

# GR INFRASTRURE LIMITED

FINANCIAL STATEMENTS FOR THE  
YEAR ENDED 31 DECEMBER, 2019

Idowu Samson Dele & Co  
(Chartered Accountants)  
Suite 101/103, LandMark Plaza  
Maitama, Abuja

# GR INFRASTRUCTURE LIMITED

## AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER, 2019

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# **GR INFRASTRUCTURE LIMITED**

## **AUDITED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER, 2019**

### **CORPORATE INFORMATION**

#### **Director**

Vaidya Neeraj Kumar  
Thomas Jacob

**Director**  
**Director**

#### **Registered Address**

No 2. Abdullahi Ibrahim Close,  
Asokoro, FCT  
Abuja.

#### **Bankers**

Zenith Bank Plc  
Guaranty Trust Bank Plc

#### **Auditors**

**Idowu Samson Dele & Co.**  
**(Chartered Accountants)**  
Suites 101/103, Land Mark Plaza  
Maitama, Abuja

## GR Infrastructure Limited

### FINANCIAL HIGHLIGHTS FOR THE YEAR ENDED 31 DECEMBER, 2019

|   | 2019<br>N           | 2018<br>N           |
|---|---------------------|---------------------|
| <b>Major Profit and Loss items</b>        |                     |                     |
| Turnover                                  | -                   | -                   |
| Staff costs                               | (8,543,837)         | (8,927,876)         |
| Admin. and operating expenses             | (9,434,093)         | (10,311,613)        |
| Depreciation                              | (2,625,000)         | (2,625,000)         |
| <b>Loss from Profit or Loss Statement</b> | <b>(12,059,093)</b> | <b>(12,936,613)</b> |
| <b>Major balance sheet items</b>          |                     |                     |
| Cash and bank balances                    | 2,400,698           | 5,199,341           |
| Debtors and prepayments                   | 42,804,291          | 30,745,198          |
| Creditors and accrued charges             | (476,122)           | (348,429)           |
| <b>Total net assets</b>                   | <b>44,728,867</b>   | <b>33,858,706</b>   |
| <b>Paid up Capital</b>                    | <b>10,000,000</b>   | <b>10,000,000</b>   |

**GR INFRASTRUCTURE LIMITED**  
**AUDITED FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED 31 DECEMBER, 2019**

**STATEMENT OF ACCOUNTING POLICIES**

The following are the summary of the significant accounting policies adopted by the Company in the preparation of the financial statements:

**Basis of Accounting**

The accompanying financial statements have been prepared under the historical cost convention in conformity with generally accepted accounting principles.

**Fixed Assets**

Fixed Assets are stated at cost less accumulated depreciation.

**Depreciation of Fixed Assets**

Depreciation on fixed assets is calculated and provided for on straight line basis to write off the cost of the assets over their estimated useful lives using the following annual rates:

|                                |     |
|--------------------------------|-----|
|                                | %   |
| Office Furniture and Equipment | 20  |
| Motor Vehicles                 | 25  |
| Computer & ICT facilities      | 33  |
|                                | 1/3 |
| Plant & Equipment              | 25  |

**Debtors**

Debtors are stated at their book value.

**Expenditure**

Expenses are charged to the accounts in the period they are incurred.

**Prepayments**

All prepayments such as rent are charged to the accounts for the period they cover.

**Stocks**

Stocks are valued at the lower of cost and net realizable value.



## REPORT OF THE INDEPENDENT AUDITORS

### TO THE MEMBERS OF GR INFRASTRUCTURE LIMITED

We have examined the accompanying financial statements of **GR INFRASTRUCTURE LIMITED**, for the year ended 31 December, 2019 set out on Pages 8 to 10 which have been prepared on the basis of significant accounting policies set out on page 7 and other explanatory notes on pages 11 to 13.

