

**COVENANT APPLIED INFORMATICS AND COMMUNICATIONS -
AFRICA CENTRE OF EXCELLENCE**

**FINANCIAL STATEMENTS
31ST DECEMBER 2024**

COVENANT APPLIED INFORMATICS AND COMMUNICATIONS - AFRICA CENTRE OF EXCELLENCE

ANNUAL REPORT AND ACCOUNTS - 2024

CONTENTS	PAGES
Corporate Information	1
Vision Statement	2
Report of Management	3
Report of the Auditors	4
Source & Uses of Funds	6
Statement of Activities	7
Statement of Financial Position	8
Statement of Changes in Funds	9
Statement of Cashflows	10
Notes to the Accounts	11-13
Financial Summary	14

COVENANT APPLIED INFORMATICS AND COMMUNICATIONS - AFRICA CENTRE OF EXCELLENCE OTA

MANAGEMENT TEAM

Vice Chancellor	-	Prof Anake Ashibel Timothy
Registrar	-	Mr Igban Emmanuel Kalu
Director, Financial Services	-	Pastor Samuel Joel Audu
Centre Leader	-	Emeka E.J. Iweala
Deputy, Centre Leader	-	Prof Emmanuel Adetiba
M&E	-	Prof Olubanke Ogunlana
Project Manager / Admin	-	Helen Jevwegaga
Project Accountant	-	Olumuyiwa Omisakin
Project Auditor	-	Ayole Omotayo
Procurement Officer	-	Ehi Oni-Edigin

BANKERS

GT BANK PLC

AUDITORS

Olufela Sokenu & Associates
(Chartered Accountants)
2, Adebaiye Street, Surulere,
P.O. Box 71690,
Victoria Island,
Lagos.

OUR VISION

To produce a critical mass of qualified manpower, equipped with knowledge, skills & abilities to eliminate malaria & reduce the burden of breast & prostate cancer starting from the West & Central Africa regions.

COVENANT APPLIED INFORMATICS AND COMMUNICATIONS - AFRICA CENTRE OF EXCELLENCE

REPORT OF MANAGEMENT FOR THE YEAR ENDED 31 DECEMBER 2024

Management submits their reports together with the statement of financial position at 31 December 2024 and statement of activities for the year to that date.

1. GENERAL INFORMATION

Covenant Applied Informatics and Communication Africa Centre of Excellence (CApIC-ACE) is domiciled at Covenant University, Ota in Nigeria. It was established in response to the urgent need for a critical mass of indigenous African scientists with the necessary bioinformatics, molecular biology, and information and communication engineering knowledge and skills to drive and sustain impactful research in collaboration with academic, clinical and industrial institutions in Nigeria, West Africa, Central Africa, Germany, France, US and UK. It is funded by the World Bank.

2. RESULTS FOR THE YEAR

	2024
	₦
Surplus in the year	436,392,594
Funds carried forward	177,675,150
	<u><u>614,067,744</u></u>

3. MANAGERMENTS' RESPONSIBILITIES

Managements is responsible for the preparation of financial statements which give a true and fair view of the state of affairs of the Project at the end of each financial year and the surplus for that year in compliance with the provision of the Companies and Allied Matters Decree, 2020 to ensure that:

- Proper accounting books and records are maintained
- Applicable accounting standards are followed
- Suitable accounting policies are adopted and consistently applied
- The going concern basis is used, unless it is inappropriate to presume that the Project will continue to exist.
- Internal control procedures are instituted which will reasonable safeguard the assets, prevent and detect fraud and other irregularities

4. Auditors

Messrs. Olufela Sokenu & Associates have indicated their willingness to continue in office in accordance with section 401(1) of the Companies and Allied Matters Act, 2020.

BY ORDER OF THE MANAGEMENT

LAGOS NIGERIA

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF COVENANT APPLIED INFORMATICS AND COMMUNICATIONS - AFRICA CENTRE OF EXCELLENCE

Opinion

In our opinion, the financial statements give a true and fair view of the state of affairs of the project's financial position as at 31 December 2024 and of its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards issued by the Nigerian Accounting Standards Board and the relevant provisions of the Financial Reporting Council of Nigeria Act No 6, 2011 and the Companies and Allied Matters Act, 2020.

