

## INDEPENDENT AUDITOR'S REPORT

### Report on the Financial Statements

We have audited the accompanying financial statements of Malika Development Organization, Achham, Nepal which comprise the statement of financial position as at 31<sup>st</sup> Ashadh 2077, statement of income & expenditure, statement of cash flows and the fund accountability statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Nepal Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud & error.

### 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 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 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 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 statements.



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

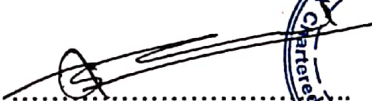

### Opinion

In our opinion, the financial statements present fairly, in all material respects the financial position of the Organisation as at 31<sup>st</sup> Asadh 2077, and (of) its financial performance and its cash flows for the year then ended in accordance with Nepal Financial Reporting Standards.

Bajgai & Associates

Chartered Accountants

Firm Registration Number: 730

CA Bhanu Prasad Bajgai

Membership number: 1173

UDIN: 201012CA01173fdngd

Date: 26/06/2077

Place: Kirtipur, Kathmandu

**MALIKA DEVELOPMENT ORGANIZATION (MDO)**

Achham, Nepal

**Statement of Financial Position**

As at 31 Asadh 2077 (15 July 2020)

*Amount in NPR*

Particulars	Notes	Current Year 2076-77	Previous Year 2075-76
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, Plant and Equipment	3	656,927	671,751
<b>Total Non-Current Assets</b>		<b>656,927</b>	<b>671,751</b>
<b>Current Assets</b>			
Advances & Sundry Debtors	4	706,572	900,325
Cash and cash equivalents	5	12,083,125	8,650,145
<b>Total Current Assets</b>		<b>12,789,697</b>	<b>9,550,470</b>
<b>Total Assets</b>		<b>13,446,623</b>	<b>10,222,221</b>
<b>CAPITAL FUND AND LIABILITIES</b>			
<b>Capital Fund</b>			
Capital	6	630,000	630,000
Reserve & Surplus	7	12,779,373	9,073,906
<b>Total Capital Fund</b>		<b>13,409,373</b>	<b>9,703,906</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Payables	8	37,250	518,315
<b>Total Liabilities</b>		<b>37,250</b>	<b>518,315</b>
<b>Total Equity and Liabilities</b>		<b>13,446,623</b>	<b>10,222,221</b>
Summary of significant accounting policies	2		

Gokarna Rawal  
Sr. Finance Officer

Keshar Bahadur Rawal  
Treasurer

CA Bhanu Prasad Bajgai  
Sole Proprietor  
Bajgai & Associates  
Chartered Accountants

Surat Bahadur Kunwar  
Chairman

Place: Achham  
Date: 26/06/2077



Place: Kirtipur, Kathmandu  
Date: 26/06/2077



MALIKA DEVELOPMENT ORGANIZATION (MDO)

Achham, Nepal

Income & Expenditure Statement

For the year ended 31 Asadh 2077 (15 July 2020)

Particulars	Notes	Amount in NPR	
		Current Year 2076-77	Previous Year 2075-76
Income	9	26,352,027	24,968,537
Expenditure	10	(22,631,735)	(19,347,611)
Depreciation and amortization expense	11	(14,825)	(18,729)
<b>Surplus or (Deficit) during the year</b>		<b>3,705,467</b>	<b>5,602,197</b>
Summary of significant accounting policies	2		

Gokarna Rawal  
Sr. Finance Officer

Keshar Bahadur Rawal  
Treasurer

CA Bhanu Prasad Bajgai  
Sole Proprietor  
Bajgai & Associates  
Chartered Accountants

Surat Bahadur Kunwar  
Chairman

Place: Achham

Date: 26/06/2077



Place: Kirtipur, Kathmandu

Date: 26/06/2077



**MALIKA DEVELOPMENT ORGANIZATION (MDO)**

Achham, Nepal

**Statement of Cash Flows**

For the year ended 31 Asadh 2077 (15 July 2020)

Particulars	Notes	Amount in NPR	
		Current Year 2076-77	Previous Year 2075-76
<b>Cash Flows from Operating Activities</b>			
Surplus / (Deficit) during the Year		3,705,467	5,602,197
<u>Adjustment for:</u>			
Depreciation on Property, Plant and Equipment	11	14,825	18,729
Increase / Decrease in Receivables & Advances		193,753	(493,877)
Increase/Decrease in Payables		(481,065)	(5,841)
<b>Net Cash Flows from Operating Activities</b>		<b>3,432,980</b>	<b>5,121,208</b>
<b>Cash Flow from Investing Activities</b>			
Proceeds from sale of Investments/Financial Assets		-	-
Development Expenditure		-	-
<b>Net Cash flows from Investing Activities</b>		<b>-</b>	<b>-</b>
<b>Cash Flow from Financing Activities</b>			
Increase / Decrease of Capital Fund		-	-
<b>Net Cash Flows from Financing Activities</b>		<b>-</b>	<b>-</b>
<b>Net Increase in Cash and Cash Equivalents</b>		<b>3,432,980</b>	<b>5,121,208</b>
Cash and Cash Equivalents at the beginning of the year		8,650,145	3,528,937
<b>Cash and Cash Equivalents at the end of the year</b>		<b>12,083,125</b>	<b>8,650,145</b>

