that are measured at fair value will be disclosed.

IPSAS provides guidance on how fair value measurement should be applied where its use is already required or permitted by other standards within IPSAS, including a precise definition of fair value.

The Commission has adopted fair value since it transited to IPSAS accrual in 2016.

b) Basis of Consolidation

These Financial Statements incorporate the financial statements of the Commission and the Zonal Offices controlled by the Commission.

c) Finite Lived Intangible Assets

Intangible assets with finite lives are stated at acquisition costs less accumulated amortization. The amortization period and method is reviewed at least annually. Changes in the expected useful life is accounted for by changing the amortization period or method as appropriate and are treated as changes in accounting estimates. The amortization expense on intangible assets with finite lives is recognized in profit or loss in the expense category consistent with the function of the intangible asset.

d) Computer Software

Computer Software comprises computer software purchased from third parties as well as the cost of internally developed software. Computer software licenses are capitalized on the basis of the costs incurred to acquire and bring into use the specific software. Costs that are directly associated with the production of identifiable and unique software products controlled by the Commission, and are probable of producing future economic benefits are recognized as intangible assets. Direct costs include software development employee costs and directly attributable overheads. The software of the Commission includes, the Pliny-e software in use.

Software integral to a related item of hardware equipment is accounted for as a property, plant and equipment.

Costs associated with maintaining computer software programs are recognized as an expense when they are incurred.

Amortization will be charged to the income statement on a straight line basis over the estimated useful lives from the date the software is available for use when they are acquired after IPSAS accrual conversion in 2016.

The estimated useful life of finite lived intangible asset (computer software) is 2-3years.

e) Property, Plant and Equipment

Buildings held for use are stated in the Statement of Financial Position at their cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses while any land acquired after IPSAS accrual conversion in 2016 will be stated at fair value.

Equipment, Fixtures and Fittings are stated at cost less accumulated depreciation. Impairment will be monitored after IPSAS conversion of 2016.

Assets in the course of construction are carried at cost, less any recognized impairment loss. Depreciation of these assets commences when the assets are put to use.

The cost of property, plant and equipment includes directly attributable incremental cost incurred in their acquisition and installation.

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction, using the straight-line method, over their estimated useful lives.

The rates applied per annum are;

Land Building	2%
Motor vehicles	25%
Furniture & Fittings	10%
Plants & Machinery	10%
Office Equipment	10%
Library books	10%
Loose tools	10%
Finite live Intangible Assets	50%

Land was an integral part of the building and here were depreciated along since they were not stated separately.

The gain or loss arising on the disposal or retirement of an item of Property, Plant and Equipment is determined as the difference between the sale proceeds and the carrying amount of the asset and is recognized in the income statement.

f) Assets Retirement Obligation

Decommissioning costs will be monitored and calculated, where applicable, on qualifying assets from 2016 when the Commission convert to IPSAS accrual.

g) Impairment of Assets

Property, Plant and Equipment and Finite Lived Intangible Assets

At each reporting period date, the Commission reviews the carrying amounts of its property, plant and equipment and finite lived intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the assets is estimated in order to determine the extent, if any, of the impairment loss. Where it is not possible to estimate the recoverable amount of an individual asset, the Commission estimates the recoverable amount of the cash-generating unit to which the asset belongs.

If the recoverable amount of an asset or cash generating unit is estimated to be less than its carrying amount, the carrying amount of the asset or cash-generating unit is reduced to its recoverable amount. An impairment loss is recognized immediately in the income statement.

h) Income Recognition

Grants from the Federal Government are recognized in the year when cash were received. All Internally Generated Revenue were recognized when they are collected.

i) Inventory

Inventory is stated at the lower of cost and net realizable value. Cost is determined on the basis of weighted average costs for inventory carried over from previous period and comprises all overheads that have been incurred in bringing the inventories to their present location and condition.

j) Currencies

The Financial Statements are presented in Naira. Transactions in foreign currencies are recorded at the functional currency rate prevailing at the date of the transaction.

k) Post-Employment/ Death Benefits

The Commission's Pension scheme is currently in the old procedure of 7.5% each for both the employer and employee.

l) Debtors & Other Prepayments

Debtors and other receivables do not carry any interest and are stated at their nominal value. Any other investments classified receivables will be stated at amortized cost using the effective interest method, less any impairment.

m) Cash and Cash Equivalents

Cash and cash equivalent comprise cash on hand and any bank balances.

n) Creditors and Accruals

Creditors and accruals are not interest bearing and are stated at their nominal value.

o) Provisions

Provisions are recognized when the Commission has present obligation (legal or constructive) as a result of a past event, it is probable that the Commission will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation. Provisions are measured at the Managements best estimate of the expenditure required to settle the obligation at the reporting date and are discounted to present value where the effect is material.

The Commission has set the obligation functional when since converted to IPSAS accrual in 2016.

p) Accumulated Fund

The Accumulated Funds represent the excess of income over expenditure which have been accumulated over the years.

q) Going concern

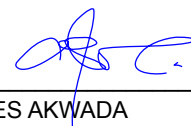
The Commission has consistently been receiving subvention from FGN for the purpose of carrying on its mandate. Management believe that there is no intention or threat from any source to subvert the mandate of the Commission in foreseeable future. Thus, these financial statements are prepared on going concern basis.

STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2020

		2020	2019
NON-CURRENT ASSETS	NOTES	N	N
Properties, Plants & Equipment	1	<u>1,875,635,902.12</u>	<u>2,115,869,183.00</u>
		1,875,635,902.12	2,115,869,183.00
INTANGIBLE ASSETS	2	621,093.00	1,270,052.82
CURRENT ASSETS			
Inventory	3	18,125,384.00	6,655,295.00
Receivables	4	1,164,402,308.67	1,625,349.39
Cash & Cash Equivalent	5	<u>3,475,300,367.43</u>	<u>4,155,931,135.72</u>
		<u>4,657,828,060.10</u>	<u>4,164,211,780.11</u>
CURRENT LIABILITIES			
Payables	6	154,476,935.57	206,551,097.11
Net Current Assets		<u>4,503,351,124.53</u>	<u>3,957,660,683.00</u>
		<u>6,379,608,119.65</u>	<u>6,074,799,918.82</u>
FINANCED BY:			
CAPITAL FUND	7	1,503,258,708.10	1,463,089,415.00
ACCUMULATED FUND	8	<u>4,876,349,411.55</u>	<u>4,611,710,503.82</u>
		<u>6,379,608,119.65</u>	<u>6,074,799,918.82</u>


YEWANDE SADIKU

Executive Secretary/CEO
FRC/2013/10DN/00000001040


JAMES AKWADA

Deputy Director, Finance & Administration
FRC.....

