

**Community Self Reliance Center (CSRC)**  
**Sindhupalchowk District, Nepal.**

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**Auditor's Report  
&  
Annual Accounts  
2075/076**

**Submitted  
By  
Prabin D. Joshi  
Prabin Joshi & Co  
Chartered Accountants  
Ph: 4-228352  
E-mail: pdjoshi@mos.com.np**

**Bhadra 2076**

**Independent Auditor's Report to General Members of  
Community Self Reliance Centre (CSRC))**

**Introduction**

We have audited the attached Balance Sheet of Community Self Reliance Centre (CSRC)), Sindhupalchowk District, Nepal as at 31<sup>st</sup> Ashad 2076 (Corresponding to 16<sup>th</sup> July 2019), Income and Expenditure Statement, Cash Flow Statement and Statement of Changes in Fund for the financial year ended on that date with the relevant books and records.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements. This responsibility includes ; designing, implementing and maintaining internal control relevant to the preparation 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 in the circumstances.

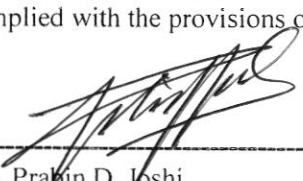
**Auditor's Responsibility**

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 relevant ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free of 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 our 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, we consider 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 the accounting principles 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 opinion.

**Opinion**

In our opinion and to the best of our knowledge and according to the explanations given to us, the financial statements read with notes to financial statements give, in all material respects, a true and fair view of the state of affairs of CSRC as at 31<sup>st</sup> Ashad 2076 (16<sup>th</sup> July 2019) and of its operational result, cash flows and status of funds for the financial year ended on that date in accordance with generally accepted accounting principles.

To the best of our knowledge & belief and accordingly to the explanation given and based on our audit, we are of the view that activities carried out are found to be within the objectives of CSRC and it has generally complied with the provisions of Income-tax Act relating to withholding tax.

  
CA. Prabin D. Joshi  
Date: 1<sup>st</sup> Bhadra 2076 (18<sup>th</sup> August 2019)  
Place: Kathmandu, Nepal



# Community Self Reliance Centre (CSRC)

## Balance Sheet

As at 31 Ashad 2076 (16 July 2019)

Amount in Rs.

S.No.	Assets	Sch	Current Period	Previous Period
<b>1</b>	<b>Fixed Assets</b>	<b>1</b>	<b>23,064,806.04</b>	<b>23,416,836.95</b>
1.1	General Assets		16,252,839.00	16,323,002.49
1.2	Project Funded Assets		2,042,138.67	1,817,232.26
1.3	Basket Funded Assets		4,769,828.37	5,276,602.20
<b>2</b>	<b>Investment</b>	<b>2</b>	<b>7,200,000.00</b>	-
<b>3</b>	<b>Current Assets:</b>		<b>24,187,330.05</b>	<b>35,822,602.31</b>
3.1	Program & Other Advances	<b>3</b>	8,029,373.92	6,148,582.06
3.2	Inventory	<b>4</b>	-	-
3.3	Cash and Bank Balances	<b>5</b>	16,157,956.13	29,674,020.25
	<b>Total Assets</b>		<b>54,452,136.09</b>	<b>59,239,439.26</b>
<b>S.No.</b>	<b>Liabilities</b>	<b>Sch</b>	<b>Current Period</b>	<b>Current Period</b>
<b>1</b>	<b>Surplus &amp; Reserves</b>		<b>35,549,157.82</b>	<b>30,441,930.47</b>
1.1	Surplus		23,348,096.01	21,626,242.64
1.2	Addition during the year		5,389,095.18	1,721,853.37
	<b>Total Surplus</b>		<b>28,737,191.19</b>	<b>23,348,096.01</b>
1.3	Capital Reserves (Project Fund Assets)	<b>6.1</b>	2,042,138.43	1,817,232.26
1.4	Capital Reserves (Basket Fund Assets)	<b>6.2</b>	4,769,828.20	5,276,602.20
	<b>Total Reserves</b>		<b>6,811,966.63</b>	<b>7,093,834.46</b>
<b>2</b>	<b>Funds:</b>		<b>12,728,284.66</b>	<b>20,070,695.94</b>
2.1	Restricted Fund Balance	<b>6.3</b>	8,393,184.44	16,311,928.47
2.2	Gratuity Fund Balance	<b>6.4</b>	4,335,100.22	3,758,767.47
<b>3</b>	<b>Long Term Loan-Secured</b>		-	-
<b>4</b>	<b>Current Liabilities &amp; Provisions</b>		<b>6,174,693.69</b>	<b>8,726,812.85</b>
	Creditors & Payables Central	<b>7</b>	6,174,693.69	8,726,812.85
	<b>Total Liabilities</b>		<b>54,452,136.09</b>	<b>59,239,439.26</b>

