

Asian University for Women

**Independent Auditor's Report
and**

**Audited Financial Statements
For the year ended 30 June 2022**

**Independent Auditor's Report
To The Board of Trustees of Asian University for Women**

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Asian University for Women ("the University") which comprise the statement of financial position as of 30 June 2022, the statement of comprehensive income and expenditure, statement of changes in funds, and statement of cash flows for the year ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the financial statements give a true and fair view of the financial position of the University as of 30 June 2022, and of its financial performance and its cash flows for the year ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Entity in accordance with the ethical requirement and we have fulfilled our other ethical responsibilities in accordance with those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements and Internal Controls

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs 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.

In preparing the financial statements, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material

misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Other Matter

The Financial Statements of the University as at and for the year ended 30 June 2021 was audited by Masih Muhith Haque & Co., Chartered Accountants and expressed a modified opinion on those Financial Statements on 19 January 2022.

Dhaka,
10 November 2022

Signed for & on behalf of
ACNABIN
Chartered Accountants



Md. Mominul Karim, FCA
Partner

ICAB Enrollment No. 934

DVC: 2303300934A5402168

**ACNABIN**

Chartered Accountants

Asian University for Women
Statement of financial position
As at 30 June 2022

<i>In taka</i>	<i>Note</i>	30 June 2022	30 June 2021
Assets			
Non-current assets			
Property and equipment	20	930,802,763	781,874,714
Capital work-in-progress	19	221,036,481	201,517,798
Total non-current assets		1,151,839,244	983,392,512
Current assets			
Short term investment	16	39,648,224	49,498,256
Advances, deposits and receivables	17	47,465,529	13,441,413
Cash and cash equivalents	18	60,169,724	34,105,277
Total current assets		147,283,477	97,044,946
Total assets		1,299,122,721	1,080,437,458
Funds and liabilities			
Funds			
General fund		316,093,704	264,440,784
Restricted fund for construction	28	-	5,083,832
Restricted fund for projects	26	3,395,463	2,444,707
Campus construction fund	27	11,193,032	10,000,000
Fund of AUWSF	29	29,923,316	-
Revaluation reserve	20	11,415,639	-
Total funds		372,021,154	281,969,323
Non-current liabilities			
Deferred income (GOB Grant)	23	681,567,069	681,567,069
Provision for deferred compensation	24	17,864,329	19,824,853
Lease liabilities	25	118,750,642	26,356,986
Total non-current liabilities		818,182,040	727,748,908
Current liabilities			
Liabilities for expenses	21	14,324,801	2,986,684
Other liabilities	22	35,367,611	10,551,333
Lease liabilities	25	59,227,115	57,181,210
Total current liabilities		108,919,527	70,719,227
Total liabilities		927,101,567	798,468,135
Total funds and liabilities		1,299,122,721	1,080,437,458

The notes on pages 7 to 34 are an integral part of these financial statements.

Director of Finance

Chattogram,

Vice Chancellor

Md. Mominul Karim, FCA

Engagement Partner

ACNABIN Chartered Accountants

DVC: 2303300934AS402168



Asian University for Women
Statement of comprehensive income and expenditure
For the year ended 30 June 2022

<i>In taka</i>	<i>Note</i>	2022	2021
Income			
Tuition fee and admission fee	5	158,962,125	145,682,357
Grant from AUWSF	6	572,742,071	180,983,291
Other donation	7	18,127,019	1,697,084
Interest income	8	509,819	2,868,230
Other income	9	42,100	118,321
Project income		5,344,048	3,652,925
Total income		755,727,182	335,002,208
Expenditure			
Staff costs and benefits	10	(214,603,133)	(173,026,753)
Occupancy cost	11	(23,308,833)	(8,522,248)
Office running cost	12	(9,954,020)	(5,915,315)
Communication cost	13	(2,942,281)	(1,397,436)
Travel	14	(635,576)	(46,918)
Student affairs	15	(357,121,318)	(9,248,474)
Events, seminars and meetings		(433,574)	(8,760)
Outreach costs		(882,965)	(534,775)
Campus maintenance expenses		(2,272,238)	(3,697,975)
Bank charges and fees		(992,974)	(1,069,992)
Google donated services		(3,021,020)	(4,592,846)
Gain on foreign currency translations		23,121	(703)
Interest on lease liability	25	(7,791,526)	(10,002,933)
Project expense		(5,344,048)	(3,652,925)
Total expenditure excluding depreciation and rent concession		(629,280,385)	(221,718,053)
Excess of income over expenditure/(expenditure over income) before charging depreciation		126,446,797	113,284,155
Depreciation on property and equipment		(13,802,016)	(12,445,070)
Depreciation charged on right-of-use of assets for the year		(62,742,582)	(57,168,553)
Concession in rent		1,616,360	2,085,240
Excess of income over expenditure/(expenditure over income)		51,518,559	45,755,772
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Gain on revaluation of property and equipment	20	11,550,000	-
Other comprehensive income		11,550,000	-
Total comprehensive income		63,068,559	45,755,772

The notes on pages 7 to 34 are an integral part of these financial statements.

