

**AMNESTY  
INTERNATIONAL**



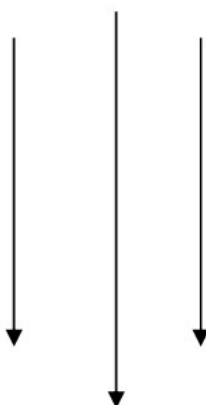
**AMNESTY INTERNATIONAL NEPAL SECTION**

## **Audit Report**

**For**

**For the Period 17 July 2023 to 15 July 2024**

**Fiscal Year:- 2080-81**



**Submitted by:**

**Khatiwada Dipesh & Associates**

**Chartered Accountants**

## INDEPENDENT AUDITOR'S REPORT

**To The Members of Amnesty International Nepal**

### Opinion

We have audited the financial statements of Amnesty International Nepal for the year ended 31 Ashad 2081 (15 July 2024) which comprise of the Statement of Financial Position, Statement of Income and Expenditure, Statement of Cash Flow and Statement of Change in Reserve for the year ended and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Amnesty International Nepal as at 31 Ashad 2081 (corresponding to 15 July 2024) and its financial performance and cash flows for the year then ended in accordance with with Nepal Accounting Standards 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 Amnesty International Nepal in accordance with the handbook of code of ethics for professional accountants issued by Institute of Chartered Accountants of Nepal (ICAN), and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Responsibilities of Management for the Financial Statements

The management is responsible for the preparation of financial statements that give a true and fair view in accordance with generally accepted accounting principles, and for such internal control as the management determine 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, the management is responsible for assessing the organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management either intend to liquidate the organization or to cease operations, or have no realistic alternative but to do so.

### 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.



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. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- 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 organization's internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the organization.
- Conclude on the appropriateness of the managements' 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, future events or conditions may cause the organization to cease to continue as a going concern; and
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

For and on behalf of  
Khatiwada Dipesh & Associates  
Chartered Accountants

  
Dipesh Khatiwada  
Principal,



Date: 30 September 2024  
UDIN: 240930CA01360DQBtv

**Amnesty International Nepal**  
Balaju, Kathmandu

**Statement of Financial Position**  
As at 31 Ashadh 2081 (15 July 2024)


		<i>Amount in NRs.</i>	
Particular	Notes	31.03.2081	31.03.2080
<b>ASSETS</b>			
<b>Non - Current Assets</b>			
Property Plant and Equipment	4.1	8,469,544	8,365,746
Intangible Assets	4.2	83,313	104,141
<b>Total Non - Current Assets</b>		<b>8,552,857</b>	<b>8,469,887</b>
<b>Current Assets</b>			
Investment in Fixed Deposits	4.3	15,000,000	15,000,000
Accounts Receivables	4.4	551,956	2,520,686
Cash and Cash Equivalents	4.5	16,344,517	8,057,110
<b>Total Current Assets</b>		<b>31,896,473</b>	<b>25,577,795</b>
<b>Total Assets</b>		<b>40,449,330</b>	<b>34,047,682</b>
<b>LIABILITIES &amp; RESERVES</b>			
<b>Accumulated Reserves</b>			
Unrestricted Funds/ Accumulated Surplus	4.6	33,449,145	29,111,026
<b>Total Accumulated Reserves</b>		<b>33,449,145</b>	<b>29,111,026</b>
<b>Non - Current Liabilities</b>			
Employee Benefit Liabilities	4.7	4,681,676	4,274,117
<b>Total Non - Current Liabilities</b>		<b>4,681,676</b>	<b>4,274,117</b>
<b>Current Liabilities</b>			
Accounts Payable	4.8	2,318,510	662,538
<b>Total Current Liabilities</b>		<b>2,318,510</b>	<b>662,538</b>
<b>Total Liabilities</b>		<b>7,000,185</b>	<b>4,936,655</b>
<b>Total Liabilities and Reserves</b>		<b>40,449,330</b>	<b>34,047,682</b>

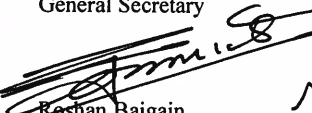
Significant Accounting Policies and Notes to Account form an integral part of Statement of Financial Position


