

B. B. Joshi & Associates
Chartered Accountants

CANOPY NEPAL

BALUWATAR, KATHMANDU, NEPAL

INDEPENDENT AUDITOR'S REPORT

For The Financial Year 2077-2078
(Corresponding Financial Year 2020-2021)

Submitted By

Bhanu Bhakta Joshi, FCA

For: B. B. Joshi & Associates

Chartered Accountants

Address: New Baneshwor Buddhanagar-10, Kathmandu, Nepal.

Contact No. Office 014795201

B.B. Joshi & Associates
Chartered Accountants

Ref. No.

Date :

INDEPENDENT AUDITOR'S REPORT
For Canopy Nepal
Baluwatar, KATHMANDU, NEPAL

We have audited the accompanying financial statements of **Canopy, Nepal** which comprise the Balance Sheet as at 31st Ashadh, 2078 (July 15, 2021), and the related Income and expenditure account and Cash Flow statement with significant Accounting Policies & Notes to Accounts for the year then ended.

Management Responsibilities on 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 system relevant to the preparation and presentation 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 at the circumstances.

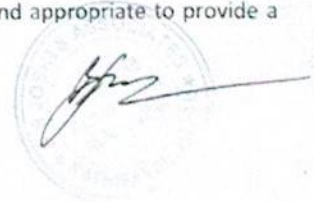
Auditor's Responsibilities:

Our responsibility is to express an 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 the ethical requirements and plan and perform the audit to obtain the reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amount and disclosure in the financial statements. The procedures selected depend on our professional judgment, including the assessment of risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we considered internal control system 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 company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of financial statements.

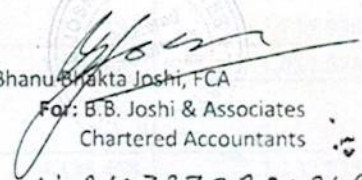
We believe that our audit evidence we obtained is sufficient and appropriate to provide a basis for our opinion

Opinion:



1. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. In our opinion, proper books of accounts have been kept by the organization so far as appears from the examination of those books.
3. The Balance Sheet, Income & Expenditure Account, and Cash Flow Statement dealt with by this report are prepared in compliance with the Nepal Accounting Standards.
4. In our opinion and to the best of our information and according to the explanation given to us and as shown by the books of the Organization, the accounts have been correctly drawn-up so as to reflect the financial position of the organization:
 - a. In case of the Balance Sheet of the state of affairs of the organization as at 31st Ashadh, 2078.
 - b. In case of the Income & Expenditure Account of the Surplus for the year ended 31st Ashadh, 2078.
 - c. In case of Cash Flow Statement of the cash flow for the year ended 31st Ashadh, 2078.
5. In our opinion and to the best of our information and according to the explanation given to us, the Board of Directors, the representative or any employee of the company has not acted contrary to the provision of law relating to accounts nor caused direct loss or damage to the Organization deliberately.

Place: Kathmandu
Date: 11.04.2078



Bhanu Bhakta Joshi, FCA
For: B.B. Joshi & Associates
Chartered Accountants

UDIN: 210727CA00248MgFvy

Canopy Nepal
Baluwatar , Kathamandu
Consolidated Balance Sheet as on 31st Ashad 2078

Particular	Schedule	Current Year	Previous Year
Capital & Liabilities			
Members Fund	1	-	-
Reserve & Surplus	2		
Surplus/ (Deficit)		1,137,946	1,125,798
Grant Liabilities	3	2,997,712	108,138
		-	
Total Rs.		4,135,658	1,233,936
<u>Assets & Properties</u>			
Fixed Assets	4	310,683	196,359
<u>Current Assets</u>			
Cash & Bank Balances	5	3,944,500	1,173,500
<u>Less : Current Liabilities & Provision</u>			
Sundry Creditors & Payable	6	119,525	135,924
Net Current Assets		3,824,975	1,037,576
Total Rs.		4,135,658	1,233,935


As per the Report Attached for The Even Date
Schedule 1-9 form an integral part of Financial statements


