

**ASIAN UNIVERSITY FOR WOMEN
AUDITOR'S REPORT AND FINANCIAL STATEMENTS
AS AT AND FOR THE YEAR ENDED 30 JUNE 2017**

**Rahman Rahman Huq**

Chartered Accountants
MM Trade Center (13th floor)
78, Agrabad C/A
Chittagong, Bangladesh.

Telephone +880 (31) 710704
+880 (31) 2520795
E-mail chittagong@kpmg.com
Internet www.kpmg.com/bd

**INDEPENDENT AUDITOR'S REPORT
TO THE BOARD OF TRUSTEES
OF
ASIAN UNIVERSITY FOR WOMEN**

Report on the Financial Statements

We have audited the accompanying financial statements of ASIAN UNIVERSITY FOR WOMEN ("the University") which comprise the Statement of Financial Position as at 30 June 2017, the Income and Expenditure statement, Statement of Changes in Funds, Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view in accordance with Bangladesh Financial Reporting Standards 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 opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh 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 misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation of financial statements that give a true and fair view 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 management, 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 audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of the University as at 30 June 2017, and of its financial performance and cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards.

Other matter

The financial statements of Asian University for Women for the year ended 30 June 2016 were audited by Syful Shamsul Alam & Co., Chartered Accountants, who expressed an unmodified opinion on those financial statements on 20 October 2016.

We also report the following:

- (a) 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 and made due verification thereof;
- (b) in our opinion, proper books of account have been kept by the University so far as it appeared from our examination of those books; and
- (c) the statement of financial position and income and expenditure statement dealt with by the report are in agreement with the books of account.

Chittagong, 05 October 2017

ASIAN UNIVERSITY FOR WOMEN
Statement of Financial Position
As at 30 June 2017

	<u>Note</u>	<u>30 June 2017</u> <u>Taka</u>	<u>30 June 2016</u> <u>Taka</u>
ASSETS			
Non-current assets			
Property and equipment	4	73,154,578	73,111,969
Capital work-in-progress	5	201,517,798	201,517,798
Total non-current assets		274,672,376	274,629,767
Current assets			
Short term investment (less than 1 year)	6	13,595,679	23,057,739
Advances, deposits and receivables	7	2,829,957	6,883,555
Cash and cash equivalents	8	7,426,285	11,332,168
Total current assets		23,851,921	41,273,462
Total Assets		298,524,297	315,903,229
FUNDS & LIABILITIES			
Funds			
General fund	9	209,199,444	223,350,903
Restricted fund for construction		5,083,832	5,083,832
Restricted fund for projects	10	420,999	4,147,295
Total fund		214,704,275	232,582,030
Non-current liabilities			
Deferred income (GOB Grant)	11	60,571,558	60,571,558
Provision for Deferred Compensation	12	11,371,160	14,461,767
Total non-current liabilities		71,942,718	75,033,325
Current liabilities			
Liabilities for expenses	13	686,547	1,440,194
Other liabilities	14	11,190,758	6,847,680
Total current liabilities		11,877,305	8,287,874
Total Funds and Liabilities		298,524,297	315,903,229

The annexed notes 1 to 28 form an integral part of these financial statements.


 Chief Financial Officer
 Asian University For Women


 Vice Chancellor
 Asian University For Women

As per our annexed report of same date.

Chittagong, 05 October 2017




 Rahman Rahman Huq
 Chartered Accountants


ASIAN UNIVERSITY FOR WOMEN
Income and Expenditure Statement
For the year ended 30 June 2017

	<u>Note</u>	<u>2017</u> <u>Taka</u>	<u>2016</u> <u>Taka</u>
Income			
Tuition fee		48,055,267	33,481,475
Grant from AUWSF	15	300,507,618	301,342,901
Other donation	16	946,341	5,498,452
Interest income	17	1,362,587	1,829,935
Other income	18	430,996	768,166
Total income		<u>351,302,809</u>	<u>342,920,929</u>
Expenditure			
Staff costs & benefits	19	219,094,287	198,034,090
Occupancy cost	20	66,163,138	60,927,184
Office running cost	21	11,675,729	9,630,787
Communication cost	22	3,079,196	3,380,282
Travel	23	3,351,028	5,611,539
Student affairs	24	45,509,578	38,645,000
Events, seminars & meetings		3,716,429	2,535,413
Printing & publication(outreach costs)		1,848,130	1,311,341
Other expenses (Bank charges)		1,168,836	89,190
Campus maintenance expenses		3,384,589	2,411,358
(Gain)/ loss on foreign currency translations		(25,965)	29,457
Total expenditure excluding depreciation and amortization		<u>358,964,975</u>	<u>322,605,641</u>
Excess of expenditure over income/income over expenditure before charging depreciation & amortization		(7,662,166)	20,315,288
Depreciation	4	6,489,293	7,274,918
Excess of expenditure over income/income over expenditure after charging depreciation		<u>(14,151,459)</u>	<u>13,040,370</u>

