



## **AUDITOR'S REPORT TO THE MEMBERS OF THE SENATE**

We have audited the annexed Balance Sheet of **UNIVERSITY OF SCIENCE & TECHNOLOGY, BANNU** as at June 30, 2007 and the related income & expenditure account, cash flow statement together with notes to the accounts (here-in-after referred to as the financial statements for the year then ended).

It is the responsibility of the management to establish and maintain a system of internal control, and prepare and present the financial statements in conformity with the approved accounting standards as applicable in Pakistan. Our responsibility is to express our opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting policies used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion the financial statements present fairly in all material respects the financial position of **UNIVERSITY OF SECINCE & TECHNOLOGY, BANNU** as at June 30, 2007 and of its excess of income over expenditure for the year then ended in accordance with the approved accounting standards as applicable in Pakistan.

**PESHAWAR**

**DATED: May 22, 2009**


*Tariq Ayub, Anwar & Co.*  
**TARIQ AYUB, ANWAR & CO.**  
**CHARTERED ACCOUNTANTS**

**UNIVERSITY OF SCIENCE & TECHNOLOGY, BANNU**  
**BALANCE SHEET AS AT JUNE 30, 2007**

<u>PROPERTY &amp; ASSETS</u>	NOTE	<u>2007</u> RUPEES	<u>2006</u> RUPEES
FIXED ASSETS	3	30,527,149	8,872,258
- at cost less accumulated depreciation			
CAPITAL WORK IN PROGRESS	4	10,321,673	-
LONG TERM INVESTMENT	5	19,000,000	19,000,000
<b>CURRENT ASSETS</b>			
Advances, prepayments & other receivables	6	6,302,289	393,925
Cash & bank balances	7	99,193,758	8,489,097
		105,496,047	8,883,022
		<b>165,344,869</b>	<b>36,755,280</b>
 <b><u>FUNDS &amp; LIABILITIES</u></b>			
GENERAL FUND	8	115,153,165	35,973,521
<b>CURRENT LIABILITIES</b>			
Accruals & other payables	9	43,231,880	781,759
Bank Over draft	10	6,959,824	-
CONTINGENCIES & COMMITMENTS	11	-	-
		<b>165,344,869</b>	<b>36,755,280</b>

The annexed notes form an integral part of these accounts.

PESHAWAR  
 DATED: May 22, 2009

  
 TREASURER

  
 VICE CHANCELLOR



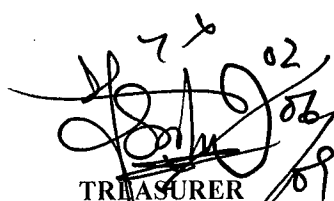
**UNIVERSITY OF SCIENCE & TECHNOLOGY, BANNU**  
**INCOME AND EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED JUNE 30, 2007**

	NOTE	<u>2007</u> RUPEES	<u>2006</u> RUPEES
INCOME	12	26,716,740	7,025,318
COST OF OPERATIONS	13	45,315,603	5,709,925
GROSS (DEFICIT) / SURPLUS		<u>(18,598,863)</u>	<u>1,315,393</u>
ADMINISTRATIVE EXPENSES	14	<u>2,772,106</u>	<u>564,548</u>
FINANCIAL EXPENSES	15	<u>394</u>	<u>8,253</u>
		<u>2,772,500</u>	<u>572,801</u>
OPERATING (DEFICIT) / SURPLUS		<u>(21,371,363)</u>	<u>742,592</u>
OTHER INCOME	16	<u>3,421,866</u>	<u>132,929</u>
NET (DEFICIT)/ SURPLUS -before taxation		<u>(17,949,497)</u>	<u>875,521</u>
TAX U/S 231-A		<u>(8,841)</u>	-
		<u>(17,958,338)</u>	<u>875,521</u>
RECURRING GRANT	17	52,069,307	-
EXCESS OF INCOME OVER EXPENDITURE		<u><u>34,110,969</u></u>	<u><u>875,521</u></u>

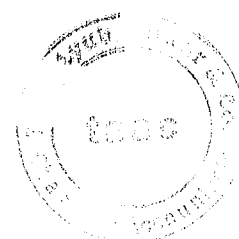
Carried to Note No. 8

The annexed notes form an integral part of these accounts.