  
Bipin Budhathoki  
Chairperson

  
Sachita Kuikel  
General Secretary

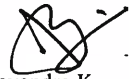
  
Keshab Pokhrel  
Vice Chairperson

  
Hom Bahadur Adhikari  
Deputy General Secretary

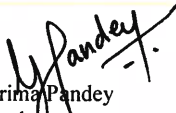
  
Roshan Bajgain  
Treasurer

  
Nirajan Thapaliya  
Director

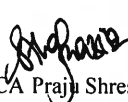
  
Manju Bishwokarma  
Member

  
Devendra Kumar Sejuwal  
Member


  
Bimala Wagle  
Member

  
Garima Pandey  
Member

  
Nilesh Pokharel  
Member

  
CA Praju Shrestha  
Finance & Admin Manager

As per our report of even date

  
Dipesh Khatiwada, CA  
Principal  
Khatiwada Dipesh & Associates;  
Chartered Accountants

**Amnesty International Nepal**  
Balaju, Kathmandu

**Statement of Income & Expenditure**  
For the Year Ended 31 Ashadh 2081

<i>Amount in NRs.</i>			
Particular	Notes	FY 2080.81	FY 2079.80
<b>INCOME</b>			
Incoming Resources	4.9	43,791,556	27,237,990
Financial Income	4.10	970,493	1,378,600
Other Income	4.10	1,584,408	1,234,107
<b>Total Income</b>		<b>46,346,457</b>	<b>29,850,697</b>
<b>EXPENDITURE</b>			
Staff Cost	4.11	14,652,919	12,261,007
Program Expenses	4.12	23,956,819	17,801,483
General Administrative Expenditure	4.13	2,314,698	2,270,811
Depreciation on Fixed Assets	4.1	1,063,076	899,778
Depreciation on Intangible Assets	4.2	20,828	26,035
<b>Total Expenditure</b>		<b>42,008,339</b>	<b>33,259,114</b>
<b>Net Surplus/(Deficit) Before Taxation</b>		<b>4,338,119</b>	<b>(3,408,416)</b>
Income Tax Expenses			
<b>Surplus/(Deficit) For the Year</b>		<b>4,338,119</b>	<b>(3,408,416)</b>


Significant Accounting Policies and Notes to Account form an integral part of Statement of Income and Expenditure


As per our report of even date

  
Bipin Budhathoki  
Chairperson


  
Sachita Kuikel  
General Secretary

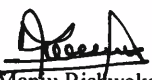
  
Keshab Pokhrel  
Vice Chairperson


  
Hom Bahadur Adhikari  
Deputy General Secretary


  
Roshan Bajgain  
Treasurer

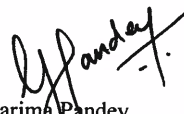
  
Nirajan Thapaliya  
Director

  
Dipesh Khatiwada, CA  
Principal  
Khatiwada Dipesh & Associates;  
Chartered Accountants

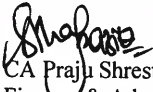
  
Manju Bishwokarma  
Member

  
Devendra Kumar Sejuwal  
Member

  
Bimala Wagle  
Member

  
Garima Pandey  
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Nikhil Pokharel  
Member