Summary of significant accounting policies

2

Gokarna Rawal  
Sr. Finance Officer

Keshar Bahadur Rawal  
Treasurer

CA Bhanu Prasad Bajgai  
Sole Proprietor  
Bajgai & Associates  
Chartered Accountants

Surat Bahadur Kunwar  
Chairman

Place: Achham  
Date: 26/06/2077



Place: Kirtipur, Kathmandu  
Date: 26/06/2077

**MALIKA DEVELOPMENT ORGANIZATION (MDO)**

Achham, Nepal

**Statement of Changes in Equity**

As at 31 Ashadh 2077 (15 July 2020)

Amount in NPR

Particulars	Notes	Capital	Surplus or (Deficit)	Total
Balance at 01 Shrawan 2075		630,000	3,471,709	4,101,709
Change in Accounting Policies		-	-	-
<b>Restated Balance at 1 Shrawan 2076</b>		<b>630,000</b>	<b>3,471,709</b>	<b>4,101,709</b>
Surplus or (Deficit) during the year		-	5,602,197	5,602,197
Issue of Capital		-	-	-
<b>Balance at 31 Ashad 2076</b>		<b>630,000</b>	<b>9,073,906</b>	<b>9,703,906</b>
Change in Accounting Policies		-	-	-
<b>Restated Balance at 1 Shrawan 2076</b>		<b>630,000</b>	<b>9,073,906</b>	<b>9,703,906</b>
Surplus or (Deficit) during the year		-	3,705,467	3,705,467
Issue of Capital		-	-	-
<b>Balance at 31 Ashad 2077</b>		<b>630,000</b>	<b>12,779,373</b>	<b>13,409,373</b>

Summary of significant accounting policie 2

Gokarna Rawal  
Sr. Finance Officer

Keshar Bahadur Rawal  
Treasurer

Surat Bahadur Kunwar  
Chairman

Place: Achham

Date: 26/06/2077



CA Bhanu Prasad Bajgai  
Sole Proprietor  
Bajgai & Associates  
Chartered Accountants



Place: Kiratipur Kathmandu

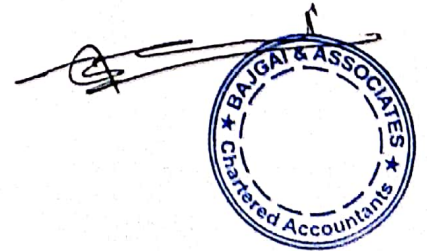
Date: 26/06/2077

**Malika Development Organisation(MDO)**  
Achham, Nepal  
**Fund Accountability Statement "FAS"**  
1 Shrawan 2076 to 31 Ashad 2077 (17 July 2019 to 15 July 2020)

Description	Notes	Amount in NPR	
		Current Year 2076-77	Previous Year 2075-76
<b>Opening Balances:</b>			
Bank Balance		8,648,645	3,527,437
Cash Balance		1,500	1,500
Land & Other Fixed Assets		671,751	690,480
Advances & Sundry Debtors		900,325	406,448
Payables		(518,315)	(524,156)
<b>Total Opening (A)</b>		<b>9,703,906</b>	<b>4,101,709</b>
<b>Grant Receipts:</b>			
Susasan Project		7,351,283	7,343,902
Pariwartan Project		10,042,248	7,992,681
Sacar Project		5,109,761	673,949
Smart Project		496,318	5,912,111
Gift Project		1,907,012	1,581,778
COVID - 19 Project		1,118,112	1,184,846
Core Fund		43,385	22,545
<b>Other Receipts:</b>			
Bank Interest		1,466	-
Membership & other fees		257,942	256,724
Recruitment fees		24,500	-
<b>Total Fund Available (B)</b>		<b>26,352,027</b>	<b>24,968,537</b>
<b>Total Fund Before Expenditure (C=A+ B)</b>		<b>36,055,933</b>	<b>29,070,246</b>
<b>Expenditure during the year</b>			
Susasan Project		6,596,878	7,906,158
Pariwartan Project		7,149,485	2,247,848
RYWRMP-III		14,596	760,861
Sacar Project		5,731,646	5,185,680
Smart Project		1,561,552	516,544
Gift Project		80,130	2,571,829
COVID - 19 Project		1,118,112	-
Core Fund		379,336	158,691
<b>Other Expenditures:</b>			
Depreciation		14,825	18,729
<b>Total Expenditure (D)</b>		<b>22,646,560</b>	<b>19,366,340</b>
<b>Total Balance Fund (E=C-D)</b>		<b>13,409,373</b>	<b>9,703,906</b>
<b>Balance Fund represented by:</b>			
Bank Balance (as per cash/ bank book)		12,083,125	8,648,645
Advances		740,572	1,500
Land & Other Fixed Assets		656,927	900,325
Sundry Debtors		(34,000)	671,751
Payables		(37,250)	(518,315)
<b>Total</b>		<b>13,409,373</b>	<b>9,703,906</b>



*Reminders*



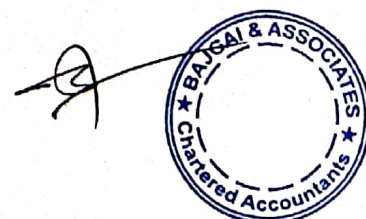
**Malika Development Organisation(MDO)**  
Achham, Nepal  
**Fund Accountability Statement "FAS" (Continued)**  
SUSASAN

