

NEVEAH LIMITED

REPORTS
&
FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST MAY, 2016.

PREPARED BY:

YEMI ODEBUNMI & CO.

CHARTERED ACCOUNTANTS

4, OTUNBA ADEOBA HOUSE,

ADEBAYO ONAKOYA STREET,

ELEWURA, CHALLENGE,

IBADAN, NIGERIA

TEL: 08091669682

NEVEAH LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MAY, 2016.

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NEVEAH LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MAY, 2016.

CORPORATE INFORMATION

REGISTERED ADDRESS: 5, Femi Adesanya Crescent,
Bashorun, Ibadan,
Oyo State.

BUSINESS ADDRESS: 5, Femi Adesanya Crescent,
Bashorun, Ibadan,
Oyo State.

BOARD OF DIRECTOR: Lawal Ibidapo I.
Lawal Omotolani D.

EXTERNAL AUDITORS: Yemi odebunmi & CO.
(Chartered Accountants)
4, Otunba Adeoba House,
Adebayo Onakoya Street,
Elewura, Challenge,
Ibadan, Nigeria.

TELEPHONE: 08091669682

NEVEAH LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MAY, 2016.

DIRECTOR'S REPORT FOR THE YEAR ENDED 31ST MAY, 2016.

The Directors submits here under their Report and Financial Statement of the company for the year ended 31st May, 2016.

1. **RESULTS**

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TURNOVER	357,930,394.12
LESS: GROSS EXPENSES	<u>(356,259,744.12)</u>
NET OPERATING PROFIT	<u>(1,670,650.00)</u>

2. **PRINCIPAL ACTIVITIES:**

The company engages in Agricultural export Business.

3. **DIVIDEND:**

The Director did not recommend the payment of dividend during the financial year.

4. **PERSONNEL:**

Employment of disable persons:

The company continues its policy of extending employment opportunities to disable persons as and when there are opportunities for employment.

5. **HEALTH SAFETY AND WELFARE:**

Employees are kept fully informed regarding the company performance and the Company continues its open door policy whereby, view of employees are sought and given due consideration on matters which affect them.

NEVEAH LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MAY, 2016.

6. **AUDITORS:** In accordance with section 357 and 358 of the companies and Allied Matters Act, 1990 YEMI ODEBUNMI & COMPANY, Chartered Accountants where appointed as auditor of the company.

7. **RESOLUTION:**

A resolution will be passed at the next Annual General Meeting authorizing the executive to fix their remuneration.

Company Secretary



YEMI ODEBUNMI & CO

(CHARTERED ACCOUNTANTS) BN 2425923

▪ Audit & Assurance ▪ Tax ▪ Financial, Management & Development Consulting

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF NEVEAH LIMITED

We have audited the accompanying financial statements of Neveah Limited which comprise of statement of financial position (Net Assets) as at 31 May 2016, statement of income and expenditures, and statement of cash flows for the year ended which have been prepared on the basis of significant accounting policies on pages to and other explanatory notes on pages to

Directors' responsibility for the financial statements

The Directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, the requirements of the Companies and Allied Matters Act, CAP C20 LFN, 2004, . This responsibility includes: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express an independent opinion on these financial statements based on our audit. We conducted our audit in accordance with Nigerian Standards on Auditing (NSAs) issued by the Institute of Chartered Accountants of Nigeria. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the state of the financial position of Neveah Limited as at 31 May 2016 and of its net profit and cash flows for the year then ended. The financial statements also comply with the requirements of Companies and Allied Matters Act, CAP C20 LFN, 2004, Financial Reporting Council of Nigeria Act, No 6 of 2011 .

Head Office: 4, Adebayo Onakoya Street, Elewura, Challenge, Ibadan, Oyo State.