### Notes to Financial Statements

Schedules 1-11 form integral part of Financial Statement

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As per our report of even date

Saraswati Katawal  
Treasurer

Gopal Thapa Magar  
Chairperson

CA. Prabin D. Joshi  
Prabin Joshi & Co.  
Chartered Accountants

Jagat Basnet  
Acting Executive Director

Geeta Pandit  
Admin & Finance Coordinator



### Executive Committee Members:

Handwritten signatures of Executive Committee Members.



**Community Self Reliance Centre (CSRC)****Income & Expenditure Statement**

For the period from 1 Shrawan 2075 to 31 Ashadh 2076 (Corresponding to 17 July 2018 to 16 July 2019)

**Amount in Rs.**

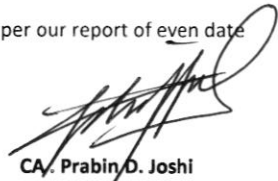
Income	Sch	Current Year	Previous Year
Restricted Grant Received	8	147,839,121.68	183,229,021.45
General Income	9	5,527,404.18	2,409,980.88
<b>Total Income (A)</b>		<b>153,366,525.86</b>	<b>185,639,002.33</b>
<b>Expenditure</b>			
Office General Expenses	10	138,309.00	688,127.51
<b>Project/Program Expenditure:</b>			
Restricted Program Activities	8	147,839,121.68	183,229,021.45
Basket Fund Activities		-	-
<b>Total Expenditure (B)</b>		<b>147,977,430.68</b>	<b>183,917,148.96</b>
<b>Excess of Income over Expenditure (A-B)</b>		<b>5,389,095.18</b>	<b>1,721,853.37</b>
<b>Appropriation Account</b>			
<b>Appropriation to</b>			
Fixed Assets Fund		-	-
Special Program		-	-
General Fund		5,389,095.18	1,721,853.37
<b>Surplus balance transferred to Balance Sheet</b>		<b>5,389,095.18</b>	<b>1,721,853.37</b>

Schedules 1-11 form integral part of Financial Statements

  
Saraswati Katawal  
Treasurer

  
Gopal Thapa Magar  
Chairperson

As per our report of even date


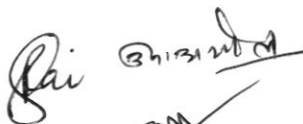



  
CA. Prabin D. Joshi  
Prabin Joshi & Co.  
Chartered Accountants

  
Jagat Basnet  
Acting Executive Director

  
Geeta Pandit  
Admin & Finance Coordinator



Executive Committee Members:



## **Community Self Reliance Centre (CSRC)**

### **Cash Flow Statement**

For the period from 1 Shrawan 2075 to 31 Ashadh 2076 (Corresponding to 17 July 2018 to 16 July 2019)

