

## 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, 2006 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, 2006 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.  
CHARTERED ACCOUNTANTS


**UNIVERSITY OF SCIENCE & TECHNOLOGY, BANNU**  
**BALANCE SHEET AS AT JUNE 30, 2006**

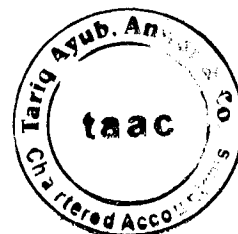
<u>PROPERTY &amp; ASSETS</u>	NOTE	<u>2006</u> RUPEES
FIXED ASSETS	3	8,872,258
- at cost less accumulated depreciation		
LONG TERM INVESTMENT	4	19,000,000
CURRENT ASSETS		
Advances, prepayments & other receivables	5	393,925
Cash & bank balances	6	8,489,097
		8,883,022
		<u>36,755,280</u>
 <u>FUNDS &amp; LIABILITIES</u>		
GENERAL FUND	7	35,973,521
CURRENT LIABILITIES		
Accruals & other payables	8	781,759
CONTINGENCIES & COMMITMENTS	9	-
		<u>36,755,280</u>

The annexed notes form an integral part of these accounts.

PESHAWAR:  
 DATED: May 22, 2009

  
 TREASURER

  
 VICE-CHANCELLOR

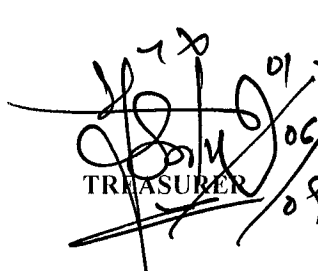



**UNIVERSITY OF SCIENCE & TECHNOLOGY, BANNU**  
**INCOME AND EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED JUNE 30, 2006**

	NOTE	2006 RUPEES
INCOME	10	7,025,318
COST OF OPERATIONS	11	5,709,925
GROSS SURPLUS		1,315,393
ADMINISTRATIVE EXPENSES	12	564,548
FINANCIAL EXPENSES	13	8,253
		572,801
OPERATING SURPLUS		742,592
OTHER INCOME	14	132,929
EXCESS OF INCOME OVER EXPENDITURE		<u>875,521</u>
Carried to Note No. 7		

The annexed notes form an integral part of these accounts.

PESHAWAR:  
 DATED: May 22, 2009

  
 TRASURER

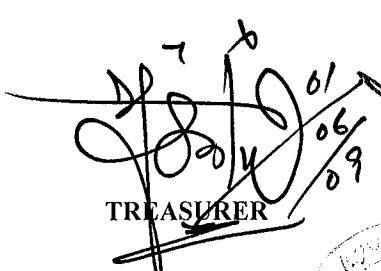
  
 VICE CHANCELLOR

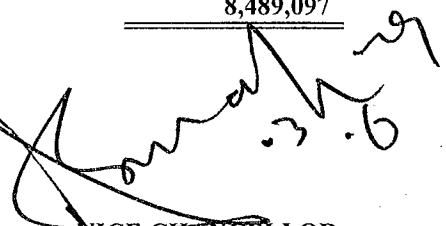



**UNIVERSITY OF SCIENCE & TECHNOLOGY, BANNU**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED JUNE 30, 2006**

	2006
	RUPEES
<b><u>A - CASH FLOW FROM OPERATING ACTIVITIES</u></b>	
Excess of Income Over Expenditures	875,521
Adjustment for:	
Depreciation	1,931,450
Surplus before working capital changes	2,806,971
<b>Increase/decrease in current assets</b>	
Advances, prepayments & other receivables	(393,925)
<b>Increase / decrease in current liabilities</b>	
Accruals & other payables	781,759
Net cash inflow from operating activities	3,194,805
<b><u>B - CASH FLOW FROM INVESTING ACTIVITIES</u></b>	
Addition to fixed assets	(10,803,708)
Long term investments	(19,000,000)
Net cash outflow from Investing activities	(29,803,708)
<b><u>C - CASH FLOW FROM FINANCING ACTIVITIES</u></b>	
Grants received	35,098,000
Net cash inflow from financing activities	35,098,000
<b>Net Cash Inflow A+B+C</b>	8,489,097
<b>Cash and cash equivalent at the beginning of the year</b>	-
<b>Cash and cash equivalent at the end of the year</b>	8,489,097

PESHAWAR:  
DATED: May 22, 2009

  
**TREASURER**

  
**VICE CHANCELLOR**



**UNIVERSITY OF SCIENCE & TECHNOLOGY, BANNU**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED JUNE 30, 2006**

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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 Programes and post degree programes with the mission to be center for the transmission, diffusion and extention of knowledge in the field of Science & Technology and allied discipline catering to the high level proffessional & 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.





