

**UNIVERSITY OF SCIENCE & TECHNOLOGY, BANNU  
(USTB)  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2009**

**AUDITORS' REPORT**

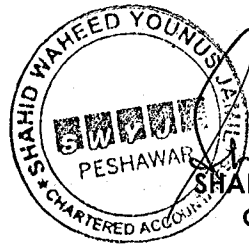
We have audited the annexed Balance Sheet of **UNIVERSITY OF SCIENCE & TECHNOLOGY, BANNU (USTB)** as at June 30, 2009 and the related Income & Expenditure account and Cash Flow statement together with the notes forming part thereof for the year then ended and we state that we have obtained all the information & explanations which to the best of our knowledge & belief, were necessary for the purpose of our audit.

It is the responsibility of the University Management to establish and maintain a system of internal control and prepare and present the above said statements in conformity with the approved accounting standards and the requirements of the University of Science & technology, Bannu NWFP ACT NO. XIII OF 2005 further amended by NWFP ACT NO.V OF 2006. Our responsibility is to express an opinion on these statements based on our audit.

We conduct our audit in accordance with the auditing standards as applicable in Pakistan. These standards require that we plan & perform the audit to obtain reasonable assurance about whether the above said statements are free of any material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the above said statements. An audit also includes assessing the accounting policies and significant estimates made by management, as well as, evaluating the over all presentation of the above said statements. We believe that our audit provides a reasonable basis for our opinion and, after due verification, we report that;

- a) In our opinion, proper books of account have been kept by the University as required by the USTB Act;
- b) In our opinion:
  - i) The Balance Sheet, Income & Expenditure Account and Cash Flow Statement, together with the notes are in agreement with the books of accounts and are further in accordance with accounting policies consistently applied; and
  - ii) The expenditure incurred during the year was for the purpose of the University; and
  - iii) The business conducted, investments made and the expenditure incurred during the period were in accordance with the objects of the University;
- c) In our opinion and to the best of our information and according to the explanations given to us, the Balance Sheet, Income & Expenditure Account and Cash Flow Statement together with the notes forming part thereof and respectively give a true and fair view of the state of the University affairs as at June 30, 2009.

**PESHAWAR  
JANUARY 20, 2010**



*Shahid Waheed Younus Jamil*  
**SHAHID WAHEED YOUNUS JAMIL  
CHARTERED ACCOUNTANTS**



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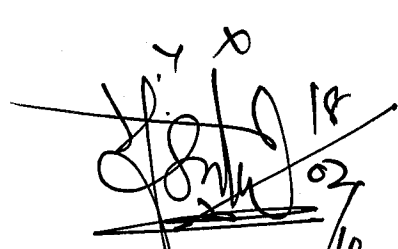
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**UNIVERSITY OF SCIENCE & TECHNOLOGY, BANNU**  
**BALANCE SHEET AS AT JUNE 30, 2009**

<b>PROPERTY &amp; ASSETS</b>	<b>NOTE</b>	<b>2009 RUPEES</b>	<b>2008 RUPEES</b>
FIXED ASSETS - <i>at cost less</i> <i>accumulated depreciation</i>	3	83,868,039	44,067,359
CAPITAL WORK IN PROGRESS - <i>at cost</i>	4	341,716,732	144,023,671
LONG TERM INVESTMENTS	5	-	19,000,000
<b>CURRENT ASSETS</b>			
Advances, deposits & receivables	6	32,706,039	47,906,708
Short term investments	7	54,000,000	13,000,000
Cash & bank balances	8	104,405,672	49,591,097
		191,111,711	110,497,805
		616,696,482	317,588,835
 <b>FUNDS &amp; LIABILITIES</b>			
GENERAL FUND	9	516,217,064	258,600,759
<b>CURRENT LIABILITIES</b>			
Accruals & other payables	10	100,479,418	58,988,076
		616,696,482	317,588,835

The annexed notes form an integral part of these accounts.  
Auditors' report is annexed.

