

The Executive Committee
Caritas Nepal
Lalitpur

Opinion

We have audited the financial statements of Caritas Nepal, which comprise the consolidated Statement of Financial Position as at 32nd Ashad 2082 corresponding to 16 July 2025; and the consolidated Statement of Income and Expenditure for the year ended on that date, Statement of Changes in Reserve, Statement of Cash Flows for the year then ended, (herein after referred to as "financial statement") and notes to the financial statements including a summary of significant accounting policies.

In our opinion, the accompanying financial statements presents fairly, in all material respects, the financial position of the Caritas Nepal as at 32nd Ashad 2082 i.e., 16th July, 2025 and the financial performance and its cash flows for the year then ended in accordance with Nepal Accounting Standard for Not for Profit Organizations (NAS for NPOs).

Basis for Opinion

We conducted our audit in accordance with Nepal Standards on Auditing (NSAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Caritas Nepal in accordance with the ICAN's Handbook of *Code of Ethics for Professional Accountants* together with the ethical requirements that are relevant to our audit of the financial statements in Nepal, and we have fulfilled our other ethical responsibilities in accordance with the ICAN's Handbook of The *Code of Ethics for Professional Accountants*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter:

Some of the partners' project fund accounts are subject to the separate review/ examination as per the guided agreement terms by the respective funding agencies' representatives.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statement in accordance with the NAS for NPOs 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 or error.

In preparing the financial statements, management is responsible for assessing the organization's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the organization or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the organization's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our



opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with NSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with NSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:


- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.
- Obtain an understanding of internal control relevant to the audit 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 organisation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, the future events or conditions may cause the entity to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

Based on our examination of the financial statements and to the best of our information and according to the explanations given to us, we report that:

- a. We have not come across cases where NGO had carried any activities contrary to its objectives
- b. We have not come across cases where NGO is in non-compliance of chapter 17 of Income Tax Act 2002.


Anila Shrestha, FCA
Sundar & Co.
Chartered Accountants
UDIN # 250818CA002257sqmB
COP # 183
Date: 18th August 2025





Caritas Nepal

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CARITAS NEPAL, DHOBIGHAT, LALITPUR


Statement of Financial Position


As at 16th July 2025 (32 Asadh 2082)

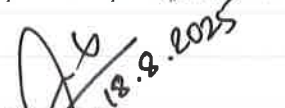
Particulars	Notes	Amount (NPR.) FY 2024/2025	Amount (NPR.) FY 2023/2024
Assets			
Non- Current Assest			
Property /Plant and Equipment	4.1	224,833,825	225,060,529
Total Non- Current Assets		224,833,825	225,060,529
Current Assets			
Accounts Receivable/ Advance	4.2	10,211,013	7,599,834
Cash and Bank	4.3	245,840,037	275,774,347
Total Current Assets		256,051,050	283,374,181
Total Assets		480,884,875	508,434,710
Liabilities & Reserves			
Accumulated Reserves			
Unrestricted Fund/Accumulated Surplus	4.4	166,400,226	159,325,041
Designated Fund	4.5	2,632,659	2,596,846
Restricted Funds (Donor Fund)	4.6	95,532,781	135,710,330
Capital Assets (Grant Assets) Fund	4.7	204,266,658	204,458,263
Total Accumulated Reserves		468,832,324	502,090,480
Non- Current Liabilities			
Employee benefit liabilities (Leave-Encashment)		4,798,911	3,417,028
Total Non -Current Liabilities		4,798,911	3,417,028
Current Liabilities			
Account Payable	4.8	4,559,548	2,927,202
Income Tax Payable		2,694,092	-
Total Current Liabilities		7,253,640	2,927,202
Total Liabilities		12,052,551	6,344,230
Total Liabilities and Reserves		480,884,875	508,434,710


The notes on accounts form an integral part of the financial statement.

As per our report of even date


Fr. Stephen Biswkarma
(President)


Mr. Chirendra Raj Satyal
(Treasurer/Secretary)


Sundar & Co.
(Chartered Accountants)


Sr. Durga Shrestha
(Executive Director)


Mr. Subas Thapaliya
(Finance Coordinator)





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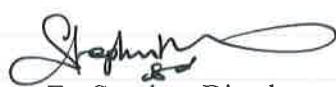
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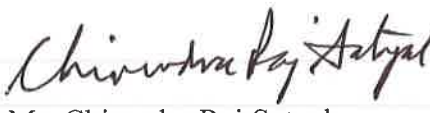
Statement of Income and Expenditure

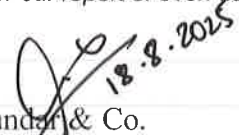
for the year ended July 16, 2025 (32 Ashad, 2082)


