

# **Kathmandu University Dhulikhel, Nepal**

## **Financial Statement**

**Fiscal year: 2071/072 (2014/015)**

**M.B.Shrestha & Co.,**

**Chartered Accountants**

**GPO Box # 720, Kathmandu, Nepal.**

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**Fax Number: 977-01-4-781789**

**E-mail: mbsshrestha@gmail.com**

# M.B. SHRESTHA & CO.

Chartered Accountants  
Sankhamul Road  
New Baneshwar

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G.P.O. Box : 720  
Kathmandu, Nepal.

## INDEPENDENT AUDITOR'S REPORT TO THE SENATE MEMBERS OF KATHMANDU UNIVERSITY.

### Report on the Financial Statements

We have audited the accompanying financial statements of **M/S Kathmandu University** (herein after called University), which comprise the Balance Sheet as at Ashadh 31, 2072 corresponding to July 16, 2015 and the Income Statement, Statement of Changes in Net Assets and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and notes to accounts.

### Management's Responsibility for the Financial Statements

Management of the University is responsible for the preparation and the presentation of these financial statements and for such internal control as management determines necessary to enable the preparation of the financial statements that are free from material mis-statement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Nepal Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material mis-statement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's Judgment, including the assessment of the risks of material mis-statement of the financial statements whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall financial statement presentation.



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

### **Opinion on the Financial Statements**

In our opinion and to the best of our information and according to the explanations given to us, the said financial statements referred to above, read together with the notes attached thereto give a true and fair view of the financial position of the University as of Ashadh 31, 2072 (July 16, 2015), and of the results of its financial performances and its cash flows for the year then ended in accordance with Nepal Accounting Standards in so far as applicable in compliance with the prevailing legislations.

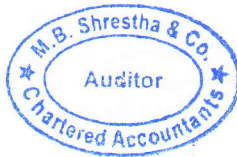


Maheswarendra Bdr. Shrestha, FCA

M.B.Shrestha & Co.

Chartered Accountants

Date: April 29, 2016



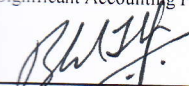



**Kathmandu University**  
**Balance Sheet**  
**As at 31 Ashadh 2072 (16 July, 2015)**


Capital & Liabilities	Schedule	This Year Amount (NRs.)	Last Year Amount (NRs.)
<b>Fund</b>			
Capital Fund	1	776,025,432.04	756,255,491.72
Land Re-evaluation Reserve		40,530,379.09	40,530,379.09
Reserve Fund	2	544,690,682.57	384,690,682.57
Reserve Fund (KUSMS)		27,154,960.96	27,154,960.96
Building Construction Fund	3	171,744,431.00	318,903,071.00
Building Construction Fund (KUSMS)	3	80,000,000.00	80,000,000.00
Corpus Fund		315,000,000.00	215,000,000.00
Corpus Fund (KUSMS)		165,418,325.82	125,132,000.98
Staff Vehicle / House Loan Fund		50,000,000.00	20,000,000.00
Human Resources Development Fund		5,500,000.00	5,500,000.00
Grant Assets Replacement Reserve		17,143,311.86	-
Endowment Funds	4	52,752,217.98	42,924,322.40
Scholarship Fund	5	46,566,822.75	37,912,310.82
Medal Fund	6	4,720,097.85	3,083,749.23
Balance Transferred from Appropriation Account		33,727,766.37	2,044,132.61
<b>Total</b>		<b>2,330,974,428.29</b>	<b>2,059,131,101.38</b>
<b>Fixed Assets</b>	7	1,187,542,422.93	1,097,440,038.20
<b>Fixed Assets ( From Projects)</b>	8	189,103,690.96	190,725,961.49
<b>Fixed Assets (KUSMS)</b>		8,663,706.56	12,880,513.43
<b>Investment</b>	9	627,546,358.13	544,853,845.36
<b>Current Assets</b>			
Cash & Bank Balance		430,460,203.03	424,944,835.37
Cash & Bank Balance (KUSMS)		263,909,580.22	219,406,448.51
Advance & Deposit	10	45,582,726.77	57,041,445.38
Inventory Stock		1,377,127.86	1,480,617.47
Prepaid Expenses		111,112.00	141,746.81
Receivable		52,605,173.62	42,372.12
LC Margin		1,941,509.24	403,411.84
<b>Total Current Assets ( A )</b>		<b>795,987,432.74</b>	<b>703,460,877.50</b>
<b>Less: Current Liabilities &amp; Provision</b>			
Payable & Deposit	11	274,138,084.77	301,474,802.15
Research & Development program	17	203,731,098.26	188,755,332.45
<b>Total Current Liabilities &amp; Provision ( B )</b>		<b>477,869,183.03</b>	<b>490,230,134.60</b>
<b>Net Current Assets C ( A - B )</b>		<b>318,118,249.71</b>	<b>213,230,742.90</b>
<b>Total</b>		<b>2,330,974,428.29</b>	<b>2,059,131,101.38</b>