Notes 1-16 forms an integral parts of these Accounts

STATEMENT OF FINANCIAL PERFORMANCE AS AT 31ST DECEMBER, 2020

	NOTES	2020 N	2019 N
INCOME			
Subventions	9	774,545,226.46	778,405,414.52
Other Income	10	3,059,952,203.14	1,587,425,484.06
		<u>3,834,497,429.60</u>	<u>2,365,830,898.58</u>
DEDUCT EXPENDITURE			
Personnel Costs	11	919,803,123.50	1,005,398,610.34
Administrative Costs	12	292,382,736.00	753,201,796.62
Establishment Costs	13	31,781,293.30	104,703,091.88
Finance Charges	14	18,136,912.96	14,424,641.68
Depreciation		247,448,930.88	352,674,789.00
Amortisation (Software)		1,891,145.82	1,270,053.00
		<u>1,511,444,142.46</u>	<u>2,231,672,982.52</u>
Surplus/(Deficit) of Income over Expenditure		<u><u>2,323,053,286.78</u></u>	<u><u>134,157,916.06</u></u>

STATEMENT OF CASH FLOW AS AT 31ST DECEMBER, 2020

	2020 N	2019 N
CASHFLOW FROM OPERATING ACTIVITIES		
Surplus/(Deficit) for the year	2,323,053,286.78	134,157,916.06
ADJUSTMENTS FOR ITEMS NOT INVOLVING MOVEMENT OF FUNDS		
Prior year adjustment (payables)	-	1.00
Depreciations/Amortisation	249,340,076.70	353,944,842.00
Operating Surplus/(deficit) before working capital changes	<u>2,572,393,363.48</u>	<u>488,102,759.06</u>
MOVEMENT IN WORKING CAPITAL		
(Increase)/Decrease in Inventory	(11,470,089.00)	(3,652,495.00)
(Increase)/ Decrease in Receivables	(1,162,776,959.28)	330,651.54
Increase/(Decrease) in Payables	<u>(52,074,161.54)</u>	<u>(1,179,080,074.24)</u>
Net cash in/(out) flow from operating activities	(1,226,321,209.82)	(1,182,401,917.70)
CASH FLOW FROM FINANCING ACTIVITIES		
Return to CRF	(2,251,884,010.03)	(167,338,246.76)
Capital Subvention	233,638,924.08	329,220,904.80
Net Cash from Financing Activities	<u>(2,018,245,085.95)</u>	<u>161,882,658.04</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed Assets	(8,457,836.00)	(230,149,742.82)
Net Cash imputed in Investing Activities	<u>(8,457,836.00)</u>	<u>(230,149,742.82)</u>
Net Increase in Cash/Cash Equivalent	(680,724,936.29)	(762,566,243.42)
Cash/ Cash Equivalent @ Beginning	<u>4,155,931,135.72</u>	<u>4,918,497,379.14</u>
Cash/ Cash Equivalent @ Ending	<u>3,475,300,367.43</u>	<u>4,155,931,135.72</u>

CHANGES IN NET ASSETS & LIABILITIES FOR THE YEAR ENDED 31ST DECEMBER, 2020

	Capital Funds	General Reserve	Property Revaluation Reserve/ Sales	Foreign Currency translation reserve	Non Controlling Interests	Total
Balance at 1 January, 2019	1,133,868,510.20	-	-	-	-	5,778,759,343.72
Surplus/ (Deficit) for the year	-	-	-	-	-	134,157,916.06
Addition During the year	329,220,904.80	-	-	-	-	329,220,904.80
Total Financial Performance for the year	1,463,089,415.00	-	-	4,779,048,749.58	-	6,242,138,164.58
Prior Year Adjustment	-	-	-	-	1.00	1.00
Other Capital/Recurrent refunds to CRF	-	-	-	(167,338,246.76)	-	-
Balance at 31 December, 2019	1,463,089,415.00	-	-	4,611,710,503.82	-	6,242,138,165.58
Surplus/(Deficit) for the year	-	-	-	2,323,053,286.78	-	2,323,053,286.78
Addition During the year	233,638,924.08	-	-	-	-	233,638,924.08
Other Financial Performance for the year (Refunds)	-	-	-	(1,937,272,976.76)	-	(1,937,272,976.76)
Total Financial Performance for the year	1,696,728,339.08	-	-	4,997,490,813.84	-	6,861,557,399.68
Prior Year Adjustment	-	-	-	-	-	-
Other Capital/Recurrent refunds to CRF	(193,469,630.96)	-	-	(121,141,402.29)	-	(314,611,033.27)
Balance at 31 December, 2020	1,503,258,708.10	-	-	4,876,349,411.55	-	6,546,946,366.41



NIGERIAN
INVESTMENT
PROMOTION
COMMISSION

**STATEMENT OF COMPARISON BETWEEN BUDGET
& ACTUAL TRANSACTIONS
AS AT 31ST DECEMBER, 2020**

APPROPRIATION

	BUDGET N	ACTUAL RELEASES N	DIFFERENTIAL N
CAPITAL			
CAPITAL OF 2020	19,000,000.00	40,097,291.04	(21,097,291.04)
CAPITAL ROLL OVER		193,541,633.04	-
RECURRENT			
PERSONNEL COSTS	718,733,326.00	613,099,924.86	105,633,401.14
OVERHEAD COSTS	181,750,713.00	161,445,301.60	20,305,411.40

INTERNALLY GENERATED REVENUE

	BUDGET N	ACTUAL EXPENDITURE N	DIFFERENTIAL N
PERSONNEL COSTS	500,000,000.00	306,703,198.60	193,296,801.40
OVERHEAD COSTS	570,000,000.00	340,263,981.65	229,736,018.35
CAPITAL	30,000,000.00	7,964,836.00	22,035,164.00

STATEMENT OF FIVE-YEAR FINANCIAL SUMMARY FOR THE YEAR ENDED 31ST DECEMBER, 2020

STATEMENT OF FINANCIAL POSITION

	2020	2019	2018	2017	2016
	(₦)	(₦)	(₦)	(₦)	(₦)
	(IPSAS ACCRL)	(IPSAS ACCRL)	(IPSAS ACCRL)	(IPSAS ACCRL)	(IPSAS CASH)
PPE (Fixed Assets)	1,875,635,902	2,115,869,183	2,240,934,335	2,235,328,129	2,152,054,752
Finite lived Intangible Assets	621,093	1,270,053			
Recurrent Assets	4,657,828,060	4,164,211,780	4,923,456,180	384,587,996	772,310,614
TOTAL ASSETS	6,534,085,055	6,281,351,016	7,164,390,515	2,619,916,125	2,924,365,366
Liabilities					
Recurrent Liabilities	154,476,935	206,551,097	1,385,631,171	2,250,000	2,250,000
	154,476,935	206,551,097	1,385,631,171	2,250,000	2,250,000
Net Total Assets	6,379,608,120	6,074,799,919	5,778,759,344	2,617,666,125	2,922,115,366

