



**Auditors' Report to the Member  
Of  
Laxmi Pratisthan**

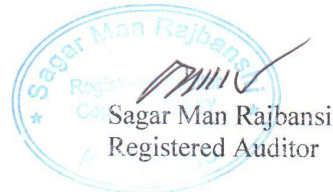
We have audited the accompanying Balance Sheet of Laxmi Pratisthan as on Ashadh 32, 2068 and the related Statement of Income and Expenditure for the year then ended. These Financial Statements are the responsibility of the management of the Organization. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Generally Accepted Accounting Principles (GAAP). Those Principles require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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 principles used and significant estimates. We believe that our audit provides a reasonable basis for our opinion.

We further report that:

1. We have obtained prompt replies to our queries and explanations asked for.
2. The Organization has maintained the books of accounts in accordance with the law.
3. In our opinion and to the best of our information and according to the explanation given to us, the said accounts read with the notes attached there to reflect true and fair view:
  - i) In so far as it relates to the Balance Sheet, of the state of affairs of the Organisation as on Ashadh 32, 2068.
  - ii) In so far as it relates to the Profit and Loss Account, the results of operations for the period ended Ashadh 32, 2068

Date: 2068.5.2  
Place: Kathmandu, Nepal



**Laxmi Pratisthan**  
Tilganga, Kathmandu  
**Balance Sheet**  
As On 32 Ashadh, 2068

Descriptions	Schedule	Current Year	Previous Year
<b><u>SOURCES OF FUNDS</u></b>			
Capital Fund	1	135,808.75	104,225.00
Surplus/(Deficit)	2	(1,473,441.25)	(1,007,411.00)
<b>Total</b>		<b>(1,337,632.50)</b>	<b>(903,186.00)</b>
<b><u>APPLICATION OF FUNDS</u></b>			
Fixed Assets	3	135,808.75	104,225.00
<b><u>Current Assets</u></b>			
Cash & Bank Balance	4	7,826.00	10,800.00
<b>Total Current Assets</b>		<b>7,826.00</b>	<b>10,800.00</b>
<b><u>Less: Current liabilities</u></b>			
Payables	5	1,481,267.25	1,018,211.00
<b>Total Current Liabilities</b>		<b>1,481,267.25</b>	<b>1,018,211.00</b>
<b>Net Current Assets</b>		<b>(1,473,441.25)</b>	<b>(1,007,411.00)</b>
<b>Total</b>		<b>(1,337,632.50)</b>	<b>(903,186.00)</b>