Description	<i>Amount in NPR</i>	
	Current Year 2076-77	Previous Year 2075-76
<b>Fund Received</b>		
<b>Opening Balance</b>		
Payable	(415,845)	(670)
Bank Balance	3,098	150,179
<b>Sub total (A)</b>	<b>(412,747)</b>	<b>149,509</b>
<b>Add: Receipt</b>		
<b>Grant Income</b>		
Fund received From CECI	7,351,283	7,343,902
<b>Total Fund Available (B)</b>	<b>7,351,283</b>	<b>7,343,902</b>
<b>Total Fund Before Expenditure (C)</b>	<b>6,938,536</b>	<b>7,493,411</b>
<b>Expenditure during the year</b>		
<b>Expenses:</b>		
Staff Salary	1,856,907	1,655,420
Resource Person Fee	450,400	140,000
Travel cost	2,448,784	2,009,491
Other Training cost	488,205	163,015
Goods Assets & Supplies	58,982	249,564
Fuel	31,740	33,945
Motorecycle maintenance	33,070	29,030
Office Rent	120,000	165,000
Utility	11,935	18,371
Office expenses	82,224	43,060
Computer Maintenance	19,433	18,850
Communication	58,100	55,118
Meeting Cost	22,059	24,620
Office Maintenance	23,475	13,000
Bank Charge	125	145
Stationery & Photocopy	117,865	46,010
Admin Cost	219,975	91,525
Techno hub-Structural work cost		2,816,715
It Volunteer	160,000	-
Overhead	230,943	190,924
Dashain Allowance	154,742	132,355
Staff Insurance	7,914	10,000
<b>Total Expenditure (D)</b>	<b>6,596,878</b>	<b>7,906,158</b>
<b>Total balance Fund (E=C-D)</b>	<b>341,657.84</b>	<b>(412,747)</b>
<b>Fund Balance Represented by:</b>		
Bank Balance ( as per cash/ bank book)	303,958	3,098
Advances( as per ledger)	37,700	-
Payable	-	(415,845)
<b>Total</b>	<b>341,657.84</b>	<b>(412,747)</b>

*[Handwritten Signature]*

*[Handwritten Signature]*

*[Handwritten Signature]*





**Malika Development Organisation(MDO)**  
**Achham, Nepal**  
**Fund Accountability Statement "FAS" (Continued)**  
**PARIWARTAN**

Description	Amount in NPR	
	Current Year 2076-77	Previous Year 2075-76
<b>Fund Received</b>		
<b>Opening Balance</b>		
Advances	534,500	-
Bank Balance	5,210,333	-
Sub total (A)	<u>5,744,833</u>	<u>-</u>
<b>Add: Receipt</b>		
<b>Grant Income</b>		
Grant Income from DCA/EU	10,042,248	7,992,681
Total Fund Available (B)	<u>10,042,248</u>	<u>7,992,681</u>
<b>Total Fund Before Expenditure (C)</b>	<u>15,787,082</u>	<u>7,992,681</u>
<b>Expenditure during the year</b>		
<b>Expenses:</b>		
Salary Social Dev Officer	418,469	113,692
Salary Information Officer	366,788	117,467
Salary Social Mobilizer	1,806,051	618,097
Salary Project Coordinator	738,538	235,476
Salary Finance Officer	302,660	118,060
Salary Support Staff	136,146	53,574
Salary ED	123,203	46,150
Perdiem Cost of MDO Assigned Staff	295,345	113,200
Perdiem KTM to District	59,400	26,550
Travel Cost Ktm to District	125,645	10,995
In Country Travel by Air/ Vehicle	28,920	52,865
Palika Level perdiem	-	136,600
District Level perdiem	-	62,800
Travel Palika Level	-	19,100
Travel District Level	-	13,850
Staff Selection	-	8,925
Camera	34,126	-
Laptop	213,570	-
Printer	15,594	-
Multimedia	46,330	-
Inventor	70,060	-
Motor Cycle	-	254,424
Office Furniture	-	63,641
Accounting Software	8,134	-
Promote Smart Apps	480,000	-
Fuel for Motorbike	57,409	-
Office Rent	91,000	14,000
Office Consumable	40,725	19,935
Communication	47,300	14,450
Utility Office	44,323	12,365
Bank Service Charge	320	-
Covid-19 Response	96,000	-
Meeting Cost District Level Workshop	95,631	71,672
Meeting Cost Village Level	661,745	-
Ward Level Meeting	11,900	-
Palika Level Meeting Cost	645,127	37,460
Palika Level Hall Rent	-	2,000
District Level Hall Rent	-	6,000
Quiz Competition	25,975	4,500
Mass Campaigns	63,050	-
Total Expenditure (D)	<u>7,149,485</u>	<u>2,247,848</u>
<b>Total balance Fund (E=C-D)</b>	<u>8,637,597</u>	<u>5,744,833</u>
<b>Fund Balance Represented by:</b>		
Bank Balance ( as per cash/ bank book)	8,171,924	5,210,333
Advances	486,372	534,500
Payable Rent Tax	(20,699)	-
Total	<u>8,637,597</u>	<u>5,744,833</u>