Director of Finance

Vice Chancellor

Chattogram,

Md. Mominul Karim, FCA
Engagement Partner
ACNABIN Chartered Accountants

DVC: 2303300934AS402168

Asian University for Women
Statement of changes in funds
For the year ended 30 June 2022

<i>In taka</i>	General fund	Restricted fund for construction	Restricted fund for projects	Campus construction fund	Fund of AUWSF	Revaluation reserve	Total
Balance at 1 July 2020	218,685,012	5,083,832	4,242,075	10,000,000	-	-	238,010,919
Excess of income over expenditure	45,755,772	-	-	-	-	-	45,755,772
Funds received	-	-	1,855,557	-	57,958,313	-	59,813,870
Payments made from the funds	-	-	(3,652,925)	-	(57,958,313)	-	(61,611,238)
Balance at 30 June 2021	264,440,784	5,083,832	2,444,707	10,000,000	-	-	281,969,323
Balance at 1 July 2021	264,440,784	5,083,832	2,444,707	10,000,000	-	-	281,969,323
Excess of income over expenditure	51,518,559	-	-	-	-	-	51,518,559
Interest accrued	-	-	-	1,193,032	-	-	1,193,032
Transfer to grants	-	(5,083,832)	-	-	-	-	(5,083,832)
Other comprehensive income	-	-	-	-	-	11,550,000	11,550,000
Transfer against difference in depreciation between revalued and cost amount	134,361	-	-	-	-	(134,361)	-
Funds received	-	-	6,781,345	-	200,890,198	-	207,671,543
Payments made from the funds	-	-	(5,830,589)	-	(170,966,882)	-	(176,797,471)
Balance at 30 June 2022	316,093,704	-	3,395,463	11,193,032	29,923,316	11,415,639	372,021,154

The notes on pages 7 to 34 are an integral part of these financial statements.

Asian University for Women
Statement of cash flows

For the year ended 30 June 2022

<i>In taka</i>	<i>Note</i>	2022	2021
Cash flow from operating activities			
Excess of (expenditure over income)/income over expenditure after charging depreciation		51,518,559	45,755,772
Adjustments for:			
- Gain on disposal of non-current assets		-	6,129
- Depreciation on property and equipment		13,802,016	12,445,070
- Depreciation charged on right-of-use of assets		62,742,582	57,168,553
- Provision for deferred compensation		6,309,759	5,876,919
- Interest on lease liability		7,791,526	10,002,933
- Transfer from restricted fund for construction		(5,083,832)	-
- Concession on lease payments		(1,616,360)	(2,085,240)
- Forfeiture of deferred compensation		-	(517,649)
		135,464,250	128,652,487
Changes in:			
(Increase)/decrease in advances, deposits and receivables	17	(34,024,116)	(3,704,087)
Increase/(decrease) in liabilities for expenses	21	11,338,117	(6,110,783)
Increase/(decrease) in other liabilities	22	24,816,278	(2,879,679)
Cash generated from operating activities		137,594,529	115,957,938
Payment of deferred compensation	24	(8,270,283)	(2,380,239)
Interest paid on lease liability	25	(7,791,526)	(10,002,933)
Net cash from operating activities		121,532,720	103,574,766
Cash flow from investing activities			
Acquisition of non-current assets		(48,612,499)	(9,314,065)
Addition to ROU by advance		(27,000,000)	-
Realisation of short term investments	16	9,850,032	(24,498,256)
Sale of non current assets		-	550
Net cash from investing activities		(65,762,467)	(33,811,771)
Cash flow from financing activities			
Increase in fund of AUWSF	29	29,923,316	-
Increase/(decrease) in restricted fund for projects	26	950,756	(1,797,368)
Increase/(decrease) in campus construction fund	27	1,193,032	-
Payment of lease liability		(61,772,910)	(50,360,336)
Net cash from financing activities		(29,705,806)	(52,157,704)
Net increase in cash and cash equivalents		26,064,447	17,605,291
Cash and cash equivalents at 1 July		34,105,277	16,499,986
Cash and cash equivalents at 30 June		60,169,724	34,105,277

The notes on pages 7 to 34 are an integral part of these financial statements.

Notes to the financial statements

1. University information

A Corporate history and legal status

I. 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).

II. 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.

III. Address

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

B. 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.

C. Campus

Main campus building construction of AUW was commenced in June, 2022 on 135.76 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. Basis of accounting

A. Basis of preparation

These financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs).

C. Reporting period

The financial period of the University covers one year from 01 July to 30 June and is followed consistently. These financial statements cover one year from 01 July 2021 to 30 June 2022.

D. Comparative information

Comparative information has been disclosed in respect of the year 2021 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 2021 have been rearranged, wherever necessary, to ensure comparability with the current year.

E. Going concern

The University has adequate resources and intention to continue its operation for foreseeable future and hence, the financial statements have been prepared on going concern basis. Management has carefully evaluated the current situation and challenges arisen due to COVID 19 pandemic. As per management assessment there are no material uncertainties related to events or conditions which may cast significant doubt upon the University's ability to continue as a going concern.

Details of the University's accounting policies including changes during the year are included in note 34.

3. 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.

4. Use of estimates and judgments

The preparation of financial statements in conformity with IFRSs requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amount recognized in the financial statements are stated in the following notes:

Note 20 - Property and equipment

Note 25 - Lease liabilities

Notes to the financial statements (continued)

5.00 Tuition fee and admission fee

See accounting policy in Note 34 (J).

<i>In taka</i>	2022	2021
Tuition fees	151,783,259	137,434,826
Tuition fees-received from donor collected locally	3,814,826	3,356,321
Admission fees	3,364,040	4,891,210
	158,962,125	145,682,357

6.00 Grant from AUWSF

See accounting policy in Note 34 (J).