FINANCED BY:

Capital Funds	1,503,258,508	1,463,089,415	1,133,868,510	925,216,273	799,742,768
Accumulated Reserve	4,876,349,412	4,611,710,504	4,644,890,834	1,692,449,852	2,122,372,598
Total	6,379,608,120	6,074,799,919	5,778,759,344	2,617,666,126	2,922,115,366

STATEMENT OF FINANCIAL PERFORMANCE

	2020	2019	2018	2017	2016
	(₦)	(₦)	(₦)	(₦)	(₦)
	(IPSAS ACCRL)	(IPSAS ACCRL)	(IPSAS ACCRL)	(IPSAS ACCRL)	(IPSAS CASH)
Grants/Income	3,834,497,429	2,365,830,898	6,370,928,203	954,516,123	1,096,668,030
Expenditures	1,511,444,142	2,231,672,893	2,036,025,548	990,274,852	2,017,444,533
Surplus / Deficit	2,323,053,287	134,157,916	4,334,902,656	(35,758,729)	(920,776,503)

STATEMENT OF VALUE ADDED FOR THE YEAR ENDED 31ST DECEMBER, 2020

	%	2020 N	%	2019 N
INCOME	100	3,834,497,429.60	100	2,365,830,898.58
Less Admin & Establishment Costs		(324,164,029.66)		(857,904,888.50)
Value Added	91.36	<u>3,510,333,399.94</u>	66	<u>1,507,926,010.08</u>

APPLIED AS FOLLOWS

Salaries & Wages	23.99	919,803,123.46	44.62	1,005,398,610.34
Insurance & Finance Charges	0.52	18,136,912.96	0.93	14,424,641.68
Depreciation	6.50	249,340,076.70	15.0	353,944,842.00
Retained Surplus	60.58	2,323,053,286.75	5.7	134,157,916.06
	91.59	<u>3,510,333,399.94</u>	66.2	<u>1,507,926,010.08</u>

This statement represents the distribution of wealth created by the Commission through the use of its assets and its employees' effort.

NOTES TO ACCOUNTS FOR THE YEAR ENDED 31ST DECEMBER, 2020

1 Property, Plant & Equipment

COSTS

	LAND & BUILDING N : K	OFFICE EQUIPMENT N : K	FURNITURE & FITTINGS N : K	MOTOR VEHICLES N : K	PLANTS & MACHINERY N : K	LIBRARY BOOKS N : K	LOOSE TOOLS N : K	TOTAL N : K
As at 1/1/2020	1,870,197,736.00	408,565,336.00	142,877,586.00	571,461,877.00	83,119,636.00	36,303,230.00	97,945.00	3,112,623,346.00
Additions	-	7,215,650.00	-	-	-	-	-	7,215,650.00
Disposal								
Total at 31/12/2020	1,870,197,736.00	415,780,986.00	142,877,586.00	571,461,877.00	83,119,636.00	36,303,230.00	97,945.00	3,119,838,996.00

DEPRECIATIONS

As at 1/1/2020	219,181,552.00	315,035,887.00	73,229,403.00	352,052,112.00	31,169,425.00	6,057,823.00	27,961.00	996,754,163.00
Charge for the Year	37,403,955.00	40,939,666.93	14,287,758.60	142,865,469.25	8,311,963.60	3,630,323.00	9,794.50	247,448,930.88
Release on Disposal								
Total at 31/12/2020	256,585,507.00	355,975,553.93	87,517,161.60	494,917,581.25	39,481,388.60	9,688,146.00	37,755.50	1,244,203,093.88

NET BOOK VALUE

Total at 31/12/2020	1,613,612,229.00	59,805,432.07	55,360,424.40	76,544,295.75	43,638,247.40	26,615,084.00	60,189.50	1,875,635,902.12
Total at 31/12/2019	1,651,016,184.00	93,529,449.00	69,648,183.00	219,409,765.00	51,950,211.00	30,245,407.00	69,984.00	2,115,869,183.00

NOTES TO ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER, 2020

	2020 N	2019 N
2 INTANGIBLE ASSETS		
Balance brought forward	1,270,052.82	-
Computer Software	1,242,186.00	2,540,105.82
Amortisation	(1,891,145.82)	(1,270,053.00)
	<u>621,093.00</u>	<u>1,270,052.82</u>
3 INVENTORY		
Stationery/Consumable Stores	18,125,384.00	6,655,295.00
	<u>18,125,384.00</u>	<u>6,655,295.00</u>
4 RECEIVABLES		
Prepaid Rent	2,106,215.29	244,166.67
Prepaid Insurance	7,168,976.31	-
Prepaid Internet charges (Galaxy Backbone)	8,241,271.93	1,381,182.72
NIPC Staff Housing Loan Scheme	1,146,885,845.14	-
	<u>1,164,402,308.67</u>	<u>1,625,349.39</u>
5 BANK AND CASH BALANCES		
CBN (TSA Account-IGR)	2,688,547,288.49	2,262,461,504.74
GIFMIS- CAPITAL	233,638,924.08	193,469,630.98
CBN (NIPC Staff Welfare Scheme)	553,114,154.86	1,700,000,000.00
	<u>3,475,300,367.43</u>	<u>4,155,931,135.72</u>
6 PAYABLES		
Audit Fee	3,500,000.00	3,500,000.00
Abuchi ED Ogbuju & Co.		3,500,000.00
80% Operating Surplus to CRF	41,507,346.27	167,063,086.59
Third Party Intervention (Note 15)	27,454,010.52	32,488,010.52
Staff Welfare Provision	3,475,000.00	-
Sundry Creditors	78,540,578.78	-
	<u>154,476,935.57</u>	<u>206,551,097.11</u>

NOTES TO ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER, 2020

	2020	2019
7 CAPITAL FUND		
Balance at 1/1/2020	1,463,089,415.00	1,133,868,510.20
Allocation	40,097,291.04	52,320,904.80
Roll Over Allocation	193,541,633.04	276,900,000.00
Refund to Sub Treasury of the Federation (CRF)	<u>(193,469,630.98)</u>	<u>-</u>
	<u>1,503,258,708.10</u>	<u>1,463,089,415.00</u>
8 ACCUMULATED FUND RECURRENT		
Balance Brought forward	4,611,710,503.82	4,644,890,833.52
Refund to Sub Treasury of the Federation (CRF)		
Overhead	(121,141,402.29)	(275,160.17)
ICPC Recovery Account	(12,440,666.00)	
80% Operational Surplus to CRF	<u>(1,924,832,310.76)</u>	<u>(167,063,086.59)</u>
	2,553,296,124.77	4,477,552,586.76
Prior year adjustment	-	1.00
Surplus/(Deficit) of Income over Expenditure	2,323,053,286.78	134,157,916.06
Balance as at 31.12.2020	<u>4,876,349,411.55</u>	<u>4,611,710,503.82</u>
ICPC Recovery Account.		
This represents refunded unutilized travel logistics recovered by ICPC in 2019 but was paid into ICPC recovery fund in 2020.		
9 SUBVENTIONS		
Personnel	613,099,924.86	655,647,909.84
Overhead	<u>161,445,301.60</u>	<u>122,757,504.68</u>
	<u>774,545,226.46</u>	<u>778,405,414.52</u>
These represent the value of Recurrent Grants received from the FGN.		
10 OTHER INCOME (IGR)		
2% Service Charge	3,051,507,203.14	1,200,717,679.36
Business Registration	4,645,000.00	6,711,014.50
Processing Pioneer Status	3,400,000.00	7,600,000.00
1% Service Charge on pioneer profit	-	372,156,790.20
Extension	400,000.00	
Tender fees	-	240,000.00
	<u>3,059,952,203.14</u>	<u>1,587,425,484.06</u>