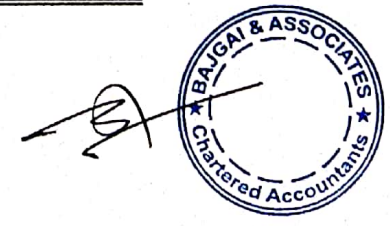
**Malika Development Organisation(MDO)**  
Achham, Nepal  
**Fund Accountability Statement "FAS" (Continued)**  
RVWRMP-III

Description	Amount in NPR	
	Current Year 2076-77	Previous Year 2075-76
<b>Fund Received</b>		
<b>Opening Balance</b>		
Bank Balance ( as per cash/ bank book)	120,591	300,177
Cash balance ( as per ledger book)	1,500	1,500
Advances( as per ledger)	-	37,205
Sundry debtors	-	15,809
Meeting Cost District Level Meeting & Work Receivable	(21,423)	-
Payable Office Management cost	-	(183,398)
Payable TDS 15%	-	(3,640)
Payable Rent Tax	(722)	(13,100)
Payable TDS 1%	(2,244)	(43,459)
Organisation Sapati	(78,081)	(78,081)
<b>Sub total (A)</b>	<b>19,621</b>	<b>106,533</b>
<b>Add: Receipt</b>		
<b>Grant Income</b>		
Ramaroshan RM	-	673,949
Bank Interest Income	1,466	-
<b>Total Fund Available (B)</b>	<b>1,466</b>	<b>673,949</b>
<b>Total Fund Before Expenditure (C)</b>	<b>21,087</b>	<b>780,482</b>
<b>Expenditure during the year</b>		
<b>Expenses:</b>		
Salary	14,596	627,000
Daily Allowance	-	10,600
Travel	-	1,900
Organization Renewal	-	4,000
Motorcycle Renewal	-	16,000
Dashain Bonus	-	11,500
Transportation	-	7,222
Monitoring	-	33,000
Bank Charges	-	130
Stationery	-	28,229
Utility	-	4,680
Fuel	-	16,600
<b>Total Expenditure (D)</b>	<b>14,596</b>	<b>760,861</b>
<b>Total balance Fund (E=C-D)</b>	<b>6,491</b>	<b>19,621</b>
<b>Fund Balance Represented by:</b>		
Bank Balance ( as per cash/ bank book)	6,491	120,591
Cash balance ( as per ledger book)	-	1,500
Meeting Cost District Level Meeting & Work	-	(21,423)
Payable Rent Tax	-	(722)
Payable TDS 1%	-	(2,244)
Organisation Sapati	-	(78,081)
<b>Total</b>	<b>6,491</b>	<b>19,621</b>

*[Handwritten signature]*

*[Handwritten signature]*

*[Handwritten signature]*



Malika Development Organisation (MDO)  
Achham, Nepal  
Fund Accountability Statement "FAS" (Continued)  
SACAR

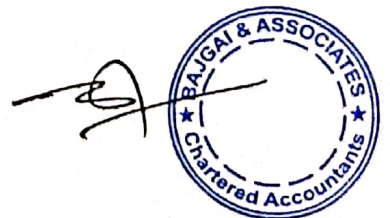
Description	Amount in NPR	
	Current Year 2076-77	Previous Year 2075-76
<b>Fund Received</b>		
<b>Opening Balance</b>		
Payable	-	(2,222)
Advances	40,400	45,285
Bank Balance	1,985,183	1,256,088
<b>Sub total (A)</b>	<b>2,025,583</b>	<b>1,299,151</b>
<b>Add: Receipt</b>		
<b>Grant Income</b>		
Grant Income from SACAR-DCA	5,109,761	5,912,111
<b>Total Fund Available (B)</b>	<b>5,109,761</b>	<b>5,912,111</b>
<b>Total Fund Before Expenditure (C)</b>	<b>7,135,344</b>	<b>7,211,262</b>
<b>Expenditure during the year</b>		
<b>Expenses:</b>		
Vegetable/ Vegetable Seed	307,617	458,900
Micro-Irrigation Schemes	781,594	518,694
Plastic Mulching	27,000	-
Joint Monitoring Allowance	16,920	-
Joint Monitoring Stationery	2,950	-
Perdiem Joint Monitoring	27,000	-
Joint Monitoring Jeep Hire	22,000	-
Travel Participants	2,100	-
Participants Allowance	118,255	31,500
Training Materials	6,510	-
Resource Person	30,000	-
Stationery	7,275	3,655
Travel	4,710	3,640
Allowance	30,575	-
Banner	3,000	1,000
RM Meeting Allowance	16,000	-
RM Meeting Food and Snacks	4,640	-
Media Mobilization Radio Episode	45,000	-
News and Case Study	6,000	-
Salary for Desk Operator	49,000	28,000
Farmer Group Meeting and Facilitation	18,205	-
DRR/CC Resource Person	25,000	-
Travel Allowance for Participants	75,000	-
Plantation	72,000	-
Garden Pipe	55,650	61,000
Plastic Poly House	205,500	272,000
Drip Irrigation	127,800	136,000
Sprinkle	6,660	-
Plastic Pond	77,850	61,000
Cattle Shed Improvement	166,500	117,000
Drill for Earthquake Safety	20,730	-

