

ASIAN UNIVERSITY FOR WOMEN
Auditor's report and financial statements
As at and for the year ended 30 June 2018



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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 2018, 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 2018, and of its financial performance and cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards.

Chattogram, 11 September 2018

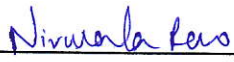
ASIAN UNIVERSITY FOR WOMEN
Statement of Financial Position
As at 30 June 2018

	<u>Note</u>	<u>30 June 2018</u> <u>Taka</u>	<u>30 June 2017</u> <u>Taka</u>
ASSETS			
Non-current assets			
Property and equipment	4	80,490,394	73,154,578
Capital work-in-progress	5	201,517,798	201,517,798
Total non-current assets		<u>282,008,192</u>	<u>274,672,376</u>
Current assets			
Short term investment (less than 1 year)	6	31,186,610	13,595,679
Advances, deposits and receivables	7	10,138,864	2,829,957
Cash and cash equivalents	8	5,040,846	7,426,285
Total current assets		<u>46,366,320</u>	<u>23,851,921</u>
Total Assets		<u>328,374,512</u>	<u>298,524,297</u>
FUNDS & LIABILITIES			
Funds			
General fund	9	227,638,178	209,199,444
Restricted fund for construction		5,083,832	5,083,832
Restricted fund for projects	10	903,629	420,999
Total funds		<u>233,625,639</u>	<u>214,704,275</u>
Non-current liabilities			
Deferred income (GOB Grant)	11	60,571,558	60,571,558
Provision for deferred compensation	12	14,691,146	11,371,160
Total non-current liabilities		<u>75,262,704</u>	<u>71,942,718</u>
Current liabilities			
Liabilities for expenses	13	1,795,215	686,547
Other liabilities	14	17,690,954	11,190,758
Total current liabilities		<u>19,486,169</u>	<u>11,877,305</u>
Total liabilities		<u>94,748,873</u>	<u>83,820,023</u>
Total Funds and Liabilities		<u>328,374,512</u>	<u>298,524,297</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.



Chattogram, 11 September 2018



Rahman Rahman Huq
 Chartered Accountants

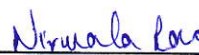
ASIAN UNIVERSITY FOR WOMEN
Income and Expenditure Statement
For the year ended 30 June 2018

	<u>Note</u>	<u>2018</u> <u>Taka</u>	<u>2017</u> <u>Taka</u>
Income			
Tuition fee and admission fee		66,604,570	48,055,267
Grant from AUWSF	15	342,053,367	300,507,618
Other donation	16	6,826,750	946,341
Interest income	17	2,161,788	1,362,587
Other income	18	121,729	430,996
Total income		<u>417,768,204</u>	<u>351,302,809</u>
Expenditure			
Staff costs & benefits	19	234,705,873	217,938,447
Occupancy cost	20	71,367,416	66,168,163
Office running cost	21	16,131,061	12,826,544
Communication cost	22	2,914,953	3,079,196
Travel	23	3,999,979	3,351,028
Student affairs	24	45,862,619	45,509,578
Events, seminars & meetings		10,007,051	3,716,429
Outreach costs		1,371,095	1,848,130
Campus maintenance expenses		4,776,951	3,384,589
Bank charges & fees		1,416,662	1,168,836
Loss/(gain) on foreign currency translations		4,349	(25,965)
Total expenditure excluding depreciation and amortization		<u>392,558,009</u>	<u>358,964,975</u>
Excess of income over expenditure/(expenditure over income) before charging depreciation & amortization		25,210,195	(7,662,166)
Depreciation	4	<u>6,771,461</u>	<u>6,489,293</u>
Excess of income over expenditure/(expenditure over income) after charging depreciation		<u>18,438,734</u>	<u>(14,151,459)</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.

Chattogram, 11 September 2018



 Rahman Rahman Huq
 Chartered Accountants



ASIAN UNIVERSITY FOR WOMEN
Statement of Changes in Funds
For the year ended 30 June 2018

	General fund	Restricted fund for construction	Restricted fund for projects	Total
	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>	<u>Taka</u>
Opening Balance 01 July 2017	209,199,444	5,083,832	420,999	214,704,275
Add: Excess of income over expenditure	18,438,734	-	-	18,438,734
Add: Funds received	-	-	3,370,822	3,370,822
Less: Payments made from the Funds	-	-	(2,888,192)	(2,888,192)
Closing Balance as on 30 June 2018	227,638,178	5,083,832	903,629	233,625,639
Opening Balance 01 July 2016	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

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

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ASIAN UNIVERSITY FOR WOMEN
Statement of Cash Flows
For the year ended 30 June 2018