**PESHAWAR**  
**JANUARY 20, 2010**

  
**TREASURER**

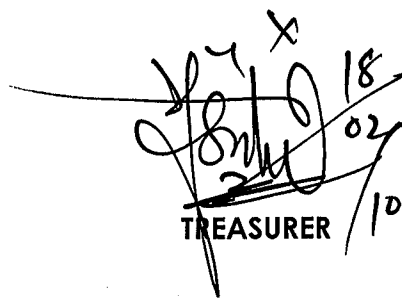
  
**VICE-CHANCELLOR**

UNIVERSITY OF SCIENCE & TECHNOLOGY, BANNU  
INCOME & EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED JUNE 30, 2009

	NOTE	2009 RUPEES	2008 RUPEES
INCOME	11	61,713,989	44,836,009
COST OF OPERATIONS	12	86,866,947	60,573,640
GROSS DEFICIT		(25,152,958)	(15,737,631)
ADMINISTRATIVE EXPENSES	13	4,443,298	4,231,928
BANK CHARGES & COMMISSION		17,135	56,095
OPERATING DEFICIT		4,460,433	4,288,023
		(29,613,391)	(20,025,654)
OTHER INCOME	14	9,235,350	5,290,867
		(20,378,041)	(14,734,787)
RECURRING GRANT		67,725,556	40,146,994
EXCESS OF INCOME OVER EXPENDITURE		47,347,515	25,412,207

The annexed notes form an integral part of these accounts.  
Auditors' report is annexed.

PESHAWAR  
JANUARY 20, 2010

  
TREASURER

  
VICE CHANCELLOR

UNIVERSITY OF SCIENCE & TECHNOLOGY, BANNU  
CASH FLOW STATEMENT  
FOR THE YEAR ENDED JUNE 30, 2009

	2009 RUPEES	2008 RUPEES
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Excess of income over expenditure	47,347,515	25,412,207
Adjustment for:		
Depreciation	13,951,737	7,697,993
	<u>61,299,252</u>	<u>33,110,200</u>
(Increase)/decrease in current assets		
Advances, deposits & receivables	15,200,669	(41,604,419)
Increase/(decrease) in current liabilities		
Accruals & other payables	41,491,342	15,756,196
	<u>117,991,263</u>	<u>7,261,977</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Fixed assets - Addition	(53,752,417)	(21,238,203)
Capital work in progress	(197,693,061)	(133,701,998)
Long term investments	19,000,000	-
Short term investments	(41,000,000)	(13,000,000)
	<u>(273,445,478)</u>	<u>(167,940,201)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Grants received	210,268,790	118,035,387
Bank overdraft	-	(6,959,824)
	<u>210,268,790</u>	<u>111,075,563</u>
Net cash flow from financing activities		
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>54,814,575</b>	<b>(49,602,661)</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>49,591,097</b>	<b>99,193,758</b>
<b>Cash and cash equivalents at the end of the year</b>	<b><u>104,405,672</u></b>	<b><u>49,591,097</u></b>

PESHAWAR  
JANUARY 20, 2010

TREASURER

VICE CHANCELLOR

**UNIVERSITY OF SCIENCE & TECHNOLOGY, BANNU**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED JUNE 30, 2009**

**1. LEGAL ENTITY & OPERATIONS:**

The University of Science & Technology, Bannu (USTB) is an autonomous body established under the University of Science & Technology, Bannu Act 2005 (NWFP ACT NO. XIII OF 2005) as further amended by University of Science & Technology, Bannu (AMENDMENT) ACT 2006, (NWFP ACT NO. V OF 2006). The objectives of USTB include the promotion and dissemination of knowledge in areas of emerging sciences & technology; providing training, research, instruction, demonstration and services in different areas of learning; offering curriculum and courses matching international educational standards for computer sciences and information technology programmes, business administration, graduation & post graduation faculties and other branches of education as USTB may determine in future.

USTB has launched a number of degree and post degree programmes with the mission to be centre 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.

The Jurisdiction of USTB extends to the territorial limits of the Bannu Division. USTB has currently established a campus at Bannu and is planning for further expansion in future.

**2. SIGNIFICANT ACCOUNTING POLICIES:**

**2.1 Accounting convention**

These accounts have been prepared under the historical cost convention.

