

BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION  
FINANCIAL STATEMENTS 2018



WA Professionals

Audit Assurance Consulting Taxation

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WA Professionals  
(Wale Adeleke & Co.)

**BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)  
FINANCIAL STATEMENTS AS AT 31<sup>ST</sup> DECEMBER, 2018**

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**BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)  
FINANCIAL STATEMENTS AS AT 31<sup>ST</sup> DECEMBER, 2018**

**CORPORATE INFORMATION**

**REGISTERED TRUSTEES:**

Dr. Olajide Idowu  
Mr. Francis Van Lare  
Barrister Kingsley Essien (GP)  
Mr. Feyisola Dinyo GP(E)

**DATE OF INCORPORATION**

14th of February, 2005

**EXECUTIVE OFFICERS**

Bar. Kingsley Essein - Global President (GP)  
Arc. Oladipo Lewis - Vice President 1 (School)  
Mr. Dada Ajai Ikhile - Vice President 11 (Government)

**PAST PRESIDENTS:**

Engr. Oladipo Olokun  
Engr. Boniface O. Noble Ehirim  
Mr. Taiwo C. Padomu (late)  
Mr. Olu Oresajo (late)  
Dr. Olajide Idowu  
Mr. Francis Van Lare  
Mr. Feyisola Dinyo GP(E)

**REGISTERED CORPORATE OFFICE**

The Round House,  
No.1 Akobi Crescent  
Surulere, Lagos State  
01-7732279, 07032418509  
Email: [bifoba@gmail.com](mailto:bifoba@gmail.com)  
Websites: [www.bifobaglobal.org](http://www.bifobaglobal.org)  
[www.bifoba.com](http://www.bifoba.com)

**AUDITORS**

WA Professionals (Wale Adewale & Co)  
17 Unity Road  
Ikeja,  
Lagos State  
Email: [info@waprofessionals.com](mailto:info@waprofessionals.com)  
Email: [waleadeleke17@gmail.com](mailto:waleadeleke17@gmail.com)  
Website: [www.waprofessionals.com](http://www.waprofessionals.com)

**BANKER**

Zenith Bank Plc

BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)  
FINANCIAL STATEMENTS AS AT 31<sup>ST</sup> DECEMBER, 2018

FINANCIAL HIGHLIGHTS

STATEMENT OF FINANCIAL POSITION

2018  
R

2017  
R

Net Assets

91,219,758

91,710,563

INCOME STATEMENT

Income

5,022,820

7,319,900

Surplus for the year

(490,806)

2,398,187

**BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)  
FINANCIAL STATEMENTS AS AT 31<sup>ST</sup> DECEMBER, 2018**

**TRUSTEES' REPORT**

**1. Financial Statements**

The Trustees hereby submit to the members of the association their report, together with the Audited Financial Statements for the year ended 31<sup>st</sup> December, 2018.

**2. Results for the Year**

	2018	2017
	N	N
Income	<u>5,022,820</u>	<u>7,319,900</u>
Surplus/(Deficit)	<u>(490,806)</u>	<u>2,398,187</u>

**3. Principal Activities**

The Principal Activities of the association during the year were:

- (a). Promote and foster a spirit of cordial relationship, understanding and interaction among the members of the association globally.
- (b). To partner with Lagos State Government to ensure that the highest educational standard is maintained in Birch Freeman High School, Surulere, Lagos State.
- (c). To use the resources available within its disposal to ensure adequate maintenance and improvement of all the infrastructures at Birch Freeman High School Surulere, Lagos.
- (d). To encourage all Old Boys globally to keep alive their moral and financial affection towards their Alma Mater, Birch Freeman High School Surulere, Lagos Nigeria.
- (e). To provide a forum for the open discussion of matters of Public and Educational interest and the preparation of students for life after school and career choices.
- (f). To increase public awareness of the association and the role it is expected to play in promoting ethical conduct amongst members.

**4. Board of Trustees**

The following persons served as Trustees during the year:

- Dr. Olajide Idowu
- Mr. Francis Van Lare
- Barrister Kingsley Essien (GP)
- Mr. Feyisola Dinyo GP(E)

**5. Non-Current Assets**

Movements in Property, Plant & Equipment during the year are shown in **Note 3** on Page 12. In the opinion of the Trustees, the market value of the association's properties is not less than the value shown in the accounts.

**6. Donations and Charitable Gifts**

The executives on behalf of the association made some donations worth ₦626,200 as part of our corporate social responsibilities.