Branches: ▪ ABUJA ▪ ILORIN ▪ LAGOS ▪ PORTACOURT

Tel: 08091669682 **E-mail:** segun@yocn.org **Website:** www.yocn.org

Report on other legal requirements

The Companies and Allied Matters Act, CAP C20 LFN, 2004 requires that in carrying out our audit we consider and

- i) We have obtained all the information and explanations which to the best of our knowledge and belief were
- ii) In our opinion, proper books of account have been kept by the Entity; and
- iii) The statement of financial position and statement comprehensive income are in agreement with the books of account

Ibadan, Nigeria
4th November, 2016



Mr. Oluwasegun Odebunmi
FRC/2013/ICAN/00000004686

on behalf of
Yemi Odebunmi & Co.,
(Chartered Accountants)

NEVEAH LIMITED

FINANCIAL STATEMENTS AND REPORTS FOR THE YEAR ENDED 31ST MAY, 2016

ACCOUNTING POLICIES FOR THE YEAR ENDED 31ST MAY, 2016

The following policies have been adopted by the management to assist the users of this financial statement in their interpretation of Account.

1.0 BASIS OF PREPARATION

The financial statement has been prepared in accordance with Historical Cost Convention of Accounting.

2.0 DEPRECIATION ON FIXED ASSETS

Depreciation has been provided to write off the cost of fixed asset of the company on a straight line basis over the expected useful life of the assets concerned.

The annual rates used for its purpose are depicted below:

	%
a) Motor Vehicle	15
b) Equipment, Furnitures and Fitting	10

3.0 TURNOVER

This represent the Income from Importing and Exporting during the period

4.0 STOCK VALUATION

Stock are valued by management at the lower cost or net realisable value.

5.0 DIRECTOR'S REMUNERATION

Only the Managing Director is the executive, other do not earn any remuneration in the company. Adequate provision has been made for the Managing Director Remuneration in the Financial Statement.

6.0 PERIOD OF ACCOUNT

The company made its Accounts every 31st of December every Year

NEVEAH LIMITED**FINANCIAL STATEMENTS AND REPORTS FOR THE YEAR ENDED 31ST MAY, 2016****STATEMENT OF FINANCIAL POSITION AS AT 31ST MAY, 2016**

ASSETS	NOTE	18 MONTHS
Property, Plant & Equipment	1	4,951,430.00
Cash and Cash Equivalents	2a	14,113,197.95
Trade Receivable & Other Prepayments	2b	2,380,000.00
Inventories	2c	3,808,800.00
		<u>25,253,427.95</u>
LIABILITIES		
Trade Payable	3a	-
Provision & Other Payable	3b	275,225.00
Directors Current Account	4	22,482,777.95
		<u>22,758,002.95</u>
EQUITY		
Share Capital	5	1,000,000.00
Retained Earnings	6	1,495,425.00
TOTAL EQUITY		<u>2,495,425.00</u>
TOTAL EQUITY & LIABILITIES		<u>25,253,427.95</u>



LAWAL IBIDAPO MD/CEO



LAWAL OMOTOLANI DIRECTORS

The attached notes and schedules forms an integral part of the Financial statement.

NEVEAH LIMITED**FINANCIAL STATEMENTS AND REPORTS FOR THE YEAR ENDED 31ST MAY, 2016****STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31ST MAY, 2016.**

	NOTE	18 MONTHS
Revenue	7	357,930,394.12
Cost of Sales	8	- 341,048,556.19
Operating Profit		16,881,837.93
Administrative & Management Expenses	9	- 7,926,457.86
Establishment Expenses	10	- 4,591,940.00
Finance Charge	11	- 2,692,790.07
Profit/(Loss) Before Tax		1,670,650.00
Income Tax Expense		- 175,225.00
Profit for the Year		<u>1,495,425.00</u>

