

# **UNIVERSITY OF TURBAT**

## **AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2018**

**ILYAS SAEED & CO.**  
CHARTERED ACCOUNTANTS



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## **INDEPENDENT AUDITOR'S REPORT TO THE MANAGEMENT**

### ***Opinion***

We have audited the annexed financial statements of the University of Turbat (the University) which comprise the statement of financial position as at June 30, 2018 and the related income & expenditure account, statement of cash flows and statement of changes in general fund for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the University as at June 30, 2018 and its financial performance, its cash flows and changes in fund for the year then ended in accordance with the accounting framework and accounting policies as stated in notes to the financial statements.

### ***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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the University in accordance with the ethical requirements that are relevant to our audit of the financial statements in Pakistan and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### ***Responsibility of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the accounting policies as stated in notes to the financial statements and for such internal control as management determines is necessary to enable the preparation of the 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 University's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the University or to cease operations, or has no realistic alternative but to do so.

### ***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, these could reasonably be expected to influence the economic decisions of the 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 one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or 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 University's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates, if any, and related disclosures made by the 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 University's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report related 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 auditors' report. However, future events or conditions may cause the University 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 transaction 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.



**CHARTERED ACCOUNTANTS**

Engagement Partner: IMRAN ILYAS, FCA


ISLAMABAD: 24/06/2025.



**UNIVERSITY OF TURBAT**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2018**

ASSETS	NOTE	2018 (Rupees)	2017 (Rupees)
<b>NON-CURRENT ASSETS</b>			
Property, Plant & Equipment	4	116,454,013	92,447,007
Capital Work In Progress	5	1,722,077,162	1,318,915,878
Long Term Investments	6	-	50,000,000
Advance To Contractors	7	22,608,134	52,730,071
		1,861,139,309	1,514,092,956
<b>CURRENT ASSETS</b>			
Short Term Investments	8	65,000,000	-
Advance & Other Receivables	9	4,270,276	15,748,794
Accrued Interest	10	84,317	17,512,329
Cash & Bank	11	447,027,144	657,357,670
		516,381,737	690,618,793
<b>TOTAL ASSETS</b>		<b>2,377,521,045</b>	<b>2,204,711,749</b>
<b>FUNDS &amp; LIABILITIES</b>			
<b>FUNDS</b>			
Endowment Fund	12	250,000,000	50,000,000
Accumulated Surplus	SCF	51,326,449	97,898,153
		301,326,449	147,898,153
<b>NON-CURRENT LIABILITIES</b>			
Development Grant	13	1,893,452,642	1,709,046,595
Bridge Finance	14	-	200,000,000
		1,893,452,642	1,909,046,595
<b>CURRENT LIABILITIES</b>			
Other Payables	15	182,741,954	147,767,001
Contingencies & Commitments	16	-	-
<b>TOTAL FUNDS &amp; LIABILITIES</b>		<b>2,377,521,045</b>	<b>2,204,711,749</b>

The annexed notes from (1) to (24) form an integral part of these financial statements.

  
**VICE CHANCELLOR**

  
**DIRECTOR FINANCE**



**UNIVERSITY OF TURBAT**  
**INCOME & EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED JUNE 30, 2018**

PARTICULARS	NOTE	2018 (Rupees)	2017 (Rupees)
<b>INCOME</b>			
Fee Income	17	18,778,323	8,979,697
Grants	18	196,694,240	159,639,720
		215,472,563	168,619,417
<b>EXPENDITURE</b>			
Operational Expenses	19	177,832,641	105,752,184
Administrative Expenses	20	81,119,807	57,595,936
Finance Cost	21	105,301	274,921
		259,057,749	163,623,041
Operating (Deficit) / Surplus		(43,585,186)	4,996,376
Other Income	22	1,834,807	7,386,360
<b>(DEFICIT) / SURPLUS FOR THE YEAR</b>		<b>(41,750,379)</b>	<b>12,382,736</b>

The annexed notes from (1) to (24) form an integral part of these financial statements.

