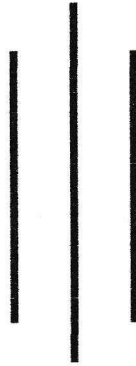


Association for Rural Development (ARD)

Bethanchok-03, Dhungkharka, Kavre, Nepal



Independent Auditor's Report

Fiscal Year 2075/76



Jit Ram Lama
Registered Auditor
Lama & Company
Banepa, kavre

LAMA & COMPANY

Jit Ram Lama

Registered Auditors

COP No. : 2493

PAN No. : 300904590

Regd No. : 2929

INDEPENDENT AUDITOR'S REPORT

TO GENERAL MEMBERS OF

Association for Rural Development (ARD)

We have audited the accompanying financial report of Association for Rural Development (ARD) which comprises the Balance Sheet as at Ashad 31, 2076, Income Statement, Cash flows statement and related schedule for the year then ended.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Nepal Accounting Standards (NAS). This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that is 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Nepal standards on Auditing. Those standards require that we comply with relevant 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 procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, 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 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 presentation of the financial report.

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

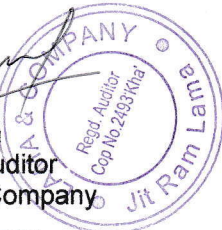
Opinion

In our opinion for the financial statements give a true and fair view of the financial position of organization as of 31 Ashad 2076, and of the results of operations and its financial performance and its cash flows for the year then ended in accordance with Nepal Accounting Standards sp far as applicable in compliance with the prevailing Laws.

Jit Ram Lama
Registered Auditor
For Lama & Company

Date: 2076/05/27

Place: Banepa, Kavrepalanchok, Nepal



Banepa, Kavre, Nepal

P.O.Box no: 512, Email: jitramlama@hotmail.com, Phone no: 011-660464, 01-4464955, 9851073600

Association for Rural Development (ARD)

Bethanchowk-03, Dhungkharka, Kavre

BALANCE SHEET AS AT ASHAD END 2076.

S.N.	CAPITAL & LIABILITIES	Schedule	Current Years Amounts Rs.	Previous Years Amounts Rs.
1	Capital Fund			
2	Capital Reserve	1	2,356,469.75	(71,870.48)
4	Current Liabilities & Provision			
	a. Current liabilities	2	894,049.78	1,262,070.46
	Grand Total		3,250,519.53	1,190,199.98
1	Assets			
	<u>Fixed Assets</u>	3		
	a. Gross Block		811,752.93	320,302.24
	b. Less : Depreciation		159,868.23	34,847.31
	c. Net Block		651,884.70	285,454.93
2	Investment		-	-
	Sub. Total		651,884.70	285,454.93
3	<u>Current Assets</u>			
	a. Cash & Bank Balance	4	2,593,634.83	605,685.55
	b. Advance & Receivable	5	5,000.00	299,059.50
	Sub. Total		2,598,634.83	904,745.05
	Grand Total		3,250,519.53	1,190,199.98

Schedules 1 to 14 from an integral part of these financial statements.

As per our separate
report of even date


Treasurer


Secretary


Chairperson


Auditor




Association for Rural Development (ARD)

Bethanchowk-03, Dhungharka, Kavre


INCOME & EXPENDITURE ACCOUNT

FOR THE FISCAL YEAR 2075/076.

S.N.	Particulars	Schedule	Current Years Amounts Rs.	Previous Years Amounts Rs.
1	Direct Income	6	978,952.67	2,928,976.00
	Grant Support	7	10,961,172.49	7,960,952.00
	Total Income		11,940,125.16	10,889,928.00
2	EXPENDITURE			10,634,073.31
	RWSSFDB/WASH Program	8	883,361.00	
	Youth for Environmental Sustainability/TDH/Yes	9	1,030,692.00	
	Towards Climate Smart Village Progra /AEIN	10	3,892,266.71	
	Quality Education & Empowering Children/TDH	11	5,917,934.00	
	Health Post Social Audit, Bethanchok	12	87,000.00	
	Official Expenses	13	18,020.00	
	Depreciation	4	159,868.23	
	Total Expenditure		11,989,141.94	10,634,073.31
	Surplus			
	Surplus (Deficit) During The Year		(49,016.78)	255,854.69
	Surplus Up to Previous Year		(71,870.48)	(327,725.17)
	Transferred to balance sheet		(120,887.26)	(71,870.48)


Schedules 1 to 14 from an integral part of these financial statements


As per our separate
report of even date


Treasurer


Secretary


Chairperson


Auditor





Association for Rural Development (ARD)

Bethanchowk-03, Dhungharka, Kavre

Cash Flow Statement as on Ashad end 2076.

