

BAYERO UNIVERSITY KANO

**REPORT AND FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31ST DECEMBER, 2021**



M.A. BELLO & CO.

Chartered Accountants

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REPORT ON THE AUDIT OF FINANCIAL STATEMENTS

Our opinion

In our opinion, the financial statements give a true and fair view of BAYERO UNIVERSITY KANO (BUK) Financial Statements as at 31st December, 2021, and of their cash flows for the year then ended in accordance with International Public Sector Accounting Standards and the requirements of the Financial Reporting Council of Nigeria Act.

What we have audited

BAYERO UNIVERSITY KANO financial statement comprises:

- ❖ Statement of financial position as at 31st December, 2021.
- ❖ Statement of financial performance for the year ended.
- ❖ Statement of cash flows for the year ended, and
- ❖ The notes to the financial statements, which include a summary of significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report.

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

Independence

We are independent of the client in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA CODE). We have fulfilled our ethical responsibilities in accordance with the IESBA Code.

Responsibilities of the Governing Council and those charged with governance for the financial statements.

The Governing Council ("Council") are responsible for the preparation of the financial statements that give a true and fair view in accordance with International Public Sector Accounting Standards, the Financial Reporting Council of Nigeria, and for such internal control as the University determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Council are responsible for assessing the Institution's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting.

Those charged with governance are responsible for overseeing the University's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about the financial statement as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statement.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- ❖ Identify and assess the risks of material misstatement of financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ❖ Obtain an understanding of internal control relevant to the audit 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 University's internal control.
- ❖ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- ❖ Conclude on the appropriateness of the Institution's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the University's ability to continue as a going concern.

If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report.

- ❖ Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- ❖ Obtain sufficient appropriate audit evidence regarding the financial information of the entity to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

The Financial Reporting Council of Nigeria Act require that in carrying out our audit we consider and report to you on the following matters. We confirm that:

- i. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- ii. The University has kept proper books of account, so far as appears from our examination of those books.
- iii. The Institution's statements of financial position and performance are in agreement with the books of account.

M. A. Bello & Co.
(Chartered Accountants)
Engagement Partner: Ibraheem A. Salu
FRC number: FRC/2020/004/00000021211



12th December, 2022

BAYERO UNIVERSITY, KANO
STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER, 2021

ASSETS	NOTES	2021 ₦	2021 ₦	2020 ₦	2020 ₦
Current Assets					
Cash and Cash Equivalent	10	4,226,439,506		1,650,816,743	
Receivables	11	1,104,518,536		446,348,709	
Prepayments	12	75,980,953		43,869,982	
Inventories	13	14,071,278		5,571,349	
Total Current Assets			<u>5,421,010,272</u>		<u>2,146,606,783</u>
Non- Current Assets					
Investments	14	175,006,000		175,006,000	
Property, Plant and Equipmen	15	34,284,046,141		32,424,969,174	
Total Non - Current Assets			<u>34,459,052,141</u>		<u>32,599,975,174</u>
TOTAL ASSETS			<u>39,880,062,413</u>		<u>34,746,581,957</u>
LIABILITIES					
Current Liabilities					
Deposit	16	287,244,763		163,550,542	
Unremitted Deductions	17	33,460,583		77,115,543	
Payables	18	1,744,687,746		979,904,955	
Total Current Liabilities			<u>2,065,393,092</u>		<u>1,220,571,040</u>
Non - Current Liabilities					
Public Funds	19	24,995,284,532		22,461,204,333	
Total Non - Current Liabilities			<u>24,995,284,532</u>		<u>22,461,204,333</u>
Total Liabilities			<u>27,060,677,624</u>		<u>23,681,775,373</u>
NET ASSETS			<u>12,819,384,789</u>		<u>11,064,806,584</u>
NET ASSETS/EQUITY					
Capital Grant	20		11,716,569,588		10,091,571,639
Reserves	21		8,043,711,092		7,739,498,458
Accumulated Surplus/(Deficit)	22		(6,940,895,891)		(6,766,263,513)
			<u>12,819,384,789</u>		<u>11,064,806,584</u>

The Financial Statements were approved by the Governing Council on 8th December, 2022 and signed on its behalf by:

..... Council Chairman (Senator Udoma Udo Udoma (CON))

..... Vice Chancellor (Prof. Sagir Adamu Abbas, FMAN)

..... Bursar (Dr Suleiman M. Bello)

"The accompany notes on pages 16 to 23 form an integral part of these financial statements"

BAYERO UNIVERSITY, KANO

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 2021 STATEMENT OF FINANCIAL PERFORMANCE

Previous year Actual 2020	NOTES	Actual 2021	Final Budget 2021	Variance on Final Budget
₦		₦ A	₦ B	₦ C = (A - B)
	INCOME			
2,763,207,945	Revenue	3,219,989,678	3,844,525,192	(624,535,514)
264,751	Interest Earned	272,920	-	272,920
949,955,355	Aid and Grants	1,357,285,441	2,280,800,000	(923,514,559)
37,130,462	Other Revenue	4,319,568	-	4,319,568
9,794,842,546	Federal Government Subvention	13,151,672,322	10,209,039,224	2,942,633,098
13,545,401,059	Total Revenue (a)	17,733,539,928	16,334,364,416	1,399,175,512
	EXPENDITURE			
9,869,829,435	Salaries & Wages	13,147,921,884	10,075,475,806	(3,072,446,078)
2,426,357,533	Overhead Cost	2,973,552,378	4,715,088,610	1,741,536,232
1,413,231,966	Public Debts Charges	1,574,150,706	1,543,800,000	(30,350,706)
13,709,418,934	Total Expenditure (b)	17,695,624,968	16,334,364,416	(1,361,260,552)
(164,017,875)	Surplus/(Deficit) from operating activities for the period C = a - b	37,914,960	-	37,914,960
93,503,243	Gain/ Loss on Foreign Exchange Transaction	89,387,835	-	89,387,835
93,503,243	Total Non - Operating Revenue/Expenses (d)	89,387,835	-	89,387,835
(70,514,632)	Surplus/(Deficit) from Ordinary Activities e = (c + d)	127,302,796	-	127,302,796

"The accompany notes on pages 16 to 23 form an integral part of these financial statements"