The annexed notes 1 to 28 form an integral part of these financial statements.



Chief Financial Officer
Asian University For Women



Vice Chancellor
Asian University For Women

As per our annexed report of same date.



Rahman Rahman Huq
Chartered Accountants

Chittagong, 05 October 2017



**ASIAN UNIVERSITY FOR WOMEN
STATEMENT OF CHANGES IN FUNDS
FOR THE YEAR ENDED 30 JUNE 2017**

	<u>General fund</u>	<u>Restricted fund for construction</u>	<u>Restricted fund for projects</u>	<u>Total</u>
	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>
Opening Balance 01 July 2017	223,350,903	5,083,832	4,147,295	232,582,030
Add: Excess of expenditure over income	(14,151,459)	-	-	(14,151,459)
Add: Funds received	-	-	2,970,964	2,970,964
Less: Payments made from the Funds	-	-	(6,697,260)	(6,697,260)
Closing Balance as on 30 June 2017	209,199,444	5,083,832	420,999	214,704,275
Opening Balance 01 July 2016	210,310,533	5,083,832	2,429,986	217,824,351
Add: Excess of income over expenditure	13,040,370	-	-	13,040,370
Add: Funds received	-	-	7,447,204	7,447,204
Less: Payments made from the Funds	-	-	(5,729,895)	(5,729,895)
Closing Balance as on 30 June 2016	223,350,903	5,083,832	4,147,295	232,582,030

The annexed notes 1 to 28 form an integral part of these financial statements.



ASIAN UNIVERSITY FOR WOMEN
Statement of Cash Flows
For the year ended 30 June 2017

	<u>2017</u> <u>Taka</u>	<u>2016</u> <u>Taka</u>
A) Cash Flow from Operating Activities :		
Excess of expenditure over income/income over expenditure after charging depreciation	(14,151,459)	13,040,370
Non Cash Expenses:		
Depreciation	6,489,293	7,274,918
Provision for Deferred Compensation	4,505,929	3,706,493
Forfeiture of Deferred Compensation	(96,000)	(227,292)
Changes in working capital:		
(Increase)/decrease in advances and deposits	4,053,598	4,285,263
Increase/(decrease) in liabilities for expenses	(753,647)	(3,988,509)
Increase/(decrease) in other liabilities	4,343,078	(2,430,701)
	<u>4,390,791</u>	<u>21,660,542</u>
Payment of Deferred Compensation	(7,500,536)	(11,594,162)
Net Cash Flow from operating activities	<u>(3,109,745)</u>	<u>10,066,380</u>
B) Cash Flow from Investing Activities:		
Acquisition of non-current assets	(6,531,902)	(5,007,503)
(Increase)/Decrease in short term investments	9,462,060	(1,491,889)
Net Cash Flow from Investing Activities	<u>2,930,158</u>	<u>(6,499,392)</u>
C) Cash Flow from Financing Activities:		
Increase/(Decrease) in restricted fund project	(3,726,296)	1,717,309
Net Cash Flow from Financing Activities	<u>(3,726,296)</u>	<u>1,717,309</u>
Net (decrease)/increase in cash and cash equivalents	<u>(3,905,883)</u>	<u>5,284,297</u>
Cash and bank balance at beginning of the year	<u>11,332,168</u>	<u>6,047,871</u>
Cash and cash equivalents at the end of the year	<u><u>7,426,285</u></u>	<u><u>11,332,168</u></u>

The annexed notes 1 to 28 form an integral part of these financial statements.

Signature



ASIAN UNIVERSITY FOR WOMEN
Notes to the Financial Statements
As at and for the year ended 30 June 2017

1.00 UNIVERSITY INFORMATION

1.01 Corporate History and Legal Status

1.01.01 Background of Asian University for Women (AUW)

The establishment of the Asian University for Women (AUW) ("the University") commenced after an MOU was signed on 13 April 2006 between the Government of the People's Republic of Bangladesh and the Asian University for Women Support Foundation (AUWSF).

