

REPORT

DANGLOBE CONSORTIUM LIMITED
WARRI

REPORT OF THE DIRECTORS
AUDITED FINANCIAL STATEMENTS

AND

SUPPLEMENTARY FINANCIAL INFORMATION
DECEMBER 31ST 2011

GODWIN UMUSU & CO.
Chartered Accountants

DANGLOBE CONSORTIUM LIMITED

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DANGLOBE CONSORTIUM LIMITED

**DIRECTORS REPORT
FOR THE YEAR ENDED DECEMBER 31ST 2011**

The Directors have pleasure in presenting the audited financial statements of the Company for the year ended December 31st 2011

PRINCIPAL ACTIVITIES

The principal activity of the company is Engineering Contract.

REGISTERED OFFICE

The registered office of the company is Plot 28 Stadium Road Elekahia, Port Harcourt .

STATE OF AFFAIRS

In the opinion of the Directors, the state of the company's affairs is satisfactory and there has been no material change as at the balance sheet date.

RESULT OF THE YEAR

	2011
	N
Profit (Loss) for the year	146,175,315.66

CHARITABLE GIFTS

No money was paid by way of donation to any charitable organization during the year under review.

DIRECTORS

The names of the Directors at the date of this report and those who have held office during the period are as follows:

Daniel Agbada
Emmet Agbada

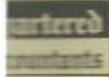
AUDITORS

Godwin Umusu & Co., having expressed their willingness, will continue in the office as auditors in accordance with section 357(2) of the Companies and Allied Matters Act 1990

By order of the Board


Company Secretary





GODWIN UMUSU & CO.

■ Audit ■ Tax ■ Consulting ■ Finance

HEAD OFFICE: #45 NNPC Housing Complex Road, Ekpom-Effurun, Delta State, Nigeria.
Tel: 08022231297, 08037535657, 08181076317.

E-mail: umusug@yahoo.com Website: www.godwinumus.com

POSTAL ADDRESS: P.O. Box 534, Lighelli, Delta State, Nigeria.

REPORT OF THE AUDITORS TO THE MEMBERS OF DANGLOBE CONSORTIUM LIMITED

We have audited the Financial Statements of DANGLOBE CONSORTIUM LIMITED for the year ended 31st December, 2011 which have been prepared under the historical cost convention and on the basis of the accounting policies set out in the accounts.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND AUDITORS

The directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion on the financial statements based on our audit, and to express our opinion thereon.

BASIS OF OPINION

We conducted our audit in accordance with generally accepted auditing standards. An audit includes an examination on a test basis of evidence relevant to the accounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and of whether the accounting policies are appropriate to the company circumstances, consistently applied and adequately disclosed.

OPINION

In our opinion, the financial statements give a true and fair view of the state of affairs of the company as at 31st December, 2011 and of the profit for the year ended on that date and have been properly prepared in accordance with the Companies and Allied Matters Act 1990.

LAGOS, NIGERIA
March, 2012

GODWIN UMUSU & CO
Chartered Accountants



DANGLOBE CONSORTIUM LIMITED

STATEMENTS OF SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDED DECEMBER 31ST 2011

The following are the significant accounting policies which have been adopted by the Company.

a. **Account Convention**

The financial statements are prepared under the historical cost convention.

b. **Turnover**

Turnover represents fee income derived mainly from services rendered to third parties and it is accounted for on accrual basis.

c. **Depreciation**

The cost of fixed assets is depreciated by equal annual installments over the expected useful lives of the assets as follows:

Land and building	2%
Machinery and Equipment	15%
Office Equipment	10%
Motor Vehicle	10%

d. **Foreign Currency Translation**

Transactions denominated in foreign currencies are recorded at the rates of exchange ruling at the respective dates of transactions. All monetary assets and liabilities denominated in foreign currencies are translated at balance sheet date exchange rates and resulting exchange differences are dealt with in the determination of the results for the financial year.

DANGLOBE CONSORTIUM LIMITED
STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2011

	NOTES	2011	2010
ASSETS			
NON CURRENT ASSETS			
Property plant and equipment	1	437,731,826.38	151,150,402.0
CURRENT ASSETS			
Inventories and work in progress		32,564,232.00	7,678,486.0
Trade receivables		15,678,878.00	6,684,323.0
Cash and cash equivalents		5,767,000.00	1,518,000.0
Total assets		491,741,936.38	167,031,211.0
EQUITY AND LIABILITIES			
Equity attributable to owners of the parent			
Share capital		500,000.00	500,000.0
Retained earnings	2	169,263,457.66	23,088,142.0
Valuation surplus		110,046,079.00	110,046,079.0
Director's current account		175,915,095.00	30,285,407.0
Non controlling interest		0	
Total equity		455,724,631.66	163,919,628.0
Non current liabilities			
Current liabilities			
Trade and other payables		12,890,865.00	1,941,000.0
Current tax payable	7	23,126,439.72	1,170,583.0
Total current liabilities		36,017,304.72	3,111,583.0
Total liabilities		36,017,304.72	3,111,583.0
TOTAL EQUITY AND LIABILITIES		491,741,936.38	167,031,211.0