*[Handwritten Signature]*



*[Handwritten Signature]*

*[Handwritten Signature]*



Special Days Celebrations	18,390	-
Megpi and Software Orientation to Staff	4,056	-
M/E By Board Member	16,600	-
DSA Finance Staff	10,390	-
Travel Cost for Training-Finance	12,000	121,096
Travel Finance Staff	850	1,830
DSA Staff Training for Programme Staff	14,400	91,500
Travel Cost Staff Training -Programme	3,200	-
Social Audit	20,000	-
Laptop	165,484	-
Printer	25,000	-
Gratuity 8.33%	50,268	51,385
Dashain Bonus	83,379	-
Programme Coordinator	194,115	223,880
JTA	219,810	211,839
ED Part Time	51,000	40,599
Finance/Procurement Officer	93,558	109,148
Support Staff 50%	45,000	72,000
Provident Fund	60,348	63,589
Local Travel & Perdiem	78,803	81,430
Communication /Internet	28,300	22,665
Utility(Elec,Laptop Repair, Fuel and Water)	15,954	31,765
House Rent	36,000	66,000
Consumable-Office Supplies	26,155	24,900
Salary Project Coordinator	83,858	274,050
Salary JTA	263,892	277,200
PF Project Staff	34,774	-
Programme Staff	28,979	-
Insurance	7,454	5,600
Salary ED	54,570	45,000
Salary HPO	102,912	-
Salary Office Assistant	51,000	-
Admin Staff	20,849	-
Gratuity Admin Staff	17,375	-
Office Supplies/Stationery	8,350	-
Fuel for Bike	1,200	-
Regular meeting &Co with Farmer Group	-	18,195
Potato	-	478,000
LIX'RP	-	193,505
Plantation of fruits	-	102,000
Value Chain Coordination Meeting	-	15,740
Fertilizers	-	105,763
Labby & Advocacy Meeting	-	8,440
Turmeric	600,000	120,000
Ginger	740,000	240,000
Recharge Pond	51,645	-
Staff Recruitment	1,130	-
Perdiem Staff Orientation	14,500	-
Staff Orientation/Meeting	1,057	13,247
Radio Episode	-	66,000
Meeting Cost District Level Meeting & Work	-	207,900
Food and Lodge - Off Seasonal Training	-	91,980
Training Materials - Off Seasonal Training	-	3,330
Staff Training, Meeting cost for Finance	-	13,715
Perdiem Monitoring	16,000	-
<b>Total Expenditure (D)</b>	<b>5,731,646</b>	<b>5,185,680</b>
<b>Total balance Fund (E=C-D)</b>	<b>1,403,698</b>	<b>2,025,582</b>
<b>Fund Balance Represented by:</b>		
Bank Balance ( as per cash/ bank book)	1,413,749	1,985,183
Advances	6,500	40,400
Payable Rent Tax	(1,161)	-
Expenses Payable	(15,390)	-
<b>Total</b>	<b>1,403,698</b>	<b>2,025,583</b>



**Malika Development Organisation(MDO)**  
Achham, Nepal  
**Fund Accountability Statement "FAS" (Continued)**  
SMART

Description	Amount in NPR	
	Current Year 2076-77	Previous Year 2075-76
<b>Fund Received</b>		
<b>Opening Balance</b>		
Advances	115,425	-
Bank Balance	949,809	-
<b>Sub total (A)</b>	<b>1,065,234</b>	<b>-</b>
<b>Add: Receipt</b>		
<b>Grant Income</b>		
Grant Income from SMART DCA	496,318	1,581,778
<b>Total Fund Available (B)</b>	<b>496,318</b>	<b>1,581,778</b>
<b>Total Fund Before Expenditure (C)</b>	<b>1,561,552</b>	<b>1,581,778</b>
<b>Expenditure during the year</b>		
<b>Expenses:</b>		
Modern Agriculture Tools	262,740	-
Production Storage and Market Kit Support	248,300	-
Stationery for Participants	7,525	-
Transportation	21,565	16,000
Tea and Snacks	73,610	40,000
Transportation for Participants	1,150	-
Soil Test Kit	38,000	-
Kit Reagent	12,500	-
PH Meter	22,500	-
Business /Startup/Expenson Support	105,000	-
Support to Training Expert	20,634	-
Food and Snacks	33,135	-
Lodging	6,800	45,223
Handout / Stationery	6,770	2,100
Hall Rent	2,220	-
Computer Support	52,545	-
Software	65,000	-
Smart Phone Support	59,325	-
Weighting Machine Support	36,000	-
Market Linkage Support	10,670	-
Packaging and Storage Kit Support	750	-
Banner	600	-
Radio Broadcast	8,500	-
Market Fair Voluntary	13,200	-
Market Fair Price	54,965	-
Business Facilitator	170,100	126,000
JTA	170,100	126,000
Travel Perdiem	25,750	42,900
Staff Insurance	-	3,733
Power Bank & Smart Phone for JTA & BF	-	43,731
Mobile Wifi Device for JTA & BF	-	14,012
Community level Orientation Tea & Snacks	-	24,105
Community level Orientation Meeting about SMA	-	20,170
Communication and Internet Cost	23,412	5,700
Office Stationery /Utilities	8,186	6,870
<b>Total Expenditure (D)</b>	<b>1,561,552</b>	<b>516,544</b>
<b>Total balance Fund (E=C-D)</b>	<b>-</b>	<b>1,065,234</b>
<b>Fund Balance Represented by:</b>		
Bank Balance ( as per cash/ bank book)	-	949,809
Sundry Debtors	-	115,425
<b>Total</b>	<b>-</b>	<b>1,065,234</b>