1.01.02 Legal Form of AUW

Asian University for Women (AUW) was established under the Charter of the Asian University for Women which was ratified by the Asian University for Women Act, 2006 (Act 40 of 2006) on 8 October, 2006. AUW is a not-for-profit body corporate having perpetual succession and common seal. AUW is an autonomous institution governed by the Board of Trustees under the Charter of the Asian University for Women.

1.01.03 Address

The University is currently located at 20/A M.M Ali Road, Chittagong, Bangladesh.

1.02 Mission & Vision of AUW

The Asian University for Women seeks to graduate women who will be skilled and innovative professionals, service-oriented leaders in the businesses and communities in which they will work and live, and promoters of intercultural understanding and sustainable human and economic development in Asia and throughout the world.

AUW seeks:

To educate women to become highly motivated and effective professionals, leaders, and service-oriented citizens;

To provide a vibrant and diverse residential learning community where highly talented women and those with uncommon potential from many cultural and religious backgrounds can grow both intellectually and personally;

To create a student-focused learning environment where the arts, humanities, and natural and social sciences establish a broad base of inquiry, where disciplinary and independent studies provide learning depth, and where applied studies in both the general studies and majors curriculum require students to link theoretical understanding with contemporary issues and challenges facing Asia and the world; and to focus student learning on the acquisition of intellectual abilities, reflective personal growth, leadership abilities, and a service-oriented outlook.

1.03 Campus

Main campus building construction is planned on 106.68 acres of land situated at North Pahartali, P.S:Khulshi, Chittagong, Bangladesh under Mouza: North Pahartali and Jalalabad. The land was granted by the government of the People's Republic of Bangladesh through deed of transfer of land under Long Term Lease.

Currently the University is running its academic and administrative operations at rented buildings situated at 20/A M.M Ali Road, Chittagong, Bangladesh.



2.00 BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

2.01 Accounting Standards

The financial statements have been prepared in accordance with AUW accounting policies following Bangladesh Financial Reporting Standards (BFRS).

2.02 Compliances

The financial statements have been prepared and the disclosures of information made in accordance with Bangladesh Financial Reporting Standards (BFRS).

2.03 Basis of Measurement

The financial statements of the University have been prepared on a going concern basis based on the accrual basis of accounting, unless otherwise stated, following the historical cost convention.

2.04 Basis of Reporting

The financial statements have been prepared and presented for external users by the University in accordance with identified financial reporting framework. Presentation has been made in compliance with the requirement of BAS 1-“Presentation of Financial Statements”.

The financial statements comprise of:

- (a) A statement of financial position
- (b) An income and expenditure statement
- (c) A statement of changes in Funds
- (d) A statement of cash flows
- (e) Notes, comprising a summary of significant accounting policies and explanatory information.

2.05 Reporting Period

These Financial Statements cover one year from 01 July 2016 to 30 June 2017 and is followed consistently.

2.06 Regulatory and Legal Compliances

The University is required to comply among other the following laws and regulations:

- a) Asian University for Women Act, 2006
- b) The Income Tax Ordinance, 1984
- c) The Income Tax Rules, 1984
- d) The Value Added Tax Act, 1991
- e) The Value Added Tax Rules, 1991 etc.

2.07 Functional and Presentation Currency

Financial statements are prepared in Bangladeshi taka which is the University's functional currency.

2.08 Foreign Currency Translation

Foreign currency transactions are recorded at the applicable rates of exchange prevailing at the transaction date in accordance with BAS 21 –“The Effects of Changes in Foreign Exchange Rates”. Foreign currency monetary assets and liabilities at the reporting date are translated at the rates prevailing on that date. Exchange differences at the reporting date are charged/ credited to the statement of income and expenditure.

2.09 Comparative Information

As guided in paragraph 36 and 38 of BAS 1- “Presentation of Financial Statements”, comparative information in respect of the previous year have been presented in all numerical information in the financial statements and the narrative and descriptive information where it is relevant for understanding of the current year's financial statements.



3.00 SIGNIFICANT ACCOUNTING POLICIES

3.01 Property and Equipment

3.01.01 Recognition and measurement

Property and Equipment are stated at cost less accumulated depreciation except Land & land development. Land and Land development are recognized at Deed value and related transfer fees and other costs in respect of registration and development of land.