PESHAWAR  
 DATED: May 22, 2009

  
 TRASURER

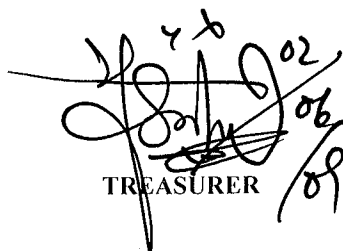
  
 VICE CHANCELLOR



**UNIVERSITY OF SCIENCE & TECHNOLOGY, BANNU**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED JUNE 30, 2007**

	<u>2007</u>	<u>2006</u>
	RUPEES	RUPEES
<b><u>A - CASH FLOW FROM OPERATING ACTIVITIES</u></b>		
Excess of Income Over Expenditures	34,110,969	875,521
Adjustment for:		
Depreciation	6,038,907	1,931,450
Surplus before working capital changes	40,149,876	2,806,971
<b>(Increase)/decrease in current assets</b>		
Advances, prepayments & other receivables	(5,908,364)	(393,925)
<b>(Increase) / Decrease in Current Liabilities</b>		
Accruals & other payables	42,450,121	781,759
Net cash inflow from operating activities	<u>76,691,633</u>	<u>3,194,805</u>
<b><u>B - CASH FLOW FROM INVESTING ACTIVITIES</u></b>		
Addition to fixed assets	(27,693,798)	(10,803,708)
Long term investments	-	(19,000,000)
Capital Work in Progress	(10,321,673)	-
Net cash outflow from Investing activities	<u>(38,015,471)</u>	<u>(29,803,708)</u>
<b><u>C - CASH FLOW FROM FINANCING ACTIVITIES</u></b>		
Grants received	45,068,675	35,098,000
Bank overdraft	6,959,824	-
Net cash inflow from financing activities	<u>52,028,499</u>	<u>35,098,000</u>
Net Cash Inflow A+B+C	90,704,661	8,489,097
Cash and cash equivalent at the beginning of the year	8,489,097	-
Cash and cash equivalent at the end of the year	<u>99,193,758</u>	<u>8,489,097</u>

PESHAWAR  
DATED: May 22, 2009

  
TREASURER

  
VICE CHANCELLOR



**UNIVERSITY OF SCIENCE & TECHNOLOGY, BANNU**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED JUNE 30, 2007**

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**1. LEGAL ENTITY & OPERATIONS**

The University of Science & Technology, Bannu is an autonomous body formed under the University of Science & Technology, Bannu Act 2005 (NWFP NO.XIII OF 2005) as amended by University of Science & Technology, Bannu (Amendment ACT 2006, (NWFP ACT NO.V OF 2006) ).

The University of Science & Technology, Bannu has launched a number of degree Programmes and post degree programmes with the mission to be center for the transmission, diffusion and extension of knowledge in the field of Science & Technology and allied discipline catering to the high level professional & technical manpower requirement both from the Private & Public sectors segments of the Country.

**2. SIGNIFICANT ACCOUNTING POLICIES**

**2.1 . ACCOUNTING CONVENTION**

These accounts have been prepared under the historical cost convention.

**2.2 . FIXED ASSETS**

Fixed assets are stated at cost less accumulated depreciation on reducing balance method. Normal repair and maintenance are charged to revenue as and when incurred whereas major renewals and improvements are capitalized.

Depreciation for full year is charged on assets purchased during the year while no depreciation is charged on the assets sold during the year.

**2.3 . CAPITAL WORK IN PROGRESS**

These are stated at cost.

**2.4 . INVESTMENTS**

Surplus funds are subjected to term investments on the advise of the financial management of the University. Investments are stated at cost.

**2.5 . REVENUE RECOGNITION**

Revenue is recognized as and when received by the University of Science & Technology, Bannu.



