

**Kathmandu University**  
**Dhulikhel, Nepal**

**Financial Statement**  
**For FY 2070/71**



PP Pradhan & Co  
Chartered Accountants  
Sanepa Lalitpur  
PO Box 3242  
Kathmandu Nepal  
[www.pppradhan.com](http://www.pppradhan.com)



University Senate  
Kathmandu University  
Dhulikhel, Nepal

### **Auditor's Report to the Senate of Kathmandu University**

We have audited the attached financial statements of Kathmandu University, which comprise Balance Sheet as at 32 Ashad 2071 (16 July 2014), Income Statement, Cash Flow Statement and Statement of Change in Equity for the year ended on that date and a summary of significant accounting policies and other explanatory notes.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. An audit also includes evaluating the appropriateness of accounting policies used by the University and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

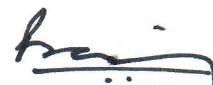
#### **Opinion**

1. We have obtained all the information and explanations, which were considered necessary for the purpose for our audit.
2. The books of accounts as required by the prevailing Law have been maintained by the University.
3. The Balance Sheet, Income Statement and Cash Flow Statement have been prepared in accordance with the Act and are in agreement with the books of accounts maintained by the University.
4. In our opinion based on the information provided to us and attached notes to the accounts, the attached Balance Sheet as at 32 Ashad 2071 (16 July 2014) and the Income Statement, Cash Flow Statement for the year then ended give a true and fair view of the financial position of the University.
5. In preparing the financial statements of the University, income and expenditure of Rs 392,840,309.16 and Rs 354,332,325.51 respectively of KUSMS Programme have been taken as the income and expenditure of the University. The accounts of KUSUM Programme have not been kept separately but it has been kept along with the accounting records of Dhulikhel hospital (the University Hospital).

In our opinion, according to information and explanation provided to us, we have not come across any cases where the staff of the University has acted against the Law or caused any loss or damage to the University or misappropriated any fund of the University.

Date: 2 April 2015  
Place: Kathmandu, Nepal





Pratap P Pradhan  
Principal  
For PP Pradhan & Co  
Chartered Accountants



**Kathmandu University**  
**Balance Sheet**  
**As at 32 Ashadh 2071 (16 July, 2014)**

Capital & Liabilities	Schedule	This Year Amount (NRs.)	Last Year Amount (NRs.)
<u>Fund</u>			
Capital Fund	1	756,255,491.72	588,157,879.05
Land Re-evaluation Reserve		40,530,379.09	40,530,379.09
General Reserve	2	384,690,682.57	372,440,682.57
Reserve Fund (KUSMS)		27,154,960.96	27,154,960.96
Building Construction Fund	3	318,903,071.00	303,903,071.00
Building Construction Fund (KUSMS)	3	80,000,000.00	80,000,000.00
Corpus Fund		215,000,000.00	145,000,000.00
Corpus Fund (KUSMS)		125,132,000.98	88,874,017.33
Staff Vehicle / House Loan Fund		20,000,000.00	-
Human Resources Development Fund		5,500,000.00	5,500,000.00
Staff Welfare Fund		-	5,000,000.00
Ford Foundation Endowment Fund	4	42,116,520.66	39,269,354.72
FCTC Endowment Fund		807,801.74	-
Scholarship Fund	5	37,912,310.82	25,742,623.01
Medal Fund	6	3,083,749.23	2,851,736.22
Balance Transferred from Appropriation Account		2,044,132.61	34,468,078.98
<b>Total</b>		<b>2,059,131,101.38</b>	<b>1,758,892,782.93</b>
<u>Fixed Assets</u>	7	1,097,440,038.20	962,985,758.33
Fixed Assets ( From Projects)	8	190,725,961.49	80,720,611.92
Fixed Assets (KUSMS)		12,880,513.43	12,880,513.43
Investment	9	544,853,845.36	432,173,266.59
<u>Current Assets</u>			
Cash & Bank Balance		424,944,835.37	393,733,218.78
Cash & Bank Balance (KUSMS)		-	180,898,464.86
School Of Medical Sciences		219,406,448.51	-
Advance & Deposit	10	57,041,445.38	32,793,364.76
Inventory Stock		1,480,617.47	1,881,685.77
Prepaid Expenses		141,746.81	49,887.25
Receivable		42,372.12	4,078.00
LC Margin		403,411.84	-
<b>Total Current Assets ( A )</b>		<b>703,460,877.50</b>	<b>609,360,699.42</b>
<u>Less: Current Liabilities &amp; Provision</u>			
Payable & Deposit	11	301,474,802.15	204,048,671.78
Research & Development program	16	188,755,332.45	135,179,394.98
<b>Total Current Liabilities &amp; Provision ( B )</b>		<b>490,230,134.60</b>	<b>339,228,066.76</b>
<b>Net Current Assets C ( A - B )</b>		<b>213,230,742.90</b>	<b>270,132,632.66</b>
<b>Total</b>		<b>2,059,131,101.38</b>	<b>1,758,892,782.93</b>

