



COVENANT UNIVERSITY


SUMMARY


FINANCIAL Performance


JULY 31, 2023



CONTACT

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MEMBER OF THE BOARD OF REGENTS, PROFESSIONAL ADVISERS AND OTHER OFFICIALS

❖ Bishop David Olaniyi Oyedepo	Chairman
❖ Bishop David Abioye	Vice Chairperson
❖ Bishop Thomas Aremu	Member
❖ Pastor David Oyedepo (Jnr)	Member
❖ Pastor Adebisi Aboluwade	Secretary BOR
❖ Pastor Yinka Folorunsho	Member
❖ Pastor Isaac Oyedepo	Member
❖ Pastor Joseph Ajibade	Member
❖ Pastor Triumphant Obamoh	Member
❖ Pastor Isaac Folaji	Member
❖ Pastor Kayode Martins	Member
❖ Pastor Adedeji Owojaiye	Member
❖ Pastor David Ndubueze	Member
❖ Pastor Emmanuel Oluwabiyi	Member
❖ Pastor Paul Maijeh	Member
❖ Pastor Banki Baruwa	Member
❖ Pastor Valentine Obi	Member
❖ Tony Ojobo	Member

COVENANT UNIVERSITY OTA

CORPORATE INFORMATION

REGISTERED OFFICE

Covenant University
Km 10 Idi-Iroko Road Ota

AUDITORS

Olufela Sokenu & Associates (Chartered Accountants)

2, Adebiaye Street, Surulere,

P.O. Box 71690,

Victoria Island,

Lagos.

PRINCIPAL OFFICERS

DR DAVID O. OYEDEPO

CHANCELLOR

PROFESSOR TIMOTHY A. ANAKE

VICE CHANCELLOR

Mr. EMMANUEL IGBAN

REGISTRAR

PASTOR SAM AUDU

DIRECTOR FINANCIAL SERVICE

VISION

To be a leading World-Class Christian Mission University, committed to raising a new generation of leaders in all fields of Human endeavor.

MISSION

To create knowledge and restore the dignity of the black man via a Human Development and Total Man Concept-driven curriculum employing innovative, leading-edge, teaching and learning methods, research, and professional services that promote integrated, life-applicable, life-transforming education relevant to the context of Science, Technology and Human Capacity Building.

CORE VALUES

- Spirituality
- Possibility Mentality
- Capacity Building
- Integrity
- Responsibility
- Diligence
- Sacrifice

STATEMENT OF RESPONSIBILITIES OF THE BOARD OF REGENTS

Under the University's Statutes and Ordinances, it is the duty of the Board of Regents to prepare and publish the annual accounts of the University in accordance with applicable accounting standards such that the accounts give a true and fair view of the state of affairs of the University.

- i. The Board of Regents is responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the University.
- ii. In preparing the financial statements the Board of Regents is required to:
 - a. select suitable accounting policies and then apply them consistently;
 - b. make judgments and estimates that are reasonable and prudent;
 - c. state whether applicable accounting standards have been followed;
 - d. prepare the financial statements on a going concern basis unless it is inappropriate to presume that the University will continue to operate;
 - e. ensure that income has been applied in accordance with the University's Statutes and Ordinances; and
 - f. safeguard the assets of the University and take reasonable steps to prevent and detect fraud and other irregularities.

1. LEGAL FORM

Covenant University was registered and granted a license to operate as a Private University by the Federal Government of Nigeria on February 12, 2002, in accordance with Act No. 9, 1993. The University commenced operations in September 2002.

2. ACCOUNTS

The Board of Regents submit their Report together with the Financial Statements of the Company for the academic year ended July 31, 2023.

3. SUMMARY OF ACTIVITIES FOR THE YEAR

	2023 ₦'000	2022 ₦'000
Earnings After Tax	790,291	429,770

4. PRINCIPAL ACTIVITIES

The university is a comprehensive research institution offering a range of undergraduate and postgraduate programs. It is dedicated to the pursuit of learning through scholarly research, teaching, study, and artistic activity all within a spirit of free inquiry.

5. EMPLOYMENT AND EMPLOYEES

(i). *Employment of physically challenged Persons*

It is the policy of the University that there should be no unfair discrimination in considering applications for employment including those from physically challenged persons. All employees whether physically challenged or not are given equal opportunities to develop their experience and knowledge and to qualify for promotion in furtherance of their careers. As at July 31, 2023, no physically challenged person was employed by the university.

(ii). *Health & safety at work and employee welfare*

The nature of university activities demands that a high priority is placed on the health, safety, and welfare of employees in all aspects of university operations.

To this end, there is strict observance of health and safety policies, regulations, and structures. Further, medical facilities are provided to all staff and their immediate families in line with provisions of the National Health Insurance Scheme Act CAP N 42, Laws of the Federation of Nigeria 2020.

The University complies fully with the provisions of the Pensions Reform Act of 2014.

(iii). *Employee Development/Training*

Training and education are key to the retention of skills and expertise within the University. The University is committed to investments in ensuring the required skills set for its activities.

6. POST BALANCE SHEET EVENT/CONTINGENT LIABILITY

There are no post-balance sheet events, which could have had a material effect on the State of Affairs of the University and the surplus for the year ended July 31, 2023, which have not been adequately provided for.