Particulars	Current Years Amounts Rs.	Previous Years Amounts Rs.
<u>From Operating Activities</u>		
Net Surplus during the period	(49,016.78)	255,854.69
Adjustment For :		
Depreciation	159,868.23	34,847.31
Operating Surplus Before Change in Working Capital	110,851.45	290,702.00
Increase (Decrease) in Current assets		
(Increase) Decrease in Receivable	(294,059.50)	-
(Increase) Decrease in Stock		
(Increase) Decrease in currents liabilities	(368,020.68)	(6,224,843.56)
Change in Working Capital		
Net Cash from operating activities	36,890.27	(5,934,141.56)
<u>From Investing Activities</u>		
Purchase of Fixed Assets	526,298.00	180,913.00
Sales of Fixed Assets		
Increase in Investment		
Interest received from investment		
Net Cash used in investing activities	526,298.00	180,913.00
<u>From Financing Activities</u>		
Increase Capital Fund	2,477,357.01	-
Re-payment of loans		
Net Cash From Financing Activities	2,477,357.01	-
Net Increase (decrease) in cash & Cash Equivalent	1,987,949.28	(6,115,054.56)
Cash & Cash Equivalent at the beginning of the period	605,685.55	6,720,740.11
Cash & Cash Equivalent at the end of the period	2,593,634.83	605,685.55

As per our separate
report of even date


Treasurer


Secretary


Chairperson


Auditor



Association for Rural Development (ARD)

Bethanchowk-03, Dhungharka, Kavre

Formatting Part of Balance Sheet As on end Ashad 2076.

Schedule 1

Capital Reserve

Surplus (Deficit) During The Year	(49,016.78)
Surplus Up to Previous Year	(71,870.48)
Capital Fund/AEIN	2,477,357.01
Total	2,356,469.75

Schedule 2

Detail of Current liabilities

Audit Fee Payable	14,775.00
Audit Fee TDS	225.00
VAT Payable	11,504.48
Payable account	867,545.30
Total	894,049.78

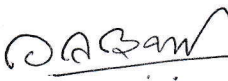
Schedule 4

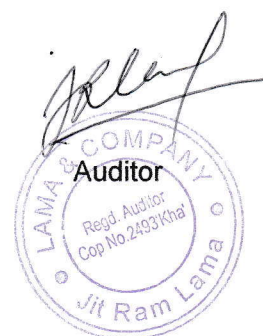
Detail of Cash & Bank Balance

RB Bank, Banepa	61,977.00
NCC Bank, Banepa (TDH/Yes)	5,048.32
NCC Bank, Banepa (WASH)	15,985.31
NCC Bank, Banepa (ODF/Post ODF)	7,006.19
NCC Bank, Banepa (Rehab.)	11,261.00
NBL Banepa	2,477,357.01
Cash in Hand (AEIN Project)	15,000.00
Total	2,593,634.83


Treasurer


Secretary


Chairperson



Association for Rural Development (ARD)

Bethanchowk-03, Dhungkharka, Kavre

Formatting Part of Balance Sheet As on end Ashad 2076.

Schedule 5

Advance & Receivable

Telephone deposit	5,000.00
Total	5,000.00

Formatting Part of Income & Expenditure for the FY 2075/76.