  
CA Praju Shrestha  
Finance & Admin Manager

Place: Balaju, Kathmandu

Date : 29 September, 2024



**Amnesty International Nepal**  
Balaju, Kathmandu

**Statement of Cash Flows**  
**For the Year Ended 31 Ashadh 2081**

<i>Amount in NRs.</i>		
Particular	FY 2080.81	FY 2079.80
<b>Cash Flows From Operating Activities</b>		
Surplus/ (Deficit) for the Year (Before Tax)	4,338,119	(3,408,416)
<b>Adjustments to Reconcile Surplus/(Deficit) to Net Cash Flows: Non-Cash Items:</b>		
Depreciation and Impairment of Property, Plant and Equipment	1,063,076	899,778
Amortization and Impairment of Intangible Assets	20,828	26,035
<b>Working capital adjustments:</b>		
Accounts Receivable	1,968,729	(1,969,590)
Accounts Payable	1,655,972	467,786
Other Financial Liabilities	407,559	-
<b>Less:</b>		
Income Tax Paid	-	-
<b>Net Cash from/(used in) Operating Activities</b>	<b>9,454,282</b>	<b>(3,984,407)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of Property Plant and Equipment	(1,166,874)	(675,910)
<b>Net Cash from/(used in) Investing Activities</b>	<b>(1,166,874)</b>	<b>(675,910)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Borrowing of Government Loans	-	-
<b>Net Cash from/(used in) Financing Activities</b>	<b>-</b>	<b>-</b>
<b>Net Increase/(Decrease) in Cash and Cash Equivalent</b>	<b>8,287,408</b>	<b>(4,660,316)</b>
<b>Cash and Cash Equivalent At 1 Shrawan 2080</b>	<b>8,057,110</b>	<b>12,717,427</b>
<b>Cash and Cash Equivalent At 31st Ashad 2081</b>	<b>16,344,517</b>	<b>8,057,110</b>

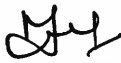
Significant Accounting Policies and Notes to Account form an integral part of Statement of Cash Flows

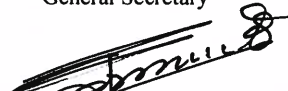
As per our report of even date

  
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General Secretary


  
Keshab Pokhrel  
Vice Chairperson

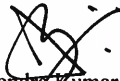
  
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CA Praju Shrestha  
Finance & Admin Manager

Place: Balaju, Kathmandu  
Date : 29 September, 2024

**Amnesty International Nepal**  
Balaju, Kathmandu

**Statement of Changes in Reserves**  
For the Year Ended 31 Ashadh 2081

*Amount in NRs.*

Description	Restricted Reserves	Designated Fund	Unrestricted Reserves	Total
Balance as at 31st Ashadh 2079			32,519,442	32,519,442
Surplus/Deficiet			(3,408,416)	(3,408,416)
Funds Received			-	-
Transferred to Deferred Grant-FA				-
Transferred to Income				-
Allocation to Designated Fund				-
Allocation to Endowment Fund	-	-	-	-
Allocation to Capital Reserves	-	-	-	-
Balance as at 1st Shrawan 2080	-	-	29,111,026	29,111,026
Surplus/Deficiet			4,338,119	4,338,119
Funds Received				-
Transferred to Deferred Grant-FA				-
Transfer to Income				-
Transferred to Deferred Grant-FA				-
Allocation to Designated Fund				-
Allocation to Endowment Fund				-
Allocation to Capital Reserves				-
				-
Balance as at 31 Ashadh 2081	-	-	33,449,145	33,449,145

Significant Accounting Policies and Notes to Account form integral part of Statement of Changes in Reserve


As per our report of even date

  
Bipin Budhathoki  
Chairperson


  
Sachita Kuikel  
General Secretary

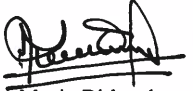
  
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Nikhil Pokharel  
Member

  
CA Praju Shrestha  
Finance & Admin Manager

Place: Balaju, Kathmandu

Date : 29 September, 2024

**Amnesty International Nepal**

**Balaju, Nepal**

**Significant Accounting Policies and Notes to Financial Statement for the year ended 31 Ashadh 2081 (15 July 2024)**

## **1. General Information**

Amnesty International (AI) Nepal, hereinafter mentioned as 'AI Nepal' or 'the organization' is a part of Amnesty International, a global movement of millions of people demanding human rights for all people – no matter who they are or where they are. Amnesty International Nepal (also referred to as Amnesty Nepal or AI Nepal) is founded by Nutan Thapaliya, a lawyer by profession, in 1969 as an affiliate of the global human rights movement Amnesty International.

Amnesty International Nepal envisions a world where every person enjoys all human rights enshrined in the Universal Declaration of Human Rights as well as within other international human rights norms and standards. To achieve this, Amnesty Nepal strives to undertake research and action-focused advocacy campaigns to prevent and end all forms of human rights abuses.