*[Handwritten Signature]*

*[Handwritten Signature]*

*[Handwritten Signature]*

*[Handwritten Signature]*



**Malika Development Organisation(MDO)**  
Achham, Nepal  
**Fund Accountability Statement "FAS" (Continued)**  
GIFT

	Amount in NPR	
Description	Current Year 2076-77	Previous Year 2075-76
<b>Fund Received</b>		
Opening Balance		
Bank Balance	80,568	1,467,551
Sub total	<u>80,568</u>	<u>1,467,551</u>
<b>Add: Receipt</b>		
Grant Income		
Grant Income from Gift Project DCA	1,907,012	1,184,846
Total Fund Available (B)	<u>1,907,012</u>	<u>1,184,846</u>
Total Fund Before Expenditure (C)	<u>1,987,580</u>	<u>2,652,398</u>
<b>Expenditure during the year</b>		
<b>Expenses:</b>		
Tea and Snacks for Coordination Meeting	6,050	-
Participant Allowance for Coordination Meeting	14,200	-
Participants Transportation for Coordination Meeting	5,800	-
Monitoring & Other Support	33,080	5,530
Badijo / Castration Machine Support	21,000	50,000
She Goat	-	2,029,000
He Goat	-	190,000
Days Training for Goat Farming	-	96,760
Insurance	-	28,028
Goat Insurance	-	22,030
Join Market Survey & Goat Selection	-	6,250
Transportation	-	88,000
Co-ordination Meeting	-	18,000
Fees of Visitors	-	38,231
Unspent Amount transfer to Sacar Project	-	0
Total Expenditure (D)	<u>80,130</u>	<u>2,571,829</u>
Total balance Fund (E=C-D)	<u>1,907,450</u>	<u>80,568</u>
<b>Fund Balance Represented by:</b>		
Bank Balance ( as per cash/ bank book)	1,907,450	80,568
Total	<u>1,907,450</u>	<u>80,568</u>



**Malika Development Organisation(MDO)**  
 Achham, Nepal  
**Fund Accountability Statement "FAS" (Continued)**  
 COVID-19

Description	Amount in NPR	
	Current Year 2076-77	Previous Year 2075-76
<b>Fund Received</b>		
Opening Balance	-	-
Bank Balance	-	-
<b>Sub total (A)</b>	<b>-</b>	<b>-</b>
<b>Add: Receipt</b>		
Grant Income	-	-
Grant Income from DERF-DCA	1,118,112	-
<b>Total Fund Available (B)</b>	<b>1,118,112</b>	<b>-</b>
<b>Total Fund Before Expenditure (C)</b>	<b>1,118,112</b>	<b>-</b>
<b>Expenditure during the year</b>		
<b>Expenses:</b>		
Deliver Essential Health Protective Gear	137,583	-
Support Improve Corentain Facilities	191,960	-
Provide Food and Hygiene Assistancess	492,301	-
Messaging and Risk Information Campaigns	172,433	-
Material distribution Cost	72,835	-
Office Running Cost	51,000	-
<b>Total Expenditure (D)</b>	<b>1,118,112</b>	<b>-</b>
<b>Total balance Fund (E=C-D)</b>	<b>-</b>	<b>-</b>
<b>Fund Balance Represented by:</b>		
Bank Balance ( as per cash/ bank book)	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

*[Handwritten signature]*

*[Handwritten signature]*

*[Handwritten signature]*



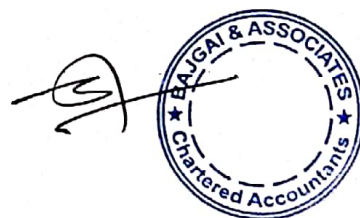
**Malika Development Organisation(MDO)**  
Achham, Nepal  
**Fund Accountability Statement "FAS" (Continued)**  
CORE

Description	Amount in NPR	
	Current Year 2076-77	Previous Year 2075-76
<b>Fund Received</b>		
<b>Opening Balance</b>		
Land and assets	200,000	200,000
Payable	-	(199,586)
Advances	110,000	134,629
Sundry Debtors	100,000	100,000
Bank Balance - Rastriya Banijya Bank	285,202	339,581
Bank Balance - Janata Bank	13,860	13,860
<b>Sub total (A)</b>	<b>709,062</b>	<b>588,484</b>
<b>Add: Receipt</b>		
<b>Grant Income</b>		
LIBIRD Admin Cost	43,385	22,545
Membership fee and others income	257,942	256,724
Recruitment Income	24,500	-
<b>Total Fund Available (B)</b>	<b>325,827</b>	<b>279,269</b>
<b>Total Fund Before Expenditure (C)</b>	<b>1,034,889</b>	<b>867,753</b>
<b>Expenditure during the year</b>		
<b>Expenses:</b>		
Meeting and Conference	148,776	49,141
Travel and per diem Cost	56,350	47,750
MDO General Assemble	41,980	41,800
Office rent and Maintenance	26,095	20,000
Audit Fee	61,135	-
Other Administrative expenses	45,000	-
<b>Total Expenditure (D)</b>	<b>379,336</b>	<b>158,691</b>
<b>Total balance Fund (E=C-D)</b>	<b>655,553</b>	<b>709,062</b>
<b>Fund Balance Represented by:</b>		
Bank Balance - Rastriya Banijya Bank	265,694	285,202
Bank Balance - Janata Bank	13,860	13,860
Land	200,000	200,000
Advances & Sundry Debtors	210,000	210,000
Payable	(34,000)	-
<b>Total</b>	<b>655,554</b>	<b>709,062</b>