<i>In taka</i>	2022	2021
Expenses of AUW paid directly by AUWSF, USA	117,262,715	86,034,383
Fund remitted by AUWSF, USA	118,583,160	77,733,562
Fund remitted by AUWSF, Hong Kong	30,762,000	12,622,500
Victor William Fung Foundation	19,299,138	-
In kind donation received from Google	3,021,020	4,592,846
In kind donation received from Mayer Brown LLP	260,370,033	-
In kind donation received from West Virginia University	8,091,000	-
In kind donation received from Sage Publications	2,610,000	-
In kind donation received from Johns Hopkins School of Education	522,000	-
In kind donation received from Boston College	1,252,800	-
In kind donation received from Direct Relief	1,193,727	-
In kind donation received from California State University	1,424,625	-
In kind donation received from The University of Manchester	943,437	-
Release of restricted fund for construction	5,083,832	-
Fund remitted by UK foundation	2,322,584	-
	572,742,071	180,983,291

7.00 Other donation

See accounting policy in Note 34 (J).

<i>In taka</i>	2022	2021
Sponsorship fund- Kadoorie Charitable Foundation	-	1,537,084
Sponsorship fund- Epic Designers Limited, Epic group Hong Kong	6,378,750	-
Fund received from Export Import Bank of Bangladesh Ltd.	10,000,000	-
In kind donation from Indian High Commission and Mohammadi Group	674,905	-
Grants discharged from restricted projects	933,364	-
Donation from Halfdan Kjetland, UNHCR	140,000	-
Donation from Adeeb H. Khan, partner of KPMG and AUW trustee	-	100,000
Donation in cash from landlord- un restricted	-	60,000
	18,127,019	1,697,084

8.00 Interest income

See accounting policy in Note 34 (J).

<i>In taka</i>	2022	2021
Interest from Fixed Deposit Receipt (FDR)	389,172	2,498,256
Interest from SND	120,647	369,974
	509,819	2,868,230



9.00 Other income

See accounting policy in Note 34 (J).

<i>In taka</i>	2022	2021
Scrap sales and miscellaneous	42,100	124,450
Gain on disposal of non current assets	-	(6,129)
	42,100	118,321

10.00 Staff costs and benefits

<i>In taka</i>	2022	2021
Staff cost	198,233,105	160,687,802
Deferred compensation	6,309,759	5,359,270
Health insurance	3,327,535	3,388,788
Staff home travel	1,426,694	654,265
Staff accommodation	3,745,241	2,515,146
Shipment cost	256,475	83,902
Uniform and leverage	200,326	55,821
Work permit and visa fee	410,910	237,584
Recruitment cost	693,088	14,175
Staff development and training	-	30,000
	214,603,133	173,026,753

11.00 Occupancy cost

<i>In taka</i>	2022	2021
Rent	614,604	442,196
Utilities	10,339,796	4,194,970
Fuel for generator	289,250	234,000
Building maintenance	4,385,894	681,440
Housekeeping service	3,223,458	577,274
Security service	4,455,831	2,392,368
	23,308,833	8,522,248

12.00 Office running cost

<i>In taka</i>	2022	2021
Furnitures, fixtures and equipment maintenance	1,719,680	951,429
Car rent	1,119,317	26,695
Vehicle fuel	710,003	213,170
Government fee and insurance	526,553	627,400
Vehicle repairs and maintenance	197,067	144,680
Office supplies	2,801,223	240,792
Photocopy	167,720	44,763
Subscriptions	1,269,770	1,461,519
Legal and professional fee	694,595	120,555
Audit fee	172,500	456,481
Software and license renewal	29,604	1,403,254
Hospitality	151,071	-
General insurance of assets	287,696	199,949
Housekeeping supplies	85,198	24,628
Entertainment expenses	22,023	-
	9,954,020	5,915,315

13.00 Communication cost

<i>In taka</i>	2022	2021
Telephone	271,024	230,127
Internet	2,062,934	984,718
Courier, postage & fax	608,323	182,591
	2,942,281	1,397,436

14.00 Travel

<i>In taka</i>	2022	2021
International	76,676	-
Local	558,900	46,918
	635,576	46,918

15.00 Student affairs

<i>In taka</i>	2022	2021
Students projects	179,860	217,159
Student events	282,820	47,106
Books and educational aid	16,865,112	2,416,377
Medical expenses	4,554,257	181,245
Food services	25,847,301	3,384,423
Laundry	309,924	71,168
Housekeeping supplies	3,060,886	25,851
Legal and professional fees for students	261,021,543	-
Student visa cost	3,383,965	184,772
Student travel (International & local)	34,469,027	2,061,661
Work study expenses	1,150,021	-
Students allowances	5,996,602	658,712
	357,121,318	9,248,474

Notes to the financial statements (continued)

16.00 Short term investment

<i>In taka</i>	2022	2021
Investment in FDR		
Balance as at 1 July	49,498,256	25,000,000
Add: Investment made	-	22,000,000
Add: Interest accrued	1,840,996	2,841,396
Less: Excise duty	(39,000)	(59,000)
Less: Source tax on interest	(177,893)	(284,140)
Less: Encashed during the year	(11,474,135)	-
Balance as at 30 June	39,648,224	49,498,256

17.00 Advances, deposits and receivables

See accounting policy in Note 34 (E).