Amnesty Nepal is a constituent of the global community of human rights defenders with values of international solidarity, effective action for victims, global coverage, universality and indivisibility of human rights, and with impartiality and independence as the driving factors in this global movement.

Currently, AI Nepal has over seven thousand active members and activists affiliated through its various local structures such as Groups and Youth Networks in all seven provinces, who are part of a larger global movement of ten million people in 150 countries.

## **2. Basis of Preparation**

### **2.1. Statement of Compliance**

The Statement of Financial Position, Statement of Income & Expenditure, Statement of Changes in Reserves, Statement of Cash Flows together with the significant accounting policies & notes to the financial statements comply with the Generally Accepted Accounting Principles to the extent applicable and the Nepal Accounting Standards for NPOs (NAS for NPOs) issued by Accounting Standard Board of Nepal.

The Financial Statements were authorized for issue as per decision of the Board or Executive Committee date 29 September 2024.

### **2.2. Basis of measurement**

The financial statements have been prepared using the historical cost convention or at Fair value wherever specifically disclosed.

### **2.3. Functional and presentation currency**

The financial statements are presented in Nepali Rupees (NRs.), which is the organization's functional and presentation currency. All financial information presented in Rupees has been rounded to the nearest rupees, except when otherwise indicated.

### **2.4. Changes in Accounting Policies and Disclosures**

The organization has applied several new accounting policies for the first time during the year ended 31 Ashadh 2081. The organization has prepared the financial statements as per NAS for NPOs for the first time by recognizing all assets and liabilities whose recognition is required by NAS for NPOs, not recognizing the items of assets or liabilities which are not permitted by NAS for NPOs, by reclassifying items from previous GAAP to NAS for NPOs as and applying NAS for NPOs in measurement of recognized assets and liabilities.

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*[Circular stamp: Khatiwada Dipesh & Associates, Chartered Accountants]*



**Amnesty International Nepal**

**Balaju, Nepal**

**Significant Accounting Policies and Notes to Financial Statement for the year ended 31 Ashadh 2081 (15 July 2024)**

The effect of transition to NAS for NPOs has been explained in Note 5.1 and 5.2 of these financial statements.

**2.5. Significant Accounting Judgments, Estimates and Assumptions**

The preparation of the financial statements requires the use of certain critical accounting estimates and judgments. It also requires management to exercise judgment in the process of applying the accounting policies. The management 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.

**2.6. Going Concern**

Except for certain activities that will conclude on the realization of their relevant activities in accordance with the relevant contract/terms of reference, the financial statements have been prepared on a going concern basis.

**3. Summary of significant accounting policies**

**3.1. Property Plant and Equipment**

All items of property, plant and equipment are initially recorded at cost. After the initial recognition of an asset, property plant and equipment are carried at cost less any subsequent depreciation. Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the item of property and equipment.

***Depreciation***

Depreciation is provided for on all Property Plant and Equipment on the written down value basis and is calculated on the cost of all property, plant and equipment other than land, to write off such amounts less any terminal value over the estimated useful lives of such assets.

Management Provides for the depreciation on the written down value method. The depreciation rates used for each class of assets are as follows:

Name of Asset	Depreciation Rate
Land	0%
Furniture & Fixtures	25%
Office Equipment	25%
Other Assets	15%
Vehicle	20%
Intangible Assets	20%
Building	5%

***Assets Procured through the Restricted Funds***

Where the assets are procured from the restricted funds, the organization recognizes the assets as a property, plant and equipment at cost. The equivalent amount is transferred from Restricted Funds to Deferred Grant – Fixed Assets.

The assets are depreciated as per the written down value method. The equivalent amount of depreciation for the period is transferred to income from Deferred Grant-Fixed Assets.



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**Amnesty International Nepal**

**Balaju, Nepal**

**Significant Accounting Policies and Notes to Financial Statement for the year ended 31 Ashadh 2081 (15 July 2024)**

**3.2. Intangible Assets**

An intangible asset is recognized if it is probable that the extended future economic benefits that are attributable to such intangible asset will flow to the entity and the cost of the asset can be measured reliably. After initial recognition, the intangible asset is measured at cost, less accumulated amortization and accumulated impairment losses.

