

# Manandhar Mahesh & Company

Registered Auditors  
Firm Reg No: 2088



PAN No: 302036208

ICAN Reg. No:-6033

## INDEPENDENT'S AUDITOR'S REPORT

The Chairperson  
Canopy Nepal  
Baluwatar, Kathmandu

We have audited the accompanying Balance Sheet of Canopy Nepal as of 31<sup>st</sup> Ashad 2076 (16 July 2019) and related income statements for the year ended. These Financial statements are the responsibility of the center managements. Our responsibility is to express an opinion on this financial statement based on our audit.

We conducted our audit in accordance with Nepal Standards on Auditing or relevant practices. Those standards or relevant practices required that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion & report that,

1. We have obtained prompt replies of my queries and explanation asked for.
2. The book of accounts has been accurately maintained as required by Nepal Accounting Standards.
3. The Balance Sheet, Income and Expenditure Statements have been prepared in conformity with the provision of government act.

In our opinion, the financial statements give a true and fair view of the financial Position of organization as of 31<sup>st</sup> Ashad 2076 and of the result of its operations for the year then ended in accordance with Nepal Accounting Standards, Generally Accepted Accounting principles.

Date: 2076/05/21  
Place: Kathmandu



*Maheshwor Lal Manandhar*  
Proprietor  
Manandhar Mahesh & company  
Registered Auditors

**Canopy Nepal**  
 Baluwatar, Kathmandu  
 Cash Flow Statement as on 31st Ashad 2076

Particular	Current Year	Previous year
<b>A. Cash Flow from Operating Activities</b>		
Surplus as per Surplus & ( Deficit) A/C	(173,633 19)	944,527.37
Add - Depreciation		
<b>Cash Flow from Operarting Activities before changes in working capital</b>	<b>(173,633.19)</b>	<b>944,527.37</b>
<b>Cash Flow from changes in working capital</b>		
Cash Changes in Current Assets		
Cash Changes in Current Liabilities	2,672.64	1,229.00
<b>Net Cash Flow Operating Activities</b>	<b>2,672.64</b>	<b>1,229.00</b>
<b>B. Cash flow investment Activities</b>		
Purchase of Assets		
<b>C. Cash flow from Financing Activities</b>		
Total Cash Generated in the year (A+B+C)	(170,960.55)	945,756.37
Cash & Bank Balance at the beginning of the year	1,394,883.78	449,127.41
<b>Cash &amp; Bank Balance at the end of the year</b>	<b>1,223,923.23</b>	<b>1,394,883.78</b>

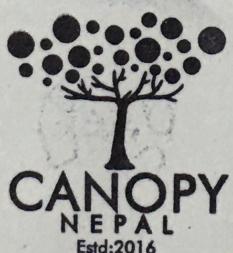
Roshan Bhatta  
 Treasurer  
 Roshan Bhatta

Urishna Shakya  
 Secretary  
 Urishna Shakya

Mohit Rauniyar  
 Chairperson  
 Mohit Rauniyar  
 Maheshwor Lal Manandhar  
 Auditor  
 Maheshwor Lal Manandhar  
 Manandhar Mahesh & Company



Date: 2076/5/22  
 Place: Kathmandu



**Canopy Nepal**  
 Baluwatar, Kathmandu  
 Income Statement as on Ashad 31st 2076

Particulars	Sch no.	Current Year	Previous Year
<b>Income</b>			
Membership fee			
Contribution		4,754,181.81	2,493,517.00
<b>Less :Program Expense</b>	<b>2</b>	<b>4,364,080.00</b>	<b>1,062,030.63</b>
		390,101.81	1,431,486.37
		563,735.00	486,959.00
Less : Adminstration Expense		(173,633.19)	944,527.37
<b>Operating Surplus</b>			
Less :Depreciation			
<b>Surplus/(Deficit) Before Tax</b>		<b>(173,633.19)</b>	<b>944,527.37</b>
Provision for Income Tax			
<b>Surplus After Tax</b>		<b>(173,633.19)</b>	<b>944,527.37</b>
Surplus/(Deficit) Previous Year		1,364,883.78	420,356.41
<b>Surplus/(Deficit) Transfer to Balance Sheet</b>		<b>1,191,250.59</b>	<b>1,364,883.78</b>

Roshan Bhatta:  
 Treasurer  
 Roshan Bhatta

Urishna Shakya:  
 Secretary  
 Urishna Shakya

Mohit Rauniyar:  
 Chairperson  
 Mohit Rauniyar

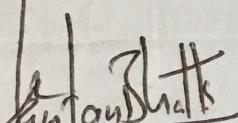
Manandhar:  
 Auditor  
 Maheshwor Lal Manandhar  
 Manandhar Mahesh & Company  


Date: 2076/5/22  
 Place : Kathmandu

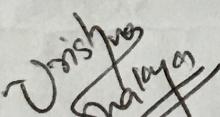


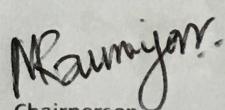
**Canopy Nepal**  
 Baluwatar, Kathmandu  
 Balance Sheet as on 31st Ashad 2076

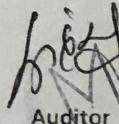
Particular	Sch no.	Current Year	Previous Year
<b>Capital &amp; Liabilities</b>			
Surplus/ (Deficit)		1,191,250.59	1,364,883.78
	Total Rs.	1,191,250.59	1,364,883.78
<b>Assets &amp; Properties</b>			
Fixed Assets			
<b>Current Assets</b>			
Cash & Bank Balances	3	1,223,923.23	1,394,883.78
		1,223,923.23	1,394,883.78
<b>Less : Current Liabilities &amp; Provision</b>			
Sundry Creditors & Payable	4	32,672.64	30,000.00
<b>Net Current Assets</b>		1,191,250.59	1,364,883.78
	Total Rs.	1,191,250.59	1,364,883.78

  
**Treasurer**  
 Roshan Bhatta

Date 2076/5/22  
 Place : Kathmandu

  
**Secretary**  
 Urishna Shakya

  
**Chairperson**  
 Mohit Rauniyar

  
**Auditor**  
 Maheshwor Lal Manandhar  
 Manandhar Mahesh & Company  




**Canopy Nepal**  
**Baluwatar, Kathmandu**

**Accounting policies and explanatory notes to the financial statements for the year ended 31 Ashad 2076**

**I General Information**

Canopy Nepal is a non-profit company domiciled in Kathmandu Nepal. Objectives of company are to provide social welfare in the area of schools.

**2 Significant Accounting Policies**

**2.1 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 as 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.

**2.2 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.

**2.3 Going Concern**

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

**2.4 Net Income**

Net income represents net ticket sales minus net ticket purchase which is accounted for on accrual basis.

Commission income is accounted for accrual basis.

**2.5 Borrowing costs**

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

**2.6 Leases**

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