#### Directors' Responsibilities for the financial statements

The Directors are responsible for the preparation and fair presentation of these financial statements. This responsibility includes designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free of material misstatements, 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 these financial statements based on our audit. We conducted our audit in accordance with Nigerian Standards on Auditing issued by the Institute of Chartered Accountants of Nigeria. Those standards require that we comply with ethical requirements and plan and perform our 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 the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risks 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 Commissioners, 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 the Company's financial position as at 31 December, 2019 in accordance with the Statements of Accounting Standards issued by the Financial Reporting Council of Nigeria and the requirements of the Company and Allied Matters Act, 1990.

In our opinion, proper books of account have been kept by the company; and the Company's balance sheet and income and expenditure statement are in agreement with the books of account.

  
**Idowu Samson Dele & Co.**  
(Chartered Accountants)  
Suites 101/103, Land Mark Plaza  
FRC/ICAN/2019/00000019501  
Maitama, Abuja  
31 December, 2019



**GR Infrastructure Limited**

**PROFIT AND LOSS STATEMENT  
FOR THE YEAR ENDED 31 DECEMBER, 2019**

|                                      | Note | 2019<br>N   | 2018<br>N    |
|--------------------------------------|------|-------------|--------------|
| Turnover                             |      | -           | -            |
| <b>Cost of Operations</b>            |      |             |              |
| Operating expenses                   |      |             |              |
| <b>Gross Profit</b>                  |      | -           | -            |
| <b>Less:</b>                         |      |             |              |
| Administrative expenses              | 2    | (9,434,093) | (10,311,613) |
| Depreciation                         | 4    | (2,625,000) | (2,625,000)  |
| Less: Transfer to Pre-Operative Exp. |      | 12,059,093  | 12,936,613   |
| (Loss)/ Profit Before Taxation       |      | -           | 0            |
| Taxation                             |      | -           | -            |
| Total Profit/(Loss) after Taxation   |      | -           | 0            |

The financial statements were approved by the Board of Directors on ---  
-----2020, and signed on its behalf by:

# GR Infrastructure Limited


## BALANCE SHEET AS AT 31 DECEMBER, 2019

|  | Note | 2019<br>N         | 2018<br>N         |
|--|------|-------------------|-------------------|
| <b>ASSETS EMPLOYED</b>                                 |      |                   |                   |
| Fixed assets   | 4    | 2,625,000         | 5,250,000         |
|  |      | <u>2,625,000</u>  | <u>5,250,000</u>  |
| <b>CURRENT ASSETS</b>                                  |      |                   |                   |
| Debtors & Prepayment                                   | 5    | 42,804,291        | 30,745,198        |
| Cash and Bank Balances                                 | 6    | 2,400,698         | 3,461,937         |
|  |      | <u>45,204,989</u> | <u>34,207,135</u> |
| <b>CREDITORS: Amounts falling due within one year:</b> |      |                   |                   |
| Creditors and accruals                                 | 7    | 476,122           | 348,429           |
|  |      | <u>476,122</u>    | <u>348,429</u>    |
| <b>Net current assets</b>                              |      | <u>44,728,867</u> | <u>33,858,706</u> |
| <b>Total assets less total liabilities</b>             |      | <u>47,353,866</u> | <u>39,108,706</u> |

Represented by:

|   |    |                   |                   |
|---|----|-------------------|-------------------|
| Share Capital   | 8  | 10,000,000        | 10,000,000        |
| <b>CREDITORS: Amounts falling due after more than one year:</b> |    |                   |                   |
| Retained Earnings   | 10 | (0)               | 0                 |
|   |    | <u>47,353,866</u> | <u>39,108,706</u> |

The financial statements were approved by the Board of Directors on -----  
-----2019, and signed on its behalf by:

  
 ----- ) Director  
  
 ----- ) Director



# GR Infrastructure Limited

## GR Infrastructure Limited STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER, 2019

|   | Note | 2019<br>N               | 2018<br>N               |
|---|------|-------------------------|-------------------------|
| <b>Cash flow from operating activities</b>                    |      |                         |                         |
| Profit before tax   |      | -                       | -                       |
| Adjust for items not involving movement of cash               |      |                         |                         |
| Depreciation  |      | 2,625,000               | 2,625,000               |
| <b>Movement in Working Capital</b>                            |      |                         |                         |
| Decrease/(Increase) in Receivables and prepayment             |      | (12,059,093)            |                         |
| Decrease/(Increase) in Creditors and Accruals                 |      | 127,693                 | -                       |
| <b>Net cash flow from operating activities</b>                |      | <u>(9,306,400)</u>      | <u>2,625,000</u>        |
| <b>Cash flows from investing activities</b>                   |      |                         |                         |
| Purchase of fixed assets                                      |      | -                       | -                       |
| Proceed from sale of fixed assets                             |      |                         |                         |
| <b>Net cash flows from investing activities</b>               |      | <u>-</u>                | <u>-</u>                |
| <b>Cashflows from Financing Activities</b>                    |      |                         |                         |
| Equity  |      | -                       | 0                       |
| Intercompany - GR Building construction Ltd                   |      | 8,245,160               | 0                       |
| <b>Net cash flows from financing activities</b>               |      | <u>8,245,160</u>        | <u>-</u>                |
| <b>Net (decrease) / increase in cash and cash equivalents</b> |      | <u>(1,061,240)</u>      | <u>2,625,000</u>        |
| Cash and cash equivalents beginning of the year               |      | <u>3,461,937</u>        | <u>5,199,341</u>        |
| Cash and cash equivalents at year end                         |      | <u><u>2,400,697</u></u> | <u><u>3,461,937</u></u> |

The financial statements were approved by the Board of Directors on -----  
2020, and signed on its behalf by:

-----  
  
)  
) Director

# GR Infrastructure Limited

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER, 2019

### 1. The Company

GR Infrastructure Limited was incorporated on the 12th Day of August, 2013 and commenced operations on 3rd January, 2017.

The GR Infrastructure was incorporated as a private limited liability company under the Companies and Allied Matters Act (CAMA), CAP C20 LFN 2004.

The Company was established to carry on the business of road construction, building and general infrastructure development. Service fee represent amount due from GR Building and Construction for technical support rendered

|  | 2019             | 2018              |
|--|------------------|-------------------|
| <b>2 Administrative Expenses</b>                             |                  |                   |
| Pre- operational expenses (note 3)<br>Addion during the year | -                | -                 |
| Staff Costs  | 8,543,837        | 8,927,876         |
| Audit Fees   | 300,000          | 250,000           |
| Insurance & Risk Management                                  | 145,243          | 208,670           |
| Licence Fees   | -                | 436,032           |
| Bank Charges   | 1,278            | 15,881            |
| tax  | -                | 387,936           |
| Industrial Training Fund                                     | 87,552           | 85,218            |
| NSITF Contribution   | 116,086          |                   |
| Finance cost   | -                | -                 |
| Other Administrative Cost                                    | 240,097          | -                 |
|  | <u>9,434,093</u> | <u>10,311,613</u> |