The organization has procured FAMAS accounting software which the organization has classified as intangible assets. The intangible assets are depreciated at the rate of 20% on a written down value basis.

**3.3. Foreign-currency transactions**

Transactions in currencies other than Nepal Rupees are converted into Nepal Rupees at rates which approximate the actual rates at the transaction date. At the reporting date, monetary assets (including securities) and liabilities denominated in foreign currency are converted into Nepal Rupees at the rate of exchange at that date. Realized and unrealized exchange differences are reported in the Statement of Income & Expenditure.

**3.4. Cash and cash equivalents**

The organization considers and classifies cash in hand, amounts due from banks and short-term deposits with an original maturity of three months or less under the category of "Cash and cash equivalents".

**3.5. Inventories**

The organization do not have any inventories at the end of the reporting date. The items procured for distribution have been distributed to the beneficiaries and they have been charged as project expenditures.

**3.6. Employee Benefits Liabilities**

The employee benefits mostly include Short Term Employment Benefits. They include salary, allowances which are regularly paid to the employees on behalf of the services rendered by them.

Post Employment Benefits includes contribution to the defined contribution plan (which includes 10% & 8.33% of basic salary as Provident fund & Gratuity respectively).

The organization also provide other long-term employment benefits like accumulated leave facilities. The home leave and sick leave are accumulated for 90 days and 45 days respectively. Any amount of leave accumulated beyond the limit are paid to the employees during the year. Management has provisioned the leave liability computing the amount on the estimation of the amount to be paid to the employees, if all the employees retire from the organization at the reporting date. The inadequate amount of provision is charged as expenditure in the Statement of Income & Expenditure.

**3.7. Provisions**

A provision is recognized in the statement of financial position when the organization has a legal or constructive obligation because of a past event, it is probable that an outflow of assets will be required to settle the obligation, and the obligation can be measured reliably.

Management has made the provision for leave liabilities to be paid to the employees.



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Amnesty International Nepal

Balaju, Nepal

Significant Accounting Policies and Notes to Financial Statement for the year ended 31 Ashadh 2081 (15 July 2024)

### 3.8. Account Receivables & Payables

Account receivables and payables are stated at the transaction price. If the collectability of an account receivable is uncertain, a provision for the doubtful debt (impairment) will be made in the financial statement.

There is no uncertainty of collection & settlement of account receivables & payables reported in the financial statements.

### 3.9. Accounting for the receipt and utilization of Reserves/Funds

Reserves are classified as either restricted or unrestricted reserves.

#### a. Unrestricted Reserves/Funds/accumulated surplus

Unrestricted funds are those that are available for use by the organization at the discretion of the executive committee/board, in furtherance of the general objectives of the organization and which are not designated for any specific purpose.

Management considers the Grant Received from International Secretariat as unrestricted funds as the grant is used at the discretion of Amnesty International Nepal.

Any local income generated are also the part of the unrestricted funds.

#### b. Restricted Fund

Where grants are received for use in an identified project or activity, such funds are held in a restricted fund account and transferred to the Statement of Income & Expenditure to match with expenses incurred in respect of that identified project. Unutilized funds are held in their respective Fund accounts and included under accumulated fund in the Statement of Financial Position until such time as they are required.

Funds collected through a fund-raising activity for any specific or defined purpose are also included under this category.

Where approved grant expenditure exceeds the income received and there is certainty that the balance will be received such amount is recognized through Debtors in the Statement of Financial Position.

The activities for which these restricted funds may and are being used are identified in the notes to the financial statements Restricted Reserves/Funds. Such restricted fund may include conditions for refund should there be balance of fund at the end of the project.

There are no unrestricted funds in Amnesty International Nepal.

### 3.10. Grants and Subsidies

Grants and subsidies are recognized in the financial statements at their fair value. When the grant or subsidy relates to an expense it is recognized as deferred income necessary to match it with the costs over the accounting years, which is intended to compensate for on a systematic basis.

