HOTEL BON VOYAGE

FINANCIAL STATEMENT FOR THE PERIOD ENDED 31ST DECEMBER, 2017

PREPARED BY: DURODOLU ADEWALE

ACCT DEP

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CORPORATE INFORMATION

Country of Domicile: Nigeria

Nature of Business: Hotel and Hospitality Management

Directors: Smith Loretta

Smith Olarenwaju

Smith Olayemi

Share Capital 10,000,000

Registration Number: RC511596

Date of Incorporation: 21st May, 2004

Registered Office Address: Plot 57a, A.J Marinho Drive,

Victoria Island, Lagos State.

Bankers Fidelity Bank Plc

Zenith bank Plc

Guaranteed Bank Plc

Access Bank Pl c

Providus Bank

ACCOUNTING POLICIES

* The financial statements have been prepared under historical cost convention. They have also been prepared in accordance with International Financial Standard
* Income recognition: Income is recognized on an accrual basis
* Fixed Assets are stated at cost / valuation less accumulated depreciation.
* Depreciation of Fixed assets is calculated on a straight line basis annually at rates considered sufficient to write off the costs of assets over their expected useful lives
* The annual rates applied are as follows:

Land and building 2%

Furniture and Fittings 10%

Motor Vehicle 10%

Plant and Machinery 10%

Office Computers & Equipment 10%

Kitchen Equipment 10%

**HOTEL BON VOYAGE LIMITED**

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2017

**2017 2016**

*NOTES* N N

Turnover 1 208,595,042.07 256,983,562

Cost of sales 2 (38,648,470.00) (31,120,601)

Gross Profit 169,946,572.07 225,862,961

Operating Expenses 3 (146,757,149.79) (267,421,867)

23,189,422.37 (41,558,906)

Other Operating Income 4 18,793,118.34 875,654

41,982,540.71 (40,683,252)

Finance cost / Term Loan 5 (65,393,904.94) (78,496,768)

Profit or Loss before Tax (23,411,364.23) (119,180,020)

Tax Provision 6 (7,491,636.56) (10,001,973)

Profit or Loss after Tax (30,903,000.79) (129,181,993)

Retain Earning at Start of year 142,474,284 .00 271,656,277

Retain Earning at End of year 111,571,283.21 142,474,284

**HOTEL BON VOYAGE LIMITED**

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2017

**2017 2016**

*Notes* **N** **N N N**

**FIXED ASSETS**

Tangible Assets 7 3,906,584,910.07 3,931,881,437

Intangible Assets 00 00

Investment 00 00

3,906,584,910.07 3,931,881,437

**CURRENT ASSETS**

Inventories 8 8,840,594.33 38,679,271

Trade Receivables 9 10,197,331.09 89,441,301

Cash in hand and Bank 10 3,256,452.74 4,014,252

22,294,378.16 132,134,824

**CURRENT LIABILITY** 11(99,540,181.56) (84,447,596)

NET CURRENT ASSETS(77,245,803.4) 47,687,228

TOTAL ASSETS LESS CURRENT LIABILITY 3,829,339,106.67 3,979,568,665

**LONG TERM LIABILITY** 12 (342,833,679.16) (804,223,219)

**3,486,505,427.51 3,175,345,446**

**CAPITAL AND RESERVES**

SHARE CAPITAL 10,000,000 10,000,000

PROFIT AND LOSS ACCOUNT 111,571,283 142,474,285

REVALUATION RESERVE 3,022,871,162 3,022,871,162

DRAWING (00) (00)

**3,144,442,445 3,175,345,446**

**HOTEL BON VOYAGE LIMITED**

NOTES TO THE ACCOUNT AS AT 31 DECEMBER 2017

**NOTE: 1**

**TURNOVER**

**2017 2016**

Rooms 155,165,800.69 203,784,643

Restaurant 32,281,178.27 30,365,475

B. Bar 5,323,038.38 21,145,846

Pool Bar 7,938,149.73

Pool Space 500,000

Conference hall 2,080,000

Boardroom 1,368,100

Swimming 848,500

Laundry 1,968,075 1,687,598

Others 1,122,200

**208,595,042.07 256,983,562**

Turnover is defined as the amounts derived from the provision of goods and services falling

Within the company’s ordinary activities, net after deduction of VAT, Consumption fee and Service Charge.