Income Details

Schedule 6

Detail of Direct Income

Fund Received from RWSSFDB (WASH Project)	890,456.67
Fund Received from Bethanchok Rural Municipality	88,496.00
Total	978,952.67

Schedule 7

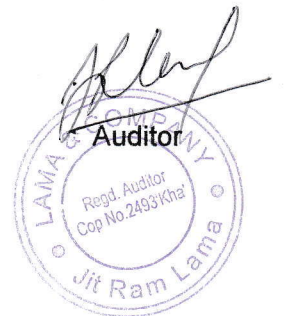
Detail of Grant Support

Fund Received from TDH/Bethanchok	5,673,231.00
Fund Received from TDH/YES/Namobuddha	1,250,508.50
Fund Received from AEIN	4,037,432.99
Total	10,961,172.49


Treasurer


Secretary


Chairperson



Association for Rural Development (ARD)

Bethanchowk-03, Dhungharka, Kavre

Formatting Part of Income & Expenditure for the FY 2075/76.

Detail of Programme Expenses

Schedule 8

RWSSFDB/WASH Program

Staff salary	572,000.00
Accomodation and field support	95,200.00
Capacity Building	72,000.00
Office Expenses	31,901.00
AGM cost	39,490.00
Monitoring expenses	46,000.00
Communication	10,000.00
Refreshment	16,770.00
Total	883,361.00

Schedule 9

Youth for Environmental Sustainability/TDH/Yes

Institutional Structure of Youth	137,052.00
Youth Empowerment on Environment	372,250.00
Youth in Green Action	146,600.00
Staff salary	320,000.00
Printing and stationary	19,335.00
Communication	19,250.00
Miscellaneous	3,205.00
Program audit	13,000.00
Total	1,030,692.00

Treasurer

Secretary

Chairperson

Auditor



Association for Rural Development (ARD)

Bethanchowk-03, Dhungharka, Kavre

Formatting Part of Income & Expenditure for the FY 2075/76.

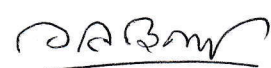
Schedule 10

Towards Climate Smart Village Progra /AEIN

Community Orientation	73,950.00
Orientation on Organic Kitchen Gardening	57,384.00
Orientation on Cash crops production	23,530.00
Baseline and project design	547,490.00
Nursery establishment	288,882.00
Staff Salary	1,731,500.00
Accounting software	45,200.00
Communication	26,287.00
Sample soil test	130,530.00
Construction of plastic pond	57,500.00
Utilities	24,550.00
Coordination Meeting	15,000.00
Installation of drip irrigation systems	40,000.00
Monitoring	24,500.00
Office rent	30,000.00
Plastic tunnel support	479,362.00
Staff orientation/training	19,720.00
Promotion of organic kitchen garden	32,652.00
Report editing and publication	6,750.00
Stationary and logistics	25,496.00
Transportation cost	88,950.00
Miscellaneous cost	123,033.71
Total	3,892,266.71


Treasurer


Secretary


Chairperson


Auditor



Association for Rural Development (ARD)

Bethanchowk-03, Dhungharka, Kavre

Formatting Part of Income & Expenditure for the FY 2075/76.

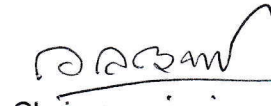
Schedule 11

Promoting quality Education and Empowering Children, Women and youth/TDH


Children and Education program	1,521,483.00
Women and Youth Empowerment	515,353.00
Livelihood for women and youth	1,830,740.00
Staff capacity building	72,540.00
Staff review sharing and planning meeting	29,760.00
Office rent	60,000.00
Communication and stationary	73,290.00
Staff travel and accomodation	96,000.00
District and municipality level sharing meeting	41,200.00
Program monitoring by district, municipality and line agencies	51,000.00
Program monitoring by board members	34,200.00
Project Advisory Committee expenses	36,000.00
Staff salary	1,476,300.00
Staff insurance	8,791.00
Staff logistics	31,277.00
Program Audit	40,000.00
Total	5,917,934.00


Treasurer


Secretary


Chairperson




Auditor


Association for Rural Development (ARD)

Bethanchowk-03, Dhungharka, Kavre

Formatting Part of Income & Expenditure for the FY 2075/76.