<i>In taka</i>	<i>Note</i>	2022	2021
Advances	(A)	22,665,512	2,222,650
Security deposits		1,878,976	449,476
Receivables	(B)	22,921,041	10,769,287
		47,465,529	13,441,413

A. Advances

<i>In taka</i>	2022	2021
Advances to land lords	17,290,500	87,500
Advances to students	82,028	8,643
Advances to employees	719,283	48,750
Loan to employees	160,000	-
Advances to suppliers and contractors	3,245,194	514,670
Loan to students	1,168,507	1,563,087
	22,665,512	2,222,650

B. Receivables

<i>In taka</i>	2022	2021
Receivable from students against tuition fees	20,787,243	10,685,973
Receivable against Antivirus	-	69,547
Receivable from AUWSF	2,133,798	13,767
	22,921,041	10,769,287

18.00 Cash and cash equivalents

See accounting policy in Note 34 (F).

<i>In taka</i>	<i>Note</i>	2022	2021
Cash in hand	(A)	186,548	113,426
Cash at bank	(B)	59,983,176	33,991,851
		60,169,724	34,105,277



A. Cash in hand

<i>In taka</i>	2022	2021
Petty cash (Finance)	176,867	105,979
Petty cash (Dhaka Office)	9,681	7,447
	186,548	113,426

B. Cash at bank

Name of the banks	Branch	Account Type	2022	2021
Trust Bank Limited		Savings A/c	2,464,576	18,585,037
Trust Bank Limited	CDA Avenue	Current A/c	2,048,530	2,617,694
Trust Bank Limited- USD			6,766,672	-
HSBC	Agrabad,	Current	29,807,135	-
Standard Chartered Bank	Ctg	A/c	18,896,263	12,789,120
			59,983,176	33,991,851

19.00 Capital work-in-progress

<i>In taka</i>	2022	2021
Balance at 1 Jul	201,517,798	201,517,798
Addition	19,518,683	-
	221,036,481	201,517,798

There was no construction work at campus site during the period from 01 July 2013 to 30 June 2021 resulting in no movement in CWIP balance. However, in June 2022 campus construction has been commenced and related directly attributable costs to construction incurring since then are added with capital work-in-progress.

Notes to the financial statements (continued)

20.00 Property and equipment- Revaluation model

See accounting policy in Note 34 (A).

<i>In taka</i>	Land & Land Development	Motor Vehicles	Furniture & Fixtures	Office Equipment	IT Equipment	Recreational Equipment	Property development	Laboratory Equipment	Right of use assets	Total
Cost										
Balance at 1 July 2020	60,571,558	18,730,635	51,539,331	6,682,089	51,966,088	4,119,059	10,043,825	8,225,057	160,636,638	372,514,280
Addition	620,995,511	-	468,135	1,254,716	7,256,814	-	-	334,400	32,108,002	662,417,578
Disposal	-	-	(22,050)	-	-	-	-	-	-	(22,050)
Balance at 30 June 2021	681,567,069	18,730,635	51,985,416	7,936,805	59,222,902	4,119,059	10,043,825	8,559,457	192,744,640	1,034,909,808
Balance at 1 July 2021	681,567,069	18,730,635	51,985,416	7,936,805	59,222,902	4,119,059	10,043,825	8,559,457	192,744,640	1,034,909,808
Revaluation adjustment	-	11,550,000	-	-	-	-	-	-	-	11,550,000
Addition	-	-	6,662,542	1,885,694	14,908,906	546,825	5,089,849	-	184,828,831	213,922,647
Reversal for revaluation	-	(18,730,635)	-	-	-	-	-	-	-	(18,730,635)
Balance at 30 June 2022	681,567,069	11,550,000	58,647,958	9,822,499	74,131,808	4,665,884	15,133,674	8,559,457	377,573,471	1,241,651,820
Accumulated depreciation										
Balance at 1 July 2020	-	18,730,635	46,039,278	4,063,873	41,770,858	3,842,662	4,774,198	7,707,570	56,507,768	183,436,842
Depreciation for the year	-	-	1,474,947	1,099,928	7,394,420	149,270	2,008,765	317,740	57,168,553	69,613,623
Adjustment for disposal	-	-	(15,371)	-	-	-	-	-	-	(15,371)
Balance at 30 June 2021	-	18,730,635	47,498,854	5,163,801	49,165,278	3,991,932	6,782,963	8,025,310	113,676,321	253,035,094
Balance at 1 July 2021	-	18,730,635	47,498,854	5,163,801	49,165,278	3,991,932	6,782,963	8,025,310	113,676,321	253,035,094
Depreciation for the year	-	134,361	1,694,934	1,414,546	7,913,848	126,954	2,165,812	351,561	62,742,582	76,544,598
Reversal for revaluation	-	(18,730,635)	-	-	-	-	-	-	-	(18,730,635)
Balance at 30 June 2022	-	134,361	49,193,788	6,578,347	57,079,126	4,118,886	8,948,775	8,376,871	176,418,903	310,849,057
Carrying amount										
At 1 July 2020	60,571,558	-	5,500,053	2,618,216	10,195,230	276,397	5,269,627	517,487	104,128,870	189,077,438
At 30 June 2021	681,567,069	-	4,486,562	2,773,004	10,057,624	127,127	3,260,862	534,147	79,068,319	781,874,714
At 30 June 2022	681,567,069	11,415,639	9,454,170	3,244,152	17,052,682	546,998	6,184,899	182,586	201,154,568	930,802,763

All motor vehicles of the University were revalued by Saif Kashem & Co., Chartered Accountants, in 2022 considering the book value of such assets on 30 June 2022. As per report of revaluation, net revaluation gain stands at Tk. 11,550,000 in 2022. These revaluations have been recognized in the financial statements at the ending of the year 2022.