Schedule 1 to 17 are integral parts of the financial statements.

Significant Accounting Policies and Notes to Accounts

18

As per our report of even date

Prof. Dr. Bhola Thapa  
Registrar

Members  
Executive

Prof. Dr. Ram K.M. Shrestha  
Vice-Chancellor

Pratap P. Pradhan  
Principal  
PP Pradhan & Company  
Chartered Accountants

Dinesh Man Dangol  
Senior Manager, Finance Division



Date: April 02, 2015  
Place: Kathmandu, Nepal



# Kathmandu University

## Income Statement

For the period from 1 Shrawan 2070 to 32 Ashadh 2071 (16 July, 2013 to 16 July, 2014)

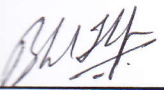
Income	Schedule	This Year Amount (NRs.)	Last Year Amount (NRs.)
Students Fee	12	485,470,864.99	442,517,074.17
Students Fee ( KUSMS)		350,540,309.16	309,224,512.44
Affiliation Fee		44,883,508.50	19,725,000.00
Affiliation Fee (KUSMS)		42,300,000.00	12,000,000.00
Research & Development Income	16	215,387,967.26	377,917,979.97
Miscellaneous Income	13	61,590,458.57	51,623,144.35
Exchange Gain		-	5,229,386.92
<b>Total Income ( A )</b>		<b>1,200,173,108.48</b>	<b>1,218,237,097.85</b>
<b>Expenditure</b>			
Staff Expenses	14	249,033,500.50	202,662,773.27
Administrative Expenses	15	193,577,666.65	149,129,361.65
Research & Development Expenses	16	215,387,967.26	377,917,979.97
Medical Program Expenses	17	354,332,325.51	299,168,184.54
Exchange Loss		113,345.90	-
Depreciation Expenses	7,8	71,204,107.38	64,617,167.55
Amortization of Leasehold Property	7	440,158.00	440,158.00
<b>Total Expenses ( B )</b>		<b>1,084,089,071.20</b>	<b>1,093,935,624.98</b>
<b>Surplus ( A-B)</b>		<b>116,084,037.28</b>	<b>124,301,472.87</b>


Schedule 1 to 17 are integral parts of the financial statements.

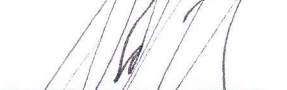
Significant Accounting Policies and Notes to Accounts

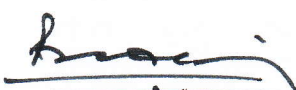
18


As per our report of even date

  
Prof. Dr. Bhola Thapa  
Registrar

  
Members  
Executive

  
Prof. Dr. Ram K.M. Shrestha  
Vice-Chancellor

  
Pratap P. Pradhan  
Principal  
PP Pradhan & Company  
Chartered Accountants

  
Dinesh Man Dangol  
Senior Manager, Finance Division



Date: April 02, 2015  
Place: Kathmandu, Nepal