**NOTE: 2**

**COST OF SALES**

**2017 2016**

* Food, Drink & Other Consumables 38,224,820 22,354,756
* Refund to Guests 423.650.00 00

**38,648,470.00 31,120,601**

**NOTE: 3**

**ADMINISTRATIVE EXPENSES**

**2017** **2016**

Director’s Salary 3,200,000

Salary 29,120,957.61 88,654,326

PAYE 1,496,010.14

Electricity 21,532,917.27 12,102,201

Professional fee (Audit & Acct) 2,538,500.00 1,500,000

Proton Security 3,036,000.00 3,478,546

Mobile Police Security 3,360,000.00

Internet Subscription (Vodacom) 2,700,000.00

DSTV Subscription 1,630,200.00 765,480

Telephone bill (9 Mobile) 385,257.96 205,847

Telephone bill (21st Century) 12,600.00

LAWMA 1,800,000.00 980,000

LASSA 104,832

Lagos State Land Use 2,527,096

Office Expenses 876,540

Bank Charges / Interest 4,676,760.81 2,765,486

POS Charges 680,022.91

Travel and Subsistence 3,876,548

Marketing Expenses 6,548,765

Legal Charges 500,000

Depreciation 25,296,526.93 42,530,501.00

Repair - Building 149,000.00

Repair - Generator 175,000.00

Repair - IT and Computer 2,263,936.08 314,568

Repair - Appliances 5,000,000.00

Repair - A/C and Refrigerators 115,700.00

Repair - Vehicles 66,000.00 6,365,845

Repair - Furniture 1,056,354

Repair - Electrical 19,836,475

Repair - Plumbing

Repair - Laundry

Cleaning and Sanitation 1,000,000.00 2,571,346

Decoration Expenses 183,000.00

Newspaper and Periodical 1,177,500.00

Fuel/Diesel - Generators 12,600,000.00 47,467,452.00

Fuel/Diesel - Vehicles 93,000.00

Cooking Gas 1,248,648.50 1,376,546

General Admin 3,354,872

Other Expenses 2,792,500.00 775,684

Staff Lunch 2,691,036.00

Public Relations 1,110,000.00 258,650

Guest Breakfast 10,282,200.00

Buffet leftover

Complimentary Expenses 524,900.00 565,236

Local Transport

Staff Welfare 102,365

Commission Paid out 1,432,500.00 11,768,456

House Keeping Exp (Goshen) 2,225,000.00

Insurance 729,547.50 729,548

**146,757,149.79 267,421,867**

**NOTE: 4**

**OTHER OPERATING INCOME**

**2017** **2016**

Interest from Banks 00 875,654

Income from Rent and Royalty 00 00

Service Charge 18,793,118.34 00

**18,793,118.34 875,654**

**NOTE: 5**

**INTEREST PAYABLE AND SIMILAR CHARGES**

**2017** **2016**

Interest on Loan – Guaranteed Trust Bank 00

Interest on Loan – Access Bank Plc 00

Interest on Loan – Fidelity Bank Plc 65,393,904.94

**65,393,904.94 78,496,768**

**NOTE: 6**

**TAXATION**

Income Tax for the Year 7,023,409.27 8,765,430

Education Tax for the year 468,227.29 1,236,543

**7,491,636.56 10,001,973**

Company’s Income tax was calculated using the rate of 30% and Education tax at 2% in accordance with the provision of Company Income tax Act and Education Tax Act.

**NOTE: 7**

**TANGIBLE ASSETS**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| HOTEL BON VOYAGE LIMITED | |  |  |  |  |
| PROPERTY, PLANT AND EQUIPMENT | |  |  |  |  |
|  |  | Cost as at 1/1/17 | Addition Durring the year | Disposal Durring the year | Cost as at 31/12/2017 |
|  |  |  |  |  |  |
| **1** | **Land and Building** | **3,777,355,304** | - | - | **3,777,355,304** |
| **2** | **Plant and Machinery** | **117,117,273** | - | - | **117,117,273** |
| **3** | **Office Computers and Equipment** | **77,307,061** | - | - | **77,307,061** |
| **4** | **Motor Vehicle** | **37,672,075** | - | - | **37,672,075** |
| **5** | **Furnitures and Fittings** | **87,962,159** | - | - | **87,962,159** |
| **6** | **Kitchen Equipment** | **79,472,980** | - | - | **79,472,980** |
|  |  |  |  |  |  |
|  | **Total** | **4,176,886,852** |  |  | **4,176,886,852** |
|  |  |  |  |  |  |
|  |  |  |  |  |  |
|  | **DEPRECIATION** | | |  |  |
|  |  | Depreciation as at 1/1/2017 | Charges for Jan - Dec '17 | Accumulated Depreciation | NBV - 31/12/2017 |
|  |  |  |  |  |  |
| **1** | **Land and Building** | **36,084,625** | 6,235,451 | **42,320,076** | **3,735,035,228** |
| **2** | **Plant and Machinery** | **53,961,541** | 6,315,573 | **60,277,114** | **56,840,159** |
| **3** | **Office Computers and Equipment** | **38,291,842** | 3,901,522 | **42,193,364** | **35,113,697** |
| **4** | **Motor Vehicle** | **33,281,840** | 439,024 | **33,720,864** | **3,951,212** |
| **5** | **Furnitures and Fittings** | **43,838,375** | 4,412,378 | **48,250,753** | **39,711,406** |
| **6** | **Kitchen Equipment** | **39,547,192** | 3,992,579 | **43,539,771** | **35,933,209** |
|  |  |  |  |  |  |
|  | **Total** | **245,005,415** | 25,296,527 | **270,301,942** | **3,906,584,910** |
|  |  |  |  |  |  |