Cost includes expenditures that are directly attributable to the acquisition of an asset. The cost of self-constructed / installed assets includes the cost of materials and direct labor, any other costs directly attributable to bringing the asset to the working condition for its intended use and the cost of dismantling and removing an item and restoring the site on which they are located.

When parts of an item of Property and Equipment have different useful lives, they are accounted for as separate items (major components) of Property and Equipment.

3.01.02 Subsequent Costs

The cost of replacing part of an item of Property and Equipment is recognized in the carrying amount of the item, if it is probable that the future benefit embodied within the part will flow to the company and its cost can be measured reliably. The costs of the day to day servicing of Property and Equipment are recognized in income and expenditure statement as incurred.

3.01.03 Depreciation

Land is held on a renewable long term leasehold basis and is not depreciated/amortized considering the usage method. In respect of all other property and equipment, depreciation is recognized in statement of income and expenditure on straight line method over the estimated useful lives of property and equipment.

The depreciation method used reflects the pattern in which the asset's economic benefits are consumed by the entity. The depreciation charge for each period is recognized as an expense unless it is included in the carrying amount of another asset.

The principal annual rates are as follows:

<u>Name of the Assets</u>	<u>Rate of Depreciation</u>
Land & Land Development	Nil
Motor Vehicles	20%
Furniture & Fixtures	15%
Office Equipment	25%
IT Equipment	33.33%
Recreational Equipment	25%
Laboratory Equipment	33.33%

3.01.04 Intangible Assets

Intangible assets are carried at cost less any accumulated amortization and impairment losses, if any, under BAS 38-"Intangible Assets". The cost of intangible asset is amortized over their estimated useful lives, using the straight line method. Amortization has been charged at the rate of 33.33%.

3.02 Capital Work-In-Progress

Property under construction for the University is accounted for as capital work-in-progress until construction is completed and measured at cost.

3.03 Advances, Deposits & receivables

Advances are initially measured at cost. After initial recognition advances are carried at cost less deductions, adjustments or charges to other account heads.

Deposits are measured at payment value.

Receivables are initially measured at cost. After initial recognition receivables are carried at cost less deductions or adjustments, if any.

Ample



3.04 Cash & Cash Equivalents

Cash and cash equivalents include cash in hand, in transit and balances with banks on current and deposit accounts which are held and available for use by the University without any significant restriction.

3.05 Statement of Cash Flows

Statement of Cash Flows is prepared principally in accordance with BAS 7 –“Statement of Cash Flows” and the cash flow from operating activities have been presented under indirect method.

3.06 VAT and Tax

As per Article-7(a) of the Charter the University shall not be liable to pay any Tax, Rate and Duty other than those paid by any other person.

All faculty members, administrators, officers, experts, technicians, visiting personnel employed by the University who are not nationals of Bangladesh shall not be subject to Income Tax as per the SRO 17 - Law/2009, dated 02 February 2009 on their salary and allowances.

The University complied applicable provisions of Income Tax Ordinance, 1984, Income Tax Rules, 1984, Value Added Tax Act, 1991 and Value Added Tax Rules, 1991.

3.07 Government Grant

Government Grant is recognized when the conditions attaching to it will be complied and the grant will be recorded as per provision of BAS 20-“Accounting for Government Grants and Disclosure of Government Assistance”. The government of the People’s Republic of Bangladesh represented by the Ministry of Education has given 106.68 acres of land as grant for 99 years and renewable for further 99 years with the condition mentioned in the Charter of the Asian University for Women Act, 2006. The land shall be solely used by the University for the Objectives mentioned in the Charter. The land cannot be used for any other purpose unless a prior written consent is obtained from the Government.

3.08 Revenue

Revenue is recognized following the conditions of BAS 18-“Revenue”. Major item-wise recognition policies are briefly described below:

Tuition fee

Tuition fee represents semester fees and is recognized on accrual basis.

Grant from AUWSF

Asian University for Women Support Foundation (AUWSF), incorporated as a not-for-profit organization based in the United States of America mobilizes financial resources across the world to help in running the University. The Foundation is responsible for raising and maintaining the endowment for the University and providing funds throughout the year. Grant from AUWSF is recognized as and when the grant is received.