CANOPY NEPAL
Est. 2071

Roshan Bhatt
Treasurer

Shreya Upadhyay
Secretary



Mohit Rauniyar
Chairperson

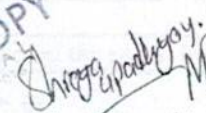

Bhanu Bhakta Joshi, FCA
For: B.B. Joshi & Associates
Chartered Accountants


Date: 11/04/2078
Place: Kathmandu


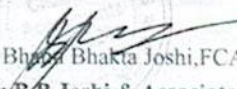
Canopy Nepal
Baluwatar , Kathamandu
Consolidated Income & Expenditure Account for the year Ashad end 2078

Particulars	Schedule	Current Year	Previous Year
Income			
Grant Income	7	8,287,047	4,457,669
Local Grant			-
Total Grant Received		8,287,047	4,457,669
Less :Program Expense	8A	7,253,911	3,666,143
Surplus (Deficit)		1,033,136	791,526
Add: Interest Income		82,093	
Less : Administrative Expenses	8B	1,033,136	791,526
Operating Surplus		82,093	-
Less :Depreciation	4	69,946	65,453
Surplus/(Deficit)		12,148	(65,453)
Surplus/(Deficit) Transfer to Balance Sheet		12,148	(65,453)



Roshan Bhatt
Treasurer


Shreya Upadhyay
Secretary



Mohit Rauniyar
Chairperson




Bhadra Bhakta Joshi, FCA
For: B.B. Joshi & Associates
Chartered Accountants

Date: 11/04/2078
Place: Kathmandu

Canopy Nepal
Baluwatar, Kathamandu
Cash Flow Statement as on 31st Ashad 2078

Particular	Current year	Previous Year
A. Cash Flow from Operating Activities		
Surplus as per Surplus & (Deficit) A/C	12,148	(65,453)
Add : Depreciation	69,946	65,453
Cash Flow from Operarting Activities before changes in working capital	82,093	-
Cash Flow from changes in working capital		
Changes in Current Assets	-	-
Changes in Current Liabilities	(16,399)	103,252
Net Cash Flow Operating Activities	(16,399)	103,252
B. Cash flow investment Activities		
Purchase of Assets	(184,270)	(261,812)
C. Cash flow from Financing Activities		
Grant Liabilities	2,889,575	108,138
Net Cash Flow During the Year (A+B+C)	2,771,000	(50,422)
Cash & Bank Balance at the beginning of the year	1,173,500	1,223,923
Cash & Bank Balance at the end of the year	3,944,500	1,173,500


CANOPY
 Roshan Bhatt *Shreya Upadhyay* *Mohit Rauniyar*
 Treasurer Secretary Chairperson


 B.B. Joshi, FCA
 For: B.B. Joshi & Associates
 Chartered Accountants

Date: 11/04/2078
Place: Kathmandu

Canopy Nepal
Baluwatar, Kathamandu

Members Fund		Schedule No-1	
Particulars		Current Year	Previous Year
Opening Balance		-	-
Addition During the Year		-	-
Total		-	-

Reserve & Surplus:		Schedule No-2	
Particulars		Current Year	Previous Year
Opening Balance		1,125,798	1,191,251
Deficit/Surplus During the Year		12,148	(65,453)
Total		1,137,946	1,125,798

Grant Liabilities (To the Extent not Spent)		Schedule No-3	
Particulars		Current Year	Previous Year
Opening Balance		108,138	-
Total Grant Received		11,176,621	4,565,807
Less: Expenses Spent		8,287,047	4,457,669
Total		2,997,712	108,138

Cash & Bank Balances		Schedule No-5	
Particulars		Current Year	Previous Year
Bank Balances			
CANSHIP		3,909	289,564
FESSHIP		2,676	5,000
Canopy Nepal		3,355,202	878,936
Learners' Hub		190,416	-
Beyond Borders		392,297	-
Total		3,944,500	1,173,500

Detail of Payables		Schedule No.6	
Particulars		Current Year	Previous Year
Audit fee payable		111,500	50,175
Social Security tax		6,525	5,074
TDS on Audit Fee		1,500	675
Social Welfare Council Payable		-	80,000
House rent Tax payable		-	-
Total		119,525	135,924