**2.2 Fixed assets**

These are stated at cost less accumulated depreciation except land and capital work in progress, which are stated at cost. Depreciation is charged on reducing balance method at the rates specified as per note 3. Full year's depreciation is charged on additions made during the year, whereas no depreciation is charged on assets disposed off during the year. Gain or loss on disposal of fixed assets if any, is charged to current year income. Normal repairs & maintenance are charged to income as and when incurred, whereas major renewals and improvements are capitalized.

**2.3 INVESTMENTS**

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

**2.4 Revenue recognition**

Revenue is recognized as and when become due to the University. However profit on TDR/PLS accounts is accounted for on actual receipt basis.

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3. FIXED ASSETS

P A R T I C U L A R S	C O S T		Rate (%)	D E P R E C I A T I O N		W.D.V
	As at	Additions		As at	As at	
	01-07-2008	30-06-2009		01-07-2008	30-06-2009	
Building	-	6,887,431	10	688,743	688,743	6,198,688
Computers & printers	9,600,897	5,348,202	30	3,971,666	3,293,230	7,684,203
Library books	12,054,549	6,107,259	10	1,573,894	1,658,791	14,929,123
Laboratory equipments	5,634,746	21,400,086	10	-	2,703,483	24,331,349
Furniture & fixtures	6,380,736	5,232,262	10	1,871,172	974,183	8,767,643
Plant & machinery	-	4,640,299	20	-	928,060	3,712,239
Projectors	308,000	-	10	74,234	23,377	210,389
Office equipments	1,503,102	-	10	250,901	125,220	1,126,981
Telephone installation	23,185	-	10	5,054	1,813	16,318
Electrical installation	-	3,576,878	10	-	357,688	3,219,190
Electric appliances	1,384,331	-	10	195,385	118,895	1,070,051
Vehicles	22,130,000	560,000	20	7,587,568	3,020,486	12,081,946
Bicycles	5,640	-	10	1,191	445	4,004
Crockery & cutlery	28,867	-	10	7,771	2,110	18,986
Air conditioners	649,664	-	10	123,436	52,623	473,605
Arms & ammunitions	31,992	-	10	6,078	2,591	23,323
<b>RUPEES</b>	<b>59,735,709</b>	<b>53,752,417</b>		<b>15,668,350</b>	<b>13,951,737</b>	<b>83,868,039</b>
<b>RUPEES : 2008</b>	<b>38,497,506</b>	<b>21,238,203</b>		<b>7,970,357</b>	<b>7,697,993</b>	<b>44,067,359</b>

Cont'd....P/3

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4. CAPITAL WORK IN PROGRESS - at cost

P A R T I C U L A R S	CONTRACT NUMBER	SANCTIONED AMOUNT	ACCUMULATED BALANCE AS AT 2009	ACCUMULATED BALANCE AS AT 2008
External development works	EDMC/12-06/PD/01	26,055,610	30,902,994	18,269,852
Academic block main campus	IN-II/07-07/PD/07	31,111,922	20,249,576	6,376,585
Students hostel main campus	IN-III/07-07/PD/07	44,662,473	42,431,486	10,232,177
Academic block campus - B	IN-IV/02-07/PD/02	30,850,003	58,116,894	32,764,765
Students hostel campus - A	IN-IV/02-07/PD/02	44,350,217	39,765,147	12,782,811
Students service centre	IN-IV/02-07/PD/02	4,256,332	842,538	-
Academic block campus - A	IN-IV/02-07/PD/03	31,647,617	43,355,594	20,393,536
Administration block main campus	IN-IV/02-07/PD/03	45,633,562	28,396,043	8,577,629
Multi purpose hall campus - A	IN-IV/02-07/PD/03	15,115,363	6,847,069	1,506,577
Boundary wall	EDHEC/12-06/PD/02	5,421,652	4,529,415	1,948,873
Bus stand city campus	421USTB/PD/07	4,896,169	-	4,135,655
Visiting faculty hostel main campus	IISDF/18-10/PD/07	22,909,307	15,198,721	3,291,661
Commercial market	UC-1/03-07/PD	67,253,076	48,550,159	21,212,454
Commercial plaza	UC-1/03-07/PD	91,387,870	2,531,096	2,531,096
		<b>465,551,173</b>	<b>341,716,732</b>	<b>144,023,671</b>

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<b>2009</b>	<b>2008</b>
<b>RUPEES</b>	<b>RUPEES</b>

**5. LONG TERM INVESTMENTS**

-	19,000,000
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This represents surplus funds placed in Habib Bank Limited "Munafa Plus Deposit Certificate" TDRs @ 10% for a term of three years, matured during the year.

