

Independent Auditors' Report

Report on the financial statement

We have audited the accompanying financial statements of Laxmi Pratisthan, Tilganga, Kathmandu which comprise the Fund Accountability Statement as at 17th July 2014 and significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Nepal Accounting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentment, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to express opinion on these financial statements based on our audit. We conducted our audit in accordance with Nepal Standards on Auditing. 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 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 to the entity's preparation and fair presentation of the financial statement 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 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

In our opinion, the financial statements comprising of the fund accountability statement give a true and fair view of the receipts and disbursements for the period 16 July 2013 to 17th July 2014 and the balance of funds as at 17th July 2014 in accordance with generally accepted accounting principles.

Regards,





Kul Keshar Basnet, AT
Auditor

Place: Kathmandu, Nepal
Date: 15/04/2071

Laxmi Pratisthan
Tilganga, Kathmandu
Balance Sheet
As on 32 Ashadh, 2071

Descriptions	Schedule	Current Year	Previous Year
<u>SOURCES OF FUNDS</u>			
Capital Fund	1	135,808.75	135,808.75
Surplus/(Deficit)	2	(1,738,815.09)	(2,800,270.40)
Total		(1,603,006.34)	(2,664,461.65)
<u>APPLICATION OF FUNDS</u>			
Fixed Assets	3	112,282.26	126,563.69
<u>Current Assets</u>			
Cash & Bank Balance	4	2,046,717.36	123,807.17
Total Current Assets		2,046,717.36	123,807.17
<u>Less: Current liabilities</u>			
Payables	5	3,762,005.96	2,914,832.50
Total Current Liabilities		3,762,005.96	2,914,832.50
Net Current Assets		(1,715,288.60)	(2,791,025.33)
Total		(1,603,006.34)	(2,664,461.65)


Bishnu Prasad Gautam
Chairman



Haribol Shrestha
Accountant


Kul Keshar Basnet
Auditor



Laxmi Pratisthan
Tilganga, Kathmandu
Statement of Income & Expenditure
For the period from 01-04-2070 to 32-03-2071

Description	Schedule	Current Year	Previous Year
Income			
Grant Income	6	4,690,232.94	610,945.00
Membership Fee		9,510.00	1,001.00
Rafting Income		-	134,000.00
Other Income		55,110.00	26,902.00
Total Income		4,754,852.94	772,848.00
Expenses			
Program Expenditure	7	2,809,780.45	938,612.00
Administrative Expenses	8	846,189.76	592,070.79
Depreciation	3	37,427.42	34,967.89
Total Expenses		3,693,397.63	1,565,650.68
Surplus/(Deficit) for the year		1,061,455.31	(792,802.68)


Bishnu Prasad Gautam
Chairman





Haribol Shrestha
Accountant


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Auditor



Laxmi Pratisthan
Tilganga, Kathmandu
Cash Flow Statement for the period from 01 Shrawan 2070 to 32 Ashad 2071

Particulars	Current Year (NRs.)	Previous Year (NRs.)
A. Cash Flow From Operating Activities		
Surplus	1,061,455.31	(792,802.68)
Adjustments		
Depreciation	37,427.42	34,967.89
Current Assets & Liabilities Increase/(Decrease)		
Current Assets Increase/(Decrease)		
Current Liabilities Increase/(Decrease)	847,173.46	853,039.56
Total (A)	1,946,056.19	95,204.77
B. Cash Flow From Investment Activities		
Sale of Fixed Assets	-	
Purchase of Fixed Assets	(23,146.00)	(41,299.99)
Total(B)	(23,146.00)	(41,299.99)
C. Cash Flow from Financing Activities		
Organisation Fund Increase/(Decrease)		
Total(C)	-	
D. Net cash Flow for this year=(A+B+C)	1,922,910.19	53,904.78
E. Opening Cash Balance at the beginning of the year	123,807.17	69,902.40
F. Closing Cash Balance at the end of the year	2,046,717.36	123,807.17