7. AUDITORS

In accordance with Section 401 of the Companies and Allied Matters Act 2020, Messrs Olufela Sokenu & Associates (Chartered Accountants) have indicated their willingness to continue in Office as External Auditors of the University. A resolution will be proposed authorizing the Regents to determine their remuneration.

INDEPENDENT AUDITORS' REPORT TO THE BOARD OF REGENTS OF THE COVENANT UNIVERSITY

Report on The Audit of The Financial Statements

Opinion

We have audited the accompanying financial statements of **Covenant University Ota**, which comprise the statement of financial position as at 31 July 2023, the statement of operations and other comprehensive income, statement of changes in net assets, statement of cash flow for the year then ended, and the notes to the financial statements including a summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the financial position of **Covenant University Ota** as at 31 July 2023 and the financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standards, the Companies and Allied Matters 2020, and the Financial Reporting Council of Nigeria Act, 2011.

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 are independent of the University in accordance with the Institute of Chartered Accountants of Nigeria (ICAN) Professional Code of Conduct and Guide for Accountants and other independence requirements applicable to performing audits of financial statements in Nigeria. We have fulfilled our other ethical responsibilities in accordance with the ICAN Code and in accordance with other ethical requirements applicable to performing audits in Nigeria. The ICAN Code is consistent with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (Parts A and B). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The Regents are responsible for the other information. The other information comprises the Corporate Governance Report, Regents' Report, and Result at a glance which we obtained prior to the date of this auditor's report and the integrated report, which is expected to be made available to us after that date. The other information does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Regents for the Financial Statements

The Regents are responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards and the requirements of the Companies and Allied Matters Act 2020, and Financial Reporting Council Act, 2011 and for such internal control as the Regents 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 Regents are responsible for assessing the University's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Regents either intend to liquidate the University or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements 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 statements.

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 the 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 Regents.
- Conclude on the appropriateness of the Regents' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists relating 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. However, future events or conditions may cause the University to continue as a going concern. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the

University's 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 entities or business activities within the University to express an opinion on the financial statements. We are responsible for the direction, supervision, and performance of the University's audit. We remain solely responsible for our audit opinion.

We communicate with the principal officers 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.

Report on Other Legal and Regulatory Requirements

- In accordance with the Fifth Schedule of the Companies and Allied Matters Act 2020 we expressly state 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) The University has kept proper books of account, so far as appears from our examination of those books.
 - iii) The University's statement of financial position and its statement of surplus or deficit and other comprehensive income are in agreement with the books of account.

Engagement Partner: Olufela Sokenu

FRC N^o.: FRC/2013/PRO/ICAN/004/0000000/3397

**For: OLUFELA SOKENU & ASSOCIATES
(CHARTERED ACCOUNTANTS)**


Lagos, Nigeria

FINANCIAL SUMMARY
STATEMENT OF FINANCIAL POSITION

	2023	2022	2021	2020	2019
	₦'000	₦'000	₦'000	₦'000	₦'000
Assets					
Cash & cash equivalents	6,860,577	6,155,339	4,989,277	2,979,694	4,797,215
Investment securities	2,047,679	2,144,562	1,982,361	4,011,350	2,124,675
Trade & other receivables	692,217	979,352	296,279	376,274	1,580,510
Inventory	581,111	246,440	355,886	138,853	-
Non Current Assets	10,400,093	10,051,609	10,143,958	9,898,990	8,550,283
Intangibles	4,381	1,214	1,214	1,214	1,214
Prepayments	4,188	73,528	52,503	164,178	-
Other Assets	162,481	162,481	162,481	162,481	-
Total assets	20,752,726	19,814,524	17,983,959	17,733,033	17,326,739
Liabilities					
Payables	3,162,443	3,153,950	1,673,276	974,618	1,044,861
Total liabilities	3,162,443	3,153,950	1,673,276	974,618	1,044,861
Reserves					
Subvention from LFC	2,944,271	2,944,271	2,944,271	2,944,271	2,944,271
Endowment Reserves	1,297,413	1,523,141	1,524,103	1,523,508	-
Grants	49,726	21,478	95,958	-	-
General Reserves	12,960,177	12,171,683	11,746,352	12,215,074	11,741,362
	20,414,030	19,814,524	17,983,960		
		17,733,032	17,326,738		

STATEMENT OF ACTIVITIES

	2023	2022	2021	2020	2019
	₦'000	₦'000	₦'000	₦'000	₦'000
Revenue	9,490,941	6,996,566	7,511,584	6,504,541	8,504,548
Expenses	(8,361,954)	(6,566,795)	(7,203,648)	(4,917,845)	(6,646,552)
Profit before tax	1,128,987	429,770	307,936	1,586,696	1,857,996
Other comprehensive income	(227,526)	(4,398)	(17,880)	1	(27,243)
Total comprehensive income for the year	901,461	425,372	290,056	1,586,698	1,830,753

VICE CHANCELLOR'S OFFICE
COVENANT UNIVERSITY, OTA
SIGNATURE: 
DATE: February 11, 2026

Professor Timothy A. Anake
Vice-Chancellor, Covenant University