**NOTE: 8**

**INVENTORY**

**2017 2016**

**Stock as at 31/12/17 8,840,594.36 38,679,271**

**NOTE: 9**

**TRADE RECEIVABLES 2017 2016**

|  |  |  |
| --- | --- | --- |
| **Sr.No.** | **Account Name** | **Closing Balance** |
| 1 | Access Bank Plc | 290,800.00 |
| 2 | Africa Prudetial Registrars | 1,064,024.50 |
| 3 | Austin Okonji | 35,510.00 |
| 4 | BON VOYAGE TRAVEL | 305,900.00 |
| 5 | CCECC (New) | 1,248,250.00 |
| 6 | CCECC Extras | 1,015,000.00 |
| 7 | CITY OF DAVID | 337,250.00 |
| 8 | Delta Afrik | 3,000.00 |
| 9 | Dr Ibrahim | 300,000.00 |
| 10 | Dubri Oil | 101,642.50 |
| 11 | EXPEDIA | 525,000.00 |
| 12 | Extras Richard Brewer (Delta Afrik) | 22,000.00 |
| 13 | GT bank | 109,950.00 |
| 14 | Ifeanyi | 70,400.00 |
| 15 | IHS | 83,350.00 |
| 16 | Infrafocus Technologies | 22,450.00 |
| 17 | JUMIA TRAVELS | 35,000.00 |
| 18 | NOV COMPLETION & PRODUCTION SOLUTONS | 333,050.00 |
| 19 | PREFERRED HOTELS | 298,904.00 |
| 20 | ProvidusBank | 303,500.00 |
| 21 | ROOSA ADDO | 24,750.00 |
| 22 | SAMI HUSAINI EXTRAS (UMB) | 12,750.00 |
| 23 | SOVERIGN TRUST | 148,200.00 |
| 24 | Zenith Bank Extras | 800.00 |
| 25 | Zenith Bank Plc-Accumulated | 3,505,500.09 |
| 26 | Zenith Staff | 350.00 |
|  |  |  |
|  |  | **10,197,331.09** |
|  |  |  |

**89,441,301**

**NOTE: 10**

**CASH AT BANK AND IN HAND 2017 2016**

Cash – Front Desk = 21,050 657,800

Cash – Founder = 00

Fidelity Bank Plc (4010127813) = 481,232.10 3,356,452

Fidelity Bank Plc (4010118583) = 13,172.27

Zenith Bank Plc (1011174287) = 1,998,704.58

Access Bank Plc (0015288691) = 548,373.4

GTBank Plc (0005844130) = 193,920.39

**3,256,452.74 4,014,252**

**NOTE: 11**

**CURRENT LIABILITY**

**2017 2016**

Audit and Accountancy Fee = 500,000 500,000

Value Added Tax (VAT) = 9,780,777 8,565,487

Consumption Tax = 9,508,627

PAYE = 1,263,342 540,500

Pension Fund = 00

Internet Subscription (Vodacom) = 00

Electricity (Eko Electricity) = 2,919,208

Diesel (Honej Oil and Gas) = 8,930,000

Telephone Bill (9mobile) = 1,210,740.01

LAWMA = 800,000

Periodicals (BUSINESSDAY Newspaper) = 5,130,450

Commission due (Marketer) = 34,200

House Keeping (Goshen Base) = 00

Tax Payable = 59,462,837.56 57,741,627

**99,540,181.56 69,504,160**

**NOTE: 12**

**LONG TERM LIABILITY**

**2017 2016**

Loan (Fidelity Bank Plc) = 342,833,679.16 804,223,219