**7. The Executives**

The following persons served as Executives Members during the year:

- Bar. Kingsley Essein - Global President (GP)
- Arc. Oladipo Lewis - Vice President 1 (School)
- Mr. Dada Ajai Ikhile - Vice President 11 (Government)

**BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)  
FINANCIAL STATEMENTS AS AT 31<sup>ST</sup> DECEMBER, 2018**

**8. Board of Trustees and Executive Members' Meetings**

In accordance with Section 258(2) of the companies and allied matters Acts CAP 20 LFN 2004, The Board of Trustees met on few occasion during the year in view in line with ethics of corporate governance and best practices.

**9. Body of Past Presidents**

Engr. Oladipo Olokun  
Engr. Boniface O. Noble Ehirim  
Mr. Taiwo C. Padomu (late)  
Mr. Olu Oresajo (late)  
  
Dr. Olajide Idowu  
  
Mr. Francis Van Lare  
Mr. Feyisola Dinyo GP(E)

**10. Auditors**

The Auditors **Messrs Wale Adeleke & Co. (Chartered Accountants)**, have indicated their willingness to continue in office in accordance with Section 357 (2) of the Companies and Allied Matters Act 1990, and a resolution will be proposed to the Trustees to determine their remuneration.

Mr. **Wale Adeleke, FCA**, a partner in the firm, signed the Independent Auditors Report on its behalf, having complied with the provisions of Financial Reporting Council of Nigeria (FRC/2013/ICAN/00000002950) .

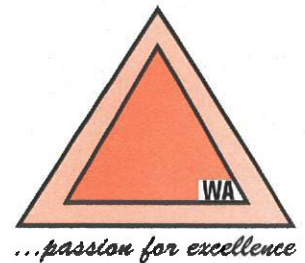
**By Order of the Board of Trustees**



Secretary to the Board  
Dated this day 2nd of September, 2020

# WA Professionals.

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## Report of the Independent Auditors to the members

We have audited the accompanying financial statements of **Birch Freeman High School Old Boys Associations (BIFOBA)**, which comprise statement of financial position as at 31 December 2018, the statement of comprehensive income, statement of cashflow and a summary of significant accounting policies and other explanatory information.

## Responsibility for the Financial Statements

The Trustees are responsible for the preparation of financial statements that give a true and fair view in accordance with International Financial Reporting Standards and in the manner required by the Companies and Allied Matters Act of Nigeria and the Financial Reporting Council of Nigeria Act, 2011, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

## 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 International Standards on Auditing. 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 misstatements.

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 judgment, including the assessment of the risks of material misstatements 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 Trustees, 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

## Opinion

In our opinion, the financial statements give a true and fair view of the state of affairs of **Birch Freeman High School Old Boys Associations (BIFOBA)** financial position as at 31 December 2018 and of their financial performance and its cashflow for the year ended in accordance with the Companies and Allied Matters Act, CAP C20 LFN, 2004 and the manner required by the International Financial Reporting Standards in compliance with the Financial Reporting Council of Nigeria Act No. 6 2011.

## 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 report to you on the following matters.

- I) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of audit.
- II) In our opinion, proper books of accounts have been kept by the Association; and
- III) The Association's statements of financial position and profit or loss accounts are in agreement with the books of accounts.

Adewale Adeleke FCA (FRC/2013/ICAN/00000002950)  
Wale Adeleke & Co (WA Professionals)  
(Chartered Accountant)  
Lagos, Nigeria.  
2<sup>nd</sup> September, 2020.





**BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)  
FINANCIAL STATEMENTS AS AT 31<sup>ST</sup> DECEMBER, 2018**

**STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

The following is a summary of the principal accounting policies adopted in the preparation of the accounts of the Association

**a) Basis of preparation of financial statements**

The financial statements are prepared under the Historical Cost Convention.

**b) Depreciation of Non-Current Assets**

Depreciation is calculated to write-off the book value of the assets on a straight-line basis over the expected useful life of the assets concerned. The annual rates used for the various classes of assets are;

<b>Class of Assets</b>	<b>%</b>
Office Equipment	10
Furniture & Fittings	20
Motor Vehicles	25
Building	Nil

**c) Repairs and Renewals**

Repairs and renewals are written off as incurred.

**d) Investment Income**

This represents earnings net of withholding tax received from investments.

**e) Investments**

Long term investments are stated at cost on Balance Sheet date while short term investments are stated Cost and / or market value less provision for diminution in values.

**f) Receivables**

Debtors are stated after deduction of specific provisions for any debt considered doubtful of recovery.