3. FIXED ASSETS

PARTICULARS	C O S T			D E P R E C I A T I O N			WRITTEN DOWN VALUE 30-06-2007	
	AS AT 01-07-2006	ADDITIONS during the year	AS AT 30-06-2007	RATE %	AS AT 01-07-2006	FOR THE YEAR		AS AT 30-06-2007
COMPUTERS & PRINTERS	5,552,585	2,827,137	8,379,722	20	1,110,517	1,453,841	2,564,358	5,815,364
LIBRARY BOOKS	495,585	3,375,175	3,870,760	10	24,779	384,598	409,377	3,461,383
FURNITURE & FIXTURES	627,557	2,864,156	3,491,713	10	62,756	342,896	405,652	3,086,061
PROJECTORS	254,000	-	254,000	10	25,400	22,860	48,260	205,740
OFFICE EQUIPMENT	555,032	63,110	618,142	10	55,503	56,264	111,767	506,375
TELEPHONE INSTALLATION	8,000	15,185	23,185	10	800	2,239	3,039	20,146
ELECTRIC APPLIANCES	75,252	489,823	565,075	10	7,525	55,755	63,280	501,795
VEHICLES	3,206,000	13,989,000	17,195,000	20	641,200	3,310,760	3,951,960	13,243,040
BICYCLES	1,480	4,160	5,640	10	148	549	697	4,943
CROCKERY & CUTLERY	28,217	650	28,867	10	2,822	2,605	5,427	23,440
AIR CONDITIONER	-	649,664	649,664	10	-	64,966	64,966	584,698
ARMS & AMUNITION	-	31,992	31,992	10	-	3,199	3,199	28,793
LABORATORY EQUIPMENTS	-	3,383,746	3,383,746	10	-	338,375	338,375	3,045,371
	2007	2006	2007		2006	2007	2006	2007
	10,803,708	27,693,798	38,497,506		1,931,450	6,038,907	7,970,357	30,527,149
	-	10,803,708	10,803,708		-	1,931,450	1,931,450	8,872,258

Note 3.1 - Depreciation has been Provided for the year - Carried to Note No. 13



		2007	2006
		RUPEES	RUPEES
<b>4. CAPITAL WORK IN PROGRESS</b>	- represents construction of		
	Academic Block Campus - A	4.1	4,410,665
	Academic Block Campus - B	4.2	4,402,327
	Boundary Wall Campus - B	4.3	1,508,681
		<u>10,321,673</u>	<u>-</u>

4.1 This represents the Construction of Academic Block at City-Campus-A at the cost of Rs. 31.385 million vide contract No. IN-V (Phase-1) on dated February 22, 2007 situated at old Railway Station. It is a part of the Developmental Project duly approved by Public Sector Developmental Programme of Pakistan. (PSDP).

4.2 This represents the Construction of Academic Block at City Campus-B at the cost of Rs. 31.385 million vide Contract No. IN-IV (Phase-1) on dated December 14, 2006 situated at old Railway Station. It is also a part of the Developmental Project duly approved by Public Sector Developmental Programme of Pakistan. (PSDP).

4.2 This represents the Construction of Boundary Wall of City Campus-B at the cost of Rs2.427 million vide Contract No.EDHEC/12-06/PD/02 on dated December 4, 2006. It is also a part of the Developmental Project duly approved by Public Sector Developmental Programme of Pakistan. (PSDP).

#### 5. LONG TERM INVESTMENT

Habib Bank Limited	<u>19,000,000</u>	<u>19,000,000</u>
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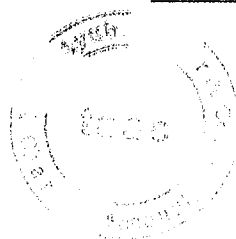
5.1 This amount represent surplus fund are invested in Habib Bank Limited TDRs @ 10 % for a term of three The detail of Munafa Plus Certificates are as under:

TDR Ref No.	Date	Bank	Date of Maturity	Amount of TDRs	Profit Receivable on the date of Maturity
043981	21-06-2006	Habib Bank Limited	21-06-2009	10,000,000	3,000,000
093982	27-06-2006	Habib Bank Limited	27-06-2009	9,000,000	2,700,000
				<u>19,000,000</u>	<u>5,700,000</u>