**6. ADVANCES, DEPOSITS & RECEIVABLES**

Advances:

Advances to staff - *For Procurements*

Income tax refundable

Secured advances to contractors

Letter of credit

Sundries

12,266,669	3,186,489
30,216	30,216
18,722,154	25,569,687
-	17,718,928
-	401,388
31,019,039	46,906,708

Deposits - *Cantonment Board Bannu*

Receivables - *Students dues*

1,000,000	1,000,000
687,000	-
32,706,039	47,906,708

**7. SHORT TERM INVESTMENTS**

54,000,000	13,000,000
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This represents surplus funds placed in Habib Bank Limited "HBL Advantage Account" TDRs @ 11% for a term of one year.

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**8. CASH AND BANKS BALANCES**

In hand

With banks:

National Bank of Pakistan (A/c # 10138-6)

National Bank of Pakistan (A/c # 10139-5)

Bank of khyber (A/c # 8168)

Bank of khyber (A/c # 4833)

Bank of khyber (A/c # 5549)

Bank of khyber (A/c # 5428)

Bank of khyber (A/c # 5731)

Bank of khyber (A/c # 5822-7)

Habib bank limited (A/c # 6450-5)

Habib bank limited (A/c # 6452-5)

Habib bank limited (A/c # 1264)

Habib bank limited (A/c # 6692)

Habib bank limited (A/c # 6107)

Habib bank limited (A/c # 6580-9)

Habib bank limited (A/c # 6584-1)

Habib bank limited (A/c # 6451-3)

Habib bank limited (A/c # 6689)

Habib bank limited (A/c # 6442-6)

Bank alfalah limited (A/c # 2900043)

Bank alfalah limited (A/c # 2900023)

**2009  
RUPEES**

**2008  
RUPEES**

	-	-
National Bank of Pakistan (A/c # 10138-6)	32,614,660	-
National Bank of Pakistan (A/c # 10139-5)	514,933	-
Bank of khyber (A/c # 8168)	-	5
Bank of khyber (A/c # 4833)	11,401,625	24,165,403
Bank of khyber (A/c # 5549)	2,433,809	379,493
Bank of khyber (A/c # 5428)	381	578
Bank of khyber (A/c # 5731)	6,057,722	-
Bank of khyber (A/c # 5822-7)	-	984
Habib bank limited (A/c # 6450-5)	6,594,459	5,612,230
Habib bank limited (A/c # 6452-5)	219,202	241,634
Habib bank limited (A/c # 1264)	7,761,818	-
Habib bank limited (A/c # 6692)	263,238	-
Habib bank limited (A/c # 6107)	-	180,247
Habib bank limited (A/c # 6580-9)	5,257,016	1,435,066
Habib bank limited (A/c # 6584-1)	17,240,808	7,297,001
Habib bank limited (A/c # 6451-3)	10,897,494	3,063,100
Habib bank limited (A/c # 6689)	63,772	-
Habib bank limited (A/c # 6442-6)	2,871,231	7,144,230
Bank alfalah limited (A/c # 2900043)	213,504	-
Bank alfalah limited (A/c # 2900023)	-	71,126
	104,405,672	49,591,097
	<u>104,405,672</u>	<u>49,591,097</u>

**9. GENERAL FUND**

Balance as at July 01, 2008

Excess of income over expenditure

GRANT IN AID

Development project

Library grant

HEC grant for seminars & conferences

HEC grants for TTS

HEC grants for students delegation

Balance as at July 01, 2008	258,600,759	115,153,165
Excess of income over expenditure	47,347,515	25,412,207
GRANT IN AID		
Development project	208,625,000	110,000,000
Library grant	1,163,121	953,400
HEC grant for seminars & conferences	480,669	421,392
HEC grants for TTS	-	6,604,595
HEC grants for students delegation	-	56,000
	210,268,790	118,035,387
Balance as at June 30, 2009	<u>516,217,064</u>	<u>258,600,759</u>