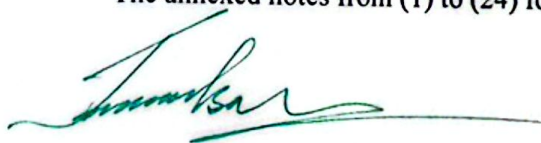
  
**VICE CHANCELLOR**

  
**DIRECTOR FINANCE**

**UNIVERSITY OF TURBAT**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2018**

PARTICULARS	NOTE	2018 (Rupees)	2017 (Rupees)
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
(Deficit) / Surplus For The Year		(41,750,379)	12,382,736
Adjustment For Non-Cash Charges And Other Items:			
Prior Years' Adjustments		(4,821,325)	1,722,192
Depreciation		20,319,571	17,894,950
Operating Cash Flow Before Working Capital Changes		(26,252,133)	31,999,878
Working Capital Changes:			
(Increase) / Decrease In Current Assets			
Advances To Contractors		30,121,937	(32,971,835)
Advances & Other Receivables		11,478,518	(8,388,164)
Accrued Interest		17,428,012	(5,875,000)
Investments		(15,000,000)	-
Increase / (Decrease) In Current Liabilities			
Other Payables		34,974,953	68,628,283
Net Working Capital Changes		79,003,420	21,393,284
Net Cash Flow From Operating Activities		52,751,287	53,393,162
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Purchase Of Property, Plant & Equipment		(44,326,577)	(40,660,838)
Addition In Capital Work In Progress		(403,161,284)	(587,745,984)
Net Cash Flow From Investing Activities		(447,487,861)	(628,406,822)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Development Grant		184,406,047	342,866,360
Net Cash Flow From Financing Activities		184,406,047	342,866,360
Net Changes In Cash & Cash Equivalents		(210,330,526)	(232,147,300)
Cash & Cash Equivalents At Start Of The Year		657,357,670	889,504,970
<b>CASH &amp; CASH EQUIVALENTS AT END OF YEAR</b>		447,027,144	657,357,670

The annexed notes from (1) to (24) form an integral part of these financial statements.

  
**VICE CHANCELLOR**

  
**DIRECTOR FINANCE**




**UNIVERSITY OF TURBAT**  
**STATEMENT OF CHANGES IN GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2018**

PARTICULARS	ENDOWMENT FUND	GENERAL FUND	TOTAL
	(Rupees)	(Rupees)	(Rupees)
Balance As At June 30, 2016	50,000,000	83,793,225	133,793,225
Surplus For The Year	-	12,382,736	12,382,736
Prior Years' Adjustments	-	1,722,192	1,722,192
<b>Balance As At June 30, 2017</b>	<b>50,000,000</b>	<b>97,898,153</b>	<b>147,898,153</b>
Transferred From Bridge Loan	200,000,000	-	200,000,000
(Deficit) For The Year	-	(41,750,379)	(41,750,379)
Prior Years' Adjustments	-	(4,821,325)	(4,821,325)
<b>BALANCE AS AT JUNE 30, 2018</b>	<b>250,000,000</b>	<b>51,326,449</b>	<b>301,326,449</b>

The annexed notes from (1) to (24) form an integral part of these financial statements.

  
**VICE CHANCELLOR**

  
**DIRECTOR FINANCE**

# UNIVERSITY OF TURBAT

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED JUNE 30, 2018

#### 1 THE UNIVERSITY AND ITS ACTIVITIES

University of Turbat is the second public sector university in the Province of Balochistan, chartered by the Government of Balochistan vide Act of 2012 passed by the Balochistan Provincial Assembly in May, 2012. The main objective of the establishment of the University of Turbat in the Mekran region in Balochistan is to provide better opportunities of higher education to the students of Turbat (Kech) and adjoining districts of Panjgur, Gawadar and Awaran. The University offers various programs in the fields of M.Phil, PhD, Management Sciences, Computer Sciences, Commerce, Economics, English, Political Sciences, Balochi Language and Education.

#### 2 STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with Generally Accepted Accounting Principals and Accounting Policies stated hereunder.

#### 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies applied in preparation of these financial statements are set out below. These policies have been consistently applied, unless otherwise stated:

##### 3.1 Basis of preparation

###### (a) Accounting convention

These financial statements have been prepared under the historical cost convention except as other wise stated in the respective policies and notes given hereunder.

###### (b) Critical accounting estimates and judgments

The preparation of financial statements in conformity with the Generally Accepted Accounting Principals requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised. Significant areas requiring use of management estimates relate to the useful life of depreciable assets. However, assumptions and judgments made by management in the application of accounting policies that have significant effect on the financial statements are not expected to result in material adjustment to the carrying amounts of assets and liabilities during next year.

##### 3.2 Property and equipment - owned

###### Cost

Property and equipment are stated at cost less accumulated depreciation and impairment losses, if any. Cost of tangible assets consists of historical cost and other directly attributable cost of bringing the asset to working condition. Subsequent costs are included in the carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the University and the cost of item can be measured reliably. All other repair and maintenance costs are charged to income during the year in which they are incurred.