5.2 No Provision for Accrued Profit has been made in these Accounts.

#### 6. ADVANCES, PREPAYMENTS & OTHER RECEIVABLES

Advances to Staff	1,923,168	327,925
Income tax Refundable	30,175	-
Secured Advances to Contractors	2,970,374	-
Advance Hostel Rent	147,000	66,000
Advance Rent of office Building	231,572	-
Advance Deposited to Cantonment Board Bannu	1,000,000	-
	<u>6,302,289</u>	<u>393,925</u>



**7. CASH & BANK BALANCES**

In hand

With banks:

The Bank of Khyber - A/C NO.4343  
 United Bank Limited - A/C NO.4383  
 The Bank of Khyber - A/C NO.8168  
 The Bank of Khyber - A/C NO.4833  
 Habib Bank Limited - A/C NO.3179-62  
 Habib Bank Limited - A/C NO.6450-5  
 The Bank of Khyber - A/C NO.5428  
 Bank Alfalah Limited - A/C NO.2900023  
 Habib Bank Limited - A/C NO.6452-5  
 The Bank of Khyber - A/C NO.5822-7  
 Habib Bank Limited - A/C NO.6442-6  
 Habib Bank Limited - A/C NO.6451-6

**2007**  
**RUPEES**

**2006**  
**RUPEES**

-	-
-	5,004,449
-	30,241
5	95,123
36,006,375	3,348,475
-	10,809
10,200,512	-
896,956	-
71,126	-
181,879	-
44,370	-
30,069,672	-
21,722,863	-
<b>99,193,758</b>	<b>8,489,097</b>
<b>99,193,758</b>	<b>8,489,097</b>

**8. GENERAL FUND**

Balance as at July 1, 2006

Excess of Income over Expenditure

GRANT IN AID

Provincial Government of NWFP through Xen SNW Bannu  
 Provincial Government of NWFP for Vehicle  
 Provincial Government of NWFP for PC II B.I.S.E Bannu  
 Provincial Government of NWFP for Furniture  
 Provincial Government of NWFP for PC II, Consultancy  
 Developmental Project  
 Library Grants  
 HEC grants for Seminars & Conference  
 Provincial Government of NWFP for Student debate

35,973,521	-
34,110,969	875,521
-	16,000,000
-	6,000,000
-	10,000,000
-	200,000
-	2,892,000
44,163,000	-
774,675	-
131,000	-
-	6,000
45,068,675	35,098,000
<b>115,153,165</b>	<b>35,973,521</b>





9. ACCRUALS & OTHER PAYABLES	2007 RUPEES	2006 RUPEES
Accruals	254,903	88,072
Income Tax Payable (Suppliers)	69,176	8,890
Earnest Money / Securities	7,925,734	394,383
Students Scholarship	177,438	289,000
CP Fund Payable	1,414	1,414
Students Security	932,750	-
Professional Tax Payable	12,000	-
Sales Tax Payable	31,777	-
Mr. Hafeez ullah	5	-
Advance Money Shops	32,300,000	-
Security Payable Suppliers	1,526,683	-
	<u>43,231,880</u>	<u>781,759</u>

#### 10. BANK OVERDRAFT

The Bank of Khyber A/C No. 5549	10.1	6,959,824	-
		<u>6,959,824</u>	<u>-</u>

10.1 Temporary Overdraft due to cheques issued but not presented for payment up to June 30, 2007

#### 11. CONTINGENCIES & COMMITMENTS

There were no contingencies and commitments at the date of Balance Sheet.