Other Donation

Other donations are received by the University directly from local and international sources other than AUWSF and recognized as and when the donation is received.

Interest Income

Interest Income on Bank Deposits is recognized on cash basis net off taxes deducted by the respective banks.

Other Income

Other Income is recognized when AUW's right to receive such income is established.

3.09 Provisions, Contingent Liabilities and Contingent Assets

The preparation of the financial statements in conformity with the BAS 37- “Provisions, Contingent Liabilities and Contingent Assets” require management to make estimates and assumptions that affect the reported amounts of income and expenses, assets and liabilities and the disclosure requirements for contingent assets and liabilities at the date of the financial statements.



A provision is recognized when the University has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Contingencies arising from claims, litigations, assessments, fine, penalties etc. are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated. Contingent assets are not recognized.

3.10 AUWSF Current Account

Asian University for Women Support Foundation (AUWSF) is the main donor of fund for AUW. AUWSF has been established to support AUW and all funds received from AUWSF are initially booked in AUWSF Current Account and subsequently transferred to Grant from AUWSF.

3.11 Restricted Fund- Research Project

This represents unspent balance of the funds received from Ford Foundation, SRHR Seminar Project, Aptis research project, Chemistry without Borders (CWB) Project and Spark of Hope (SFH) Project and Connecter Global Education Fund for seminar and research purposes.

3.12 Deferred Compensation (Retirement Benefit)

AUW maintains unrecognized deferred compensation fund for its faculty and foreign employees who are employed on contractual basis. Deferred compensation is administered under the rules set by Board of Trustees and is funded by contribution from AUW as per employment contract. AUW recognizes provision for Deferred Compensation in conformity with the BAS 37- "Provisions, Contingent Liabilities and Contingent Assets". When employees retire or leave their service from AUW then benefit is paid from this provision.

3.13 Books and Educational Aid

University usually buy books for the semester as Text Book which are not used in next semester. Teachers or students may use those books as reference book in the subsequent year. As such Cost of Books are not capitalized rather charged to the income and expenditure statement.

3.14 Events after the Reporting Period

Events after the reporting period have been accounted for under BAS-10- "Events after the Reporting Period" that provides additional information about the organization's position at the reporting date is reflected in the financial statements. Events after the reporting date that are not adjusting events are disclosed in the financial statements.

3.15 General

- a) Where necessary, comparative figures and accounts titles in the financial statements are rearranged to conform with the current year's presentation.
- b) The figures appearing in the financial statements are rounded off to the nearest integer.



4.00 Property & Equipment

Amount in Taka

	Land & Land Development	Motor Vehicles	Furniture & Fixtures	Office Equipment	IT Equipment	Recreational Equipment	Laboratory Equipment	Total
At cost								
Balance as on 01 July 2015	60,571,558	18,730,635	42,541,809	2,442,739	24,977,291	3,467,904	7,494,676	160,226,612
Addition during the year	-	-	2,619,547	17,275	2,370,681	-	-	5,007,503
Balance as on 30 June 2016	60,571,558	18,730,635	45,161,356	2,460,014	27,347,972	3,467,904	7,494,676	165,234,115
Balance as on 01 July 2016	60,571,558	18,730,635	45,161,356	2,460,014	27,347,972	3,467,904	7,494,676	165,234,115
Addition during the year	-	-	584,581	406,416	5,411,125	129,780	-	6,531,902
Balance as on 30 June 2017	60,571,558	18,730,635	45,745,937	2,866,430	32,759,097	3,597,684	7,494,676	171,766,017
Accumulated depreciation								
Balance as on 01 July 2015	-	16,084,715	34,583,830	1,809,890	22,199,136	2,925,178	7,244,479	84,847,228
Charge for the year	-	1,322,960	2,438,769	397,754	2,322,512	542,726	250,197	7,274,918
Balance as on 30 June 2016	-	17,407,675	37,022,599	2,207,644	24,521,648	3,467,904	7,494,676	92,122,146
Balance as on 01 July 2016	-	17,407,675	37,022,599	2,207,644	24,521,648	3,467,904	7,494,676	92,122,146
Charge for the year	-	1,322,960	2,479,768	213,622	2,459,424	13,519	-	6,489,293
Balance as on 30 June 2017	-	18,730,635	39,502,367	2,421,266	26,981,072	3,481,423	7,494,676	98,611,439
Carrying amount								
As at 30 June 2016	60,571,558	1,322,960	8,138,757	252,370	2,826,324	-	-	73,111,969
As at 30 June 2017	60,571,558	-	6,243,570	445,164	5,778,025	116,261	-	73,154,578