*Handwritten signature*

*Handwritten signature*

*Handwritten signature*





**Malika Development Organization**  
Achham, Nepal  
**Notes to the Financials Statements**

**1 General Information**

Malika Development Organization ("the Organisation") is a Non government organisation domiciled in Achham district of the Sudur Paschim Pradesh in Nepal and incorporated on 15th day of Chaitra, 2050 (28th day of March 1994) under the provisions of section 4 of organisation registration Act, 2034 of District Administration Office, Achham.

The Company is engaged to carry out charitable activities related to agricultural, non-agricultural and tourism sectors for enhancing the living standard of people who are under poverty, Nursery establishment & plantation to minimise landslides & floods, conduct activities to minimise the environmental pollution and to conduct service oriented & Social welfare activities.

**2 Significant Accounting Policies**

**2.1 Basis of preparation**

**2.1.1 Statement of compliance**

The financial statements have been prepared in accordance with Nepal Financial Reporting Standards (NFRS).

**2.1.2 Basis of measurement**

The financial statements have been prepared on the historical cost convention and accrual accounting concept.

**2.1.3 Critical accounting estimates**

The preparation of the financial statements in conformity with Nepal Financial Reporting Standards requires the use of certain critical accounting estimates and judgments. It also requires management to exercise judgment in the process of applying the company's accounting policies. The company makes certain estimates and assumptions regarding the future events. Estimates and judgments are continuously evaluated based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. In the future, actual result may differ from these estimates and assumptions. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are to be disclosed.

**2.1.4 Functional and presentational currency**

The financial statements are prepared in Nepalese Rupees, which is the company's functional currency.

*[Handwritten signature]*

*[Handwritten signature]*

*[Handwritten signature]*



**Malika Development Organization**  
Achham, Nepal  
**Notes to the Financials Statements (Continued)**

**2.2 Accounting policies**

The principal accounting policies adopted in the preparation of the financial statements are set out below. The preparation of financial statements requires the use of certain accounting estimates. The areas where significant judgments and estimates have been made in preparing the financial statements and their effects are to be disclosed.

**2.2.1 Cash and cash equivalents**

Cash and cash equivalents consists of cash balances and debit balances in the bank Account maintained by the company.

**2.2.2 Capital**

Financial instruments issued by the company are classified as equity only to the extent that they do not meet the definition of a financial liability or financial asset. The company's equity shares are classified as equity instruments.

**2.2.3 Advances & Sundry Debtors**

Loans and advances are recognised at amortized costs.

**2.2.4 Payables**

Payables are recognized at amortized costs.

**2.2.5 Property, Plant and Equipment**

Property, Plant and Equipment are carried at costs. Depreciation has been calculated on Property, Plant and Equipment as provided as per schedule 2 of Income Tax act 2058.

**2.2.6 Income**

Income is recorded when grant is received or accrued.

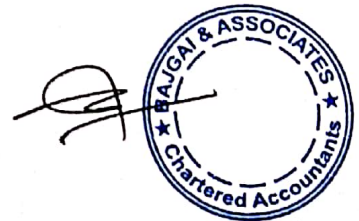
**2.2.6 Expenditure**

Expenditures are recorded as and when they are accrued or incurred.

*[Handwritten signature]*

*[Handwritten signature]*

*[Handwritten signature]*



**Malika Development Organisation(MDO)**  
**Achham, Nepal**  
**Notes to the Financials Statements (Continued)**

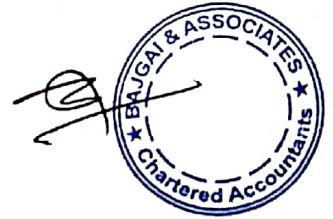
**3. Property, Plant and Equipment**

Particulars	Rate	Allowable Written Down "WDV" Balances				Depreciation on			Total Depreciation	Closing WDV Balance
		Opening Balance as on 01.04.2076	Additions	Sales	Closing Balance as on 31.03.2077	Opening WDV as on 01.04.2076	Additions	Sales		
<b>Non-Depreciable</b>										
Land		600,000	-	-	600,000	-	-	-	-	600,000
<b>Depreciable</b>										
Group 'Ka' Building	5%	-	-	-	-	-	-	-	-	-
Group 'Kha' Computer & Printer	25%	9,492	-	-	9,492	2,373			2,373	7,119
Group 'Ga' Motor Cycle	20%	62,259	-	-	62,259	12,452	-	-	12,452	49,807
<b>Total</b>		<b>671,751</b>	<b>-</b>	<b>-</b>	<b>671,751</b>	<b>14,825</b>	<b>-</b>	<b>-</b>	<b>14,825</b>	<b>656,927</b>

