



## Independent Auditor's Report To The Board of Trustees of University of Liberal Arts Bangladesh

### Opinions

We have audited the Financial Statement of **University of Liberal Arts Bangladesh** which comprises the Statement of Financial Position as at 30<sup>th</sup> June, 2021 and Statement of comprehensive Income, Statement of Changes in Equity and Statement of Cash Flow for the period ended 30<sup>th</sup> June, 2021 and a summary of significant accounting policies and other explanatory notes.

In our opinion, the accompanying Financial Statements give a true and fair view of the Financial Position as at 30<sup>th</sup> June 2021 and its financial performance and its Cash Flows for the period then ended in accordance with the private university financial reporting (PUFR) format as required by Private University Act, 2010 and International Financial Reporting Standards (IFRSs) and comply with other applicable laws and regulation.

### 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 reports. We are independent of the company in accordance with the International Ethics standards Board for Accountants, Code of Ethics for Professional Accountants (IESBA Code) and we have fulfilled our ethical responsibilities in accordance with the IESBA Code and The Institute of Chartered Accountants of Bangladesh (ICAB) bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinions.

### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matter described in the Basis for Qualified Opinion section we have determined the matter described below to be the key audit matters to be communicated in our report:

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

Management is responsible for the preparation of the financial statements that give a true and fair view in accordance with the private university financial reporting (PUFR) format as required by Private University Act, 2010 and other applicable laws and regulations and for such internal control as management determines is necessary to enable the preparation of financial Statement that are free from material misstatement, whether due to fraud or error







In preparing the Financial Statements, management is responsible for assessing the Company'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 company or to cease operations, or has no realistic alternative but to do so.

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

### **Auditor's Responsibilities for the audit of the financial Reports**

Our objectives are to obtain reasonable assurance about whether the Financial Statement 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. Misstatement 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 a 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 risk of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risk, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk are not detecting a material misstatement resulting from fraud, is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omission, 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 Company'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 Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention to 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 Company 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.

**Report on other legal and regulatory requirements:**

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b) In our opinion, proper books of accounts as required by law have been kept by the Company so far as it appeared from our examination of those books; and
- c) The statement of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of account.

Dhaka: Bangladesh

Dated: 10 November, 2022

Signed for & on behalf of  
**Kazi Zahir Khan & CO.**  
Chartered Accountants

**Md Nurul Hossain, FCA**  
Managing Partner  
ICAB Enrollment no.240  
DVC: 2211100240AS538757







## University Grants Commission of Bangladesh

UGC Bhaban, Agargaon, Sher-E-Banglanagar, Dhaka-1207

PUFR-III A) Annual Financial Statements:

a) Balance Sheet.

UNIVERSITY OF LIBERAL ARTS BANGLADESH  
BALANCE SHEET  
AS AT 30<sup>th</sup> June 2021

Particulars	Notes No.	Amount in Taka	
		30th June, 2021	30th June, 2020
		Current Year	Previous Year
<b>ASSETS:</b>			
<b>Non-Current Assets - 110000 (As per at cost)</b>		<b>995,426,287</b>	<b>950,553,311</b>
Property, Plant and Equipment - 110100	PUFR-III 4	830,701,036	790,124,829
Investment - 110200	10.00	164,725,251	160,428,482
<b>Net Current Assets</b>		<b>531,152,029</b>	<b>477,253,693</b>
Current Assets - 120000	11.00	845,845,719	789,701,382
Current Liabilities - 220200	12.00	314,693,690	312,447,689
<b>FUND EMPLOYED (Non Current Assets Plus Net Current Assets)</b>		<b>1,526,578,316</b>	<b>1,427,807,004</b>
<b>FINANCED BY:</b>			
<b>Funds - 210000</b>		<b>1,520,247,295</b>	<b>1,419,033,273</b>
Reserve Fund - 210100	13.00	50,000,000	50,000,000
Special Fund - 210400	14.00	4,303,512	3,250,262
Excess of income over Expenditure (Retained Earnings) - 210500	15.00	1,154,323,558	1,104,168,864
Accumulated Depreciation Fund - 210600	PUFR-III 5	311,620,225	261,614,147
<b>Liabilities - 220000</b>		<b>6,331,021</b>	<b>8,773,731</b>
Long Term Liabilities-Loan - 220100	16.00	6,331,021	8,773,731
<b>FINANCED BY (Fund Plus Liabilities)</b>		<b>1,526,578,316</b>	<b>1,427,807,004</b>