Kutau Bhatts



Shreyas Upadhyay

[Signature]

Grant Received

Schedule No.7

Particulars		Current year	Previous year
Previous Year B/d		108,138	
<u>Foreign Grant</u>		10,853,887	4,357,882
CANSHIP		3,819,400	1,539,082
FESSHIP		1,638,395	1,804,000
Canopy Nepal		4,241,985	1,014,800
Learners' Hub		-	-
Beyond Borders		1,154,108	-
<u>Local Grant</u>		322,734	207,925
CANSHIP		-	-
FESSHIP		-	-
Canopy Nepal		295,134	207,925
Learners' Hub		27,600	-
Less: To the Extent Not spent During the Year		(2,997,712)	(108,138)
<u>Grant Income recognized During the year</u>		8,287,047	4,457,669

Total Expenses


Schedule No.-8

Particulars		Current Year	Previous Year
Scholarship Expenses	8.1	4,673,505	
Learners' Hub Expenses	8.2	1,931,104	
Project Operation Expenses	8.3	649,303	
<u>Sub-total</u>	8A	7,253,911	
Administration Expenses	8B	1,033,136	
<u>Total</u>		8,287,047	

Scholarship Expenses

Schedule No. 8.1

Particulars		Current Year	Previous Year
School & Hostel Fees (Admissions, monthly, exam)		1,058,565	
Digital Gadgets for scholars (laptops)		1,248,000	
Medicine and Health Checkups		70,316	
Books, Stationaries & other educational Supplies		942,799	
Scholars Transportation & Communication		89,587	
School Workshop/Training /Sessions		40,935	
Healthy Meal Program		31,820	
COVID-19 Relief (Food and Sanitation Supplies)		945,587	
School Uniform		221,835	
Miscellaneous		24,062	
<u>Total</u>		4,673,505	

Kanta Bhatta
Kanta Bhatta

CANOPY
 NEPAL
 Estd:2016

Shree Pathy

Learners' Hub Expenses

Schedule No 8.2

Particulars	Current Year	Previous Year
Certificates & Token of Love	270,351	
Facilitator Travel and Communications	412,700	
Resource Books, Stationaries & Supplies	431,760	
School Events/Workshop/Sessions	288,900	
Travelling expenses	262,893	
Volunteer Tutor Transportation	264,500	
Total	1,931,104	

Administration Expenses

Schedule No 8.B

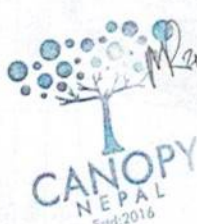
Particulars	Current Year	Previous Year
Remuneration	652,535	507,362
Rent	96,000	120,000
Printing & Stationary	5,625	28,061
Travelling Expenses	80,988	30,000
Audit Fee	113,000	50,850
Internet & Communication	38,640	34,428
Website Expenses	13,249	-
Water & Electricity	13,576	-
Renewal Charges	2,525	-
Miscellaneous	16,998	20,825
Total	1,033,136	791,526

Project Operation Expenses

Schedule No 8.3

Particulars	Current Year	Previous Year
Meals & Refreshment	163,312	-
Travelling Expenses	242,399	-
Project Printing & Stationaries	10,684	-
Project Supplies & Equipments	98,488	-
Monitoring & Evaluation	110,000	-
Miscellaneous	24,420	-
Total	649,303	3,666,143


Bautzu Bhatta



M. Ranjita

Shreya Jadhav

Canopy Nepal													Schedule No. 4
Baluwatar, Kathmandu													
(For The Purpose of Tax on WDV Method)													
S.No.	Depreciable Assets	Details of Fixed Assets:			Opening WDV	Addition	Addition to Dep Base	Unabsorbed		Dep Base	Dep for the year	Closing WDV	
		Rate %											
1	Group A	5%			-		-			-			
2	Group B	25%			196,359	184,270	83,423	100,847		279,782	69,946	310,683	
3	Group C	20%								-			
4	Group D	15%											
5	Group E	SLM			-		-			-			
	Total				196,359	184,270	83,423			279,782	69,946	310,683	