*[Handwritten signature]*

*[Handwritten signature]*

*[Handwritten signature]*



**Malika Development Organization (MDO)**  
**Achham, Nepal**  
**Notes to the Financials Statements (Continued)**

4. Advance, Deposits & Receivables	Description	Amount in NPR	
		Current Year 2076-77	Previous Year 2075-76
	1. SUSASAN	37,700	-
	2. PARIWARTAN	486,372	534,500
	3. SACAR	6,500	40,400
	4. SMART	-	115,425
	5. CORE	176,000	210,000
	<b>Total</b>	<b>706,572</b>	<b>900,325</b>

**5. Cash and Cash Equivalent**

<b>SUSASAN</b>			
	Bank Balance	303,958	3,098
<b>PRAIWARTAN</b>			
	Bank Balance	8,171,924	5,210,333
<b>RVWRMP-III</b>			
	Bank Balance	6,491	120,591
	Cash Balance	-	1,500
<b>SACAR</b>			
	Bank Balance	1,413,749	1,985,183
<b>SMART</b>			
	Bank Balance	-	949,809
<b>GIFT Project</b>			
	Bank Balance	1,907,450	80,568
<b>CORE</b>			
	Bank Balance	279,554	299,062
	<b>Total</b>	<b>12,083,125</b>	<b>8,650,145</b>

**6. Capital**

Capital Fund		630,000	630,000
<b>Total</b>		<b>630,000</b>	<b>630,000</b>

**7. Revenue Fund (Surplus & Deficit)**

Opening Balance		9,073,906	3,471,709
Surplus/Deficit during the Year		3,705,467	5,602,197
<b>Total</b>		<b>12,779,373</b>	<b>9,073,906</b>

**8. Payable**

1. SUSASAN		-	(415845)
2. PARIWARTAN		(20699)	-
3. RVWRMP- III		-	(102470)
4. SACAR		(16551)	-
<b>Total</b>		<b>(37250)</b>	<b>(518315)</b>

*[Handwritten signature]*

*[Handwritten signature]*

*[Handwritten signature]*

*[Handwritten signature]*



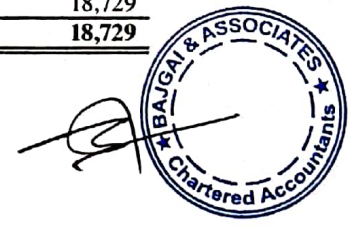
**Malika Development Organization (MDO)**  
**Achham, Nepal**  
**Notes to the Financials Statements (Continued)**  
*Schedules to Income & Expenditure Statement*

9. Income	Description	Amount in NPR	
		Current Year 2076-77	Previous Year 2075-76
	1. SUSASAN	7,351,283	7,343,902
	2. PRIWARTAN	10,042,248	7,992,681
	3. RVWRMP- III	1,466	673,949
	4. SACAR	5,109,761	5,912,111
	5. SMART	496,318	1,581,778
	6. GIFT Project	1,907,012	1,184,846
	7. COVID - 19 Project	1,118,112	-
	8. CORE FUND	325,827	279,269
	<b>Total</b>	<b>26,352,027</b>	<b>24,968,537</b>
	1. SUSASAN	6,596,878	7,906,158
	2. PRIWARTAN	7,149,485	2,247,848
	3. RVWRMP- III	14,596	760,861
	4. SACAR	5,731,646	5,185,680
	5. SMART	1,561,552	516,544
	6. GIFT Project	80,130	2,571,829
	7. COVID - 19 Project	1,118,112	-
	8. CORE FUND	379,336	158,691
		<b>22,631,735</b>	<b>19,347,611</b>
	11. Depreciation	14,825	18,729
	Depreciations	<b>14,825</b>	<b>18,729</b>

*[Handwritten signature]*

*[Handwritten signature]*

*[Handwritten signature]*



**Malika Development Organization**  
Achham, Nepal  
**Notes to the Financials Statements (Continued)**

- 12 There are no significant subsequent events that would require adjustments or disclosures in the financial statements as on the balance sheet date.
- 13 Previous year's figures have been regrouped and rearranged wherever necessary.
- 14 Figures stated in Financial statements have been rounded off to a nearest rupee.
- 15 MDO Nepal is a tax exempt organization having,  
Tax Exempt Income: NPR 26,352,027  
Taxable Income: NPR 0
- 16 Accounting year of donor differs from the fiscal year of the organization due to which some amount of balance income remains unutilized which shall be utilized next year.
- 17 MDO Nepal has deducted TDS as per the provision of Chapter 17 of Income Tax Act, 2058.
- 18  
MDO Nepal has not received any amount except the amounts mentioned in section 10(6) of Income Tax Act 2058.
- 19 Activities done by MDO Nepal are covered within its objectives.

Gokarna Rawal  
Sr. Finance Officer

Keshar Bahadur Rawal  
Treasurer

Surat Bahadur Kunwar  
Chairman

Place: Achham

Date: 26/06/2077



CA Bhanu Prasad Bajgai  
Sole Proprietor  
Bajgai & Associates  
Chartered Accountants



Place:  
Date:

Kirtipur, Kathmandu  
26/06/2077