Bishnu Gautam  
Chairman



Sarita Bhandari  
Accountant

Sagar Man Rajabanshi  
Auditor



**Laxmi Pratisthan**  
Tilganga, Kathmandu  
**Statement of Income & Expenditure**  
For the year ended 32 Ashadh, 2068

S.N.	Description	Schedule	Current Year	Previous Year
<b>A</b>	<b>Income</b>			
1	Donation Received	6	844,331.00	2,114,128.00
2	Membership Fee		-	118,352.00
3	CD Sales Income		1,220.00	28,280.00
4	Hiking Income		45,500.00	-
5	Eye Camp Income		4,200.00	-
	<b>Total Income</b>		<b>895,251.00</b>	<b>2,260,760.00</b>
<b>B</b>	<b>Expenses</b>			
1	Registration Expenses		14,100.00	24,000.00
2	Inaguration Programme		-	88,700.00
3	Ceremony Programme		-	25,000.00
4	Donation		42,050.00	115,000.00
5	Music Album Release		5,000.00	275,000.00
6	Bal Prativa Construction		-	700,000.00
7	Land Support to Vakram Devi		-	1,000,000.00
8	Comics Power		-	23,000.00
9	Road Divider Repaint		5,715.00	75,000.00
10	Support to Anekot VDC		10,013.00	96,000.00
11	Local Road Repair		-	36,000.00
12	Adult Class Training		24,000.00	48,000.00
13	Health Camp Programme		41,890.00	15,000.00
14	Water Support Programme		-	650,000.00
15	Ek Ghar Panch Fal Programme		22,500.00	-
16	Travel		17,340.00	-
17	House Rent		12,000.00	-
18	Maintenance		17,424.00	-
19	Documentary		39,705.00	-
20	Electricity		9,367.00	-
22	Library Operation		10,950.00	-
23	Interaction Program		4,000.00	-
24	Sport Programme		5,265.00	-
25	Brochure Printing		36,850.00	-
27	Anniversary		3,405.00	-
28	Smarika		115,000.00	-
29	Skill Development		13,700.00	-
30	Salary		9,300.00	-
31	Shoe Making Training		19,560.00	-
32	Advertisement		248.00	-
33	Support to school		29,000.00	-
34	Drinking Water Support to Vakram Devi School		600,000.00	-
35	Refreshment		16,494.00	-
38	Hiking Expenses		34,804.00	-
39	Office Supplies		70,086.00	36,979.00
40	Communication Expenses		21,572.00	7,958.00
41	Miscellaneous Expenses		2,415.00	1,910.00
42	Stationery		67,392.00	16,549.00
43	Audit Fee		15,000.00	10,000.00
44	Depreciation		35,136.25	24,075.00
<b>C</b>	<b>Total Expenses</b>		<b>1,361,281.25</b>	<b>3,268,171.00</b>
<b>D</b>	<b>Surplus/(Deficit) for the year</b>		<b>(466,030.25)</b>	<b>(1,007,411.00)</b>

Bishnu Gautam  
Chairman



Sarita Bhandari  
Accountant



**Laxmi Pratisthan**  
**Tilganga, Kathmandu**

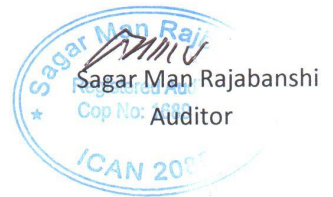
**Cash Flow Statement for the period from 01 Shrawan 2067 to 32 Ashad 2068**

Particulars	Current Year (NRs.)	Pervious Year (NRs.)
<b><u>A.Cash Flow From Operating Activities</u></b>		
Surplus	(466,030.25)	(1,007,411.00)
Adjustments		
Depreciation	35,136.25	24,075.00
Current Assets & Liabilities Increase/(Decrease)		
Current Assets Increase/(Decrease)	-	
Current Liabilities Increase/(Decrease)	463,056.25	1,018,211.00
<b>Total (A)</b>	<b>32,162.25</b>	<b>34,875.00</b>
<b><u>B.Cash Flow From Investment Activities</u></b>		
Sale of Fixed Assets	-	-
Purchase of Fixed Assets	(66,720.00)	(128,300.00)
<b>Total(B)</b>	<b>(66,720.00)</b>	<b>(128,300.00)</b>
<b><u>C. Cash Flow from Financing Activities</u></b>		
Capital Fund Increase/(Decrease)	31,583.75	104,225.00
<b>Total(C)</b>	<b>31,583.75</b>	<b>104,225.00</b>
D. Net cash Flow for this year=(A+B+C)	<b>(2,974.00)</b>	<b>10,800.00</b>
E. Opening Cash Balance at the beginning of the year	10,800.00	-
<b>F. Closing Cash Balance at the end of the year</b>	<b>7,826.00</b>	<b>10,800.00</b>

Bishnu Gautam  
Chairman



Sarita Bhandari  
Accountant





**Laxmi Pratisthan**  
Tilganga, Kathmandu

Schedules

**Capital Fund**

**Schedule-1**

Description	Current Year	Previous Year
<b>Capital Asset Reserve</b>		
Opening Balance	104,225.00	
Addition durin the year	66,720.00	128,300.00
Depreciation	(35,136.25)	(24,075.00)
Deletion during the year	-	-
<b>Total</b>	<b>135,808.75</b>	<b>104,225.00</b>