# GR Infrastructure Limited

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER, 2019

|                                  | 2019                            | 2018                            |
|----------------------------------|---------------------------------|---------------------------------|
| <b>4 Fixed assets</b>            |                                 |                                 |
|                                  | <b>Motor<br/>Vehicles<br/>N</b> | <b>Motor<br/>Vehicles<br/>N</b> |
| <b>Cost</b>                      |                                 |                                 |
| At 1 January,                    | 10,500,000                      | 10,500,000                      |
| Additions during the year        |                                 |                                 |
| Revaluation                      | -                               | -                               |
| At 31 December,                  | <u>10,500,000</u>               | <u>10,500,000</u>               |
| <b>Depreciation</b>              |                                 |                                 |
| At 1 January,                    | 5,250,000                       | 2,625,000                       |
| Charge for the Year              | 2,625,000                       | 2,625,000                       |
| At 31 December,                  | <u>7,875,000</u>                | <u>5,250,000</u>                |
| <b>Net book value</b>            |                                 |                                 |
| At 31 December,                  | <u><u>2,625,000</u></u>         | <u><u>5,250,000</u></u>         |
| <b>5 Debtors and prepayments</b> |                                 |                                 |
| Pre-operation expenses           | 42,804,291                      | 30,745,198                      |
| Staff Advances                   | -                               | -                               |
| Prepayments                      | -                               | -                               |
|                                  | <u>42,804,291</u>               | <u>30,745,198</u>               |
| <b>6 Cash and Bank Balances</b>  |                                 |                                 |
| Cash                             | 150,000                         | 150,000                         |
| Guarantee Trust Bank PLC (Naira) | 1,057,165                       | 2,118,404                       |
| Zenith Bank , PLC                | 1,193,533                       | 1,193,533                       |
|                                  | <u>2,400,698</u>                | <u>3,461,937</u>                |

# GR Infrastructure Limited

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER, 2019

|  | 2019              | 2018              |
|--|-------------------|-------------------|
|  | N                 | N                 |
| <b>7 Creditors and accruals</b>                    |                   |                   |
| Provision for Audit Fees                           | 300,000           | 250,000           |
| Employee pension contribution payable              | 47,994            | 27,737            |
| Employer pension contribution payable              | 57,908            | 34,671            |
|  | <u>476,122</u>    | <u>348,429</u>    |
| <b>8 Share capital</b>                             |                   |                   |
| <b>8.1 Authorised:</b>                             |                   |                   |
| 10,000,000 ordinary shares of N1 each              | <u>10,000,000</u> | <u>10,000,000</u> |
| <b>8.2 Issued, called up and fully paid:</b>       |                   |                   |
| Opening  | 10,000,000        | 10,000,000        |
| Paid up during the year                            | -                 | -                 |
| At year end  | <u>10,000,000</u> | <u>10,000,000</u> |
| <b>9 Long Term Liability</b>                       |                   |                   |
| Intercompany- GR Building Construction Nigeria Ltd | <u>37,353,867</u> | <u>29,108,706</u> |
| <b>10 Retained Earnings</b>                        |                   |                   |
| Opening  | -                 | -                 |
| Transferred from Profit or Loss during the year    | -                 | -                 |
| Closing balance                                    | <u>0</u>          | <u>0</u>          |



## GR Infrastructure Limited

### VALUE ADDED STATEMENT FOR THE YEAR ENDED 31 DECEMBER, 2019

|  | 2019                       |            | 2018                       |            |
|--|----------------------------|------------|----------------------------|------------|
|  | N                          | %          | N                          | %          |
| Turnover                                   | -                          |            | -                          |            |
| Bought in materials and services:          | <u>(11,168,837)</u>        |            | <u>(11,552,876)</u>        |            |
| <b>Value added</b>                         | <b><u>(11,168,837)</u></b> | <b>100</b> | <b><u>(11,552,876)</u></b> | <b>100</b> |
| <b>Applied as follows:</b>                 |                            |            |                            |            |
| <b>To pay employees :</b>                  |                            |            |                            |            |
| Salaries, allowances and other staff costs | 8,543,837                  | 76         | 8,927,876                  | 77         |
| <b>Retained for growth and expansion</b>   |                            |            |                            |            |
| Depreciation                               | 2,625,000                  | 24         | 2,625,000                  | 23         |
| Operating loss per Profit and Loss account | <u>-</u>                   |            | <u>-</u>                   |            |
|  | <b><u>11,168,837</u></b>   | <b>100</b> | <b><u>11,552,876</u></b>   | <b>100</b> |

*Value added is the additional wealth the Company has been able to create on its own and its employees' efforts. This statement shows the allocation of that wealth between employees, finance providers, government and that retained for the future creation of more wealth.*