Grants and subsidies in the form of PPE (Fixed assets) are generally shown as deferred income in the Statement of Financial Position and credited to the Statement of Income & Expenditure over the useful life of the asset by the amount of depreciation with corresponding debit to deferred income over more than one accounting period.



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**Amnesty International Nepal**

**Balaju, Nepal**

**Significant Accounting Policies and Notes to Financial Statement for the year ended 31 Ashadh 2081 (15 July 2024)**

**3.11. Income recognition**

**a. Contributions/ Incoming Sources**

Grant received pertaining to the unrestricted funds are recognized at the receipt of such grant in the organization's bank account.

Income realized from restricted funds, if any, is recognized in the Statement of Income & Expenditure only when there is certainty that all the conditions for receipt of the funds have been complied with and the relevant expenditure that it is expected to compensate has been incurred and charged to the Statement of Income & Expenditure. Unutilized funds are carried forward as such in the Statement of Financial Position.

Gifts and donations received in kind are recognized at fair value at the time that they are distributed to beneficiaries, or if received for resale with proceeds being used for the purpose of the organization at the point of such sale. Items not sold or distributed are inventoried but not recognized in the financial statements.

All other income is recognized when the organization is legally entitled to the use of such funds and the amount can be quantified. This would include income receivable through fund raising activities and donations.

**b. Financial Income**

Interest earned is recognized on an accrual basis when there is certainty of receipt. Dividend received is recognized when the right to receive dividend is established.

**c. Other income**

Other Income is recognized on an accrual basis except otherwise categorically explained to be on cash basis.

Revenues earned on services rendered are recognized in the accounting period in which the services were rendered and accepted by the clients.

Net gains and losses on the disposal of property, plant and equipment and other non-current assets, including investments, are recognized in the Statement of Income & Expenditure after deducting from the proceeds on disposal, the carrying value of the item disposed of and any related selling expenses.

**3.12. Expenditure recognition**

Expenses in carrying out the projects and other activities of the organization are recognized in the Statement of Income & Expenditure during the period in which they are incurred. Other expenses incurred in administering and running the organization and in restoring and maintaining the property plant and equipment to perform at expected levels are accounted for on an accrual basis and charged to the Statement of Income & Expenditure.

**3.13. Taxation**

**a. Current Taxes**

The Organization has got tax exempted status and accordingly no provision for tax has been made. The organization has not generated income through any other activities other than specified in its objectives.



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**Amnesty International Nepal**

**Balaju, Nepal**

**Significant Accounting Policies and Notes to Financial Statement for the year ended 31 Ashadh 2081 (15 July 2024)**

**b. Deferred Taxes**

The organization has got tax exempted status and accordingly there are no temporary difference and no provision for deferred tax has been made.

**3.14. Contingent liabilities**

A contingent liability is a possible obligation that arises from past events and whose existence will be confirmed only on the occurrence or non-occurrence of one or more uncertain future events that are not wholly within the control of the Organization. It may also be a present obligation that arises from past events but in respect of which an outflow of economic benefit is not probable or which cannot be measured with sufficient reliability. For certain operational claims reported as contingent liabilities, it may not be practical to disclose detailed information on their corresponding nature and uncertainties.

The organization do not have any contingent liabilities till the reporting period.

**3.15. Related Party Transactions**

The organization has identified the members of the board & director as key management personnel as its related parties. No transaction has been incurred with the related parties other than the meeting allowance paid & travelling expenses reimbursed of the executive committee members and employee benefits provided to Key Management Personnel, which is NRs. 3,497,448.88 during the year 2080.81.

**3.16. Previous Years Figures**

Previous year's opening figures have been regrouped and rearranged wherever necessary to facilitate the comparison.