	<u>2018</u>	<u>2017</u>
	<u>Taka</u>	<u>Taka</u>
A) Cash Flow from Operating Activities :		
Excess of expenditure over income/income over expenditure after charging depreciation	18,438,734	(14,151,459)
Non Cash Expenses:		
Depreciation	6,771,461	6,489,293
Provision for Deferred Compensation	5,911,667	4,505,929
Forfeiture of Deferred Compensation	(312,642)	(96,000)
Changes in working capital:		
(Increase)/decrease in advances and deposits	(7,308,907)	4,053,598
Increase/(decrease) in liabilities for expenses	1,108,668	(753,647)
Increase/(decrease) in other liabilities	6,500,197	4,343,078
	<u>31,109,178</u>	<u>4,390,791</u>
Payment of Deferred Compensation	(2,279,039)	(7,500,536)
Net Cash Flow from operating activities	<u>28,830,139</u>	<u>(3,109,745)</u>
B) Cash Flow from Investing Activities:		
Acquisition of non-current assets	(14,107,277)	(6,531,902)
(Increase)/Decrease in short term investments	(17,590,931)	9,462,060
Net Cash Flow from Investing Activities	<u>(31,698,208)</u>	<u>2,930,158</u>
C) Cash Flow from Financing Activities:		
Increase/(Decrease) in restricted fund for projects	482,630	(3,726,296)
Net Cash Flow from Financing Activities	<u>482,630</u>	<u>(3,726,296)</u>
Net (decrease)/increase in cash and cash equivalents	<u>(2,385,439)</u>	<u>(3,905,883)</u>
Cash and bank balance at the beginning of the year	7,426,285	11,332,168
Cash and cash equivalents at the end of the year	<u>5,040,846</u>	<u>7,426,285</u>

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

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ASIAN UNIVERSITY FOR WOMEN
Notes to the Financial Statements
As at and for the year ended 30 June 2018

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, Chattogram, 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 major 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, Chattogram, 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, Chattogram, Bangladesh.



2.00 BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

2.01 Compliances

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

2.02 Basis of Measurement

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

2.03 Reporting Period

These Financial Statements cover one year from 01 July 2017 to 30 June 2018 and is followed consistently.

2.04 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.

2.05 Functional and Presentation Currency

The financial statements have been prepared and presented in Bangladeshi taka (Taka/Tk./BDT) which is the University's functional currency.

2.06 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.

2.07 Comparative Information

Comparative information has been disclosed in respect of the year 2017 for all numeric information in the financial statements and also the narrative and descriptive information where it is relevant for understanding of the current year's financial statements.

Figures for the year 2017 have been rearranged, wherever necessary, to ensure comparability with the current year.

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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 university 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>Classes of 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%
Leasehold property	20%

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.



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 in accordance with BAS 7 –“Statement of Cash Flows” 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 complies with 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”. Recognition policies are briefly described below:

Tuition fee

Tuition fee represents semester fees and admission 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 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.

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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 for Projects

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 Connecther Global Education Fund for seminar and research purposes.

3.12 Restricted Fund for Construction

AUW received BDT 32.59 million from KAPE (Kuwait Awqaf Public Foundation) through KJRC (Kuwait Joint Relief Committee) in 2011 as partial contribution towards building Library and Auditorium out of which BDT 27.50 million were spent. Unspent amount of BDT 5.08 million has been kept as restricted fund for construction.

3.13 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 IAS 37- "Provisions, Contingent Liabilities and Contingent Assets". When employees retire or leave their service from AUW then benefit is paid from this provision.

3.14 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.

3.15 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.

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4.00 Property & Equipment

	Amount in Taka							Total	
	Land & Land Development	Motor Vehicles	Furniture & Fixtures	Office Equipment	IT Equipment	Recreational Equipment	Leasehold property development		Laboratory Equipment
At cost									
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
Balance as on 01 July 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
Addition during the year	-	-	1,548,050	801,150	3,101,252	408,500	8,248,325	-	14,107,277
Balance as on 30 June 2018	60,571,558	18,730,635	47,293,987	3,667,580	35,860,349	4,006,184	8,248,325	7,494,676	185,873,294
Accumulated depreciation									
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
Charged 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
Balance as on 01 July 2017	-	18,730,635	39,502,367	2,421,266	26,981,072	3,481,423	-	7,494,676	98,611,439
Charged for the year	-	-	2,706,461	258,650	2,908,922	70,935	826,493	-	6,771,461
Balance as on 30 June 2018	-	18,730,635	42,208,828	2,679,916	29,889,994	3,552,358	826,493	7,494,676	105,382,900
Carrying amount									
As at 30 June 2017	60,571,558	-	6,243,570	445,164	5,778,025	116,261	-	-	73,154,578
As at 30 June 2018	60,571,558	-	5,085,159	987,664	5,970,355	453,826	7,421,832	-	80,490,394