**UNIVERSITY OF TURBAT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2018**

**Depreciation**

Depreciation on all operating property and equipment is charged to income on reducing balance method after taking into account residual value, if any, so as to write off the depreciable amount of an asset over its estimated useful life at the rates given in Note 4. Depreciation on additions is charged from the month the assets are available for use while no depreciation is charged from the month in which the assets are disposed off. The residual values and useful lives of assets are reviewed by the management at each financial year end and adjusted if impact on depreciation is significant.

**Derecognition**

An item of property and equipment is derecognized on disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and carrying amount of the asset) is included in the income in the year the asset is derecognized.

**3.3 Property and equipment - leased**

Leases where the University has substantially all the risks and rewards of ownership are classified as finance lease. Assets subject to finance lease are capitalized at the commencement of the lease term at the lower of present value of minimum lease payments under the lease agreements and the fair value of the leased assets, each determined at the inception of the lease. The related rental obligation net of finance cost is included in liabilities against assets subject to finance lease. The liabilities are classified as current and long term depending upon the timing of payments. Each lease payment is allocated between the liability and finance cost so as to achieve a constant rate on the balance outstanding. The finance cost is charged to income over the lease term. Depreciation of assets subject to finance lease is recognized in the same manner as for owned assets.

**3.4 Impairment of assets**

An assessment is made at each year end date to determine whether there is any indication of impairment or reversal of previous impairment, including items of property and equipment. In the event that an asset's carrying amount exceeds its recoverable amount an impairment loss is recognized in the income & expenditure account. A previously recognized impairment loss is reversed only if there has been a change in the estimates used to determine the recoverable amount, however, not to an amount higher than the carrying amount that would have been determined (net of depreciation), had no impairment losses been recognized for the asset in the prior years. Reversal of impairment loss is restricted to the original cost of the asset.

**3.5 Investments**

Classification of an investment is made on the basis of intended purpose for holding such investment. Management determines the appropriate classification of its investments at the time of purchase and re-evaluates such designation on regular basis. Investments are initially measured at fair value plus transaction costs directly attributable to acquisition, except for "Investment at fair value through profit or loss" which is initially measured at fair value.

Investments with fixed or determinable payments and fixed maturity are classified as held-to-maturity when the University has the positive intent and ability to hold to maturity. Investments intended to be held for an undefined period are not included in this classification. Long-term investments that are intended to be held to maturity are subsequently measured at amortized cost. This cost is computed as the amount initially recognized minus principal repayments, plus or minus the cumulative amortization, using the effective interest rate method, of any difference between the initially recognized amount and the maturity

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**UNIVERSITY OF TURBAT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2018**

amount. For investments carried at amortized cost, gains and losses are recognized in income & expenditure statement when the investments are de-recognized or impaired, as well as, through the amortization process.

**3.6 Other receivables**

Other receivables are stated at estimated realizable value after each debt is considered individually. Where the payment of debt becomes doubtful, a provision is made and charged to income.

**3.7 Cash and cash equivalents**

Cash and cash equivalents are carried in the statement of financial position at cost. Cash and cash equivalents comprise cash in hand, cash with banks on current and saving accounts.

**3.8 Security deposits**

Security deposits received from students are recognized and carried at cost.

**3.9 Borrowings**

Borrowings are recognized initially at fair value and are subsequently stated at amortized cost.

**3.10 Other payables**

Liabilities and other payables are carried at cost which is the fair value of the consideration to be paid or payable in future for goods and / or services received.

**3.11 Provisions**

Provisions are recognized when the University has a present, legal or constructive obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made.

**3.12 Offsetting**

Financial assets and liabilities are offset and the net amount is reported in the statement of financial position, if the University has a legally enforceable right to set off the recognized amounts and the University intends to settle either on a net basis or realize asset and settle liability simultaneously.

**3.13 Revenue Recognition**

Revenue is recognized when it is probable that the economic benefits associated with the transactions will flow to the University and the amount of revenue and the associated cost incurred or to be incurred can be measured reliably;

The revenue from different sources is recognized as follows:-

- (i) fee income and government grant is recognized on receipt basis; and
- (ii) Profit on deposits with banks is recognized on time proportion basis taking into account the amounts outstanding and rates applicable thereon.





**UNIVERSITY OF TURBAT**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2018**

**3.14 Taxation**

No provision for taxation has been provided in these financial statements as the University is a not for profit organization operating solely for educational purposes as defined in Section 2(36) read with Section 100C of the Income Tax Ordinance, 2001. As per Clause (126) of Part I of the Second Schedule of the Income Tax Ordinance, 2001, the University is exempted from levy of tax.