**Accumlated Surplus/(Deficit)**

**Schedule-2**

Description	Current Year	Previous Year
Surplus income over expenditure upto Last Year	(1,007,411.00)	-
From Income & Expenses A/C , Surplus/(Deficit)	(466,030.25)	(1,007,411.00)
<b>Total</b>	<b>(1,473,441.25)</b>	<b>(1,007,411.00)</b>

**Cash & Bank Balance**

**Schedule-4**

Description	Current Year	Previous Year
Cash in Hand	-	-
Bank Balance(Nepal Investmentment Bank)	10,800.00	10,800.00
<b>Total</b>	<b>10,800.00</b>	<b>10,800.00</b>

**Payables**

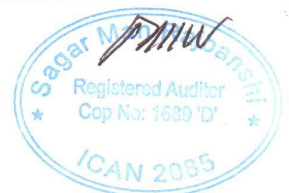
**Schedule-5**

Description	Current Year	Previous Year
Bishnu Gautam	1,413,833.25	1,008,211.00
Audit Fee Payable	4,250.00	8,500.00
TDS Payable	1,950.00	1,500.00
Social Security Tax Payable	93.00	-
<b>Total</b>	<b>1,420,033.25</b>	<b>1,018,211.00</b>

**Donation**

**Schedule-6**

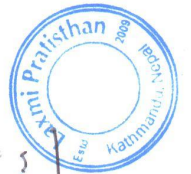
Description	Current Year	Previous Year
Bishnu Gautam	844,331.00	2,114,128.00
<b>Total</b>	<b>844,331.00</b>	<b>2,114,128.00</b>



**Laxmi Pratisthan**  
Tilganga, Kathmandu  
**Assets List**

Schedule - 3

S.N.	Description	Op.Bal for the Year		Add for the Year		Deletion for the Year	Total for the Year	Dep. Rate	Dep.Amt	Balance
		No.	Amount	No.	Amount					
<b>A) Building</b>										
	Building									
1	Partition Work	1	38,000.00			-	38,000.00	5%	1,900.00	36,100.00
	<b>Sub-total</b>	1	<b>38,000.00</b>		-		<b>38,000.00</b>		<b>1,900.00</b>	<b>36,100.00</b>
<b>B) Furniture &amp; Equipment</b>										
1	Computer	1	38,737.50	1	25,500.00	-	64,237.50	25%	16,059.38	48,178.13
2	Telephone Set	1	712.50	2	720.00	-	1,432.50	25%	358.13	1,074.38
3	Plastic Chair	1	2,025.00			-	2,025.00	25%	506.25	1,518.75
4	Sofa Set		-	1	7,500.00		7,500.00	25%	1,875.00	5,625.00
5	Revolving Chair		-	3	8,100.00		8,100.00	25%	2,025.00	6,075.00
6	Office Table		-	3	15,400.00		15,400.00	25%	3,850.00	11,550.00
7	Tea Table		-	1	3,000.00		3,000.00	25%	750.00	2,250.00
8	Book Rack		-	1	6,500.00		6,500.00	25%	1,625.00	4,875.00
9	Inventor	1	24,750.00			-	24,750.00	25%	6,187.50	18,562.50
	<b>Sub-total</b>		<b>66,225.00</b>		<b>66,720.00</b>		<b>132,945.00</b>		<b>33,236.25</b>	<b>99,708.75</b>
	<b>Total (A+B)</b>		<b>104,225.00</b>		<b>66,720.00</b>		<b>170,945.00</b>		<b>35,136.25</b>	<b>135,808.75</b>



*Surendra Prasad*

## Significant Accounting Policies and Notes relating to the financial Statements

### 1. Significant Accounting Policies

#### 1.1 Basis of Presentation

The financial statements are prepared in accordance with the historical cost convention, on an accrual basis of accounting.

#### 1.2 Capitalization of Fixed Assets

Fixed assets are recorded at cost. The Organization capitalizes all direct costs relating to the acquisition and installation of fixed assets.

#### 1.3 Revenue Recognition

Revenue is recognized on Cash Basis of accounting when cash is actually received.

#### 1.4 Depreciation

Depreciation on Fixed Asset has been provided as per the provision of Income Tax Act, 2058.