		<u>30 June 2018</u>	<u>30 June 2017</u>
		<u>Taka</u>	<u>Taka</u>
5.00 Capital work-in-progress		201,517,798	201,517,798
5.01	There was no construction work at campus site during the period from 01 July 2013 to 30 June 2018 resulting in no movement in CWIP balance.		
6.00 Short term investment (less than 1 year)			
	Trust Bank Limited	31,186,610	13,595,679
		31,186,610	13,595,679
7.00 Advances, deposits and receivables			
			<u>Note</u>
	Advances	9,187,744	1,947,087
	Security deposits	326,476	351,476
	Receivables	624,644	531,394
		10,138,864	2,829,957
7.01 Advances			
	Advances to land lords	7,356,761	522,882
	Advances to students	392,431	525,138
	Advances to employees	308,112	672,407
	Loan to employees	90,000	126,500
	Loan to students	20,440	100,160
	Advances to suppliers and contractors	1,020,000	-
		9,187,744	1,947,087
7.02 Receivables			
	Receivable from students against tuition fees	348,200	517,744
	Receivable against Antivirus	7,340	13,650
	Receivable from others	269,104	-
		624,644	531,394
8.00 Cash and cash equivalents			
	Cash in hand	362,947	123,803
	Cash at bank	4,677,899	7,302,483
		5,040,846	7,426,285
8.01 Cash in hand			
	Petty cash (Finance)	336,517	98,522
	Petty cash (Dhaka Office)	26,430	25,281
		362,947	123,803
8.02 Cash at bank			
	Name of the banks	Branch	Account Type
	Trust Bank Limited	CDA Avenue	Savings A/c
	Trust Bank Limited		Current A/c
	Standard Chartered Bank	Agrabad,Ctg	Current A/c
			2,194,299
			5,000,802
			2,253,745
			2,194,498
			229,855
			107,183
			4,677,899
			7,302,483
9.00 General fund			
	Opening balance	209,199,444	223,350,903
	Excess of expenditure over income/income over expenditure	18,438,734	(14,151,459)
	Closing balance	227,638,178	209,199,444

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		<u>30 June 2018</u>	<u>30 June 2017</u>
		<u>Taka</u>	<u>Taka</u>
10.00	Restricted fund for projects		
Sl. No.	Project Name	Opening balance	Received during the year
		Payment during the year	Closing balance
		Taka	Taka
i.	Ford Foundation	55,680	-
ii.	Chemistry without Borders	6,357	-
iii.	Spark of Hope (SFH) project	-	1,561,215
iv.	Connecther Global Education Fund	380,501	363,375
v.	Prothom Alo	(24,000)	282,000
vi.	Daughters for life	2,461	242,556
vii.	United Board Christian Higher Education	-	380,626
viii.	Humanitarian Open Street Map Team	-	131,800
ix.	Morrison and Foerster Foundation	-	409,250
	Total	420,999	3,370,822
		2,888,192	903,629

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	104.40	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	2.28	336,784	
Registration fee		336,884	
Local Government tax		336,784	
Sub Total	2.28	18,354,479	
Total	106.68	60,571,558	

		<u>30 June 2018</u>	<u>30 June 2017</u>
		<u>Taka</u>	<u>Taka</u>
12.00	Provision for deferred compensation		
	Opening balance	11,371,160	14,461,767
	Add: Provided during the year	5,911,667	4,505,929
		17,282,827	18,967,696
	Less: Paid during the year	(2,279,039)	(7,500,536)
	Forfeited during the year	(312,642)	(96,000)
	Closing balance	14,691,146	11,371,160
13.00	Liabilities for expenses		
	Salaries	258,355	99,625
	Utilities	151,000	171,787
	Audit fee	646,860	337,500
	Others	47,000	55,421
	Student services	680,000	-
	Telephone	12,000	-
	Rent payable	-	22,214
		1,795,215	686,547