Particulars	Notes	Amount (NPR.) FY 2024/2025	Amount (NPR.) FY 2023/2024
Income			
Incoming Resources	4.9	412,873,973.51	345,298,819
Financail Income (Bank Int.)		11,189,247	13,957,791
Other Income (Local Contribution)		490,050	616,300
Total Income =A		424,553,271	359,872,910
Expenditure			
Staff Cost/Expenditure	4.10	101,985,526	92,363,880
Program Expenditure (Net)	4.11	287,740,698	239,219,666
General Administrative Expenditure	4.12	11,698,971	11,242,419
Depreciation/ Write-off (Own)	4.7.01	881,958	862,924
Depreciation/ Write-off (Grant)	4.7	13,025,103	13,367,450
Total Expenses =B		415,332,256	357,056,339
Surplus C= A-B (General Reserve)		9,221,014	2,816,571
FC Exchange Gain	4.4	548,262	(25,524)
Gross Surplus		9,769,276	2,791,047
FC Exchange/ Gain Transfer to Exchange Gain Reserve		(548,262)	25,524
Total Surplus		9,221,014	2,816,571
Gov. Tax (25%)		2,694,092	-
Net Surplus After Tax		6,526,922	-
40 % Transferred to General Reserve		2,610,769.00	1,126,628
60% Transfer to CN Self Reliance Fund		3,916,153.49	1,689,943

As per our report of even date


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CARITAS NEPAL, DHOBIGHAT, LALITPUR

Cash Flows Statement

For The Year Ended July 16th 2025 (32 Asadh 2082)


Particulars	Amount (NPR.) FY 2024/2025	Amount (NPR.) FY 2023/2024
CASH FLOWS FROM THE OPERATING ACTIVITIES		
Surplus from the Administrative / General Fund Activities	9,221,014	2,816,571
Add: Depreciation	864,346	823,999
Add: Write off of the Own Assets	17,612	38,925
Cash Flow from operating activities before change in WC	10,102,970	3,679,495
Change in WC		
Increase/Decrease current Assets	(2,611,179)	(2,245,826)
Decrease/ Increase current liabilities	3,014,229	1,598,015
Cash Flow due to Change in WC	403,050	(647,811)
Total Cash Flows From Operating Activities (A)	10,506,020	3,031,683
CASH FLOWS FROM THE INVESTING ACTIVITIES		
Decrease Due to Purchase of Own Assets	(846,856)	(145,596)
Increase/ Decrease Due to Exchange Gain	548,262	(25,524)
Total Cash Flows From Investing Activities (B)	(298,595)	(171,120)
CASH FLOWS FROM THE FUNDING ACTIVITIES		
Change in Designated Fund	35,814	
Change in Restricted Funds (Donor Fund)	(40,177,549)	23,207,191
Total Cash Flows From Program Funding Activities (C)	(40,141,735)	23,207,191
TOAL CASH FLOW DURING THE YEAR D=(A +B+C)	(29,934,310)	26,067,754
OPENING CASH BALANCE (E)	275,774,347	249,706,590
CLOSING CASH BALANCE (F= D+E)	245,840,038	275,774,347

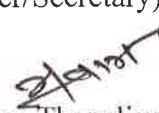
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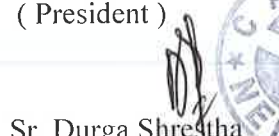
Caritas Nepal, Dhobighat Lalitpur Statement of Tax Liability

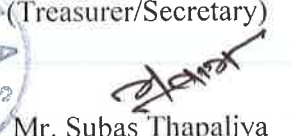
Name of the organization :	Caritas Nepal
Address :	Dhobighat, Lalitpur
Status :	NGO
Permanent Account No.	500119246
Financial Year :	2081-82
Particulars	Amount (Nrs.)
Income :	
Surplus as per statement of Income & Expenditure	9,221,014
Add :	
Total Leave Encashment of this Year	1,584,296
Less: Paid of this Year	(33,943)
Net Provison	1,550,353
Penalty	5,000
Net Assessed Income / (Loss) for the Year:	10,776,367
Temporary Difference	
Depreciation as per Financial Stateme u/s 19	
Depreciation as per Income Tax	
Net Taxable Income / (Loss):	10,776,367
Income Tax payable on above Income @	2,694,092
Interest u/s 117	-
Interest u/s 118	-
Interest u/s 119	-
Total tax payable	2,694,092
Less : Advance Income tax Paid	
Total Tax Credit for the Year	-
Tax Payable during the Year	2,694,092


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