Market value approach, as applicable, have been used by the independent valuer in re-valuation of motor vehicles.

Difference of depreciation between revalued carrying amount and depreciation based on carrying amount as per assets' original cost has been transferred from Revaluation Reserve to General Fund as shown in Statement of Changes in Funds.

Notes to the financial statements (continued)

20.A Property and equipment- Cost model

See accounting policy in Note 34 (A).

<i>In taka</i>	Land & Land Development	Motor Vehicles	Furniture & Fixtures	Office Equipment	IT Equipment	Recreational Equipment	Property development	Laboratory Equipment	Right of use assets	Total
Cost										
Balance at 1 July 2020	60,571,558	18,730,635	51,539,331	6,682,089	51,966,088	4,119,059	10,043,825	8,225,057	160,636,638	372,514,280
Addition	620,995,511	-	468,135	1,254,716	7,256,814	-	-	334,400	32,108,002	662,417,578
Disposal	-	-	(22,050)	-	-	-	-	-	-	(22,050)
Balance at 30 June 2021	681,567,069	18,730,635	51,985,416	7,936,805	59,222,902	4,119,059	10,043,825	8,559,457	192,744,640	1,034,909,808
Balance at 1 July 2021	681,567,069	18,730,635	51,985,416	7,936,805	59,222,902	4,119,059	10,043,825	8,559,457	192,744,640	1,034,909,808
Addition	-	-	6,662,542	1,885,694	14,908,906	546,825	5,089,849	-	184,828,831	213,922,647
Addition	-	-	-	-	-	-	-	-	-	-
Balance at 30 June 2022	681,567,069	18,730,635	58,647,958	9,822,499	74,131,808	4,665,884	15,133,674	8,559,457	377,573,471	1,248,832,455
Accumulated depreciation										
Balance at 1 July 2020	-	18,730,635	46,039,278	4,063,873	41,770,858	3,842,662	4,774,198	7,707,570	56,507,768	183,436,842
Depreciation for the year	-	-	1,474,947	1,099,928	7,394,420	149,270	2,008,765	317,740	57,168,553	69,613,623
Adjustment for disposal	-	-	(15,371)	-	-	-	-	-	-	(15,371)
Balance at 30 June 2021	-	18,730,635	47,498,854	5,163,801	49,165,278	3,991,932	6,782,963	8,025,310	113,676,321	253,035,094
Balance at 1 July 2021	-	18,730,635	47,498,854	5,163,801	49,165,278	3,991,932	6,782,963	8,025,310	113,676,321	253,035,094
Depreciation for the year	-	-	1,694,934	1,414,546	7,913,848	126,954	2,165,812	351,561	62,742,582	76,410,237
Balance at 30 June 2022	-	18,730,635	49,193,788	6,578,347	57,079,126	4,118,886	8,948,775	8,376,871	176,418,903	329,445,331
Carrying amount										
At 1 July 2020	60,571,558	-	5,500,053	2,618,216	10,195,230	276,397	5,269,627	517,487	104,128,870	189,077,438
At 30 June 2021	681,567,069	-	4,486,562	2,773,004	10,057,624	127,127	3,260,862	534,147	79,068,319	781,874,714
At 30 June 2022	681,567,069	-	9,454,170	3,244,152	17,052,682	546,998	6,184,899	182,586	201,154,568	919,387,124

Notes to the financial statements (continued)

21.00 Liabilities for expenses

<i>In taka</i>	2022	2021
Salaries	1,176,418	680,370
Utilities	257,461	51,885
Audit and professional fee	172,500	1,881,250
Student services	5,747,133	147,263
Telephone	39,152	70,808
Internet	-	7,910
Project purpose	200,322	-
Rent a car	207,000	-
Vendors for procurement of equipments	2,386,889	-
Maintenance charges	423,116	101,516
Others	3,714,810	45,682
	14,324,801	2,986,684

22.00 Other liabilities

<i>In taka</i>	2022	2021
Payable to vendors	2,936,798	2,435,135
Payable to students	458,458	84,350
Payable to employees against reimbursement	-	109,775
Students' Club fund	12,068	12,068
Advance tuition fee received	25,650,211	3,419,322
ICNST fund	240,316	240,316
Security deposits from students	5,174,606	4,159,336
Salary advance to employee	12,874	37,730
Payable to pathway students	838,576	53,301
Rohingya stipend payable	43,704	-
	35,367,611	10,551,333

23.00 Deferred income (GOB Grant)

See accounting policy in Note 34 (I)

The amount represents the deed value of land and related transfer fees for 135.76 acres of land 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	207, 301-
Stamp & registration		1,926,569	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	
Stamp cost		504,875	
Source tax	2.28	336,784	807 (part) and
Registration fee		336,884	303 (part)
Local government tax		336,784	
Sub Total	2.28	18,354,479	

Mouza: North Pahartali PS: Doublemooring (old) and Khulshi (new), Deed number: 2023 dated 16 September 2020

Particulars	Area (Acres)	Taka	BS dag no.
Deed value		562,789,884	
Stamp cost	17.02	16,883,697	
Registration fee	9.95	11,255,798	200 and 202
Local government tax		11,255,798	
VAT		16,883,697	
Sub Total	26.97	619,068,872	



Mouza: Jalalabad, PS: Panchlaish, Deed number: 7762 dated 20 June 2020

Particulars	Area (Acres)	Taka	BS dag no.
Deed value		1,751,034	
Stamp cost	1.56	52,531	
Registration fee	0.55	35,521	799 and 808
Local government tax		35,021	
VAT		52,532	
Sub Total	2.11	1,926,639	
Total	135.76	681,567,069	

24.00 Provision for deferred compensation

In taka	2022	2021
Balance at 1 July	19,824,853	16,845,822
Provided during the year	6,424,326	5,876,919
	26,249,179	22,722,741
Paid during the year	(8,270,283)	(2,380,239)
Forfeited during the year	(114,567)	(517,649)
Balance at 30 June	17,864,329	19,824,853

25.00 Lease liability

See accounting policy in Note 34 (P).