NEVEAH LIMITED

FINANCIAL STATEMENTS AND REPORTS FOR THE YEAR ENDED 31ST MAY, 2016

STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST MAY, 2016

		18 MONTHS
		N
CASH FLOW FROM OPERATING ACTIVITIES		
Profit Before Taxation		1,670,650.00
Adjustment for Non-Cash Items		
Depreciation		786,270.00
Cashflow from Operating Activities before		2,456,920.00
Adjustment in Working Capital		
Working Capital Adjustment:		
(Increase)/Decrease in Inventory	- 3,808,800.00	
(Increase)/Decrease in Receivable & Prepayments	- 2,380,000.00	
Increase/(Decrease) in Payable & Accruals	100,000.00	
Tax Paid	- -	6,088,800.00
Net Cash Flow from Operating Activities		- 3,631,880.00
Cashflow from Financing Activities		
Purchases of Asset	-	5,737,700.00
Share capital		1,000,000.00
Directors current Account		22,482,777.95
Movement in Cash & Cash Equivalent During the Year		14,113,197.95
Cash & Cash Equivalent at the Beginning of the Year		-
Cash & Cash Equivalent at the End of the Year		14,113,197.95
Cash at Bank as at End of the year		14,113,197.95

NEVEAH LIMITED**FINANCIAL STATEMENTS AND REPORTS FOR THE YEAR ENDED 31ST MAY, 2016****STATEMENT OF VALUE ADDED FOR THE YEAR ENDED 31ST MAY, 2016****18 MONTHS**

	N	%
Turnover	357,930,394.12	
Bought In Goods And Services	(348,593,599.12)	
Value Added	9,336,795.00	100.00

APPLIED AS FOLLOWS**TO EMPLOYEES**

Salaries and Other Benefits	6,704,650.00	71.81
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TO GOVERNMENT

Taxation	175,225.00	1.88
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RETAINED FOR FUTURE MAINTENANCE

Depreciation	786,270.00	8.42
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Retained Profit/(Loss)	1,670,650.00	17.89
	9,336,795.00	100.00

NEVEAH LIMITED**FINANCIAL STATEMENTS AND REPORTS FOR THE YEAR ENDED 31ST MAY, 2016****FIVE YEAR FINANCIAL SUMMARY**

	2016 N	2015 N	2014 N	2013 N
Turnover	<u>357,930,394.12</u>	-	-	-
Profit/(Loss) before Tax	1,670,650.00	-	-	-
Tax paid	- 175,225.00	-	-	-
Profit/(Loss) after Tax	<u>1,495,425.00</u>	-	-	-
Net Assets	<u>24,978,202.95</u>	-	-	-
Financed by:				
Share capital	1,000,000.00	-	-	-
Director's Account	22,482,777.95	-	-	-
Profit and Loss Account	1,495,425.00	-	-	-
Net worth	<u>24,978,202.95</u>	-	-	-

NEVEAH LIMITED**FINANCIAL STATEMENTS AND REPORTS FOR THE YEAR ENDED 31ST MAY, 2016****STATEMENT OF CHANGE IN EQUITY**

	ORDINARY SHARE CAPITAL	RETAINED EARNINGS	TOTAL
Balance as at 1/12/2014	1,000,000.00	-	1,000,000.00
Increase/(Decrease) During the Year	-	1,495,425.00	1,495,425.00
Balance as at 31/05/2016	<u>1,000,000.00</u>	<u>1,495,425.00</u>	<u>2,495,425.00</u>

NEVEAH LIMITED

FINANCIAL STATEMENTS AND REPORTS FOR THE YEAR ENDED 31ST MAY, 2016

NOTE AND SCHEDULE TO THE ACCOUNT

NOTE 1: ASSETS SCHEDULE

	Motor vehicle	Equipment, Furniture & Fittings	Total
Cost	4,250,000.00	1,487,700.00	5,737,700.00
Addition	-	-	-
	<u>4,250,000.00</u>	<u>1,487,700.00</u>	<u>5,737,700.00</u>
Accumulated Depreciation 1/12/2014	-	-	-
Charges for the Year	637,500.00	148,770.00	786,270.00
Accumulated Depreciation 31/05/2016	<u>637,500.00</u>	<u>148,770.00</u>	<u>786,270.00</u>
Carrying Amount 31/05/2016	<u>3,612,500.00</u>	<u>1,338,930.00</u>	<u>4,951,430.00</u>
Carrying Amount 31/12/2014	<u>-</u>	<u>-</u>	<u>-</u>

NEVEAH LIMITED**FINANCIAL STATEMENTS AND REPORTS FOR THE YEAR ENDED 31ST MAY, 2016****NOTE AND SCHEDULE TO THE ACCOUNT****NOTE:2a. Cash and Cash Equipment****18 MONTHS**