**g) Taxation**

The Association is a non for profit making organization and is not liable to income tax in line with section 23 (1) of the company Income Tax Act (CITA) Cap C21: LFN 2004 as amended)

**h) Provisions**

Provision is recognized when the Association has a present obligation whether legal or constructive, as a result of a past event for which it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation in accordance with the IAS 37

**i) Foreign Currencies**

Transactions in foreign currencies are translated into Naira at the rates ruling on the dates of the transactions. Foreign currency balances are converted into Naira at the rates ruling at year end.



**BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)  
FINANCIAL STATEMENTS AS AT 31<sup>ST</sup> DECEMBER, 2018**

**STATEMENT OF FINANCIAL POSITION**

		2018	2017
ASSETS EMPLOYED:	NOTES	₦	₦
<b>Non-Current Assets</b>			
Property, Plant & Equipment	3	110,376,276	110,272,726
		110,376,276	110,272,726
<b>CURRENT ASSETS:</b>			
Receivables & Prepayments			
Bank & Cash Balances	4	(1,390,995)	(821,639)
		(1,390,995)	(821,639)
<b>LESS</b>			
<b>CURRENT LIABILITIES</b>			
Payables & Accruals	5	(17,765,524)	(17,740,524)
Net Current Assets		(19,156,519)	(18,562,163)
<b>Total Assets</b>		<b>91,219,757</b>	<b>91,710,563</b>
<b>FINANCED BY:</b>			
Donors' Funds	6	91,219,758	91,710,564

The financial Statements were approved by board of Trustees on the 2<sup>nd</sup> of September, 2020 and signed on its behalf by:


  
 \_\_\_\_\_ )  
 \_\_\_\_\_ ) Trustees  
 \_\_\_\_\_ )

The statement of significant accounting policies and accompanying notes form an integral part of these financial statements.

BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)  
 FINANCIAL STATEMENTS AS AT 31<sup>ST</sup> DECEMBER, 2018

INCOME STATEMENT	2018	2017
	N	N
Income	5,022,820	7,319,900
Admin. Expenses	(5,061,626)	(4,469,713)
Other Operating Expenses	(452,000)	(452,000)
<b>Total Operating Expenses</b>	<b>(5,513,626)</b>	<b>(4,921,713)</b>
<b>Surplus/ (Deficit)</b>	<b>(490,806)</b>	<b>2,398,187</b>
<b>Surplus/ (Deficit) for the year</b>	<b>(490,806)</b>	<b>2,398,187</b>

The statement of accounting policies and accompanying notes form an integral part of these financial statements.

**BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)**  
**FINANCIAL STATEMENTS AS AT 31<sup>ST</sup> DECEMBER, 2018**

<b>CASH FLOW STATEMENTS</b>	<b>2018</b>	<b>2017</b>
	<b>₹</b>	<b>₹</b>
<b>Inflow</b>		
Other Income	5,022,820	7,319,900
Depreciation		
<b>Total Surplus before working capital changes</b>	<b>5,022,820</b>	<b>7,319,900</b>
<b>Cash generated before Outflows</b>	<b>5,022,820</b>	<b>7,319,900</b>
<b>Outflow</b>		
Operating Expense	(5,061,626)	(4,469,713)
Purchase of Non- Current Assets	(530,550)	(1,967,000)
<b>Total Operating Expenses</b>	<b>(5,592,176)</b>	<b>(6,436,713)</b>
<b>Net cashflow after financing activities</b>	<b>(569,356)</b>	<b>883,187</b>
<b>Cash &amp; Cash Equivalent at 1st of January</b>	<b>(821,638)</b>	<b>(1,704,825)</b>
<b>Cash &amp; Cash Equivalent at 31st of January</b>	<b>(1,390,995)</b>	<b>(821,638)</b>
<b>Cash &amp; Bank Balance</b>	<b>(1,390,995)</b>	<b>(821,639)</b>

The statement of accounting policies and accompanying notes form an integral part of these financial statements.

**BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)  
FINANCIAL STATEMENTS AS AT 31<sup>ST</sup> DECEMBER, 2018**

**NOTES TO THE ACCOUNTS**

**1 CORPORATE STRUCTURE & BUSINESS:**

The Association was registered as a incorporated trustee to

- (a). Promote and foster a spirit of cordial relationship, understanding and interaction among the members of the association globally.
- (b). To partner with Lagos State Government to ensure that the highest educational standard is maintained in Birch Freeman High School, Surulere, Lagos State.
- (c). To use the resources available within its disposal to ensure adequate maintenance and improvement of all the infrastructures at Birch Freeman High School Surulere, Lagos.
- (d). To encourage all Old Boys globally to keep alive their moral and financial affection towards their Alma Mater, Birch Freeman High School Surulere, Lagos Nigeria.
- (e). To provide a forum for the open discussion of matters of Public and Educational interest and the preparation of students for life after school and career choices.
- (f). To increase public awareness of the association and the role it is expected to play in promoting ethical conduct amongst members.