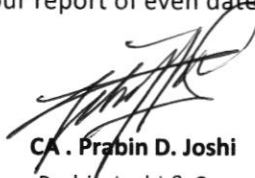
**Amount in Rs.**


SN	Income	Current Year	Previous Year
<b>A</b>	<b>Cash flow from Operational Activities</b>		
	<b>1. Net Operational Surplus/(Deficit)</b>	5,389,095.18	1,721,853.37
	Add: Depreciation for General Assets	70,163.00	71,778.51
	Add: Capital Project Expenditure expensed off	(582,962.00)	155,865.00
	Add: Fixed Assets Disposed/Written off	(51,613.00)	(438,460.00)
		<b>4,824,683.18</b>	<b>1,511,036.88</b>
	<b>2. Cash flow Before Change in changeable capital</b>		
	Change (Increase)/ Decrease in Current Assets	(1,880,791.86)	1,997,615.08
	Change Increase/ (Decrease) in Current Liabilities	(2,552,119.16)	3,908,993.19
	<b>Net changes in working capital</b>	<b>(4,432,911.02)</b>	<b>5,906,608.27</b>
	<b>Net Cash Flow from Operating Activities</b>	<b>391,772.16</b>	<b>7,417,645.15</b>
<b>B</b>	<b>Cash flow from Investing Activities</b>		
	Fixed Assets Additions	582,962.00	(2,651,865.00)
	Fixed Assets Sales	51,613.00	438,460.00
	Investment Return	-	5,175,000.00
	Investment in Fixed Deposit	(7,200,000.00)	-
	<b>Net Cash flow from Investing Activities</b>	<b>(6,565,425.00)</b>	<b>2,961,595.00</b>
<b>C</b>	<b>Cash flow from Financing Activities</b>		
	Project Fund Balance	(7,342,411.28)	2,225,038.93
		<b>(7,342,411.28)</b>	<b>2,225,038.93</b>
	<b>Increases/ (Decrease) in net Cash flow (A+B+C)</b>	<b>(13,516,064.12)</b>	<b>12,604,279.08</b>
	Opening Cash and Bank Balance	29,674,020.25	17,069,741.17
	<b>Closing Cash and Bank Balance</b>	<b>16,157,956.13</b>	<b>29,674,020.25</b>

As per our report of even date

  
**Saraswati Katawal**  
Treasurer

  
**Gopal Thapa Magar**  
Chairperson

  
**CA. Prabin D. Joshi**  
Prabin Joshi & Co.  
Chartered Accountants

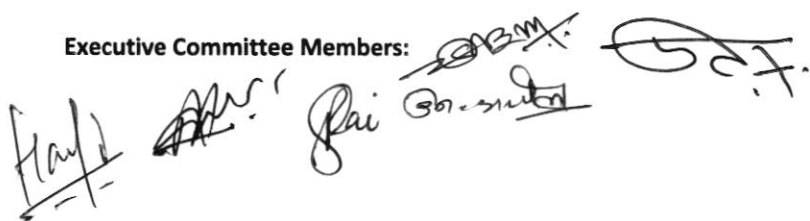
  
**Jagat Basnet**  
Acting Executive Director



  
**Geeta Pandit**  
Admin & Finance Coordinator



**Executive Committee Members:**



## Community Self Reliance Centre (CSRC)

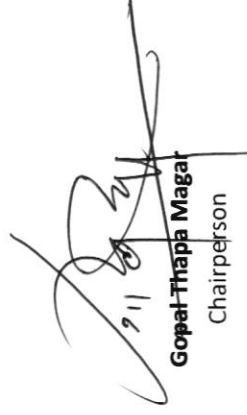
### Statement of Changes in Funds

For the period from 1 Shrawan 2075 to 31 Ashadh 2076 (Corresponding to 17 July 2018 to 16 July 2019)

Particulars	Restricted Fund	Capital Reserve (Assets)	Accumulated Surplus	Total	Amount in Rs.
<b>Balance as at 17 July 2018</b>	<b>16,311,928.47</b>	<b>7,093,834.46</b>	<b>23,348,096.01</b>		<b>46,753,858.94</b>
Net Surplus for during 2018-19					
Project Fund	(7,918,744.03)		5,389,095.18		5,389,095.18
Capital Reserve Fund (Assets)	-	(281,867.83)	-		(7,918,744.03)
<b>Balance as at 16 July 2019</b>	<b>8,393,184.44</b>	<b>6,811,966.63</b>	<b>28,737,191.19</b>		<b>43,942,342.26</b>

As per our report of even date

  
**Saraswati Katawal**  
Treasurer

  
**Gopal Thapa Magar**  
Chairperson

  
**CA. Prabin D. Joshi**  
Prabin Joshi & Co.  
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Acting Executive Director