Signature



			30 June 2017 Taka	30 June 2016 Taka
5.00	Capital work-in-progress			
	Opening balance		201,517,798	201,517,798
	Add: Addition during the year		-	-
			201,517,798	201,517,798
	Less: Capitalized during the year		-	-
	Closing balance		201,517,798	201,517,798
5.01	There was no construction work at campus site during the period from 1 July 2013 to 30 June 2017 resulting in no movement in CWIP balance.			
6.00	Short term investment (less than 1 year)			
	<u>Name of the bank</u>			
	Trust Bank Limited		13,595,679	23,057,739
			13,595,679	23,057,739
7.00	Advances, deposits and receivables			
	Advances	7.01	1,947,087	5,634,508
	Security Deposits		351,476	451,476
	Receivables	7.02	531,394	797,571
			2,829,957	6,883,555
7.01	Advances			
	Advances to land lords		522,882	1,290,865
	Advances to students		525,138	933,264
	Advances to employees		672,407	1,903,710
	Loan to employees		126,500	145,750
	Loan to students		100,160	684,198
	Advances to supplier and contractor		-	234,000
	Advances for research project		-	442,721
			1,947,087	5,634,508
7.02	Receivables			
	Receivable from students against tuition fees		517,744	-
	Receivable against Antivirus		13,650	-
	Receivable against utility bill		-	777,571
	Receivable from AUWSF		-	20,000
			531,394	797,571
8.00	Cash and cash equivalents			
	Cash in hand	8.01	123,803	484,118
	Cash at bank	8.02	7,302,483	10,848,050
			7,426,285	11,332,168
8.01	Cash in hand			
	Petty cash (Finance)		98,522	448,417
	Petty cash (Dhaka Office)		25,281	35,701
			123,803	484,118
8.02	Cash at bank			
	<u>Name of the banks</u>	<u>Branch</u>	<u>Account Type</u>	
	Trust Bank Limited	CDA	SNB	5,000,802
	Trust Bank Limited	CDA	Current	6,361,459
	Standard Chartered Bank	Agrabad,Ctg	Current	-
	HSBC	Dhaka	Current	107,183
	HSBC	Dhaka	FC	-
				4,371,242
				115,349
				7,302,483
				10,848,050

Bank Accounts maintained with HSBC were closed during the year.



		30 June 2017 Taka	30 June 2016 Taka
9.00	General fund		
	Opening balance	223,350,903	210,310,533
	Excess of expenditure over income/income over expenditure	(14,151,459)	13,040,370
	Closing balance	209,199,444	223,350,903

10.00 Restricted fund for projects

Sl. No.	Project Name	Opening balance Taka	Received during the year Taka	Payment during the year Taka	Closing balance Taka
01	Ford Foundation	3,262,396	780,245	3,986,961	55,680
02	Aptis project	57,075	-	57,075	-
03	Chemistry without Borders	151,357		145,000	6,357
04	Spark of Hope (SFH) project	62,006	1,039,020	1,101,026	-
05	Connecter Global Education Fund	614,461	259,513	493,473	380,501
06	Prothom Alo	-	452,000	476,000	(24,000)
07	Daughters for life	-	160,186	157,725	2,461
	Total	4,147,295	2,690,964	6,417,260	420,999

11.00 Deferred income (GOB Grant)

The amount represents the Deed value of land and related transfer fees which was granted by the Government of the People's Republic of Bangladesh. The land was mutated in the name of AUW.

Mouza: North Pahartali, Deed number: 2522 dated 02 September 2008

Particulars	Area (Acres)	Taka	BS Dag no.
Salami Value		38,555,390	194,195, 201,
Local Government tax & source tax		1,735,120	202, 203, 204,
			205, 206, 207,
Stamp & registration		1,926,569	301, 302, 304,
			305, 312
Sub Total	104.40	42,217,079	

Mouza: North Pahartali and Jalalabad, Deed number: 1538/12 dated 26 June 2012

Particulars	Area (Acres)	Taka	BS Dag no.
Salami value		16,839,152	807 (Part) &
Stamp cost		504,875	303 (Part)
Source tax		336,784	
Registration fee		336,884	
Local Government tax		336,784	
Sub Total	2.28	18,354,479	
Total	106.68	60,571,558	