NOTES TO ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER, 2020

	2020 N	2019 N
11 PERSONNEL COSTS		
Salaries & Wages	613,099,924.86	655,647,909.84
Productivity Allowance	-	227,355,495.78
Peculiar Allowance	58,475,666.25	-
Promotion Arrears	-	2,071,107.04
Overtime Allowance	4,025,045.36	-
Retirement/Leave Allowance	-	63,968,559.35
Transfer/13 months allowance	59,247,030.86	56,355,538.33
Staff Welfare	<u>184,955,456.17</u>	-
	<u>919,803,123.50</u>	<u>1,005,398,610.34</u>

Salaries, Wages & Allowances were paid directly to the staff individual accounts. The Commission has been fully integrated into the Integrated Personnel and Payroll Information System (IPPIS) since September, 2018

12 ADMINISTRATIVE COSTS		
Transport & Traveling	94,940,970.31	480,446,382.96
Honoraria & Sitting Allowances	18,027,750.00	8,547,550.00
ICT Consultancy	3,254,567.28	9,892,797.15
Electricity Charges	19,468,225.11	21,246,999.08
Water/Water Rate	353,025.60	9,843,094.48
Telephone, Postages & Courier Services	981,299.02	639,925.00
Printing of Non Security Documents	16,775,920.75	15,956,448.72
Newspapers & Publications	688,500.00	1,416,466.00
Refreshments & Meals	6,068,882.90	31,318,265.00
Legal & Professional Charges	50,005,813.96	8,076,479.82
Audit fees	3,500,000.00	3,500,000.00
Fuel & lubricants	4,808,442.00	7,406,000.00
Plant & Generator Fuel (Diesel)	9,312,825.00	12,918,847.65
Adverts, Publicity & Announcements	2,317,422.95	4,790,014.00
Security Services	4,229,872.99	4,084,424.55
Cleaning & Fumigation	11,198,254.97	11,123,640.14
Sewerage charges	483,900.00	759,000.00
Subscription to professional bodies	2,460,000.00	3,479,500.00
Subscription to research database	-	11,075,000.00
Sundry Office Expenses	-	2,317,565.00
Staff Training & Development	34,193,250.00	27,219,983.63
Drugs and Medical Supply (Medical & Welfare)	1,288,445.00	52,447,099.20
Sponsorship & Donations	500,000.00	-
OSIC Expenses	6,554,548.78	13,060,000.00
Office Rent	<u>970,819.74</u>	<u>11,636,287.24</u>
	<u>292,382,736.36</u>	<u>753,201,796.62</u>

Elements of Staff welfare was re-aligned from Medical & Welfare in 2019 to Staff Welfare in 2020 and moved to PERSONNEL COSTS leaving Drugs and Medical Supply as cost center in administrative costs in 2020

NOTES TO ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER, 2020

		2020 N	2019 N
13	ESTABLISHMENT COSTS		
	General Stationeries/Computer Consumables	5,240,752.00	37,171,920.02
	Other Maintenance services	11,048,000.00	25,744,824.00
	Office/IT Equipment Maintenance	1,797,139.53	12,649,149.65
	Furniture & Fittings Maintenance	232,060.78	408,400.00
	Motor Vehicles Maintenance	5,380,512.64	9,173,133.75
	Office Maintenance	6,076,866.30	16,995,721.63
	Plants & Generators Maintenance	2,005,962.04	2,559,942.83
		<u>31,781,293.30</u>	<u>104,703,091.88</u>
14	FINANCE CHARGES		
	Bank Charges	8,922.00	1,050,807.15
	Insurance & Licenses	18,127,990.96	13,373,834.53
		<u>18,136,912.96</u>	<u>14,424,641.68</u>
15	THIRD PARTY INTERVENTIONS		
15a	DUE DILIGENCE DEPOSIT(NIPC)		
	BALANCE BROUGHT FORWARD	9,949,400.00	9,261,400.00
	Receipt during the year	6,500,000.00	23,500,000.00
	Expenses	<u>(11,534,000.00)</u>	<u>(22,812,000.00)</u>
	Carried Forward	<u>4,915,400.00</u>	<u>9,949,400.00</u>

These were funds received from applicants for pioneer status incentive to cover the cost of due diligence visits required to process their applications.

NOTES TO ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER, 2020

		2020 N	2019 N
Brought Forward		4,915,400.00	9,949,400.00
15b DUE DILIGENCE DEPOSIT(IID)			
BALANCE BROUGHT FORWARD	2,500,000.00		-
Receipt During The Year	4,000,000.00		7,000,000.00
Expenses	<u>(4,000,000.00)</u>		<u>(4,500,000.00)</u>
		2,500,000.00	2,500,000.00
This relates to deposits paid by applicants for pioneer status incentive for due diligence visits by the Industrial Inspectorate Department of Federal Ministry of Industry, Trade and Investment.			
15c CONSTITUENCY PROJECT (NNEWI PARK)			
BALANCE BROUGHT FORWARD	269,500.00		269,500.00
Receipt During The Year	-		-
Expenses	<u>-</u>		<u>-</u>
		269,500.00	269,500.00
15d ECONOMIC RECOVERY AND GROWTH PLAN (FOCUS LAB)			
BALANCE BROUGHT FORWARD	1,295,610.52		1,295,610.52
Receipt During The Year	-		-
Expenses	<u>-</u>		<u>-</u>
		1,295,610.52	1,295,610.52
15e SPONSORSHIP (DISN, 2018)			
BALANCE BROUGHT FORWARD	18,473,500.00		15,473,500.00
Receipt During The Year	-		3,000,000.00
Expenses	<u>-</u>		<u>-</u>
		18,473,500.00	18,473,500.00
Transfer to Payables		<u>27,454,010.52</u>	<u>32,488,010.52</u>

16 CONTINGENT LIABILITIES

Several cases were going on in Courts of competent jurisdictions, but the results were not known and the financial effects, should they become adverse or otherwise, are not disclosed in these Financial Statements.