**2 SURPLUS FOR THE YEAR**

	2018	2017
Surplus on ordinary activities before taxation is stated after charging: ₦	₦	₦
Depreciation	427,000	427,000
Auditors Remuneration	25,000	25,000
Trustees Allowance	-	-

**3 NON- CURRENT ASSETS**

Property, Plant & Equipment consist of the following:

COST:	Building ₦	Motor Vehicle ₦	Furniture & Fittings ₦	Office Equipment ₦	Total ₦
1st Jan.2018	108,522,726	5,005,000	1,670,000	930,000.00	116,127,726
Additions	330,550	-	-	200,000.00	530,550
31st Dec.2018	108,852,276	5,005,000	1,670,000	1,130,000	116,658,276
<b>DEPRECIATION:</b>					
1st Jan.2018	-	5,005,000	668,000	182,000.00	5,855,000
Charged for the year	-	-	334,000	93,000.00	427,000
31st Dec.2018	-	5,005,000	1,002,000	275,000	6,282,000
<b>NET BOOK VALUE</b>					
31st Dec.2018	108,852,276	-	668,000	855,000	110,376,276
31st Dec.2017	108,522,726	-	1,002,000	748,000	110,272,726

**BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)  
FINANCIAL STATEMENTS AS AT 31<sup>ST</sup> DECEMBER, 2018**

	2018	2017
<b>4 Cash &amp; Bank</b>	<b>N</b>	<b>N</b>
Operation Account	11,162,572	9,678,301.89
Auditorium Project Account	(12,553,567)	(10,499,940)
Cash Balance	-	-
	<b>(1,390,995)</b>	<b>(821,639)</b>
<b>5 PAYABLES &amp; ACCRUALS</b>		
Other Payables	17,515,525	17,515,525
Accruals - Professional fee	250,000	225,000
	<b>17,765,525</b>	<b>17,740,525</b>
5.1 Payables represent amount due to Messrs Extended Global System Ltd (Builders of the Auditorium)		
<b>6 FINANCED BY</b>		
<b>Donor's Fund</b>		
Opening Balance	91,710,564	89,312,377
Balance During the year	(490,806)	2,398,187
Issued and fully paid	91,219,758	91,710,564
<b>7 INCOME</b>		
Donors' Fund	5,022,820	7,319,900
7.1 Income represents Subscription, Donations and grants from members and Corporate Organizations		
<b>8 ADMINISTRATIVE EXPENSES</b>		
Entertainment & Event	2,408,800	2,254,750
Advert & Publicity	-	-
Printing	485,000	895,875
Donations	626,200	806,000
Bank Charges	11,951	16,440
Insurance	411,000	210,000
General Expense	365,000	193,720
Repairs & Maintenance	523,675	-
Communication	-	92,928
Salary	230,000	-
	<b>5,061,626</b>	<b>4,469,713</b>
<b>9 OTHER OPERATING EXPENSES</b>		
Audit Fee	25,000	25,000
Depreciation	427,000	427,000
	<b>452,000</b>	<b>452,000</b>

**BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)  
FINANCIAL STATEMENTS AS AT 31<sup>ST</sup> DECEMBER, 2018**

STATEMENT OF VALUE ADDED	2018		2017	
	N	%	N	%
Income	5,022,820		7,319,900	
Bought in materials and services	(5,513,626)		(4,921,713)	
<b>Value added</b>	<b>(490,806)</b>	<b>100</b>	<b>2,398,187</b>	<b>100</b>
<b>Applied as follows :</b>				
To pay Trustee's Salaries, wages and allowances	-	-	-	-
To pay net interest on borrowings and deposits	-	-	-	-
To pay dividends to the Trustees	-	-	-	-
To provide for maintenance of asset	-	-	-	-
<b>Retained for Association's growth.</b>	<b>(490,806)</b>	<b>100</b>	<b>2,398,187</b>	<b>100</b>
	<b>(490,806)</b>	<b>100</b>	<b>2,398,187</b>	<b>100</b>

**NOTE :**

Value added is the wealth created by the efforts of the Association and its Trustees .This statement shows the allocation of the wealth between members, trustees and government for creation of more wealth.