Prof. Milan Kumar Bhattacharjee  
Treasurer

Professor Shamsad Mortuza  
Acting Vice Chancellor

Dr. Kazi Anis Ahmed  
Vice President, Board of Trustees

Date: 10 November, 2022  
Place: Dhaka, Bangladesh

**Kazi Zahir Khan & Co.**  
Chartered Accountants

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বাংলাদেশ  
বিশ্ববিদ্যালয়  
মঞ্জুরী কমিশন

## University Grants Commission of Bangladesh

UGC Bhaban, Agargaon, Sher-E-Banglanagar, Dhaka-1207

### PUFR-III Annual Financial Reports/Statements:

#### b) Income & Expenditure Statement.

#### UNIVERSITY OF LIBERAL ARTS BANGLADESH Income & Expenditure Statement For the year ended 30<sup>th</sup> June 2021

Particulars	Notes No.	Amount in Taka	
		30th June, 2021	30th June, 2020
		Current Year	Previous Year
<b>A. Income - Academic</b>		<b>697,192,600</b>	<b>776,621,988</b>
Academic Income - 310110	1.00	682,634,100	752,930,927
Admission Income (Sale of forms) - 310130	2.00	14,558,500	23,691,061
<b>B. Expenditure -Academic</b>		<b>496,226,428</b>	<b>543,442,415</b>
Academic Expenses - 410100	3.00	428,400,724	458,105,508
Admission Expenses - 410300	4.00	5,240,215	16,211,445
Academic Research Expenses (Charge for the Year) - 420310	PUFR-III 8	61,016,315	68,521,365
Publications Expenses (Charge for the Year) - 420400	5.00	1,569,174	604,097
<b>C. Excess of Income over Expenses –Academic (A-B)</b>		<b>200,966,172</b>	<b>233,179,573</b>
<b>D. Income -Non Academic</b>		<b>24,542,901</b>	<b>21,493,032</b>
Non Academic Income - 310140	6.00	24,542,901	21,493,032
<b>E. Expenditure –Non Academic</b>		<b>170,889,148</b>	<b>173,052,629</b>
Non Academic Expenses - 420100	7.00	142,467,427	154,529,006
Non Academic Research Expenses (Charge for the Year) - 420320	PUFR-III 8	28,421,721	18,523,623
<b>F. Expenses Over Income - Non Academic (D-E)</b>		<b>(146,346,247)</b>	<b>(151,559,597)</b>
<b>G. Operating Income Over Expenses (C-F)</b>		<b>54,619,925</b>	<b>81,619,976</b>
<b>H. Financial Income over Expenses</b>		<b>4,385,597</b>	<b>19,804,594</b>
Interest Income/Profit from Investment - 310160	8.00	8,214,059	21,540,661
Less: Financial Expenses - 420500	9.00	3,828,462	1,736,067
<b>I. Net Excess of Income over Expenses Before Tax (G+H)</b>		<b>59,005,522</b>	<b>101,424,570</b>
<b>J. Corporate Tax / Income Tax - 420600</b>		<b>8,850,828</b>	<b>15,213,686</b>
<b>K. Net Excess of Income over Expenses After Tax (I-J)</b>		<b>50,154,694</b>	<b>86,210,884</b>

Prof. Milan Kumar Bhattacharjee  
Treasurer

Professor Shamsad Mortuza  
Acting Vice Chancellor

Dr. Kazi Anis Ahmed  
Vice President, Board of Trustees

Date: 10 November, 2022

Place: Dhaka, Bangladesh

Kazi Zahir Khan & Co.  
Chartered Accountants

Md Nazim Hossain, FCA  
Managing Partner  
ICAB Enrollment no.240  
DVC: 2211180240AS538757







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C) Statement of Change in Funds as per Act CI.44 (1).