**3.15 Employees' benefits**

The University has the following retirement plans for its employees:

**a. General provident fund**

The University operates an unapproved funded contributory provident fund scheme for its permanent employees. Equal contributions are made to the fund by the University and the employees at the rate of 5% of their basic pay. The University's contributions are charged to income for the year.

**b. Benevolent fund**

The University operates a benevolent fund for all employees. Employees are entitled to the fund at the time of retirement.

**3.16 Financial instruments**

Financial assets and financial liabilities are recognized when the University becomes a party to the contractual provisions of the instrument. The particular recognition methods adopted are disclosed in the individual policy statements associated with each item. The University derecognizes the financial assets and financial liabilities when it ceases to be a party to such contractual provisions of the instruments.

**3.17 Re-statement / re-classification**

Figures for previous period are re-stated / re-classified for the purpose of better comparison.

**3.18 Development grant**

Development grant is received from the Government for establishment of University and is primarily utilized towards capital expenditure. This grant is recognized on receipt basis or when firm commitment is received for the release of the same.

**3.19 Capital work in progress**

Capital work in progress is stated at cost actually incurred on development of property and equipment for the University. The costs incurred on development are charged to capital work in progress and on completion of an item of property and equipment, transferred to respective assets.

**3.20 Presentation & functional currency**

Figures in these financial statements have been presented in Pakistani Rupees which is the functional and presentation currency of the economic environment in which the University operates.

**3.21 Significant events**

There were no significant events requiring separate disclosure.



UNIVERSITY OF TURBAT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2018

4 PROPERTY, PLANT & EQUIPMENT

PARTICULARS	COST			DEPRECIATION				W.D.V.
	As At 01-07-2017 (Rupees)	Additions / (Deletions) (Rupees)	As At 30-06-2018 (Rupees)	RATE %	As At 01-07-2017 (Rupees)	For the Year (Rupees)	As At 30-06-2018 (Rupees)	As At 30-06-2018 (Rupees)
<b>GENERAL:</b>								
Building - Security Pillars	1,064,764	75,645	1,140,409	10%	146,405	99,400	245,805	894,604
Computers & Accessories	9,116,813	390,000	9,506,813	30%	3,642,058	1,759,427	5,401,485	4,105,329
Office & Teaching Equipment	2,546,329	5,658,005	8,204,334	10%	263,709	363,258	626,967	7,577,367
Security Equipment	2,335,920	6,084,487	8,420,407	10%	170,357	514,512	684,869	7,735,538
Plant & Machinery	6,931,857	1,577,249	8,509,106	10%	456,615	743,819	1,200,434	7,308,672
Furniture & Fixture	6,371,846	23,918,670	30,290,516	10%	392,284	1,867,445	2,259,729	28,030,787
Library Books	1,266,602	4,890,326	6,156,928	10%	134,753	284,603	419,356	5,737,572
Vehicles	13,666,000	-	13,666,000	30%	4,412,198	2,776,141	7,188,339	6,477,661
	<b>43,300,131</b>	<b>42,594,382</b>	<b>85,894,513</b>		<b>9,618,379</b>	<b>8,408,605</b>	<b>18,026,984</b>	<b>67,867,529</b>
<b>DEVELOPMENT:</b>								
Installation Of Tube Wells	5,065,631	-	5,065,631	10%	620,540	444,509	1,065,049	4,000,582
I. T. Computer & Automation	1,398,795	1,572,195	2,970,990	30%	822,310	380,876	1,203,186	1,767,804
Office & Teaching Equipment	7,276,292	-	7,276,292	10%	1,571,517	570,478	2,141,995	5,134,298
Laboratory Equipment	5,534,771	-	5,534,771	10%	390,153	514,462	904,615	4,630,156
Books & Journals	3,631,309	-	3,631,309	10%	559,539	307,177	866,716	2,764,593
Furniture & Fixture	14,438,291	-	14,438,291	10%	3,111,842	1,132,645	4,244,487	10,193,804
Transport & Security Systems	46,032,800	160,000	46,192,800	30%	17,536,733	8,560,820	26,097,553	20,095,247
	<b>83,377,889</b>	<b>1,732,195</b>	<b>85,110,084</b>		<b>24,612,634</b>	<b>11,910,967</b>	<b>36,523,601</b>	<b>48,586,483</b>
<b>TOTAL</b>	<b>126,678,020</b>	<b>44,326,577</b>	<b>171,004,597</b>		<b>34,231,013</b>	<b>20,319,571</b>	<b>54,550,584</b>	<b>116,454,013</b>

- a. Land for the establishment and development of the University is given by the Government, free of cost.
- b. Depreciation on general assets is charged to administrative expenses whereas depreciation on development assets is charged to development grant.