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	<u>30 June 2018</u>	<u>30 June 2017</u>
	Taka	Taka
14.00 Other liabilities		
Payable to vendors	1,622,576	3,150,306
Payable to students	41,784	175,300
Payable to employees against reimbursement	22,243	401,158
Statutory dues (VAT, Income Tax & Stamp Duty)	430	468,234
Students' Club fund	108,067	68,068
Payable to Pathway students	116,520	110,504
Advance tuition fee received	15,597,710	4,719,718
ICNST Fund	181,624	-
Payable to AUWSF	-	1,762,100
AUW current account	-	335,370
	<u>17,690,954</u>	<u>11,190,758</u>
15.00 Grant from AUWSF		
Expenses of AUW paid directly by AUWSF USA	115,544,638	114,509,852
Fund remitted by AUWSF USA	204,762,105	173,527,573
Fund remitted by AUWSF Hong Kong	21,746,624	12,470,193
	<u>342,053,367</u>	<u>300,507,618</u>
16.00 Other donation		
Scholarship	6,826,750	865,191
Sponsorship	-	81,150
	<u>6,826,750</u>	<u>946,341</u>
17.00 Interest income		
Interest earned from FDR	2,147,222	1,242,079
Interest earned from SND	14,566	120,508
	<u>2,161,788</u>	<u>1,362,587</u>
18.00 Other income		
Overhead charged to projects	-	187,894
Scrap sales	63,048	179,652
Miscellaneous	58,681	63,450
	<u>121,729</u>	<u>430,996</u>
19.00 Staff costs & benefits		
Staff cost	201,734,886	185,355,418
Deferred compensation	5,599,025	4,409,929
Health insurance	2,988,707	3,072,440
Staff home travel	2,343,341	2,597,959
Staff Accommodation	16,530,500	17,447,267
Shipment cost	227,458	166,320
Research	1,238,950	1,058,029
Uniform and leverage	209,650	54,568
Work permit and visa fee	632,727	608,586
Recruitment cost	3,194,649	3,062,701
Staff development & training	5,980	105,230
	<u>234,705,873</u>	<u>217,938,447</u>
20.00 Occupancy cost		
Rent	46,045,920	42,612,525
Utilities	10,370,897	9,499,560
Fuel for generator	947,960	1,307,600
Building maintenance	2,927,919	1,565,886
Housekeeping service	5,243,735	5,114,908
Security service	5,830,985	6,067,684
	<u>71,367,416</u>	<u>66,168,163</u>

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	<u>30 June 2018</u>	<u>30 June 2017</u>
	<u>Taka</u>	<u>Taka</u>
21.00 Office running cost		
Furnitures, fixtures and equipment maintenance	1,217,938	1,055,515
Car rent	1,077,455	974,847
Vehicle fuel	775,855	796,432
Government fee & insurance	553,280	525,971
Vehicle Repairs & maintenance	127,364	106,421
Office supplies	2,169,074	2,408,674
Photocopy	144,119	68,506
Subscriptions	948,649	1,070,866
Audit & Legal fee	1,331,095	1,719,628
Professional fee	2,449,957	3,076,290
Software and license renewal	691,611	27,296
Hospitality	235,245	404,737
General insurance of assets	106,349	152,355
Housekeeping supplies	510,395	439,007
Website redesign cost	3,792,675	-
	<u>16,131,061</u>	<u>12,826,544</u>
22.00 Communication cost		
Telephone	515,949	539,784
Internet	2,240,700	2,358,306
Courier, postage & fax	158,304	181,106
	<u>2,914,953</u>	<u>3,079,196</u>
23.00 Travel		
International	2,854,041	2,144,111
Local	1,145,938	1,206,917
	<u>3,999,979</u>	<u>3,351,028</u>
24.00 Student affairs		
Work study	2,399,350	2,927,204
Students Projects	1,265,835	4,435,526
Student events	1,036,164	1,156,102
Books and educational aid	5,580,900	4,206,656
Medical expenses	676,140	948,037
Food services	23,965,752	22,529,795
Laundry	586,505	800,362
House keeping supplies	1,885,922	1,506,502
Student visa cost	1,154,138	1,148,306
Pathway Students allowances	1,428,180	1,849,900
Student travel (International & local)	5,883,733	4,001,188
	<u>45,862,619</u>	<u>45,509,578</u>

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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:

- Credit risk
- Liquidity risk
- 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.

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>	30 June 2018	30 June 2017
Investments in FDRs	31,186,610	13,595,679
Advances, deposits and receivables	10,138,864	2,829,957
Cash at bank	4,677,899	7,302,483
	46,003,373	23,728,119

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 2018			
Non-derivative financial liabilities	Carrying	Contractual cash flows			Total
		Within 12	1 to 5 years	More than 5	
Provision for Deferred Compensation	14,691,146	-	14,691,146	-	14,691,146
Liabilities for expenses	1,795,215	1,795,215	-	-	1,795,215
Other liabilities	17,690,954	17,690,954	-	-	17,690,954
	34,177,315	19,486,169	14,691,146	-	34,177,315

<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

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.

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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.

<i>In Taka</i>	Fair value through profit or loss	Held to maturity	Carrying amount			Total
			Loans and receivables	Available for sale	Other financial liabilities	
30 June 2018						
Financial Assets not measured at fair value:						
Receivables	-	-	624,644	-	-	624,644
Investments in FDRs	-	-	-	31,186,610	-	31,186,610
Cash at bank	-	-	4,677,899	-	-	4,677,899
	-	-	5,302,543	31,186,610	-	36,489,153
Financial Liabilities not measured at fair value:						
Other liabilities	-	-	-	-	17,690,954	17,690,954
	-	-	-	-	17,690,954	17,690,954
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

27.00 Contingent Liabilities

The university 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.



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