Basis of Opinion

We have audited the financial statements of **COVENANT APPLIED INFORMATICS AND COMMUNICATIONS - AFRICA CENTRE OF EXCELLENCE** for the financial year ended 31 December 2024 which comprises the statement of financial position, statement of activities, and cash flows for the year then ended, a summary of significant accounting policies and other explanatory notes.

Managements Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards issued by the Nigerian Accounting Standards Board and in compliance with relevant provisions of the Financial Reporting Council of Nigeria Act, No 6, 2011 and the Companies and Allied Matters Act 2020. This responsibility includes designing, implementing, and maintaining internal controls relevant to the preparation and fair presentation of 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.

Auditors' Responsibility

Our responsibility is to express an independent opinion on the financial statements based on our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform our audit to obtain reasonable assurance that the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts of disclosures in the financial statements. The procedures selected depend on auditors' judgement, including the assessment of risks of material misstatement of the financial statements whether due to fraud or error. In making those risk assessments, the auditors consider internal controls 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 PROJECT's internal control. An audit also includes evaluating the appropriateness

of accounting policies used and the reasonableness of accounting estimates made by the Management, 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 opinion.

Report on other Legal requirements

The Companies and Allied Matters Act, 2020 requires 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 explanation which to the best of our knowledge and belief were necessary for the purpose of our audit;
- ii) in our opinion, proper books of account have been kept by management; and
- iii) the statement of financial position, income statement and other comprehensive income are in agreement with the books of the account.

Lagos Nigeria
25th Jan ----- 2025

Olufela Sokenu

**Olufela Sokenu & Associates
(Chartered Accountants)**

FRC/2013/PRO/ICAN/004/0000000/3397



**COVENANT APPLIED INFORMATICS COMMUNICATIONS-AFRICA CENTRE OF
EXCELLENCE
SOURCES & USES OF FUNDS
FOR THE YEAR ENDED 31 DECEMBER 2024**

		2024 ₦
Receipts	1	
Other Donors		600,000
National Universities Commission		2,677,473,175
Total Receipts		2,678,073,175
Payments		
Advertisement		603,000
Audit fees		1,230,000
Bank Charges		11,244
Computer System		52,808,533
Consultancy fees		2,000,000
Furnitures and Fittings		14,357,500
ICT		326,145,734
Laboratory Consumables		390,023,276
Laboratory Equipment		364,087,912
Office Expenses		1,384,550
Publications		4,940,670
Research Assistance		232,854,071
Subscription		385,317,695
Travelling (Local and International)		465,856,397
WHT		60,000
Total Payments		2,241,680,581
Year end Surplus		436,392,594
Opening Balance		177,675,150
Funds at Closing		614,067,745

COVENANT APPLIED INFORMATICS COMMUNICATIONS-AFRICA CENTRE OF EXCELLENCE

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2024

	NOTES	2024 R
FUNDING		
NUC	1	2,677,473,175
Other Donors		600,000
Other Income		
Total Fees		2,678,073,175
RECURRENT EXPENDITURE	2.0	(1,485,510,902)
Gross Surplus		1,192,562,273
CAPITAL EXPENDITURE		
Depreciation	3	(757,399,678)
		435,162,594
Surplus for the year		435,162,594

COVENANT APPLIED INFORMATICS COMMUNICATIONS-AFRICA CENTRE OF EXCELLENCE

STATEMENT OF FINANCIAL POSITION

AS AT 31ST DECEMBER 2024

	Note	2024 N
Non Current Assets	3	-
		-
Current Assets	4	
Bank		614,067,745
TOTAL ASSETS		<u><u>614,067,745</u></u>
 FUNDINGS		
At the beginning of the year		177,675,150
Year End Surplus		435,162,594
Current Liabilities	5	1,230,000
TOTAL FUNDS		<u><u>614,067,745</u></u>

Approved by Management January 2025

and Signed on its behalf by:

