

VIA University College

Annual report 2015

This is an extract from the annual report for 2015 of VIA University College approved by the Board of Directors on 11 April 2016.

Aarhus, 11 April 2016

Deloitte
Statsautoriseret Revisionspartnerselskab

Jakob B. Ditlevsen
State Authorised Public Accountant

Contents

	<u>Page</u>
College details	1
Income statement for 2015	2
Balance sheet at 31 December 2015	3
Independent auditor's report	5

College details

Name, etc.

VIA University College

Skejbyvej 1, DK-8240 Risskov

VIA University College is a self-governing educational institution domiciled in Aarhus, Denmark.

Phone +45 87 55 00 00

Internet www.via.dk

E-mail via@via.dk

School Code 791.413

Central Business Registration No 30 77 30 47

Financial year 01.01. - 31.12.2015

Board of Directors

Peter Sørensen, chairman

Jørgen Nørby, vice-chairman

Poul Erik Christensen

Morten Ballisager

Peter Stampe

Berit Eika

Thor Jensen

Bente Rasmussen

Carlos Cordeiro

Palle Lynggard Würtz

Jens Eistrup

Keld Bach Nielsen

Lars Goldschmidt

Ingelis Sander

Kristel Mari Skorge

Management

Harald Mikkelsen, principal

Object of the College

According to the Statutes, VIA University College's object is to provide and develop higher education and supplementary and continuing education, which at an international professional level will meet the demand for qualified staff in the private as well as in the public sectors. VIA University College is to meet the demand for supply of bachelor education as well as continuing and higher education in this relation in Region Midtjylland.

Bank

Danske Bank, Finanscenter Jylland Øst, Åboulevarden 69, DK-8000 Aarhus C

Auditors

The National Audit Office of Denmark, St. Kongensgade 45, DK-1264 Copenhagen K

Deloitte Statsautoriseret Revisionspartnerselskab, City Tower, Værkmestergade 2, DK-8000 Aarhus C

Income statement for 2015

	<u>Note</u>	<u>2015 DKK</u>	<u>2014 DKK</u>
Government subsidies	1	1,304,448,392	1,337,007,616
Students fee and other income	2	<u>303,956,465</u>	<u>320,273,665</u>
Total revenue		<u>1,608,404,857</u>	<u>1,657,281,281</u>
Implementation of the education	3	(978,181,230)	(971,299,313)
Marketing	4	(6,976,732)	(5,881,351)
Management and administration	5	(191,110,035)	(180,938,516)
Administrative cooperation, host institution	6	(13,644,677)	(13,333,374)
Building operation	7	(211,163,129)	(249,534,627)
Activities with special subsidies	8	(91,444,889)	(90,077,481)
Research and development activities	9	<u>(99,420,444)</u>	<u>(82,862,113)</u>
Total costs		<u>(1,591,941,136)</u>	<u>(1,593,926,775)</u>
Profit/loss before financial income/expenses and extraordinary items		<u>16,463,721</u>	<u>63,354,506</u>
Financial income	10	140,235	1,651,787
Financial expenses	11	<u>(40,440,581)</u>	<u>(33,514,774)</u>
Total net financials		<u>(40,300,346)</u>	<u>(31,862,987)</u>
Profit/loss for the year		<u>(23,836,625)</u>	<u>31,491,519</u>
Distribution of profit/loss			
Transfer to equity		<u>(23,836,625)</u>	<u>31,491,519</u>
Total		<u>(23,836,625)</u>	<u>31,491,519</u>

() means that the amount is deducted or is negative.

Balance sheet at 31 December 2015

	<u>Note</u>	<u>2015 DKK</u>	<u>2014 DKK</u>
Leasehold improvements	12	5,469,069	7,630,841
Land and buildings	12	2,163,402,685	1,386,339,434
Tools and equipment, fixtures and fittings	12	29,527,872	21,076,034
Fixed assets held for sale		166,453,806	215,031,420
Prepaid and uncompleted fixed assets		<u>35,864,578</u>	<u>726,142,155</u>
Total property, plant and equipment		<u>2,400,718,010</u>	<u>2,356,219,884</u>
Deposits	13	21,670,803	22,857,111
Mortgage deed Learnmark Horsens	13	0	12,326,398
Deposit "VIA i Kina"	13	<u>547,915</u>	<u>546,723</u>
Total fixed asset investments		<u>22,218,718</u>	<u>35,730,232</u>
Total fixed assets		<u>2,422,936,728</u>	<u>2,391,950,116</u>
Trade receivables		34,946,056	39,959,424
Other receivables		42,779,137	43,847,211
Prepayments, expenses relating to the coming year paid in the financial year		<u>2,570,504</u>	<u>2,001,671</u>
Total receivables		<u>80,295,697</u>	<u>85,808,306</u>
Cash		<u>97,866,291</u>	<u>72,110,359</u>
Total current assets		<u>178,161,988</u>	<u>157,918,665</u>
Total assets		<u>2,601,098,716</u>	<u>2,549,868,781</u>