#### 12. INCOME

Tuition fee	Note-12.1	7,273,750	2,839,300
Admission Fee		3,721,470	777,500
Registration Fee		4,226,121	758,000
Examination Fee		5,376,645	581,600
Library Fee		1,100,000	198,000
Hostel Fee		726,000	36,000
Sale of Prospectus		216,550	115,200
Miscellaneous		4,520,340	1,854,390
		<u>27,160,876</u>	<u>7,159,990</u>
Less: Fee Refunded		444,136	134,672
		<u>26,716,740</u>	<u>7,025,318</u>



## 12.1

## Tuition Fee-consist of

Disciplines	1st Term Rupees
M.Phil	182,850
Ms.Computer Science	222,600
MBA - Morning	210,000
MBA - Evening	215,000
MCS	205,000
M.ED	86,100
Msc.Physics	135,000
Msc. Chemistry	170,000
Msc.Botany	125,000
Msc.Biotech	-
Msc. Economics	20,000
BBA	301,500
BBA-IT	324,000
Bcs	-
B.Ed	111,600
Bsc. Chemistry	49,500
Bsc.Botany	36,000
Bsc.Computer Science	135,000
Bsc.B & F	252,000
Bs.Software Engineering	189,000
Bsc.Biotech	162,000

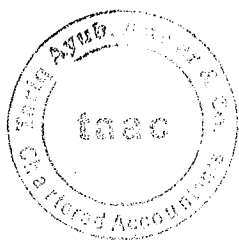
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**3,132,150**

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	2007 RUPEES	2006 RUPEES
<b>13 . COST OF OPERATIONS</b>		
Salaries, honoraria & allowances	16,082,990	3,175,644
Utilities	385,821	36,072
Petrol, Oil & Lubricants	448,072	111,908
Meeting, seminars & conferences	334,292	18,807
Vehicle hiring charges	-	2,100
Vehicle Registration	72,364	64,705
Hostel Rent	597,000	55,000
Website Registration	-	9,000
Students Scholarship / Stipend	45,720	-
Computer accessories	214,115	8,145
Advertisement & publicity	13,907,691	297,094
Depreciation	6,038,907	1,931,450
Consultancy Fee	1,926,925	-
Chemical & Glassware	4,261,982	-
Fee Concession	47,275	-
Exam Allowance	86,030	-
Rent of Building	866,419	-
	<b>45,315,603</b>	<b>5,709,925</b>

Note- 3.1

#### 14 . ADMINISTRATIVE EXPENSES

Communication charges	363,195	109,211
Printing & stationery	505,085	59,750
Repair & maintenance	333,974	91,571
Fee & taxes	900	2,535
Newspaper & periodicals	69,650	3,324
Entertainment	45,734	41,549
Medical expenses	-	300
Student dress allowance	19,398	490
Audit Fee	75,000	75,000
Plant & gamlas	180	2,670
Miscellaneous expenses	427,975	78,300
Travelling & conveyance	184,351	-
Legal & Professional Charges	235,826	-
Freight Charges	23,415	-
TA DA	88,294	98,948
Sport Material	399,129	900
	<b>2,772,106</b>	<b>564,548</b>

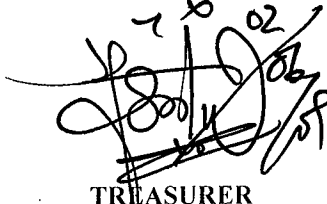


	2007 RUPEES	2006 RUPEES
<b>15. FINANCIAL CHARGES</b>		
Bank charges	<u>394</u>	<u>8,253</u>
<b>16. OTHER INCOME</b>		
Profit on Investment	252,095	27,041
Profit on Bank Account	1,411,846	95,123
Vehicle hiring charges	6,912	4,265
Rules Fee	-	1,500
Training Fee Domestic	130,645	-
Bank Commission	290	-
Stamp Duty	6,000	-
Miscellaneous Receipts	12,200	-
Income from Project	1,601,878	5,000
Tender form Fee	<u>3,421,866</u>	<u>132,929</u>
<b>17. RECURRING GRANTS</b>	<u>52,069,307</u>	<u>-</u>

**18. GENERAL**

Figures in these accounts have been rounded-off to the nearest rupee and of the previous year have been re-arranged and re-grouped to facilitate comparison.

PESHAWAR  
DATED: May 22, 2009

  
 TRASURER

  
 VICE CHANCELLOR