Schedule 12

Health Post Social Audit, Bethanchok

Food & Refreshment	27,200.00
Transportation	30,000.00
Monitoring	29,800.00
Total	87,000.00


Schedule 13

Official Expenses

Renewal fee	3,020.00
Audit fee	15,000.00
Total	18,020.00


Treasurer


Secretary


Chairperson



Association for Rural Development (ARD)


Bethanchowk-03, Dhungharka, Kavre

SCHEDULES FORMATTING PART OF THE BALANCE SHEET AS ON ASHAD END 2076.

Schedule 4

Detail of Fixed Assets & Depreciation

S.N.	Particulars	Gross Value			Dep Rate	Depreciation	Net Value
		Opening	Addition Rs.	Total Rs.			
	Group "B"	285,454.93	526,298.00	811,752.93	25%	159,868.23	651,884.70
1	Furniture Fixture	22,503.93	-	22,503.93	25%	5,625.98	16,877.95
2	Computer & equipments	262,951.00	95,598.00	358,549.00	25%	89,637.25	268,911.75
3	Camera & other assets	-	87,707.00	87,707.00	15%	13,156.05	74,550.95
4	Vehicle (Motorcycle)	-	342,993.00	342,993.00	15%	51,448.95	291,544.05
	Grand Total	285,454.93	526,298.00	811,752.93		159,868.23	651,884.70


Treasurer


Secretary




Chairperson



LAMA & COMPANY

Jit Ram Lama

Registered Auditors

COP No. : 2493

PAN No. : 300904590

Regd No. : 2929

Significant Accounting Policies And Notes Accounts.

Schedule 14.

1. The financial statements have been prepared in conforming to generally accept accounting principles & Nepal Accounting Standards. The significant accounting policies are summarized below.
 - (a) Income and expenditure are accounted on accrual basis.
 - (b) Property, Plants, & Equipments
 - I. Property, Plants, & Equipments have been shown in the previous year Audit report figure & this year purchase.
 - II. Property, Plants, & Equipments depreciation is charged under the provision of income tax 2058.
2. Financial statement has been prepared for the period of 1st Shrawan 075 to end of Ashad 2076

Jit Ram Lama
Registered Auditor
For Lama & company



Date: 2076/05/27

Place: Banepa, Kavre, Nepal.

Banepa, Kavre, Nepal

P.O.Box no: 512, Email: jitrmlama@hotmail.com, Phone no: 011-660464, 01-4464955, 9851073600

नेपाल चार्टर्ड एकाउन्टेन्ट्स संस्था
The Institute of Chartered Accountants of Nepal
 (Established under Nepal Chartered Accountants Act, 1997)

संस्था दर्ता नं. २४९३

मिति: २०१९/८/२७



लेखा व्यवसायी संस्था
दर्ता प्रमाणपत्र

नेपाल चार्टर्ड एकाउन्टेन्ट्स ऐन, २०१३ को दफा २८ (क) र नेपाल चार्टर्ड एकाउन्टेन्ट्स नियम, २०१६ को नियम ५८ बमोजिम लामा एण्ड कम्पनी, दर्तावाला लेखापरीक्षक (एकलौटी फर्म) लाई दर्ता गरिएको छ । यो प्रमाणपत्र २०१९ साल मंसिर २७ गते देखि २०६० साल अषाढ मसान्त सम्म र नविकरण गराएमा नविकरण अवधि सम्म बहाल रहने छ ।

Firm Reg. No. 2493

Date: December 13, 2002

FIRM REGISTRATION CERTIFICATE

In pursuant to Section 28 (Ka) of Nepal Chartered Act, 2053 and Regulation 58 of Nepal Chartered Accountants Regulation, 2056, **Lama & Company**, Registered Auditors (Proprietorship Firm) has been registered. This Certificate shall be valid from December, 13, 2002 to July 16, 2003 and upto the renewed date in case of renewal.