ADDITIONAL DISCLOSURES

1. EXPENDITURE INCURRED ON BEHALF OF SUPERVISING MINISTRY AND OTHERS

S/N	AGENCY	DETAILS	AMOUNT ₦
1	FMITI	Support for National Council on Investment Conference	500,000.00
2	No salary and allowances were paid to the Governing Council outside and above the amount approved by the Revenue Mobilization Allocation and Fiscal Commission and the National Salaries, Incomes and Wages Commission.		
3	Overseas Training and Medical Welfare are as follows:		
	a. Overseas Training = Nil		
	b. Medical and welfare = Nil		
	c. Welfare Packages = Nil		
	d. Local Travels = N53,745,954.90		
	e. Local Training = N11,191,140.05		
4	Management Staff = 59		
	Senior Staff = 129		
	Junior Staff = 12		
5	No donations, gifts and sponsorships were given in the year		
6	There were no cost of revenue collections by third parties		
7	Outstanding Staff Loan = A total of N1,146,885,845.14 was disbursed under the Staff Housing Loan Scheme in the year		
8	No assets were boarded or disposed in the year		

CRITICAL ACCOUNTING ESTIMATES

The Commission prepares its Financial Statements in accordance with the IPSAS (Accrual) as issued by the IPSASB, and adapted by the Financial Reporting Council of Nigeria, FRC Nig; the application of which often requires judgments to be made by the Management when formulating the Commission's financial position and results. Under IPSAS (Accrual), the Management is required to adopt those Accounting Policies most appropriate to the Commission's circumstances for the purpose of presenting fairly the Commission's Financial Position, Financial Performance and Cash Flows.

In determining the applying accounting policies, judgment is often required in respect of items where the choice of specific policy, accounting estimates or assumption to be followed could materially affect the reported result or net asset position of the Commission should it later be determined that a different choice would be more appropriate.

Management considers the accounting estimates and assumptions discussed below to be its critical accounting estimates and, accordingly, provide an explanation of each below

The discussion below should also be read in conjunction with the Commission's disclosure of significant IPSAS (Accrual) Accounting Policies which are provided in the Financial Statements, "Significant Accounting Policies"

Impairment Reviews

IPSAS requires management to undertake an annual test for impairment of indefinite lived assets and for finite lived assets, to test for impairment if events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable.

Impairment testing is an area involving Management requiring assessment as to whether the carrying value of assets can be supported by the net present value of future cash flow derived from such assets using cash flow projections which have been discounted at an appropriate rate.

Changing the assumptions selected by Management in particular, title discount rate and growth rate assumptions used in the cash flow projection could significantly affect the Commission's impairment evaluation and hence results.

The impairment review was properly monitored from 2016 when the Commission converted into IPSAS Accrual.

Revenue Recognition and Presentation

When deciding most appropriate basis for presenting revenue or cost of revenue, both the legal form and substance of the agreement between the Commission and third parties are reviewed to determine each party's respective role, but generally, revenues are recognized when they are received.

Taxation

The Commission was formed by an Act of the National Assembly, it is therefore exempted from payment of taxes in its corporate name.

Remittances in respect of the pay-as-you-earn (PAYE) staff tax liabilities deducted from the salaries of the Commission's staff were made to the requisite States Boards of Internal Revenues where the affected staff reside.

Remittances in respect of deducted Value Added Taxes (VAT) and With-holding Taxes (WHT) from corporate bodies and the categories of persons as listed in the tax laws, for contract jobs and assignments executed for the Commission, were made to the Federal Inland Revenue Services, (FIRS). Taxes deducted from other registered businesses and individuals (except where the registered businesses or individual is resident in Federal Capital

Territory), who executed jobs and assignments for the Commission, were remitted to the respective States Boards of Internal Revenue, where the beneficiary resides.

Finite Lived Intangible Assets

Intangible assets include the Commission's aggregate amounts spent on the acquisition of computer software. These assets arise from outright purchases, development and from acquisition of software.

The fair value of these assets will be determined by discounting estimated future net cash flow generated by the asset where no active market for the assets exists. The use of different assumption for the expectations of future cash flows and the discount rate will change the valuation of the intangible assets. The intangible assets even though they exist, the Commission has opted to start classifying them from future acquisition from the IPSAS accrual conversion year of 2016.

Estimation of Useful Life

The useful life to amortize intangible assets relates to the expected future performance of the assets acquired and management's judgments of the period over which economic benefit will be derived from the asset. The basis for determining the useful life for the intangible assets will be determined by the time classification comes into effect; that is for acquisitions from 2016.

Property, Plant and Equipment

Property, plant and equipment represent a significant proportion of the assets base of the Commission, therefore the estimates and assumptions made to determine their carrying values and related depreciation are critical to the Commission's financial position and performance.

Estimation of Useful Life

The change in respect of periodic depreciation is derived after determining an estimate of an assets expected useful life and the expected residual value at the end of its life. Increasing an asset's expected life or residual value would result in a reduced depreciation charge in the Income Statement.

The useful lives and residual values of the Commission's assets are determined by Management at the time the asset is acquired and reviewed annually for appropriateness. The lives are based on historical experience with similar assets as well as anticipation of future events which may impact their lives such as changes in technology.

Historically, changes in useful lives and residual values have not resulted in material changes to the Commission's depreciation charge.

Donated Items

The Commission does not have donated items. However, at any year donations were received, they will be valued and brought into accounting books and the donors disclosed in the records.

Provisions and Contingent Liabilities

The Commission exercises judgment in measuring and recognizing provisions and the exposures to contingent liabilities, whenever the need arises, relating to pending litigation or other outstanding claim subject to negotiated settlement, mediation, arbitration or government regulation, as well as other contingent liabilities. Judgment is necessary in assessing the likelihood that a pending claim will succeed, or a liability will arise, and to quantify the possible range of the financial statement, because of the inherent uncertainty in this evaluation process, actual losses may be different from any originally estimated provision.

However, no provisions were made by the Commission.

