

AUDITORS' REPORT TO THE BOARD OF DIRECTORS

We have audited the annexed consolidated balance sheet of **Beaconhouse National University Foundation** as at 30 June 2013 and the related consolidated income and expenditure account and consolidated cash flow statement together with the notes forming part thereof (here-in-after referred to as the financial statements) for the year then ended.

It is the responsibility of the board of directors 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 an 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 consolidated financial position of the foundation as at 30 June 2013 and of its consolidated deficit and consolidated cash flows for the year then ended in accordance with the approved accounting standards as applicable in Pakistan.

Ernst & Young Ford Rhodes Sidat Hyder

Chartered Accountants

Engagement Partner: Farooq Khawaja

Lahore 18 DEC 2013

BEACONHOUSE NATIONAL UNIVERSITY
CONSOLIDATED BALANCE SHEET
AS AT 30 JUNE 2013

	Notes	2013 Rupees	2012 Rupees
ASSETS			
NON CURRENT ASSETS			
Fixed assets	4	116,208,205	122,669,441
Capital work in progress	5	6,322,243	938,076
Intangible assets	6	214,310	279,266
Long term deposits	7	2,364,046	2,354,044
		125,108,804	126,240,827
CURRENT ASSETS			
Advances, deposits, prepayments and other receivables	8	19,851,781	18,620,254
Investments held to maturity	9	55,500,000	55,500,000
Receivable from related party	10	111,913,658	71,379,054
Cash and bank balances	11	5,448,746	4,864,942
		192,714,185	150,364,250
TOTAL ASSETS		317,822,989	276,605,077
ACCUMULATED FUND			
Capital fund	12	687,288,456	645,876,430
Endowment fund	13	55,610,000	55,500,000
Accumulated deficit		(478,505,443)	(468,029,989)
		264,393,013	233,346,441
NON CURRENT LIABILITIES			
Student security deposit	14	28,275,503	23,908,586
Contractors' retention money		1,362,740	258,328
		29,638,243	24,166,914
CURRENT LIABILITIES			
Creditors, accrued and other liabilities	15	19,615,655	12,657,822
Unearned income	16	4,176,078	6,433,900
		23,791,733	19,091,722
TOTAL LIABILITIES		53,429,976	43,258,636
CONTINGENCIES AND COMMITMENTS			
		-	-
TOTAL FUND BALANCE AND LIABILITIES		317,822,989	276,605,077

The annexed notes from 1 to 29 form an integral part of these financial statements.


Chairperson


Director

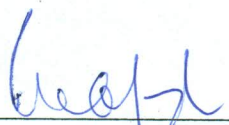


BEACONHOUSE NATIONAL UNIVERSITY
CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2013

	Notes	2013 Rupees	2012 Rupees
OPERATING INCOME			
Gross Student Fee	17	335,980,433	278,497,154
Less: Scholarship	18	(38,932,337)	(34,387,166)
		<u>297,048,096</u>	<u>244,109,988</u>
Other receipts from students - net	19	11,100,006	6,331,844
Research revenue	20	57,493,029	19,015,257
Auxiliary facilities receipts	21	35,924,864	30,155,430
		<u>401,565,995</u>	<u>299,612,519</u>
OPERATING EXPENDITURES			
Teaching cost	22	164,676,837	133,938,746
Research cost	23	40,427,701	12,800,617
Auxiliary facilities costs	24	34,666,742	27,805,981
Administrative cost	25	157,318,138	133,348,767
Depreciation and amortization	26	30,791,778	32,473,896
Financial cost	27	30,708	32,835
		<u>427,911,904</u>	<u>340,400,842</u>
OTHER INCOME	28	15,870,456	16,353,651
NET DEFICIT FOR THE YEAR		<u>(10,475,454)</u>	<u>(24,434,672)</u>
Accumulated deficit brought forward		(468,029,989)	(443,595,318)
Accumulated deficit carried forward		<u>(478,505,443)</u>	<u>(468,029,989)</u>

The annexed notes from 1 to 29 form an integral part of these financial statements.


Chairperson


Director