	30 June 2017 Taka	30 June 2016 Taka
12.00		
Provision for Deferred Compensation		
Opening balance	14,461,767	22,576,728
Add: Provided during the year	4,505,929	3,706,493
	18,967,696	26,283,221
Less: Paid during the year	(7,500,536)	(11,594,162)
Forfeited during the year	(96,000)	(227,292)
Closing balance	11,371,160	14,461,767

13.00 Liabilities for expenses

Salaries	99,625	788,001
Utilities	171,787	73,609
Rent payable	22,214	167,037
Others	55,421	66,547
Audit fee	337,500	345,000
	686,547	1,440,194



		30 June 2017	30 June 2016
		Taka	Taka
14.00	Other liabilities		
	Payable to vendors	3,150,306	6,019,042
	Payable to students	175,300	26,041
	Employees reimbursement payable	401,158	751,764
	Statutory dues (VAT, Income Tax & Stamp Duty)	468,234	46,365
	Students' Club fund	68,068	4,468
	Payable to AUWSF	1,762,100	-
	Payable to Pathway students	110,504	-
	Advance tuition fee received	4,719,718	-
	AUW current account	335,370	-
		<u>11,190,758</u>	<u>6,847,680</u>
15.00	Grant from AUWSF		
	Expenses of AUW paid directly by AUWSF USA	114,509,852	96,524,835
	Fund remitted by AUWSF USA	173,527,573	204,818,066
	Fund remitted by AUWSF Hong Kong	12,470,193	-
		<u>300,507,618</u>	<u>301,342,901</u>
16.00	Other donation		
	Scholarship	865,191	5,498,452
	Sponsorship	81,150	-
		<u>946,341</u>	<u>5,498,452</u>
17.00	Interest income		
	Interest earned from FDR	1,242,079	1,491,889
	Interest earned from SND	120,508	338,046
		<u>1,362,587</u>	<u>1,829,935</u>
18.00	Other income		
	AUW overhead	187,894	376,928
	Scrap sales	179,652	82,171
	Miscellaneous	63,450	309,067
		<u>430,996</u>	<u>768,166</u>
19.00	Staff costs & benefits		
	Staff cost	185,355,418	173,382,952
	Deferred compensation	4,409,929	3,479,201
	Health insurance	3,072,440	2,552,855
	Staff home travel	2,597,959	2,303,640
	Staff Accommodation	17,447,267	13,670,000
	Shipment cost	166,320	146,474
	Research	1,058,029	819,363
	External consultants/ contractor	1,155,840	377,756
	Uniform and leverage	54,568	272,195
	Work permit and visa fee	608,586	421,911
	Recruitment cost	3,062,701	411,433
	Staff development & training	105,230	186,490
	Vaccination	-	9,820
		<u>219,094,287</u>	<u>198,034,090</u>
20.00	Occupancy cost		
	Rent	42,612,525	40,464,500
	Utilities	9,499,560	9,730,314
	Fuel for generator	1,307,600	1,293,776
	Building maintenance	12,743,453	9,438,594
		<u>66,163,138</u>	<u>60,927,184</u>



		30 June 2017	30 June 2016
		Taka	Taka
21.00	Office running cost		
	Furnitures, fixtures and equipment maintenance	1,055,515	1,643,466
	Gardening	5,025	10,890
	Car rent	974,847	1,046,034
	Vehicle fuel	796,432	1,238,587
	Government fee & insurance	678,326	428,744
	Vehicle Repairs & maintenance	106,421	292,427
	Office supplies	2,847,681	1,591,435
	Photocopy	68,506	45,183
	Subscriptions	1,070,866	1,191,155
	Audit, legal and professional fees	3,640,078	1,213,516
	Software and license renewal	27,296	518,330
	Hospitality	404,737	411,020
		11,675,729	9,630,787
22.00	Communication cost		
	Telephone	539,784	669,594
	Internet	2,358,306	2,422,971
	Courier, postage & fax	181,106	287,717
		3,079,196	3,380,282
23.00	Travel		
	International	2,144,111	3,614,670
	Local	1,206,917	1,996,869
		3,351,028	5,611,539
24.00	Student affairs		
	Work study	2,927,204	2,956,002
	Students Projects	4,435,526	3,881,996
	Student events	1,156,102	1,178,634
	Books and educational aid	4,206,656	4,549,219
	Medical expenses	948,037	1,349,459
	Food services	22,529,795	17,526,835
	Laundry	800,362	656,429
	House keeping supplies	1,506,502	1,125,749
	Student visa cost	1,148,306	1,062,718
	Pathway Students allowances	1,849,900	617,900
	Student travel	4,001,188	3,740,059
		45,509,578	38,645,000