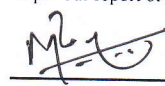
Schedule 1 to 18 are integral parts of the financial statements.

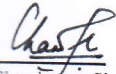
Significant Accounting Policies and Notes to Accounts

  
Prof. Dr. Bhola Thapa  
Registrar

  
Members  
Executive Committee

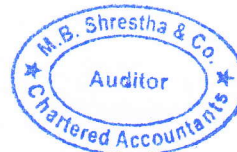
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Prof. Dr. Ram K.M. Shrestha  
Vice-Chancellor

As per our report of even date  
  
Maheswarendra B. Shrestha FCA  
M.B. Shrestha & Co.  
Chartered Accountants

  
Chandeswor Shrestha  
Officer, Finance Division



Date: April 29, 2016  
Place: Kathmandu, Nepal



# Kathmandu University Income Statement

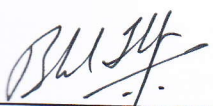
For the period from 1 Shrawan 2071 to 31 Ashadh 2072 (17 July, 2014 to 16 July, 2015)

Income	Schedule	This Year Amount (NRs.)	Last Year Amount (NRs.)
Students Fee	12	568,270,535.07	485,470,864.99
Students Fee ( KUSMS)		325,636,536.31	350,540,309.16
Affiliation Fee	13	130,974,103.00	87,183,508.50
UGC Recurring Grant		47,139,875.00	-
Research & Development Income	17	296,913,860.09	215,387,967.26
Miscellaneous Income	14	49,681,266.62	61,590,458.57
Exchange Gain		10,788,862.14	-
<b>Total Income ( A )</b>		<b>1,429,405,038.23</b>	<b>1,200,173,108.48</b>
<b>Expenditure</b>			
Staff Expenses	15	287,879,992.11	249,033,500.50
Administrative Expenses	16	200,435,095.90	193,577,666.65
Research & Development Expenses	17	296,913,860.09	215,387,967.26
Medical Program Expenses	18	349,999,762.97	354,332,325.51
Exchange Loss		-	113,345.90
Depreciation Expenses	7,8	80,266,210.56	71,204,107.38
Amortization of Leasehold Property	7	440,158.00	440,158.00
<b>Total Expenses ( B )</b>		<b>1,215,935,079.63</b>	<b>1,084,089,071.20</b>
<b>Surplus ( A-B )</b>		<b>213,469,958.60</b>	<b>116,084,037.28</b>
<b>Total</b>		<b>1,429,405,038.23</b>	<b>1,200,173,108.48</b>

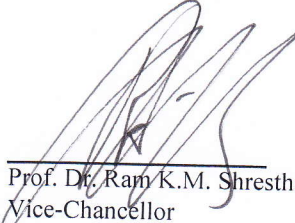
Schedule 1 to 18 are integral parts of the financial statements.  
Significant Accounting Policies and Notes to Accounts

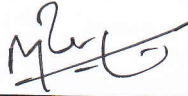
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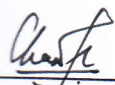
As per our report of even date

  
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Date: April 29, 2016  
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