Cont'd ... P/6

**10. ACCRUALS & OTHER PAYABLES**

	2009 RUPEES	2008 RUPEES
Accruals	5,614,269	345,287
Other payables:		
Income tax - Suppliers	8,12,536	52,895
Earnest money/Security	19,931,960	20,423,560
Students scholarships & stipends	4,278,671	235,220
Employees CP fund	2,359,802	1,727
Students security	2,538,250	1,440,750
Professional tax	4,700	13,300
Sales tax	46,207	38,461
Other payables of Plant & machinery	4,270,620	-
Advance money shops	44,110,000	34,310,000
Security - contractors	16,508,510	2,097,795
Income tax - Employees	3,788	24,802
Sundries	105	4,279
	94,865,149	58,642,789
	<u>100,479,418</u>	<u>58,988,076</u>

**11. INCOME**

Tuition fee	13,208,380	11,751,600
Admission fee	4,406,610	10,785,712
Registration fee	2,596,850	1,329,260
Examination fee	19,719,811	12,309,683
Library fee	1,291,100	1,343,233
Hostel fee	1,134,490	1,208,980
Affiliation fee	12,234,246	-
Accrued income	687,000	-
Sundry receipts	6,435,502	6,107,541
	<u>61,713,989</u>	<u>44,836,009</u>

Cont'd ... P/7

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**12. COST OF OPERATIONS**

	<b>2009</b>	<b>2008</b>
	<b>RUPEES</b>	<b>RUPEES</b>
Salaries, wages & benefits	50,815,311	31,475,565
Utilities	562,843	855,130
Vehicle running & maintenance	1,153,955	926,474
Meetings, seminars & conferences	480,669	14,905
Students scholarships & stipends	5,610,751	3,054,789
Advertisement & publicity	440,936	7,063,248
Depreciation	13,951,737	7,697,993
Consultancy fee	200,000	3,500,000
Chemical & glassware	-	40,608
Fee concession	-	32,050
Exam conducting charges & allowances	11,000,000	3,360,000
Rent of office building	954,496	756,384
Rent of residential building - <i>Hostel</i>	1,696,249	1,796,494
	<b>86,866,947</b>	<b>60,573,640</b>

**13. ADMINISTRATIVE EXPENSES**

Communication	352,660	363,246
Traveling & conveyance	430,193	205,067
Printing & stationery	1,474,472	556,027
Legal & professional charges	621,241	627,329
Repair & maintenance	544,736	591,150
Entertainment	114,702	132,948
News papers & periodicals	63,562	53,533
Sports material	356,110	371,465
Audit fee	55,000	75,000
Sundries	430,622	1,256,163
	<b>4,443,298</b>	<b>4,231,928</b>

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**14. OTHER INCOME**

Profit on investments & bank accounts  
Income from vehicles  
Income from project  
Social work fee  
Donation  
Sundry receipts

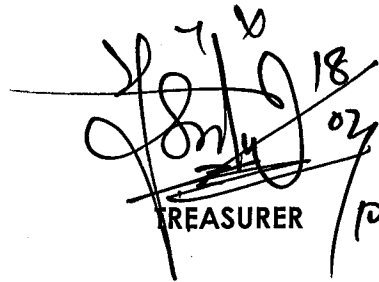
	2009 RUPEES	2008 RUPEES
Profit on investments & bank accounts	8,703,768	4,548,862
Income from vehicles	78,220	68,660
Income from project	-	419,815
Social work fee	263,238	8,550
Donation	-	70,000
Sundry receipts	190,124	174,980
	<u>9,235,350</u>	<u>5,290,867</u>

**15. GENERAL**

15.1 Figures have been rounded off to the nearest rupee.

15.2 Figures of the previous year have been rearranged & regrouped to facilitate comparison.

PESHAWAR  
JANUARY 20, 2010

  
TREASURER

  
VICE CHANCELLOR