**4. LONG TERM INVESTMENT**2006  
RUPEESHabib Bank Limited 4.1 19,000,000

4.1 . This amount represent surplus fund are invested in Habib Bank Limited TDRs @ 10 % for a term of three years. The details of Munafa Plus Certificates are as under

TDRs 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>

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

**5. ADVANCES, PREPAYMENTS & OTHER RECEIVABLES**

Advances to Staff 327,925  
 Advance Hostel Rent 66,000  
393,925

**6. CASH & BANK BALANCES**

In hand -

With banks:

The Bank of Khyber - A/C NO.4343	5,004,449
United Bank Limited - A/C NO.4383	30,241
The Bank of Khyber - A/C NO.8168	95,123
The Bank of Khyber - A/C NO.4833	3,348,475
Habib Bank Limited - A/C NO.3179-62	10,809
	<u>8,489,097</u>
	<u>8,489,097</u>

**7. GENERAL FUND**

Excess of Income over Expenditure 875,521

**GRANTS IN AID**

Provincial Government of N.W.F.P through Xen SNW Bannu	16,000,000
Provincial Government of N.W.F.P for Vehicle	6,000,000
Provincial Government of N.W.F.P for PC II B.I.S.E Bannu	10,000,000
Provincial Government of N.W.F.P for Furniture	200,000
Provincial Government of N.W.F.P for Student Debate	6,000
Provincial Government of N.W.F.P for PC II, Consultancy	2,892,000
	<u>35,098,000</u>
	<u>35,973,521</u>



8. ACCRUALS & OTHER PAYABLES	2006 RUPEES
Accruals	88,072
Income Tax Payable (Suppliers)	8,890
Retention money / call deposits	394,383
CP Fund Payable	1,414
Students Security	289,000
	<u>781,759</u>

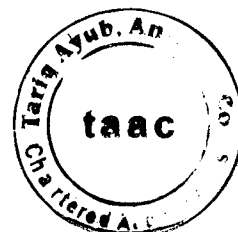
#### 9. CONTINGENCIES & COMMITMENTS

There are no Contingency and Commitments.

#### 10. INCOME

Tuition fee	Note - 10.1	2,839,300
Admission Fee		777,500
Registration Fee		758,000
Examination Fee		581,600
Library Fee		198,000
Hostel Fee		36,000
Sale of Prospectus		115,200
Miscellaneous		1,854,390
		<u>7,159,990</u>
Less: Fee Refunded		134,672
		<u>7,025,318</u>

10.1 TUITION FEE	1ST TERM RUPEES	2ND TERM RUPEES	TOTAL RUPEES
MBA - Morning	424,000	225,000	649,000
MBA - Evening	270,000	-	270,000
MCS	232,000	135,000	367,000
M.ED	57,400	-	57,400
B.ED	50,400	-	50,400
BBA	400,000	225,000	625,000
BBA-IT	336,000	184,500	520,500
BSCS	192,000	108,000	300,000
	<u>1,961,800</u>	<u>877,500</u>	<u>2,839,300</u>





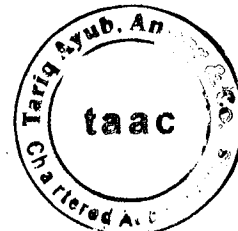
		2006 RUPEES
<b>11 . COST OF OPERATIONS</b>		
Salaries, honoraria & allowances		3,175,644
Utilities		36,072
Petrol, Oil & Lubricants		111,908
Meeting, seminars & conferences		18,807
Vehicle hiring charges		2,100
Vehicle Registration		64,705
Hostel Rent		55,000
Website Registration		9,000
Computer accessories		8,145
Advertisement & publicity		297,094
Depreciation	Note - 3.1	1,931,450
		<u><u>5,709,925</u></u>

**12 . ADMINISTRATIVE EXPENSES**

Sports Material		900
Communication charges		109,211
Printing & stationery		59,750
Repair & maintenance		91,571
Fee & taxes		2,535
Newspaper & periodicals		3,324
Entertainment		41,549
Medical expenses		300
Student dress allowance		490
Audit Fee		75,000
Plant & gamlas		2,670
Miscellaneous expenses		78,300
Travelling & conveyance		98,948
		<u><u>564,548</u></u>

**13 . FINANCIAL CHARGES**

Bank charges		8,253
		<u><u>8,253</u></u>



**14. OTHER INCOME**

Profit on Investments  
Profit on bank accounts  
Vehicle hiring charges  
Tender form fee  
Rules fee

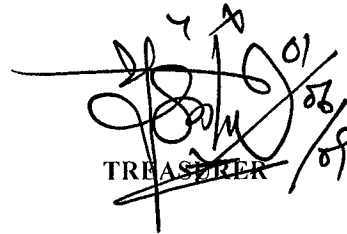
2006  
RUPEES  
27,041  
95,123  
4,265  
5,000  
1,500

132,929

**15. GENERAL**

Figures in these accounts have been rounded-off to the nearest rupee.

PESHAWAR:  
DATED: May 22, 2009

  
TREASURER

  
VICE CHANCELLOR