RELATED PARTIES**COUNCIL MEMBERS**

Rt. Hon. Dr Babangida S. M. Nguroje, <i>OFR</i>	Chairman
Hajiya Maryam Ado Gwaram	Member
Barr. Lowo Obisesan	Member
HRH. Raphael S. Sambo	Member
Hon. Ali Sani	Member
Mr Godwin Emefiele	Governor, Central Bank of Nigeria
Mrs Olusola O. Idowu	Perm. Sec. Min. of Budget & National Planning
Mr Aliyu Ahmed	Perm. Sec. Fed. Min. of Finance
Amb Gabriel Aduda	Perm. Sec. Min. of Foreign Affairs
Dr Nasir Sani-Gwarzo	Perm. Sec. Fed. Min. of Industry, Trade & Investment
Dr Ifeoma Anyanwutaku	Perm. Sec. Fed. Min. of Information & Culture
Dr Shuaib Belgore	Perm. Sec. Ministry of Interior
Mr Bitrus B. Nabasu	Perm. Sec. Fed. Min. of Petroleum Resources
Ms Yewande Sadiku	ES/CEO, NIPC, Member/Secretary

MANAGEMENT TEAM

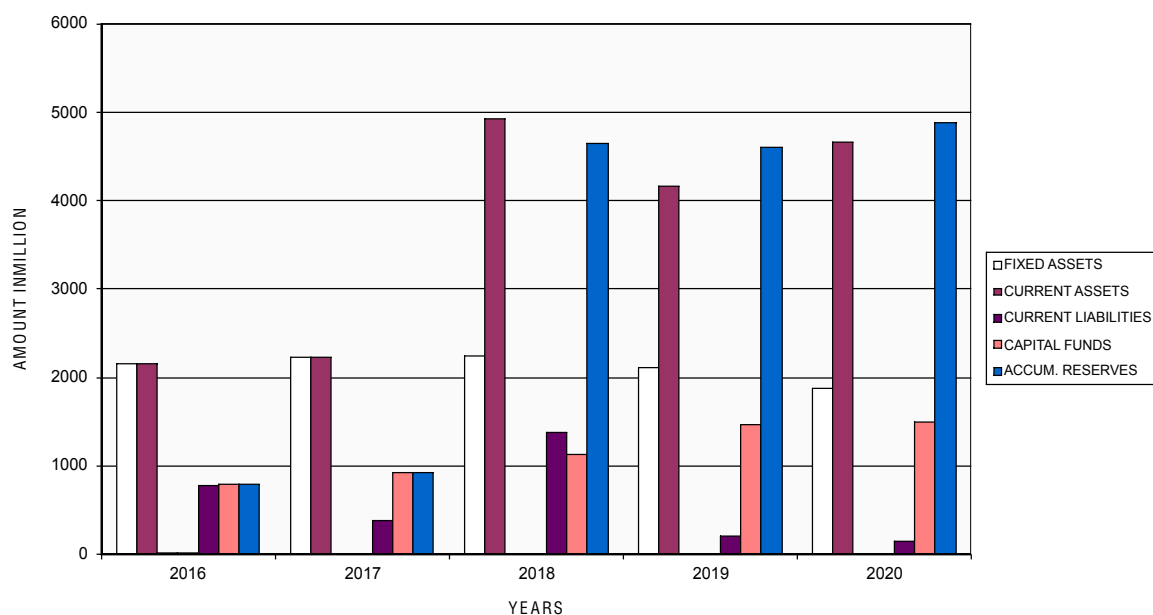
Ms Yewande Sadiku	Executive Secretary/CEO
Mr Emeka Offor	Director, Department of Strategic Communications
Mr Adeshina Emmanuel	Director, Department of Investment Promotion
Mr Abel Usman	Director, Technical Adviser to the ES
Mr John Oseji	Ag Director, Department of Policy Advocacy
Mr Mutawalli Kukawa	Ag Director, Department of Investor Relations
Mr Sabo Isiaku	Deputy Director/Head Corporate Services Development
Ms Hajja Gana Wakil	Director, Department of States Coordination
Mrs Aisha Wando	Deputy Director, Human Resources
Mr James Akwada	Deputy Director, Department of Finance & Administration
Mr Benjamin Ikheloah	Deputy Director/Head, Incentives Administration
Mrs Patience Okala	Deputy Director/Legal Adviser
Ms Debbie Dibal	Deputy Director/Head, Procurement
Mrs Chinwe Neboh	Deputy Director/Head, Internal Audit

Management have the responsibility for implementing the Governing Council's policies and decisions. They have no business relationship with the Commission.

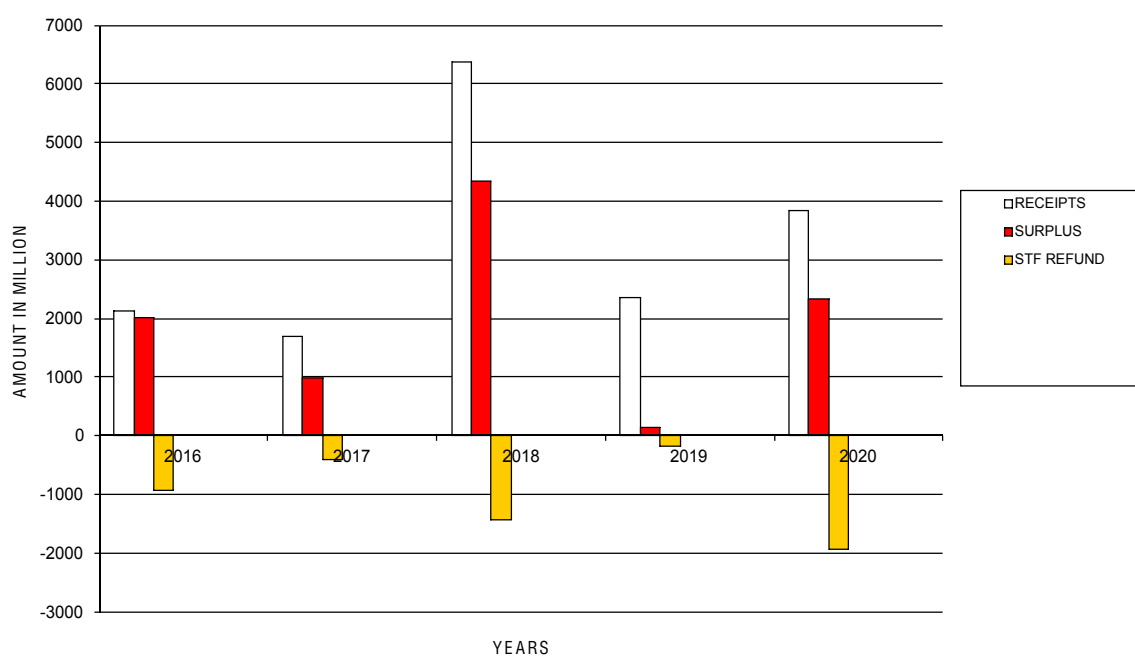
Event after Statement of Financial Position date.

There are no significant subsequent events, which could have had a material effect on the State of Affairs of the Commission as at 31 December 2020.