Timothy Ashibel Arake *28/01/25*

VICE-CHANCELLOR

Igbon Emmanuel Kalu *28/01/25*

REGISTRAR

Samuel Udo Anu *28/01/25*

DIRECTOR OF FINANCIAL SERVICES

The accompanying notes form an integral part of the statement of financial position

COVENANT APPLIED INFORMATICS COMMUNICATIONS-AFRICA CENTRE OF EXCELLENCE

STATEMENT OF CHANGES IN FUNDS

	FUNDS =N=	Total =N=
Balance at 1 January 2023	153,739.45	153,739
	-	-
	<u>153,739</u>	<u>153,739</u>
RECEIPTS		
	775,819,255	775,819,255
PAYMENTS		
	(598,297,844)	(598,297,844)
	-	-
Balance at 31 December 2023	<u>177,675,150</u>	<u>177,675,150</u>
RECEIPTS		
	2,678,073,175	2,678,073,175
PAYMENTS		
	(2,241,680,581)	(2,241,680,581)
Balance at 31 December 2024	<u>614,067,745</u>	<u>614,067,745</u>

COVENANT APPLIED INFORMATICS COMMUNICATIONS-AFRICA CENTRE OF EXCELLENCE

**STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED 31ST DECEMBER 2024**

	2024
	N
Cash Flow from Operating Activities	
Year end surplus	435,162,594
Depreciation of Non-Current Assets	3 757,399,678
Increase/ (Decrease) in Creditors and Accruals	1,230,000
Net Cash Inflow from Operating Activities	<u>1,193,792,273</u>
Cash Flow from Investing Activities	
Purchase of Fixed Assets	(757,399,678)
Net Cash Outflow from Investing Activities	<u>(757,399,678)</u>
Cash Flow from Financing Activities	
Net Cash used in Financing Activities	<u>-</u>
Increase/(Decrease) in Cash & Cash Equivalents	436,392,594
Cash & Cash Equivalent at Start	177,675,150
Opening balance bank difference	<u>-</u>
Cash & Cash Equivalent at end	<u><u>614,067,745</u></u>
This Comprises:	
Bank Balance	614,067,745
	<u><u>614,067,745</u></u>

COVENANT APPLIED INFORMATICS COMMUNICATIONS-AFRICA CENTRE OF EXCELLENCE

NOTES TO THE ACCOUNTS- 31 DECEMBER 2024

1 RECEIPTS

	2024
	N
Funds Covenant University	600,000
National Universities Commission	2,677,473,175
	<u>2,678,073,175</u>

2 RECURRENT EXPENDITURE

Advertisement	603,000
Audit fees	2,460,000
Bank Charges	11,244
Consultancy fees	2,000,000
Laboratory Consumables	390,023,276
Office Expenses	1,384,550
Publications	4,940,670
Research Assistance	232,854,071
Subscription	385,317,695
Travelling (Local and International)	465,856,397
WHT	60,000
	<u>1,485,510,902</u>

3 CAPITAL EXPENDITURE

	ICT Equipment	Furniture & Fixtures	Computer Equipment	Laboratory Equipment	Total
	N	N	N	N	N
Cost /Valuation					
At January 1, 2024	-	-	-	-	-
Additions in the year.	326,145,734	14,357,500	52,808,533	364,087,912	757,399,678
At December 31, 2024	<u>326,145,734</u>	<u>14,357,500</u>	<u>52,808,533</u>	<u>364,087,912</u>	<u>757,399,678</u>
Depreciation					
At January 1, 2024	-	-	-	-	-
Charge for the year.	326,145,734	14,357,500	52,808,533	364,087,912	757,399,678
At December 31, 2024	<u>326,145,734</u>	<u>14,357,500</u>	<u>52,808,533</u>	<u>364,087,912</u>	<u>757,399,678</u>
Net Book Value @ Dec 31, 2024	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

4 CURRENT ASSETS

	2024
	N
Cash & Bank	614,067,745
	<u>614,067,745</u>

5 CURRENT LIABILITIES

	1,230,000
	<u>1,230,000</u>

COVENANT APPLIED INFORMATICS AND COMMUNICATIONS - AFRICA CENTRE OF EXCELLENCE

NOTES TO THE ACCOUNTS

1 REPORTING ENTITY

CApIC-ACE was established in via an announcement by the National Universities Commission on November 13, 2018 that Covenant University had been selected as one of the centres to be funded by the World Bank for 2019-2024 ACE-IMPACT. CApIC-ACE builds on the existing infrastructure at Covenant University as well as grants from NIH, WASLITBRe, and DFG (German Science Foundation) for malaria and FEDGEN research, as well as cancer research (CaPTC).