In taka	2022	2021
Balance as at 1 Jul 2021/2020	83,538,196	103,875,770
Add: Leases extended/remeasured during the year	157,828,831	32,108,002
Add: Interest charged during the year	7,791,526	10,002,933
	249,158,553	145,986,705
Payments of interest expense	(7,791,526)	(10,002,933)
Payments of lease liability	(61,772,910)	(50,360,336)
Concession in rent	(1,616,360)	(2,085,240)
Balance at 30 June	177,977,757	83,538,196

Lease liability current and non-current portion

In taka	2022	2021
Due within one (1) year	59,227,115	57,181,210
Due after more than one (1) year	118,750,642	26,356,986
	177,977,757	83,538,196

A. The company has been contracted for the following leases:

Long term and high value leases:

Name of Lessor	Address	Rent amount (BDT) (Per month)	Discount rate	Commencement of lease	Lease expiry
Mr. Didarul Alam Chowdhury	20/A Building, M M Ali Road, Chattogram	1,300,000	9%	01 Feb 2018	31 Jan 2023
Mr. Syed Mohammed Mohiuddin	20/B Building, M M Ali Road, Chattogram	517,500		7 April 2018	6 April 2023
Mrs. Lulu Kausar	20/C Building, M M Ali Road, Chattogram	517,500		1 April 2018	31 Mar 2023
Md Shamsul Alam, Fahim Ibne Alam and Fuad Ibne Alam	20/G Building, Uttar Khulshi, plot#20/F.	900,000		01 June 2018	31 May 2022
Mohammad Siraj Ud Doula (M/S D K Traders)	20/H Building, Uttar Khulshi, Kotwali	950,000		1 July 2020	30 June 2024
Mrs. Nasreen Alam Chowdhury	20/J Building, plot#20/D, Uttar Khulshi, Panchlaish.	452,000		1 July 2017	30 June 2022
Mrs. Shameem Akhter Baby (Kamal Uddin Ahmed)	Mamtaz Chaya Nir, Holding #452, Gazi Shah Lane, Chattashwary	631,579		01 Feb, 2022	31 Jan 2025
Mrs Majeda Begum	2/17 O.R Nizam Road, Panchlaish R/A, Chattogram	608,000		01 Oct 2019	30 April 2022
Mr. Al-Haj Md. Jamalullah	Faculty Residence, Plot # 3904 of BS Khatian.1204, South Khulshi, Chattogram	375,000		01 Sep 2020	31 Aug 2022
Mr. Md. Omar Ali and Mr. Hasib Hasnat Kazi	Thames Tower, Chawkbazar, Chattogram	2,250,000		01 May 2022	30 April 2028



Low value leases:

Name of Lessor	Address	Rent amount (BDT) (Per month)	Commencement of lease	Lease expiry
Mr. Mohammed Younus Ali	D-6 (1400sft), IDEAL MELODY -I, Uttar pahartali khulshi, Kotowali.	25,000	1 December 2019	30 November 2020
Mr. Md Mamun Uddin	C-6 (1310sft-5th flr-including Car Parking), IDEAL MELODY-II, MM Ali Road, Chattogram	22,000	1 January 2017	31 December 2022
Mr. Md Mamun Uddin	A-1 (1950sft-1st flr-including Car Parking), IDEAL MELODY-II, MM Ali Road, Chattogram	25,000	1 June 2019	31 May 2023
Mr. Md. Anwarul Azim -Shamim	B-4 (2300sqft, 4th flr), DEAL MELODY-II, MM ali Road, Chattogram	36,850	1 January 2020	31 December 2021
Ms. Zebunnessa Reshma	1-B, House 31, DOHS Main Road, DOHS Banani, Dhaka-1206. Guest House	44,210	1 March 2020	28 February 2022
Ms. Abida Sultana	E-6, IDEAL MELODY-I, 848/A, M M Ali Road.	23,684	01 Jan 2022	31 Dec 2023
Ms. Mamtaj Begum	E-3, IDEAL MELODY-I, 848/A, M M Ali Road.	23,684	01 Jan 2022	31 Dec 2023
Mr. Md. Emdadul Haq	E-7 (1515sft each), EPIC ANGAN, 92 Chattashwary	23,158	01 Dec 2021	30 Nov 2023
Mr. Jahangir Alam Chowdhury	C-8 (2085sft) EPIC ANGAN, 92 Chattashwary Road, Chawkbazar.	34,737	01 Dec 2021	30 Nov 2023
Mr. Mohammad Selim	H-4 (1855sft), EPIC ANGAN, Chawkbazar, 92 Chattashwary	27,368	01 Dec 2021	30 Nov 2023

I. Amount recognized in statement of income and expenditure

In taka	2022	2021
Interest on lease liability	7,791,526	10,002,933
Depreciation on Right-of-use assets	62,742,582	57,168,553
Expense against low value leases	614,604	442,196
Concession in rent	(1,616,360)	(2,085,240)

III. Amount recognized in the statement of cash flow

In taka	2022	2021
Total cash outflow for leases	(97,179,040)	(60,805,465)

26.00 Restricted fund for projects

See accounting policy in Note 34 (L).