GRAPHIC REPRESENTATION OF FIVE -YEAR SUMMARY OF THE FINANCIAL POSITION 2016 - 2020



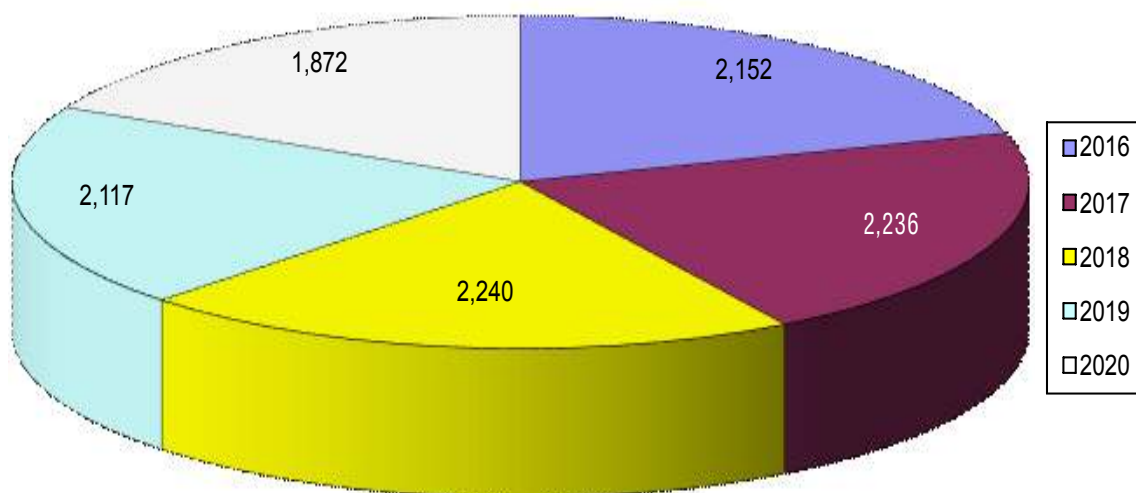
GRAPHIC REPRESENTATION OF FIVE -YEAR SUMMARY OF THE FINANCIAL PERFORMANCE 2016 - 2020



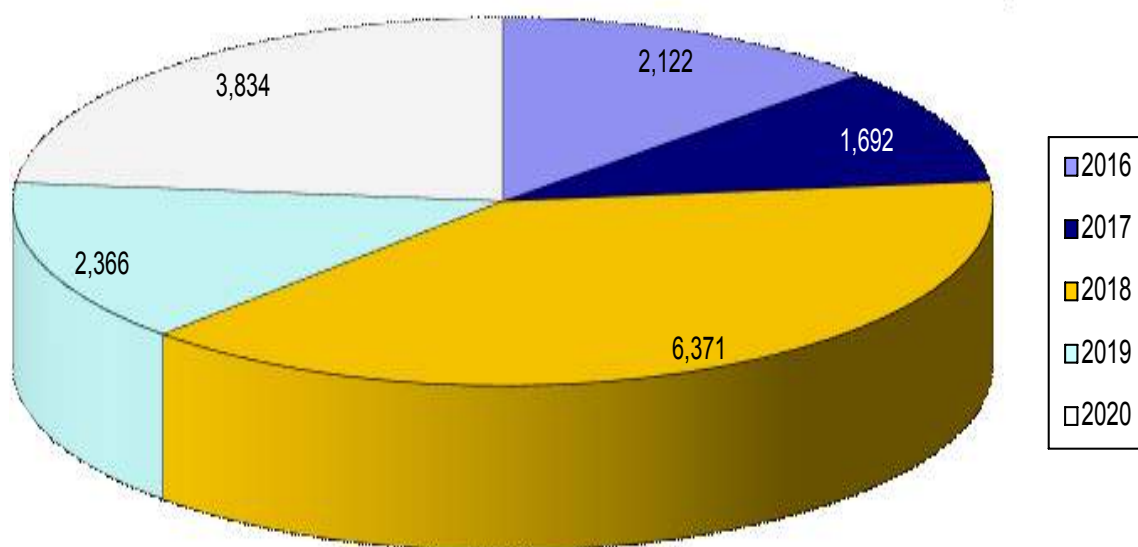
NIGERIAN
INVESTMENT
PROMOTION
COMMISSION

Messrs Abuchi ED. Ogbuju & Co.
(CERTIFIED NATIONAL ACCOUNTANTS)