Canopy Nepal
Roshan Bhatt
Treasurer

Sitendra Upadhyay
Sitendra Upadhyay
Secretary

Mohit Rauniyar
Mohit Rauniyar
Chairperson

Bhagya Lakshmi Joshi
Bhagya Lakshmi Joshi, FCA
For: **B.B. Joshi & Associates**
Chartered Accountants

Date: 11/04/2078
Place: Kathmandu

Date: 11/04/2078
Place: Kathmandu


Roshan Bhatt
Treasurer


Mohit Rauniyar
Chairperson


Bhanu Prakash Joshi
For: Joshi & Associates
Chartered Accountants

Canopy Nepal
Baluwatar-4, Kathmandu, Nepal

Accounting policies and explanatory notes to the financial statements for the year ended on 31 Ashad 2078.

1. General Information

Canopy Nepal is a non-profit company registered in the Office of the Company Registrar (Reg. No.: 47204) under the Company Act 2063. The organization has obtained Permanent Account Number (PAN 604238784) from the Inland Revenue Department, Tangal, Kathmandu for Income Tax Purpose. Primary objectives of this non-profit company is to create accessibility in education for children through scholarship programs and promotion of interactive skills among students, youths and teachers through workshops, trainings and seminars and support in improving quality of education in Nepal.

2. Significant Accounting Policies

1. Basis Of Preparation

These financial statements have been prepared in compliance with the Nepal Accounting Standards issued by the Accounting Standards Board of Nepal.

Financial statements are prepared under historical cost convention on an accrual concept and are in accordance with Nepal Accounting Standards Except otherwise mentioned and other applicable laws prevalent in Nepal.

The Presentation of financial statements in accordance with NAS requires the determination and consistent application of accounting policies to transactions and events.

1. Use of Estimates

The Preparation of the financial statements in conformity with the NAS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of balance sheet. Actual amount could differ from those estimates. Any differences from those estimates are recorded in the period in which they are identified.

1. Going Concern

The Financial Statements are prepared on the assumption that the company is going concern.

Kantau Dutt

Shriyut Ramiyar
CANOPY
NEPAL
Estd. 2016

[Signature]

1. Net Income

Income represents total Grant received minus amount to the extent not spent during the financial year. Accounted on the accrual basis, The expenses includes all project as well as administrative expenses.

1. Borrowing costs

All borrowing costs are recognized in the Income Statement in the period in which they are incurred.

1. Leases

Rental costs under operating leases are charged to the income statement in equal annual amounts over the Lease term.

7. Property, Plant and equipment

Fixed assets have been purchased this year of Rs.184270..

8. Depreciation Base.

Depreciation is charged using the Diminishing Balance Method for Taxation and accounting purpose.

9. Cash & Cash equivalents

Cash and cash equivalents are defined as cash in hand demand deposits and short-term highly liquid investments, readily convertible to know amounts of cash and subject to insignificant risk of changes in value.

For the purpose of cash flow statements, cash and cash equivalents consist of cash in hand cash in transit, cheque in transit and balance at bank.

3 Notes to Account

3.1 Taxation.

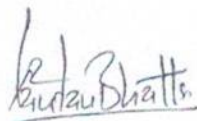
The NGO is exempted from income tax Liabilities

3.2 Trade & other Receivables:

Trade receivables are recognized at fair values.

3.3 Trade & other payables:

Liabilities for trades and other payables are carried at cost which is the fair value of services & goods.


Gurzan Bhatta


Jyoti Kariyan
CANOPY
NEPAL
Est. 2016



3.4 Cash flow Statement:

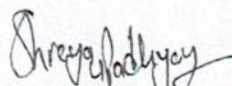
Cash Flow statement has been prepared in accordance with Nas-07.

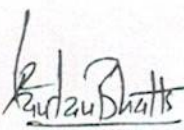
3.5 Cash & Bank Balance:

The Cash & Bank Balance is shown in the Balance Sheet as certified by the management and bank respectively.

Note:

- a) Previous year figures have been regrouped or rearranged wherever considered necessary to make them comparable with the current year figures.
- b) Note Schedule from 01-06 form an integral part of the financial statement.


Secretary


Treasurer


Chairperson


Auditor