In taka

Project Name	Balance at 1 July 2021	Received during the year	Payment/ transfer during the year	Balance at 30 June 2022	Balance at 30 June 2021
Chemistry without Borders	6,357	-	-	6,357	6,357
Spark of Hope (SFH) project	251,438	849,585	(433,500)	667,523	251,438
Hope for Wash Project	637,950	-	(637,950)	-	637,950
Catapult	-	3,265,829	(1,326,030)	1,939,799	-
United Nations High Commissioner for Refugees (UNHCR)	-	1,715,931	(1,715,931)	-	-
Connecther Global Education Fund	9	-	(9)	-	9
Prothom Alo	200,000	950,000	(1,150,000)	-	200,000
Daughters for life	17,817	-	(17,817)	-	17,817
United Board Christian Higher Education (UBCH)	166,918	-	-	166,918	166,918
Humanitarian Open Street Map Team	24,880	-	-	24,880	24,880
Morrison and Foerster Foundation	209,663	-	-	209,663	209,663
Charities Aid Foundation (CAF)	277,589	-	(277,589)	-	277,589
Elizabeth Mulligan	189,600	-	-	189,600	189,600
Erasmus project	416,607	-	(271,763)	144,844	416,607
United Board Christian Higher Education - WASH	45,879	-	-	45,879	45,879
	2,444,707	6,781,345	(5,830,589)	3,395,463	2,444,707

27.00 Campus construction fund

<i>In taka</i>	2022	2021
Balance at 1 July	10,000,000	10,000,000
Interest accrued	1,193,032	-
	11,193,032	10,000,000

28.00 Restricted fund for construction

<i>In taka</i>	2022	2021
Balance at 1 July	5,083,832	5,083,832
Released to grants	(5,083,832)	-
	-	5,083,832

29.00 Fund of AUWSF

<i>In taka</i>	2022	2021
Balance at 1 July	-	-
Add: fund received during the year	200,890,198	57,958,313
Less: expenses charged against fund received	(170,966,882)	(57,958,313)
	29,923,316	-

Notes to the financial statements (continued)

30.00 Financial risk management

International Financial Reporting Standard (IFRS) 7- Financial Instruments: Disclosures - requires disclosure
The University management has overall responsibility for the establishment and oversight of the University's

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

A. 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

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

<i>In taka</i>	<i>Note</i>	2022	2021
Investments in FDRs	16	39,648,224	49,498,256
Advances, deposits and receivables	17	47,465,529	13,441,413
Cash at bank	18	59,983,176	10,732,288
		147,096,929	73,671,957

B. 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>		2022				
Non-derivative financial liabilities	<i>Note</i>	Carrying amount	Contractual cash flows			Total
			Within 12 months	1 to 5 years	More than 5 years	
Provision for deferred compensation	24	17,864,329	-	17,864,329	-	17,864,329
Liabilities for expenses	21	14,324,801	14,324,801	-	-	14,324,801
Lease liabilities	25	118,750,642				
Other liabilities	22	35,367,611	35,367,611	-	-	35,367,611
		186,307,383	49,692,412	17,864,329	-	67,556,741

In taka

2021

Non-derivative financial liabilities	Note	Carrying amount	Contractual cash flows			
			Within 12 months	1 to 5 years	More than 5 years	Total
Provision for deferred compensation	24	19,824,853	-	19,824,853	-	19,824,853
Liabilities for expenses	21	14,324,801	14,324,801	-	-	14,324,801
Other liabilities	22	35,367,611	35,367,611	-	-	35,367,611
		69,517,265	49,692,412	19,824,853		69,517,265

C. 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.

Notes to the financial statements (continued)

31.00 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 reasonable approximation of fair value.

Carrying amount								Fair Value			
				Debt investme nts at fair value through other	Equity investme nts at fair value through other						
<i>In taka</i>	<i>Note</i>	Fair value profit or loss	Financial assets at amortized cost	comprehe nsive income	comprehe nsive income	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
30 June 2022											
Financial assets not measured at fair value:											
Receivables	17	-	22,921,041	-	-	-	22,921,041	-	-	-	-
Investments in FDRs	16	-	39,648,224	-	-	-	39,648,224	-	-	-	-
Cash at bank	18	-	59,983,176	-	-	-	59,983,176	-	-	-	-
		-	122,552,441	-	-	-	122,552,441	-	-	-	-
Financial liabilities not measured at fair value:											
Other liabilities	22	-	-	-	-	35,367,611	35,367,611	-	-	-	-
		-	-	-	-	35,367,611	35,367,611	-	-	-	-
Carrying amount								Fair Value			
				Debt investme nts at fair value through other	Equity investme nts at fair value through other						
<i>In taka</i>	<i>Note</i>	Fair value profit or loss	Financial assets at amortized cost	comprehe nsive income	comprehe nsive income	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
30 June 2021											
Financial assets not measured at fair value:											
Receivables	17	-	10,769,287	-	-	-	10,769,287	-	-	-	-
Investments in FDRs	16	-	49,498,256	-	-	-	49,498,256	-	-	-	-
Cash at bank	18	-	33,991,851	-	-	-	33,991,851	-	-	-	-
		-	94,259,394	-	-	-	94,259,394	-	-	-	-
Financial liabilities not measured at fair value:											
Other liabilities	22	-	-	-	-	10,551,333	10,551,333	-	-	-	-
		-	-	-	-	10,551,333	10,551,333	-	-	-	-

Notes to the financial statements (continued)

32.00 Contingent liabilities

The university had no contingent liabilities at the reporting date.