Balance sheet at 31 December 2015

	<u>Note</u>	<u>2015 DKK</u>	<u>2014 DKK</u>
Equity at 31 December 1990		83,274,758	83,274,758
Gifts in the form of chattels granted after 1 January 1991		5,078,000	5,078,000
Revaluation	14	75,272,636	75,272,636
Other equity	15	<u>310,146,894</u>	<u>316,811,852</u>
Equity		<u>473,772,288</u>	<u>480,437,246</u>
Municipal debt	16	9,708,215	9,708,215
Mortgage debt	17	1,412,682,371	1,421,560,394
Payables relating to interest swaps		82,979,870	100,151,538
Donations		<u>4,400,000</u>	<u>0</u>
Long-term liabilities other than provisions		<u>1,509,770,456</u>	<u>1,531,420,147</u>
Next year's instalments on long-term liabilities other than provisions		120,651,239	33,144,224
Salaries and wages payable		30,477,110	26,561,829
Holiday pay obligation		139,126,621	136,764,102
Intercompany account with the Danish Agency for Higher Education		141,677,080	116,306,743
Trade payables		87,041,112	129,691,392
Other short-term payables		29,970,897	41,046,318
Deferred income, income relating to the coming year received in the financial year		<u>68,611,913</u>	<u>54,496,780</u>
Total short-term liabilities other than provisions		<u>617,555,972</u>	<u>538,011,388</u>
Total liabilities other than provisions		<u>2,127,326,428</u>	<u>2,069,431,535</u>
Total equity and liabilities		<u>2,601,098,716</u>	<u>2,549,868,781</u>
Assets charged and security	18		
Other liabilities	19		

Independent auditor's report

To the Board of Directors of VIA University College

Report on the financial statements

We have audited the financial statements of VIA University College for the financial year 1 January to 31 December 2015, which comprises accounting policies, income statement, balance sheet, cash flow statement, notes and special specifications. The financial statements are prepared in accordance with the Danish Act on government financial accounting, etc and rules laid down in the Financial Administrative Directions prepared by the Danish Ministry of Finance.

Management's responsibility for the financial statements

Management is responsible for the preparation of financial statements which are correct, i.e. free of material misstatement in compliance with the Act on government financial accounting, etc and rules laid down in the Financial Administrative Directions prepared by the Ministry of Finance. Management is also responsible for the internal control, which Management finds necessary for the preparation of financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances.

Furthermore, it is Management's responsibility that transactions encompassed by the financial statements comply with the granted allocations, acts, other regulations, agreements entered into and usual practice.

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 international standards on auditing and additional requirements under Danish audit regulation, good public auditing practice as well as the Danish Ministry of Science, Innovation and Higher Education's executive order No 1294 of 12 December 2008 on audit and subsidy control, etc at university colleges for higher education as well as the Danish School of Media and Journalism. This requires 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 misstatement.

An audit involves performing audit 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 misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant for the College's preparation of financial statements, which are correct, i.e. without material misstatement 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 College'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 the overall presentation of the financial statements.

Independent auditor's report

The audit also involves assessing whether business processes and internal controls have been established, supporting that the transactions encompassed by the financial statements comply with the granted allocations, acts, other regulations, agreements entered into and usual practice.

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

Our audit has not resulted in any qualification.

Opinion

In our opinion, the financial statements for the financial year 1 January to 31 December 2015, in all material respects, have been prepared in accordance with the Danish Act on government financial accounting, etc and rules laid down in the Financial Administrative Directions prepared by the Danish Ministry of Finance. We are also of the opinion that business processes and internal controls have been established, supporting that the transactions encompassed by the financial statements comply with the granted allocations, acts, other regulations, agreements entered into and usual practice.

Statement on the management commentary and performance reporting

We have read the management commentary and the performance reporting. We have not performed any further procedures in addition to the audit of the financial statements. Based on this, we believe that the disclosures in the management commentary and the performance reporting are consistent with the financial statements.

Aarhus, 11 April 2016

Deloitte

Statsautoriseret Revisionspartnerselskab

Jakob B. Ditlevsen
State Authorised
Public Accountant

Klaus Tvede-Jensen
State Authorised
Public Accountant

CB/gs
T:\AFD41000\1147925\2015\Annual report 2015.docx