पुरुषोत्तम लाल श्रेष्ठ
 कार्यकारी निर्देशक
 Purusottam Lal Shrestha
 Executive Director

विजय कुमार अग्रवाल
 अध्यक्ष
 Bijay Kumar Agrawal
 President



श्री ५ को सरकार
 अर्थ मन्त्रालय
 आन्तरिक राजस्व विभाग



स्थायी लेखा नम्बर (PAN) दर्ता प्रमाण पत्र

पान: ३००९०४५१०
 आन्तरिक राजस्व कार्यालय: भक्तपुर

मिति: १० ०४ २०१९
 म.अ.क. दर्ता मिति: १४ ०९ २०६१
 दिव महोत्सव काय

करदाताको नाम: जितराम लामा
 कारोबारको नाम: लामा एण्ड कम्पनी
 करदाताको प्रकार: व्यक्तिगत
 ठेगाना: बडा नं. ९, मानव गाविस: भावनकुडारी काभ्रेपलाञ्चोक
 व्यावसाय कारोबारहरू: दर्तावाला लेखाकर्ता तथा परीक्षक,

करदाताको दलखत

कर कार्यालयको दलखत

अतिरिक्त कारोबारहरू:

क्र.सं.	कारोबारको नाम	ठेगाना	शुरु मिति	कर अधिकृतको दस्तावेज
१				
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यो प्रमाण पत्र सिधै नै कारोबार स्थल / पसल कार्यालयमा राख्न पर्ने छ ।



नेपाल चार्टर्ड एकाउन्टेन्ट्स संस्था
THE INSTITUTE OF CHARTERED ACCOUNTANTS OF NEPAL
 (Established under the Nepal Chartered Accountants Act, 1997)

POB No: 5289, Satdobato, Lalitpur, Website: www.ican.org.np
 Tel: 01 5530832, 5530730 Fax: 01 5550774

क्र.सं. १२

लेखाव्यवसायी संस्था
श्री लामा एण्ड क.
रजिष्टर्ड अडिटरर्स

संस्था दर्ता नं: २४९३

प्रकार: एकलौटी

लेखाव्यवसायीबाट आर्थिक वर्ष २०७६/२०७७ को फर्म नविकरण शुल्क वापत नियमानुसारको दस्तुर (रसिद नं. ४३) प्राप्त भएकाले नेपाल चार्टर्ड एकाउन्टेन्ट्स नियमवाली, २०६१ को नियम ५९ बमोजिम २०७७आषाढ मसान्त सम्मको लागि उक्त फर्मको नविकरण गरिएको छ।

प्रोप्राइटर:

१ श्री जित राम लामा बर्ग: ख स.नं.: २९२९ पे.प्र.नं.: १३४६.

मिति: २०७६/०४/०९



संस्थाको छाप

अधिकृत दस्तावेज



आन्तरिक राजस्व विभाग

आन्तरिक राजस्व कार्यालय धुलिखेल

(आयकर नियमावली, २०५९ को नियम २६ संग सम्बन्धित)

प.सं: २०७६.०७७

च.नं: ६६

यो विवरण मिति २०७६.०४.०६ मा रुजु भएको छ।

मिति: २०७६.०४.०६

विषय : कर चुक्ता प्रमाण पत्र ।

श्री जित राम लामा

७- चौरीदेउराली, काभ्रेपालाञ्चोक

स्थायी लेखा नं: ३००९०४५९०

यस कार्यालय अन्तर्गत दर्ता रहेका तपाईं ले आ.व २०७५.०७६ मा देहाय बमोजिमको आय रकमको आय विवरण मिति २०७६.०४.०५ मा यस कार्यालयमा पेश गरी सो अनुसार देहाय बमोजिमको आयकर दखिला गरेकोले यो कर चुक्ताको प्रमाण पत्र प्रदान गरिएको छ ।

आय विवरण पेश गरेको मिति	जम्मा आय (कारोबार) रकम रु	कर योग्य आय रु.	दाखिला गरेको कर रकम रु
२०७६.०४.०५	४८४,२०६.००	१८४,३३८.००	०.००

राम कुमार श्रेष्ठ
(कर अधिकृत)

कर अधिकृत

पुनश्च: यो प्रमाणपत्र त्यस फर्म/ उद्योग कम्पनी / संस्थाले पेश गरेको विवरणको आधारमा जारी गरिएको छ । पेश भएको आय विवरण छानबिनमा परेमा आयकर ऐन, २०५८ को दफा १०१ बमोजिम संशोधित कर निर्धारण हुन सक्ने जानकारी गराइन्छ ।