First Bank of Nigeria (Naira Account)	4,676.15
First Bank of Nigeria (US Dollar Account)	14,038,387.16
First Bank of Nigeria (US Dollar Account)	26,379.10
GBT (Naira Account)	22,850.44
GBT (US Dollar Account)	5,525.10
Cash in Hand	15,380.00
	<u>14,113,197.95</u>

NOTE 2b. Trade Receivable and Other Prepayments

Trade Debtors	1,255,000.00
Prepayment (Rent)	1,125,000.00
	<u>2,380,000.00</u>

NOTE 2c. Inventories

HBF (KGS)	2,205,000.00
HBFS (KGS)	1,488,600.00
MOULD (BAGS)	78,000.00
KOLO (BAGS)	37,200.00
	<u>3,808,800.00</u>

NOTE 3a. Trade Payables

Trade Payable	-
	<u>-</u>

NOTE 3b. Provision and Other Payables

Provision for Tax	175,225.00
Accrued Expenses (Audit Fee)	100,000.00
	<u>275,225.00</u>

NOTE 3c. Provision for Tax

Provision CIT	145,890.00
Provision EDT	29,335.00
	<u>175,225.00</u>

NEVEAH LIMITED**FINANCIAL STATEMENTS AND REPORTS FOR THE YEAR ENDED 31ST MAY, 2016****NOTE AND SCHEDULE TO THE ACCOUNT****NOTE 4. Directors Account****18 MONTHS**

Balance b/d	-
Addition/(Repayment)	22,482,777.95
Balance c/d	<u>22,482,777.95</u>

NOTE 5. Share Capital

No of Shares at start	1,000,000.00
Addition/(Substraction)	-
No of Share at close	<u>1,000,000.00</u>
Nomial Value of Each Share	1
	<u>1,000,000.00</u>

NOTE 6. Retained Earnings

Balance b/d	-
For the Year	1,495,425.00
Balance c/d	<u>1,495,425.00</u>

NOTE 7. Revenue

Revenue	357,930,394.12
	<u>357,930,394.12</u>

NOTE 8. Cost of Sales

Opening Inventories	-
Purchases	267,123,872.33
Add:Direct Cost	<u>77,733,483.86</u>
	344,857,356.19
Less: Closing Inventories	<u>- 3,808,800.00</u>
	<u>341,048,556.19</u>

NEVEAH LIMITED
FINANCIAL STATEMENTS AND REPORTS FOR THE YEAR ENDED 31ST MAY, 2016

NOTE AND SCHEDULE TO THE ACCOUNT

NOTE 9: DIRECT COST

18 MONTHS

Cost of Bags	3,298,000.00
Escort	1,720,000.00
Haulage	12,815,000.00
Reloading	2,183,000.00
Local Transport	3,895,000.00
SGS Inspection	382,750.00
Freight (\$)	16,530,924.57
Forwarding	11,932,716.69
Miscellaneous	24,976,092.60
	<u>77,733,483.86</u>

NOTE 10. Administrative and Management Expenses

Director Remuneration	2,160,000.00
Printing And Stationeries	18,620.00
Transport and Travelling	1,950,631.86
Office Expenses	24,150.00
Equipment Repair and Maintenance	102,240.00
Rent	1,500,000.00
Warehouse Expenses	1,311,966.00
Cleaning/Waste Disposal	25,000.00
Medical Expenses	34,650.00
Fuel and Lubricants	24,200.00
Hotel and Accommodation	500,000.00
Entertainment/Public Relation	11,300.00
Vehicle Repair and Maintenance	215,700.00
Telephone and Postages	48,000.00
	<u>7,926,457.86</u>

NOTE 11. Establishment Expenses

Salaries And Wages	4,510,000.00
Electricity Expenses	81,940.00
	<u>4,591,940.00</u>

NOTE 12: Finance Charge

Bank Charges	1,806,520.07
Audit fees	100,000.00
Depreciation	786,270.00
	<u>2,692,790.07</u>