UNIVERSITY OF TURBAT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2018

4.1 Property, plant & equipment - comparative

PARTICULARS	COST			DEPRECIATION				W.D.V.
	As At 01-07-2016 (Rupees)	Additions / (Deletions) (Rupees)	As At 30-06-2017 (Rupees)	RATE %	As At 01-07-2016 (Rupees)	For the Year (Rupees)	As At 30-06-2017 (Rupees)	As At 30-06-2017 (Rupees)
<b>GENERAL:</b>								
Building - Security Pillars	1,064,764	-	1,064,764	10%	44,365	102,040	146,405	918,359
Computers & Accessories	6,480,954	2,635,859	9,116,813	30%	1,967,027	1,675,031	3,642,058	5,474,755
Office & Teaching Equipment	1,301,900	1,244,429	2,546,329	10%	95,080	168,629	263,709	2,282,620
Security Equipment	-	2,335,920	2,335,920	10%	-	170,357	170,357	2,165,563
Plant & Machinery	3,614,385	3,317,472	6,931,857	10%	72,166	384,449	456,615	6,475,242
Furniture & Fixture	2,283,534	4,088,312	6,371,846	10%	112,928	279,356	392,284	5,979,562
Library Books	902,460	364,142	1,266,602	10%	37,602	97,151	134,753	1,131,849
Vehicles	13,666,000	-	13,666,000	30%	423,675	3,988,523	4,412,198	9,253,802
	29,313,997	13,986,134	43,300,131		2,752,843	6,865,536	9,618,379	33,681,752
<b>DEVELOPMENT:</b>								
Installation Of Tube Wells	5,065,631	-	5,065,631	10%	126,641	493,899	620,540	4,445,091
I. T. Computer & Automation	1,398,795	-	1,398,795	30%	575,245	247,065	822,310	576,485
Office & Teaching Equipment	4,678,294	2,597,998	7,276,292	10%	1,044,347	527,170	1,571,517	5,704,775
Laboratory Equipment	-	5,534,771	5,534,771	10%	-	390,153	390,153	5,144,618
Books & Journals	2,582,174	1,049,135	3,631,309	10%	305,659	253,880	559,539	3,071,770
Furniture & Fixture	11,755,491	2,682,800	14,438,291	10%	1,977,910	1,133,932	3,111,842	11,326,449
Transport & Security Systems	31,222,800	14,810,000	46,032,800	30%	9,553,418	7,983,315	17,536,733	28,496,067
	56,703,185	26,674,704	83,377,889		13,583,220	11,029,414	24,612,634	58,765,255
<b>TOTAL</b>	<b>86,017,182</b>	<b>40,660,838</b>	<b>126,678,020</b>		<b>16,336,063</b>	<b>17,894,950</b>	<b>34,231,013</b>	<b>92,447,007</b>

a. Land for the establishment and development of the University is given by the Government, free of cost.

b. Depreciation on general assets is charged to administrative expenses whereas depreciation on development assets is charged to development grant.