 Directors

see notes to financial statements

DANGLOBE CONSORTIUM LIMITED
 STATEMENT OF COMPREHENSIVE INCOME
 FOR THE YEAR ENDED 31 DECEMBER 2011

	NOTE	2011 N	2010 N
Revenue		381,679,870.00	189,866,506.0
Cost of sales	3	<u>160,114,643.00</u>	<u>151,622,718.0</u>
Gross Profit		221,565,227.00	38,243,788.0
Other income		-	-
Administrative expenses	4	- 52,263,471.62 -	31,525,161.0
Other expenses		-	-
Finance costs		-	-
Share of profit of associates		-	-
Profit before tax		169,301,755.38	6,718,627.0
Income tax expense	7	23,126,439.72	1,170,583.0
Profit for the year from continuing operations		146,175,315.66	5,548,044.0
Retained earnings brought forward		23,088,142.00	17,540,098.0
Retained earnings carried forward		<u>169,263,457.66</u>	<u>23,088,142.0</u>

see notes to financial statements

DAKLOBE CONSORTIUM LIMITED

1. FIXED ASSETS SCHEDULE

	LAND & BUILDING N	MOTOR VEHICLE N	MACHINERY & EQUIPMENT N	OFFICE EQUIPMENT N	TOTAL N
Cost/valuation					
As at 2010	130,000,000.00	27,454,000.00	13,400,000.00	4,698,000.00	175,420,000.00
As at 2012/2011	287,841,726.00	-	72,358,274.00	-	310,000,000.00
As at 2012/2011	387,641,726.00	27,454,000.00	85,758,274.00	4,698,000.00	485,420,000.00
DEPRECIATION					
As at 2010	2,900,000.00	10,381,407.00	2,010,000.00	3,267,181.00	24,296,698.00
Charge for the year	7,352,834.52	2,745,400.00	12,563,741.10	406,800.00	23,418,575.62
As at 2012/2011	9,952,834.52	19,128,807.00	14,873,741.10	3,743,791.00	47,668,173.62
NET BOOK VALUE					
As at 2010	357,688,801.48	8,327,193.00	70,884,832.90	822,209.00	437,731,826.38
As at 2012/2011	127,409,000.00	11,372,505.00	11,990,000.00	1,267,808.00	151,100,402.00

2. SHARE CAPITAL

	2011	2010
AUTHORISED, ISSUED AND FULLY PAID		
5000 ordinary shares of N1.00 each	500,000.00	500,000.00

3. COST OF SALES

	2011 N	2010 N
Opening stock	7,878,486.00	20,147,393.00
Purchases	185,000,399.00	139,153,911.00
Less closing stock	182,678,875.00	159,307,204.00
	<u>32,564,232.00</u>	<u>7,679,486.00</u>
	160,114,643.00	151,622,718.00

4. ADMINISTRATIVE EXPENSES

Salaries	17,436,480.00	14,260,858.00
Rent & Rates	2,340,267.00	1,838,056.00
Electricity	285,865.00	255,625.00
Printing & Stationery	637,980.00	439,189.00
Telephone & Postages	755,099.00	661,222.00
Insurance	998,985.00	896,985.00
Medical expenses	1,334,000.00	885,436.00
General Expenses	366,900.00	334,488.00
Repairs & Maintenance	980,003.00	924,589.00
Professional fees	655,887.00	556,282.00
Director emoluments	1,000,000.00	931,824.00
Audit & Accountancy	150,000.00	125,000.00
Bank Charges	356,900.00	305,847.00
Transport & Travelling	1,530,000.00	1,260,000.00
Motor Vehicle Expenses	127,850.00	100,000.00
Depreciation	23,418,575.62	7,812,000.00
	<u>62,283,471.62</u>	<u>31,625,161.00</u>

5. TAXATION

Provision for income tax has been made using the current income tax rate for companies

	2011	2010
Income tax	19,272,033.10	
Dividend tax	3,864,406.82	
	<u>23,126,439.72</u>	<u>1,170,683.00</u>

OMGLORE CONSORTIUM LIMITED

CASHFLOW STATEMENT FOR THE PERIOD 31 DECEMBER 2011

	2011 N	2010 N	2010 N
CASHFLOW FROM OPERATING ACTIVITIES			
PROFIT/LOSS FROM OPERATIONS	148,175,315.66		5,548,044
DEPRECIATION	23,418,575.62		7,612,000
DEBTORS	- 8,954,555.00		9,250,308
STOCK	- 24,895,746.00		12,488,907
CREDITORS AND ACCRUED EXPENSES	10,549,885.00		- 8,347,551
	146,663,455.28		26,731,706
CASHFLOW FROM INVESTING ACTIVITIES			
ACQUISITION/REVALUATION OF FIXED ASSETS	- 310,000,000.00	- 110,046,079	- 123,310,479
		13,264,400	- 96,116,273
NET CASHFLOWS FROM INVESTING ACTIVITIES	- 163,336,544.72		- 96,116,273
CASHFLOWS FROM FINANCING ACTIVITIES			
CAPITAL RESERVE	- 159,087,544.72		- 95,118,273
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENT	4,249,000.00		- 462,498
CASH AND CASH EQUIVALENT AT 1 JAN 2010	1,518,000.00		1,980,498
CASH AND CASH EQUIVALENT AT 31 DECEMBER 2010	5,767,000.00		1,518,000
REPRESENTED BY:			
CASH AND BANK BALANCES	5,767,000.00		1,518,000

OMAGLOBE CONSORTIUM LIMITED

STATEMENT OF VALUE ADDED FOR THE YEAR ENDED 31 DECEMBER 2011

	2011	2010
	N	N
TURNOVER	381,879,870	189,868,506
LESS:		
BOUGHT IN GOODS/ SERVICES	170,473,059	161,902,316
VALUE ADDED	211,206,811	27,964,190
APPLIED AS FOLLOWS:		
DIRECTORS ALLOWANCES AND EMPLOYEES SALARIES AND WAGES	18,486,481	14,804,146
MAINTENANCE OF FIXED ASSETS	23,418,575	7,812,000
EARNINGS RETAINED FOR GROWTH	146,175,316	1,170,583
TAXATION	23,126,440	5,548,044
VALUE ADDED	211,206,811	27,964,190