33.00 Events after the reporting period

No material events have occurred from the reporting date to the date of issue of these financial

34.00 Significant accounting policies

The University has consistently applied the following accounting policies to all periods presented in these financial statements except otherwise stated.

Set out below is an index of the significant accounting policies, the details of which are available on the following:

- A. Property and equipment
- B. Intangible assets
- C. Capital work-in-progress
- D. Foreign currency translation
- E. Advances, deposits & receivables
- F. Cash & cash equivalents
- G. Statement of cash flows
- H. VAT and tax
- I. Government grant
- J. Revenue
- K. Provisions, contingent liabilities and contingent assets
- L. Restricted fund for projects
- M. Restricted fund for construction
- N. Deferred compensation (retirement benefit)
- O. Books and educational aid
- P. Leases
- Q. New standards and interpretations not yet adopted

A. Property and equipment

1. Recognition and measurement

Property and equipment are stated at cost less accumulated depreciation except land & land development and motor vehicles. Land and Land development are recognized at deed value and related transfer fees and other costs in respect of registration and development of land. Motor vehicles are carried at revalued amount, being fair values at the date of revaluation less subsequent accumulated depreciation and subsequent impairment losses, if any.

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.

II. 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.

III. Depreciation

Land is held on a renewable long term leasehold basis and is not depreciated/amortized considering the usage. 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%
Property development	20%

B. Intangible assets

Intangible assets are carried at cost less any accumulated amortization and impairment losses, if any, under IAS 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%.

C. 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.

D. Foreign currency translation

Foreign currency transactions are recorded at the applicable rates of exchange prevailing at the transaction date in accordance with IAS 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.

E. 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.

F. 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.

G. Statement of cash flows

Statement of Cash Flows is prepared in accordance with IAS 7 –“Statement of Cash Flows” under indirect method.

H. 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, and Value Added Tax and Supplementary Act 2012 (effective from 01 July 2019).

I. 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 IAS 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.

Further quantum of 29.08 acres of land have been granted to the University by the Government, as represented by the Ministry of Education for which the registration and mutation in favor of the University is under progress.

J. Revenue

Revenue is recognized in accordance with IFRS 15 Revenue from contract with customers. Major components of revenue are as follows:

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.



K. Provisions, contingent liabilities and contingent assets

The preparation of the financial statements in conformity with the IAS 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.

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.

L. 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, Spark of Hope (SFH) Project, Connecther Global Education Fund etc. for seminar and research purposes.

M. 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 transferred to grants.

N. 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

O. 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.

P. Leases

At inception of a contract, the University assesses whether a contract is, or contains, a lease. A contract The policy is applied with effect from 01 July 2019 in accordance with IFRS 16.

I. As a Lessee

The University recognizes a right-of-used asset and a lease liability at the lease commencement date. The right-of-used asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term, unless the lease transfers ownership of the underlying asset to the University by the end of the lease term or the cost of the right-of-use asset reflects that the University will exercise a purchase option. In that case the right-of-use asset will be depreciated over the useful life of the underlying asset, which is determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.



The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the University's incremental borrowing rate. Generally, the University uses its incremental borrowing rate as the discount rate.

The University determines its incremental borrowing rate by obtaining interest rates from various external financing sources and making adjustments to reflect the terms of the lease and type of the asset leased.

Lease payments included in the measurement of the lease liability usually comprise the following:

- fixed payments, including in-substance fixed payments;
- variable lease payments that depend on an index or a rate, initially measured using the index
- amounts expected to be payable under a residual value guarantee; and
- the exercise price under a purchase option that the University is reasonably certain to

The lease liability is measured at amortized cost using the effective interest method. It is re-measured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the University's estimate of the amount expected to be payable under a residual value guarantee, if the University changes its assessment of whether it will exercise a purchase, extension or termination option or if there is a revised in-substance fixed lease payment.

When the lease liability is re-measured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

Short term leases and leases of low-value assets

The University has elected not to recognize right-of-use assets and lease liabilities for leases of low-value assets and short term leases, including IT equipment. The University recognizes the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

II. As a Lessor

At inception or on modification of a contract that contains a lease component, the University allocates the consideration in the contract to each lease component on the basis of their relative stand-alone prices.

When the University acts as a lessor, it determines at lease inception whether each lease is a finance lease or an operating lease.

To classify each lease, the University makes an overall assessment of whether the lease transfers substantially all of the risks and rewards incidental to ownership of the underlying asset. If this is the case, then the lease is a finance lease; if not, then it is an operating lease. As part of this assessment, the University considers certain indicators such as whether the lease is for the major part of the economic life of an asset.

Q. New standards and interpretations not yet adopted

All reporting standards effective till to date are consistently applied by the University to the extent relevant for the University. A number of new standards are effective for annual periods beginning after 1 January 2023 and earlier application is permitted; however, the University has not early adopted the new or amended standards in preparing the financial statements.

The following amended standards and interpretations are not expected to have a significant impact on the financial statements.

- IFRS 17 Insurance Contracts.
- Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practical Statement 2).
- Definition of Accounting Estimates (Amendment to IAS 8).