UNIVERSITY OF TURBAT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2018

5 CAPITAL WORK IN PROGRESS

	NOTE	2018 (Rupees)	2017 (Rupees)
Construction Of Small Halls		57,320,973	44,344,619
Civil Works Consultancy		37,679,500	37,679,500
Civil Works Boundary Wall		76,626,242	69,987,760
Escalation		1,505,848	1,505,848
Construction Of Girls Hostel		68,493,398	64,556,763
Construction Of Admin Block		84,598,572	80,209,174
Construction Of Seminar & Faculty Offices		53,419,029	47,462,569
Faculty Residence Type - A		45,254,793	42,464,586
Faculty Residence Type - B		62,000,822	60,338,822
Construction Of Academic Block		182,656,823	154,498,750
Construction Of Residence Type - D		59,781,648	54,393,880
Construction Of Bachelor Hostel		43,084,578	32,236,430
Construction Of Roads Side Walks		151,667,560	85,884,864
Construction Of Main Library		34,809,804	29,459,010
Construction Of Lecture Hall		16,099,792	14,465,014
Construction Of Boys Hostel		93,362,549	55,278,606
Construction Of Student Centre & Cafeteria		19,192,097	17,374,670
Installation Of Electric Poles & External Electrification		58,117,496	39,418,798
Plantation & Land Scaping (Nursery Shed)		1,732,152	514,005
Construction Of VC House		38,613,212	25,255,397
Construction Of Boys Hostel		55,302,818	55,302,818
Extension Work Including Substation		78,807,290	78,807,290
Construction Of Retention Wall		69,268,466	55,760,639
Construction Of Play Ground & Tennis Court		19,089,506	12,046,024
Construction Of Model School		25,430,358	15,836,993
Construction Of Dispensary & Shops		41,348,683	25,684,498
Construction Of Mosque		25,931,604	18,068,692
Construction Of Gymnasium		25,856,515	14,037,119
Construction Of Water Supply		104,625,674	66,210,442
Construction Of Residence Type - C & Type - E		48,413,787	19,832,298
Construction Of Residence Multi Purpose Hall		32,354,956	-
Telephone, Project Site & Watch Towers		4,769,100	-
Construction Of Monument		1,188,000	-
Construction Of Admission Block		3,673,517	-
		<u>1,722,077,162</u>	<u>1,318,915,878</u>

6 LONG TERM INVESTMENTS

Term Deposit Receipts	6.1	-	50,000,000
		-	50,000,000

6.1 Investment in Term Deposit Receipts was held to maturity carrying effective interest rate of 11.75% per annum. This investment was to be matured after one year.



UNIVERSITY OF TURBAT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2018

	2018	2017
NOTE	(Rupees)	(Rupees)

**7 ADVANCE TO CONTRACTORS**

Mob. Advance For Admin Block	1,199,408	5,588,806
Mob. Advance For Large Lecture Hall	219,123	546,079
Mob. Advance For Boys Hostel	3,579,132	3,579,132
Mob. Advance For VC House	-	2,530,283
Mob. Advance For Extension Work Substation	3,557,903	3,557,903
Mob. Advance For Retaining Wall	6,964,249	12,000,826
Mob. Advance For Play Ground	384,692	984,692
Mob. Advance For Model School	328,318	1,228,318
Mob. Advance For Dispensary	-	374,806
Mob. Advance For Mosque	-	812,094
Mob. Advance For Gymnasium	1,574,338	3,938,217
Mob. Advance For Water Supply & Sewerage System	3,242,645	10,314,291
Mob. Advance For Residence Type - C & Type - E	1,558,326	7,274,624
	<u>22,608,134</u>	<u>52,730,071</u>

- 7.1 These unsecured, considered good, advances are given for construction of various components of University buildings. These are generally given for a period of one to two years.

**8 SHORT TERM INVESTMENTS**

Term Deposit Receipt	8.1	65,000,000	-
		<u>65,000,000</u>	<u>-</u>

- 8.1 Investment in Term Deposit Receipts is held to maturity carrying effective interest rate of 11.75% per annum. This investment is made for less than a year on roll over basis.

**9 ADVANCE AND OTHER RECEIVABLES**

Advance To Staff - Unsecured - Considered Good	1,000,000	4,478,518
Receivable From UoB Against MPAs/Senators Funds	2,882,112	2,882,112
Receivable From HEC For TELS Training Program	177,164	177,164
Receivable From Gwadar Campus	-	8,000,000
Receivable From MBA Executive Account	211,000	211,000
	<u>4,270,276</u>	<u>15,748,794</u>

- 9.1 These advances and receivables are unsecured and are considered good. These are receivable in the ordinary course of business within one year.

**10 ACCRUED INTEREST**

Term Deposit Receipt	84,317	17,512,329
	<u>84,317</u>	<u>17,512,329</u>

*[Signature]*

UNIVERSITY OF TURBAT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2018

NOTE

2018  
(Rupees)

2017  
(Rupees)