Signature



25.00 Financial risk management

Bangladesh Financial Reporting Standard BFRS 7- Financial Instruments: Disclosures - requires disclosure of information relating to both recognized and unrecognized financial instruments, their significance and performance, accounting policies, terms and conditions, net fair values and risk information- the Entity's policies for controlling risks and exposures.

The University management has overall responsibility for the establishment and oversight of the University's risk management framework. The University's management policies are established to identify and analyze the risks faced by the University to set appropriate risk limits and controls and to monitor risks and adherence to limit. Risk management policies, procedures and systems are reviewed regularly to reflect changes in market conditions and the University's activities. The University has exposure to the following risks from its use of financial instruments:

- a) Credit risk
- b) Liquidity risk
- c) Market risk

25.01 Credit risk

Credit risk is the risk of a financial loss to the entity if a counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the entity's receivables and investments.

The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position.

a) Exposure to credit risk

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date was:

<i>In Taka</i>	Note	30 June 2017	30 June 2016
Investments in FDRs		13,595,679	23,057,739
Advances, deposits and receivables		2,829,957	6,883,555
Cash at bank		7,302,483	10,848,050
		23,728,119	40,789,344

25.02 Liquidity risk

Liquidity risk is the risk that the University will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash. The University's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the University's reputation.

Exposure to Liquidity risk

The followings are the contractual maturities of financial liabilities:

<i>In Taka</i>		At 30 June 2017			
Non-derivative financial liabilities	Carrying amount	Contractual cash flows			Total
		Within 12 months	1 to 5 years	More than 5 years	
Provision for Deferred Compensation	11,371,160	-	11,371,160	-	11,371,160
Liabilities for expenses	686,547	686,547	-	-	686,547
Other liabilities	11,190,758	11,190,758	-	-	11,190,758
	23,248,465	11,877,305	11,371,160	-	23,248,465
<i>In Taka</i>		At 30 June 2016			
Non-derivative financial liabilities	Carrying amount	Contractual cash flows			Total
		Within 12 months	1 to 5 years	More than 5 years	
Provision for Deferred Compensation	14,461,767	-	14,461,767	-	14,461,767
Liabilities for expenses	1,440,194	1,440,194	-	-	1,440,194
Other liabilities	6,847,680	6,847,680	-	-	6,847,680
	22,749,641	8,287,874	14,461,767	-	22,749,641

25.03 Market risk

Market risk is the risk that changes in market prices such as foreign exchange rates, will affect the University's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.



26.00 Financial Instruments- Accounting classifications and fair values

The following table shows the carrying amounts of financial assets and financial liabilities. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

	Carrying amount					
<i>In Taka</i>	Fair value through profit or loss	Held to maturity	Loans and receivables	Available for sale	Other financial liabilities	Total
30 June 2017						
Financial Assets not measured at fair value:						
Receivables	-	-	531,394	-	-	531,394
Investments in FDRs	-	-	-	13,595,679	-	13,595,679
Cash at bank	-	-	7,302,483	-	-	7,302,483
	-	-	7,833,877	13,595,679	-	21,429,556
Financial Liabilities not measured at fair value:						
Other liabilities	-	-	-	-	11,190,758	11,190,758
	-	-	-	-	11,190,758	11,190,758
30 June 2016						
Financial Assets not measured at fair value:						
Receivables	-	-	797,571	-	-	797,571
Investments in FDRs	-	-	-	23,057,739	-	23,057,739
Cash at bank	-	-	10,848,050	-	-	10,848,050
	-	-	11,645,621	23,057,739	-	34,703,360
Financial Liabilities not measured at fair value:						
Other liabilities	-	-	-	-	6,847,680	6,847,680
	-	-	-	-	6,847,680	6,847,680

27.00 Contingent Liabilities

The company had no contingent liabilities at the reporting date.

28.00 Events After Reporting Date

No material events have occurred from the reporting date to the date of issue of these financial statements which could affect the values stated therein.