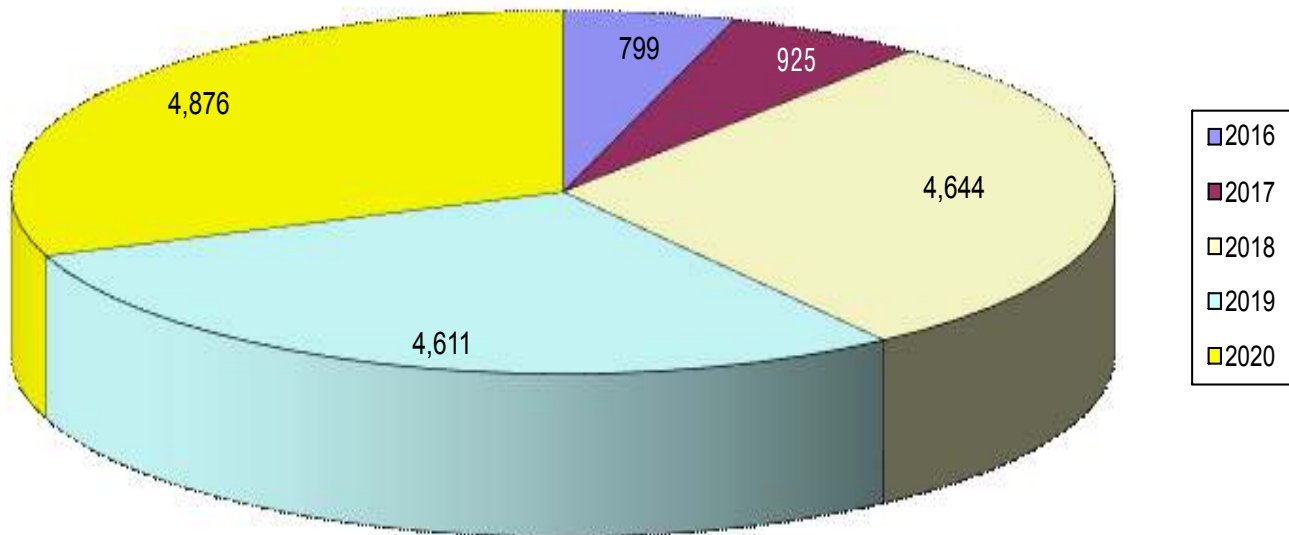
GRAPHIC REPRESENTATION OF FIVE -YEAR SUMMARY
OF THE FIXED ASSETS 2016 - 2020



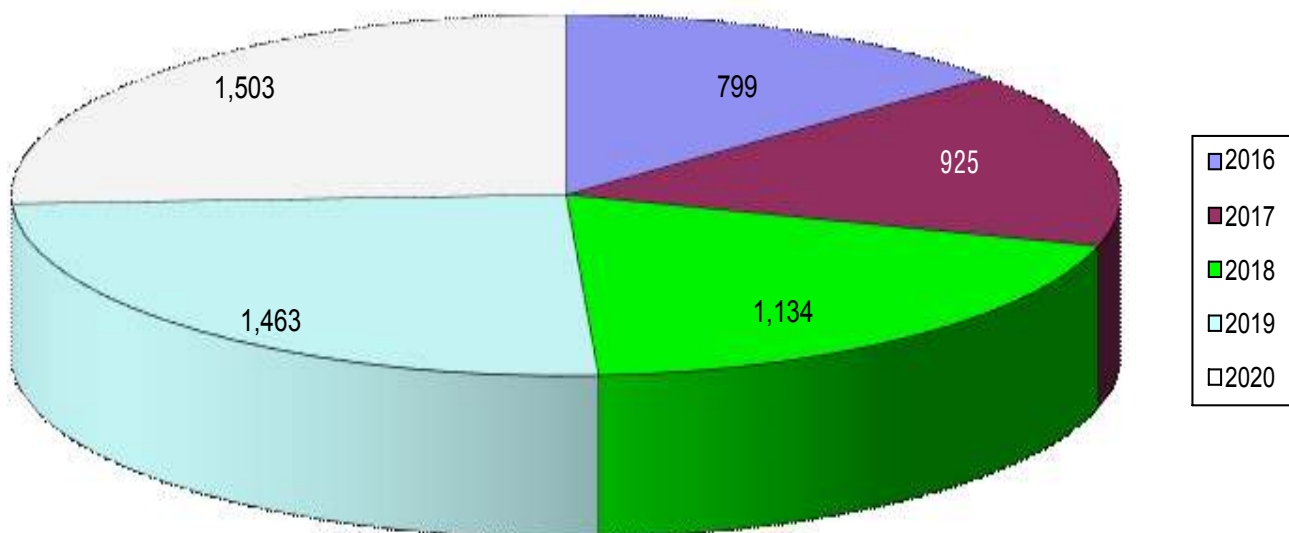
GRAPHIC REPRESENTATION OF
FIVE -YEAR RECEIPT 2016 - 2020



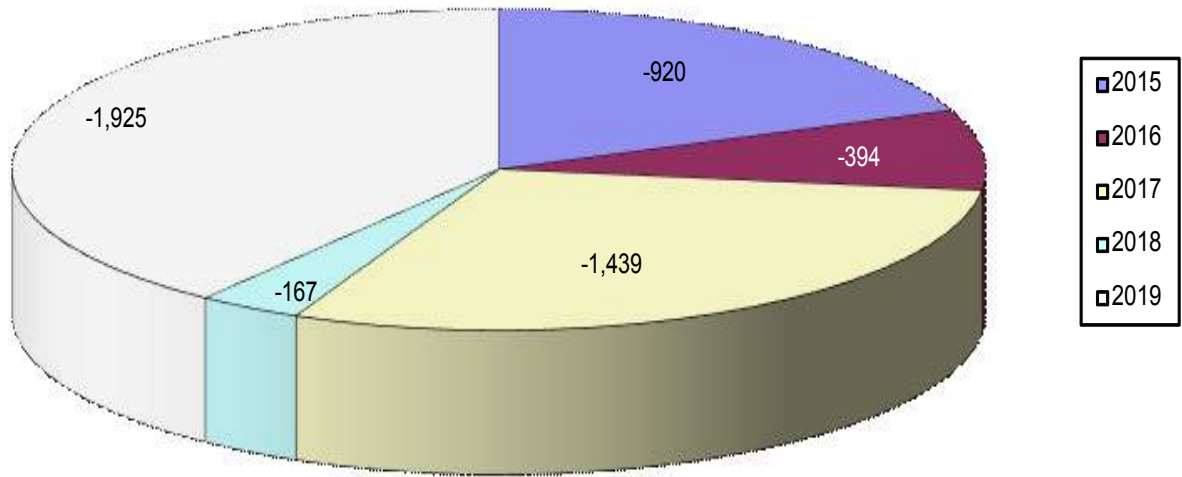
GRAPHIC REPRESENTATION OF FIVE -YEAR SUMMARY
OF ACCUMULATED RESERVE 2016 - 2020



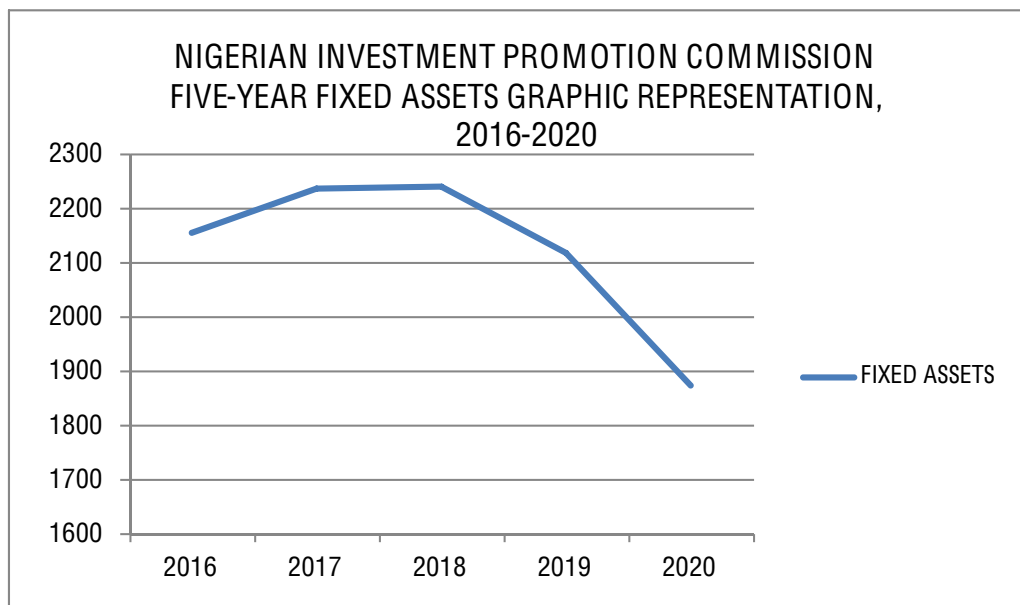
GRAPHIC REPRESENTATION OF
FIVE -YEAR RECEIPT CAPITAL FUND 2016 - 2020



GRAPHIC REPRESENTATION OF REFUND TO SUB TREASURY OF FEDERATION 2016 - 2020



GRAPHIC REPRESENTATION OF FIVE-YEAR FIXED ASSET 2015 - 2019





**NIGERIAN
INVESTMENT
PROMOTION
COMMISSION**



**NIGERIAN
INVESTMENT
PROMOTION
COMMISSION**