(Trust Fund, General Fund, Retained Earnings/Excess of Income over Expenditure)

UNIVERSITY OF LIBERAL ARTS BANGLADESH  
Statement of Change in Trust Fund  
For the year ended 30th June 2021

Particulars	Notes No.	Amount in Taka	
		30th June, 2021	30th June, 2020
		Current Year	Previous Year
Beginning Balance		-	-
Fund Added by Member of Trusty		-	-
Fund Added by Others		-	-
<b>Total Fund</b>		-	-
Less: Transfer to Excess of Income over Expenditure		-	-
<b>Ending Balance for the year</b>		-	-

UNIVERSITY OF LIBERAL ARTS BANGLADESH  
Statement of Change in General Fund  
For the year ended 30th June 2021

Particulars	Notes No.	Amount in Taka	
		30th June, 2021	30th June, 2020
		Current Year	Previous Year
Beginning Balance		50,000,000	50,000,000
Fund Added by Member of Trusty		-	-
Fund Added by Others		-	-
<b>Total Fund</b>		50,000,000	50,000,000
Less: Transfer to Excess of Income over Expenditure		-	-
<b>Ending Balance for the year</b>		50,000,000	50,000,000

UNIVERSITY OF LIBERAL ARTS BANGLADESH  
Statement of Change in Retained Earnings/ Excess of Income over Expenditure  
For the year ended 30th June 2021

Particulars	Notes No.	Amount in Taka	
		30th June, 2021	30th June, 2020
		Current Year	Previous Year
Beginning Balance		1,104,168,864	1,017,957,980
Transfer from Trusty Fund		-	-
Fund Added by Others		59,005,522	101,424,570
<b>Total Fund</b>		1,163,174,386	1,119,382,550
Less: Transfer to General Fund		8,850,828	15,213,686
<b>Ending Balance for the year</b>		1,154,323,558	1,104,168,864

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## University Grants Commission of Bangladesh

UGC Bhaban, Agargaon, Sher-E-Banglanagar, Dhaka-1207

### d) Cash Flow Statement

#### UNIVERSITY OF LIBERAL ARTS BANGLADESH

#### Cash Flow Statement (Indirect Method)

For the year ended 30<sup>th</sup> June, 2021

Particulars	Notes No.	Amount in Taka	
		30th June, 2021	30th June, 2020
		Current Year	Previous Year
<b>A) Cash Flow from Operating Activities:</b>			
Excess of Income over Expenses		59,005,522	101,424,570
Non Cash Expenses		50,006,078	54,251,147
Change of Working Capital		(7,249,693)	(315,882,395)
<b>Net Cash Flow from Operating Activities</b>		<b>101,761,907</b>	<b>(160,206,678)</b>
<b>B) Cash Flow from Investing Activities:</b>			
Purchase of Fixed Assets/ Investments		(47,372,976)	(208,934,631)
Less: Sale Proceeds of Fixed Assets/Investments		2,500,000	276,116,138
<b>Net Cash Flow from Investing Activities</b>		<b>(44,872,976)</b>	<b>67,181,507</b>
<b>C) Cash Flow from Financing Activities:</b>			
Increase of Finance/Loan		(1,389,460)	(6,298,501)
Decrease of Finance/Loan		-	-
<b>Net Cash Flow from Financing Activities</b>		<b>(1,389,460)</b>	<b>(6,298,501)</b>
<b>Cash Surplus/(Deficit) for the Year (A+B+C)</b>		<b>55,499,471</b>	<b>(99,323,672)</b>
Cash & Bank Balance at Beginning of the Year		47,461,672	146,785,344
<b>Cash &amp; Cash Equivalents at the end of the Year</b>		<b>102,961,143</b>	<b>47,461,672</b>

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