11 CASH & BANK

Summit Bank A/c	1,247	8,348
National Bank Of Pakistan - Grant-In-Aid A/c	3,582,937	9,085,354
Habib Bank Limited - Library Grant A/c	1,449	609,679
Habib Bank Limited - Recurring Grant A/c	13,748,776	17,857,499
Habib Bank Limited - Prime Minister Fee A/c	7,248,019	4,178,070
Habib Bank Limited - Security A/c	4,475	2,453,203
Habib Bank Limited - Grant-In-Aid - Laptop A/c	102,355	98,859
United Bank Limited - Mullah Fazal Chair A/c	437,158	551,080
Habib Bank Limited - Quetta	346,798	346,798
Habib Bank Limited - Turbat	38,821,255	263,490,638
<b>Total Current Accounts</b>	<b>64,294,468</b>	<b>298,679,528</b>
Habib Bank Limited - Revenue A/c	10,916,243	18,722,001
National Bank Of Pakistan - Employee Fund A/C	19,150,977	10,254,927
National Bank Of Pakistan - Endowment Fund A/c	2,757,247	47,055
Need Based Scholarship A/c	704,274	2,133,070
Habib Bank Limited - Turbat (Bridge Loan Account)	208,302,482	203,216,175
Retention Money Account	140,901,452	124,304,914
<b>Total Saving Accounts</b>	<b>382,732,676</b>	<b>358,678,142</b>
	<b>447,027,144</b>	<b>657,357,670</b>

11.1 Balances in saving accounts carry interest rates ranging from 3.5% to 5.5% per annum.

12 ENDOWMENT FUND

Fund From Government	50,000,000	50,000,000
Transferred From Bridge Finance	200,000,000	-
	<b>250,000,000</b>	<b>50,000,000</b>

13 DEVELOPMENT GRANT

Opening Balance	1,709,046,595	1,366,180,235
Received During The Year	200,000,000	377,289,000
Other Receipts	13,308,645	11,594,866
	<b>1,922,355,240</b>	<b>1,755,064,101</b>
Expensed During The Year	(19,902,598)	(34,517,506)
Transfer to UoT - Recurring Account	(9,000,000)	(11,500,000)
	<b>1,893,452,642</b>	<b>1,709,046,595</b>

14 BRIDGE FINANCE

Bridge Finance From Government Of Baluchistan	200,000,000	200,000,000
Transferred To Endowment Fund	(200,000,000)	-
	<b>-</b>	<b>200,000,000</b>

*[Signature]*



UNIVERSITY OF TURBAT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2018

15 OTHER PAYABLES

	NOTE	2018 (Rupees)	2017 (Rupees)
PM Tuition Fee Refund Scheme		1,755,296	4,134,000
Audit Fee Payable		945,000	747,000
GPF / BF / GI Fund		18,695,637	10,217,133
Payable To Development Grant		20,500,000	11,500,000
Income Tax Payable		553,494	365,519
Sale Tax Payable		71,365	71,365
Payable To Project		500	500
Security Fee (MBA Executive)		8,348	8,348
Security Deposit - Consultancy		3,658,950	3,658,950
Retention Money - Small Halls		1,725,668	4,434,460
Retention Money- Installation Of Tube Well		506,536	506,536
Retention Money - Girls Hostel		6,342,801	6,455,673
Retention Money - Admin Block		7,346,887	7,346,887
Retention Money - Seminar & Faculty Office		5,441,355	4,845,709
Retention Money - Residence Type - A		4,525,477	4,246,457
Retention Money - Academic Block		4,356,226	15,449,874
Retention Money - Residence Type - B		6,033,881	6,033,881
Retention Money - Residence Type - D		5,974,162	5,439,385
Retention Money - Bachelor Hostel		4,308,458	3,223,643
Retention Money - Roads Side Walks		13,576,547	8,588,485
Retention Money - Main Library		3,480,980	2,945,900
Retention Money - Large Lecture Hall		1,609,978	1,446,500
Retention Money - Boys Hostel		10,088,729	5,527,859
Retention Money - Students Centre & Cafeteria		968,155	1,737,467
Retention Money - Plantation		20,500	20,500
Retention Money - Plantation Date Trees		212,015	90,200
Retention Money - Site Office		40,553	40,553
Retention Money - VC House		3,891,640	2,525,540
Retention Money - Boys Hostel 2		5,530,281	5,530,281
Retention Money - Extension Work		7,880,728	7,880,728
Retention Money - Retention Wall		6,461,195	5,576,064
Retention Money - Play Ground		1,758,267	1,204,602
Retention Money - Model School		2,253,702	1,583,698
Retention Money - Dispensary & Shops		4,134,868	2,568,449
Retention Money - Mosque		2,317,259	1,806,869
Retention Money - Gymnasium		2,585,652	1,403,712
Retention Money - Water Supply		9,416,187	6,621,044
Retention Money - Residence Type - C & Type - E		4,841,379	1,983,230
Retention Money - Watch Tower		61,820	-
Retention Money - RCC Wall		1,129,500	-
Retention Money - Multi Purpose Hall		2,239,148	-
Retention Money - Electrification		5,492,830	-
		<u>182,741,954</u>	<u>147,767,001</u>

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UNIVERSITY OF TURBAT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2018

NOTE	2018	2017
	(Rupees)	(Rupees)

16 CONTINGENCIES & COMMITMENTS

No contingencies & commitments existed at the year end date.