  
**Geeta Pandit**  
Admin & Finance Coordinator



**Executive Committee Members:**

**Community Self Reliance Centre (CSRC)**

Fiscal Year : 2075/076 (2018/019)

Schedule-1

**Fixed Assets**

Schedule forming part of the Financial Statement

**General Fund Assets**

Descriptions	Land	Building	Vehicles	Equipments	Furniture	Total
<b>Opening balance</b>	<b>13,204,625.00</b>	<b>3,118,377.00</b>	-	-	-	<b>16,323,002.00</b>
Additions/Adjustment	-	-	-	-	-	-
Write off (Disposal)/Sales	-	-	-	-	-	-
<b>As on 31/03/2076</b>	<b>13,204,625.00</b>	<b>3,118,377.00</b>	-	-	-	<b>16,323,002.00</b>
<b>Dep.. Rate</b>	-	<b>2.25%</b>	<b>9.00%</b>	<b>20.00%</b>	<b>9.50%</b>	
<b>Depreciation</b>	-	70,163.00	-	-	-	70,163.00
<b>Net Value on 31/03/2076</b>	<b>13,204,625.00</b>	<b>3,048,214.00</b>	-	-	-	<b>16,252,839.00</b>
<b>Total General Assets</b>	<b>13,204,625.00</b>	<b>3,048,214.00</b>	-	-	-	<b>16,252,839.00</b>

**Project funded Assets (contra for capital reserve)**

Descriptions	Land	Building	Vehicles	Equipments	Furniture	Total
<b>Opening balance</b>	-	-	<b>137,666.45</b>	<b>1,381,151.08</b>	<b>298,414.72</b>	<b>1,817,232.24</b>
Additions this year	-	-	-	67,832.00	515,130.00	582,962.00
Disposals	-	-	-	(25,441.00)	(3,819.00)	(29,260.00)
<b>As on 31/03/2076</b>	-	-	<b>137,666.45</b>	<b>1,423,542.08</b>	<b>809,725.72</b>	<b>2,370,934.24</b>
<b>Dep.. Rate</b>	-	<b>2.25%</b>	<b>9.00%</b>	<b>20.00%</b>	<b>9.50%</b>	
<b>Depreciation</b>	-	-	12,389.98	284,591.67	31,813.92	328,795.57
<b>Net Value on 31/03/2076</b>	-	-	<b>125,276.47</b>	<b>1,138,950.41</b>	<b>777,911.79</b>	<b>2,042,138.67</b>

**Basket Fund Assets (Capital Reserve Fund)**

Descriptions	Land	Building	Vehicles	Equipments	Furniture	Total
<b>Opening balance</b>	-	<b>521,698.00</b>	<b>4,076,751.37</b>	<b>390,407.00</b>	<b>287,746.00</b>	<b>5,276,602.37</b>
Addition this year	-	-	-	-	-	-
Disposals	-	-	-	(22,353.00)	-	(22,353.00)
<b>As on 31/03/2076</b>	-	<b>521,698.00</b>	<b>4,076,751.37</b>	<b>368,054.00</b>	<b>287,746.00</b>	<b>5,254,249.37</b>
<b>Dep.. Rate</b>	-	<b>2.25%</b>	<b>9.00%</b>	<b>20.00%</b>	<b>9.50%</b>	
<b>Depreciation</b>	-	11,738.00	366,908.00	78,437.00	27,338.00	484,421.00
<b>Net Value on 31/03/2076</b>	-	<b>509,960.00</b>	<b>3,709,843.37</b>	<b>289,617.00</b>	<b>260,408.00</b>	<b>4,769,828.37</b>

<b>Total Depreciation</b>	-	<b>81,901.00</b>	<b>379,297.98</b>	<b>363,028.67</b>	<b>59,151.92</b>	<b>883,379.57</b>
<b>Total Assets</b>	<b>13,204,625.00</b>	<b>3,558,174.00</b>	<b>3,835,119.84</b>	<b>1,428,567.41</b>	<b>1,038,319.80</b>	<b>23,064,806.04</b>

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