The Project plans to develop a Federated Genomic (FEDGEN) cloud infrastructure with in-memory computing and cloud AI capabilities Federated Genomic (FEDGEN) cloud infrastructure with in-memory computing and cloud AI capabilities to address African health issues such as health education, medication efficiency, and early disease diagnosis

2 STATEMENT OF COMPLIANCE

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) in the manner required by the Companies and Allied Matters Act 2020, the Financial Reporting Council of Nigeria Act 2011. The IFRS accounting policies have been applied consistently to all periods presented.

3 SIGNIFICANT ACCOUNTING POLICIES

i. Basis of Measurement

These financial statements have been prepared on a historical cost basis.

ii. Going- Concern

The financial statements have been prepared on a going concern basis.

Nothing has come to the attention of the management to indicate that the project will not remain a going concern for at least twelve months from the date of this financial statement.

iii. Changes in accounting policy and disclosures

New and amended standards 'and interpretations adopted.

The Project has not early adopted any standards, interpretations, or amendments that have been issued but are not yet effective.

There are no other IFRS or IFRIC interpretations that are effective for the first time for the financial year beginning on or after 1 January 2024 that would be expected to have a material impact on the project.

3.1. Functional and Presentation Currency

Items included in these financial statements use the currency that best reflects the primary economic environment in which the organisation operates ("Functional Currency"). These Financial Statements are presented in Nigerian Naira, which is the organisation's Functional Currency.

3.2. Use of Estimates and Judgments

The Preparation of Financial Statements in conformity with IFRSs requires management to make judgments, estimates, and assumptions that affect the application of policies and reported amounts of assets and liabilities, income, and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and other periods if the revision affects both current and future Periods.

3.3. Funding

The Project is funded via the National Universities Commission/World Bank.

Foreign currency translation

(a) Functional and presentation currency

The financial statements are presented in Naira (₦), which is the Project's presentation currency.

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuations where items are re-measured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the profit or loss.

3.4. Property, Plant and Equipment

Property, plant and equipment are fully depreciated in the year of purchase

3.5. Cash, Cash Equivalents and Bank Overdrafts

Cash and cash equivalents comprise cash held in a commercial bank

3.6. Commitments

As of 31st December 2024, CApIC-ACE is in the process of acquiring an NMR spectrometer valued at approximately \$1.226 million. The purchase has been approved by the board of regents, and a supplier has been identified. The procurement process has been delayed due to issues related to foreign currency purchase. CApIC-ACE intends to proceed with the acquisition once the matter is resolved.

COVENANT APPLIED INFORMATICS COMMUNICATIONS-AFRICA CENTRE OF EXCELLENCE

FINANCIAL SUMMARY

	2024	2023	2022	2021	2020	2019
NET ASSETS	₦	₦	₦	₦	₦	₦
Non-Current Assets	-	-	-	-	-	-
Net Current Assets/ (liabilities)	612,837,744	177,675,150	153,739	122,821,100	38,185,231	-
Total Net Assets	612,837,744	177,675,150	153,739	122,821,100	38,185,231	-
ACCUMULATED FUNDS						
At Opening	177,675,150	153,739	122,821,100	38,185,231	-	-
For the Year	435,162,594	177,521,411	(122,667,361)	84,635,869	38,185,231	-
	612,837,744	177,675,150	153,739	122,821,100	38,185,231	-
RECEIPTS	2,855,748,325	775,972,994	387,137,599	218,342,350	88,547,519	15,106,068
PAYMENTS	(2,241,680,581)	(598,297,844)	(386,983,860)	(95,521,250)	(50,362,288)	(15,106,068)
FUNDS @ YEAR END	614,067,745	177,675,150	153,739	122,821,100	38,185,231	-