17 FEE INCOME

Tuition Fee	9,070,200	5,467,967
Admission Form Fee	381,301	198,720
Examination Fee	92,100	310,600
Misc. Receipts	3,269,622	1,246,960
Registration Fee	885,600	1,755,450
Examination Fee - Affiliated College	5,079,500	-
	<u>18,778,323</u>	<u>8,979,697</u>

18 GRANTS

Grant In Aid	34,359,500	16,000,000
Recurring Grant From HEC	129,555,000	142,912,220
Scholarship Receipt From British Council	-	136,500
Donation From HBL For Convocation	-	591,000
Scholarship Grant From HEC	9,351,500	-
Other Grants From HEC	23,428,240	-
	<u>196,694,240</u>	<u>159,639,720</u>

19 OPERATIONAL EXPENSES

Pay & Allowance Academic	99,991,975	62,321,247
Refreshment & Food Charges	2,221,924	1,603,144
Motor Vehicle Insurance / Registration Charges	-	89,882
Conferences / Seminars / Workshops / Trainings	723,105	652,716
Conduct Of Exam / Paper Checking	1,605,520	1,502,900
Sports Activities / Exhibitions / Fairs	116,700	792,390
Payment For Other Services / Evaluation Fee	-	223,000
Medical Charges	5,257,314	2,794,758
Purchase Of Other Items / General Consumables	1,028,607	1,056,965
Study Tours	700,000	110,671
Security Charges	6,915,285	5,508,800
Printing & Stationary Cost	4,706,135	2,423,544
Advertisement & Publicity	454,031	970,379
Stipends	8,798,387	961,634
Remuneration To Visiting Faculty	1,006,426	3,031,100
News Papers / Journals Books	373,245	276,758
Cost Of Dw / Contingent Works	-	2,833,049
Repair & Maintenance Of Structures	3,373,329	2,752,022
Plumbing & Electrification Cost	-	57,405

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UNIVERSITY OF TURBAT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2018

	NOTE	2018 (Rupees)	2017 (Rupees)
Laptops For Students		-	960,000
Consultancy - Software		514,447	369,000
Need Based Scholarship		6,838,865	4,942,165
Zakat Expense		-	255,000
Convocation Expenses		3,000,500	8,660,580
Website Charges		-	251,220
Misc. Expenses		2,563,381	351,855
Licenses & Registrations		9,181,912	-
Legal & Professional		1,600,000	-
Tuition Fee Scholarship / Fee Refunds		10,091,130	-
Income Tax Deducted		6,770,423	-
		<u>177,832,641</u>	<u>105,752,184</u>
<b>20 ADMINISTRATIVE EXPENSES</b>			
Pay & Allowance Admin		36,746,555	29,183,466
Late Sitting Charges		421,911	463,335
Rent		4,962,182	6,954,661
Traveling Allowance / POL		6,913,263	9,266,651
Cost On Transport Of Goods		-	115,925
Utilities (Electricity, Gas, Water, Telephone)		20,607,219	2,690,738
Electronic Communication (Pern / Internet)		2,862,072	1,712,085
Postage / Courier Services		-	76,539
Audit Fee	20.1	198,000	267,000
Depreciation	4	8,408,605	6,865,536
		<u>81,119,807</u>	<u>57,595,936</u>
<b>20.1 Auditors' Remuneration</b>			
Professional Fee		165,000	222,500
Out Of Pocket Expenses		33,000	44,500
		<u>198,000</u>	<u>267,000</u>
<b>21 FINANCE COSTS</b>			
Bank Charges		105,301	274,921
		<u>105,301</u>	<u>274,921</u>
<b>22 OTHER INCOME</b>			
Return On Term Deposit Receipt		834,317	5,875,000
Bank Profit		1,000,490	1,511,360
		<u>1,834,807</u>	<u>7,386,360</u>

*18/12*

UNIVERSITY OF TURBAT  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2018

NOTE	2018	2017
	(Rupees)	(Rupees)

**23 DATE OF AUTHORIZATION**

The financial statements were authorized for issue by the Board of Governors on 20/06/2025.

**24 GENERAL**

**24.1** No significant reclassification / rearrangement of corresponding figures has been made. *Yes*

**24.2** Figures have been rounded off to the nearest Rupee.

  
VICE CHANCELLOR

  
DIRECTOR FINANCE