Bishnu Prasad Gautam
Chairman




Haribol Shrestha
Accountant


Kul Keshar Basnet
Auditor



Program Expenditure**Schedule-7**

Support to School	21,000.00	8,515.00
Support to Football Club		9,150.00
Support to Hospital	489,380.00	5,000.00
Katai Tatha Silai Talim Program	62,415.00	110,738.00
Donation to Various Party	103,111.00	8,850.00
Road Divider Repaint	11,088.00	-
Women Driving Training Program	536,965.00	584,464.00
Sadak Ra Sawari Radio Program		105,000.00
Human Right Day Expenses	2,000.00	2,000.00
Rafting Expenses		104,895.00
Eye Camp Program	22,635.00	-
Support to Chepang Children	169,600.00	
Bakhunde Beautician Program	134,673.44	
Sipaghat Cutting Training Program	96,016.00	
Animal Health Program	10,862.00	-
Dhulikhel Beautician Program	21,558.00	
Construction Material Support	1,128,477.01	
Total	2,809,780.45	938,612.00

Administrative Expenditure**Schedule-8**

Description	Current Year	Previous Year
Salary	419,380.00	314,000.00
Electricity	-	4,692.78
Maintenance Expenses	12,060.00	1,925.00
Fuel Expenses	37,793.00	17,192.50
Office Supplies	16,565.00	35,548.00
Communication Expenses	36,024.38	43,749.51
Miscellaneous Expenses	4,574.38	13,255.00
Stationery	23,188.00	87,623.00
Audit Fee	10,000.00	10,000.00
Office Opening Expenses		1,900.00
Travel	141,930.00	13,700.00
House Rent	18,000.00	12,000.00
Anniversary Expenses	110,016.00	5,225.00
Refreshment	6,319.00	21,570.00
Bank Charge	-	1,600.00
Registration & Renewal	2,800.00	2,290.00
Newspaper & Periodicals	7,540.00	5,800.00
Total	846,189.76	592,070.79



Laxmi Pratishtan
Tilganga, Kathmandu
Assets List

Schedule-3

S.N.	Description	Opening Balance	Addition for the Year	Deletion for the Year	Total for the Year	Dep. Rate	Dep. Amt	Balance
A) Building		Amount	Amount		Amount			
1	Partition Work	25,721.25		25,721.25	-	5%	-	-
	Sub-total	25,721.25		25,721.25				
B) Furniture & Equipment								
1	Computer	27,100.20	20,566.00	-	47,666.20	25%	11,916.55	35,749.65
2	Telephone Set	1,654.34	-	-	1,654.34	25%	413.59	1,240.76
3	Plastic Chair	2,879.30			2,879.30	25%	719.82	2,159.47
4	Sofa Set	11,039.06			11,039.06	25%	2,759.77	8,279.30
5	Revolving Chair	6,267.19			6,267.19	25%	1,566.80	4,700.39
6	Daraj	4,875.00			4,875.00	25%	1,218.75	3,656.25
7	Office Table	6,496.88			6,496.88	25%	1,624.22	4,872.66
8	Tea Table	3,140.63			3,140.63	25%	785.16	2,355.47
9	Book Rack	2,742.19			2,742.19	25%	685.55	2,056.64
10	Inventor	24,222.66			24,222.66	25%	6,055.67	18,167.00
11	Acer LED	6,375.00			6,375.00	25%	1,593.75	4,781.25
12	Visitor Chair	1,050.00			1,050.00	25%	262.50	787.50
13	Low Bed	3,000.00			3,000.00	25%	750.00	2,250.00
14	White Board	2,580.00	2,580.00		5,160.00	25%	1,290.00	3,870.00
15	Partition Work		25,721.25		25,721.25	25%	6,430.31	19,290.94
	Sub-total	100,842.44	48,867.25	-	149,709.68		37,427.42	112,282.26
	Total (A+B)	120,563.69	48,867.25	25,721.25	149,709.68		37,427.42	112,282.26



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**Laxmi Pratisthan
Tilganga, Kathmandu**

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, period end expenses are recognised on an accrual basis of accounting.

1.2 Capitalization of Fixed Assets

Fixed assets are recorded at historical cost. fixed assets received from donor has been reported as capital asset reserve.

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 Income Tax Act.

1.5 Previous year's figures are taken from audited financial statements of previous year.

1.6 Previous year's figures have been re-grouped/re-arranged wherever necessary.