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*[Circular stamp: Khadivada Dipesh & Associates, Chartered Accountants]*






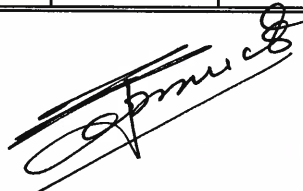


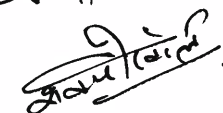




**Amnesty International Nepal**  
**Balaju, Kathmandu**  
**Notes to the Financial Statement for the Year Ended 31 Ashadh 2081**

**4 Schedules of Explanatory Information of the Financial Statements**

**4.1. Property, Plant & Equipment**

*Amount in NRs.*

Particulars	Land	Building	Furnitures & Fixtures	Office Equipments	Office Vehicle	Other Assets	Total
<b>Cost or Deemed Cost</b>							
Balance at Ashadh 31 2079	870,132	7,914,454	1,493,403	7,757,901	193,271	285,150	18,514,311
Additions	-	-	-	452,805	-	223,105	675,910
Disposals	-	-	-	-	-	-	-
Balance at Ashadh 31 2080	870,132	7,914,454	1,493,403	8,210,706	193,271	508,254	19,190,221
Additions	-	-	31,745	290,404	-	844,726	1,166,874
Disposals	-	-	-	-	-	-	-
Balance at Ashadh 31 2081	870,132	7,914,454	1,525,148	8,501,110	193,271	1,352,980	20,357,095
<b>Accumulated Depreciation and Impairment Losses</b>							
Balance at Ashadh 31 2079	-	3,208,793	998,683	5,484,009	119,966	113,246	9,924,697
Depreciation Charges for the Year	-	235,283	123,680	475,193	14,661	50,960	899,778
Disposals	-	-	-	-	-	-	-
Balance at Ashadh 31 2080	-	3,444,076	1,122,363	5,959,202	134,627	164,207	10,824,475
Depreciation Charges for the Year	-	223,519	98,326	573,935	11,729	155,567	1,063,076
Disposals	-	-	-	-	-	-	-
Balance at Ashadh 31 2081	-	3,667,595	1,220,689	6,533,137	146,356	319,774	11,887,551
<b>NET BOOK VALUE</b>							
Balance at Ashadh 31 2079	870,132	4,705,661	494,720	2,273,892	73,306	171,903	8,589,614
Balance at Ashadh 31 2080	870,132	4,470,378	371,040	2,251,504	58,644	344,047	8,365,746
Balance at Ashadh 31 2081	870,132	4,246,859	304,459	1,967,973	46,916	1,033,206	8,469,544

**Amnesty International Nepal**  
**Balaju, Kathmandu**  
**Notes to the Financial Statement for the Year Ended 31 Ashadh 2081**

**4. Schedules of Explanatory Information of the Financial Statements**

<b>4.2 Intangible Assets</b>	<b>31.03.2081</b>	<b>31.03.2080</b>
<b>Gross Value</b>		
Opening	339,000	339,000
Addition During The Year	-	-
Disposal	-	-
Adjustment During The Year	-	-
<b>Total</b>	<b>339,000</b>	<b>339,000</b>
<b>Accumulated Depreciation</b>		
Opening	234,859	208,824
Addition During The Year	20,828	26,035
Disposal	-	-
Adjustment During The Year	-	-
<b>Total Accumulated Depreciation</b>	<b>255,687</b>	<b>234,859</b>
<b>Net Intangible Assets</b>	<b>83,313</b>	<b>104,141</b>
<b>4.3 Investment in Fixed Deposits</b>	<b>31.03.2081</b>	<b>31.03.2080</b>
Nabil Fixed Deposit Account	15,000,000	5,000,000
Nic Asia Fixed deposit [N00010]	-	10,000,000
<b>Total</b>	<b>15,000,000</b>	<b>15,000,000</b>
<b>4.4 Accounts Receivables</b>	<b>31.03.2081</b>	<b>31.03.2080</b>
Advance to International Secretariat- London	368,213	1,233,263
<b>Advance to Third Party</b>	<b>183,743</b>	<b>1,287,423</b>
<b>Staff Advances</b>	-	<b>53,391</b>
Alina Gautam	-	3,272
Ashmita Sapkota	-	9,151
Chakra Kumar Pradhan	-	5,100
Jagannath Acharya	-	(141)
Prashant Tripathi	-	1,462
Kundan Raj Sharma	-	1,005
Nirajan Thapaliya	-	33,542
<b>Party Advance</b>	<b>64,500</b>	<b>1,109,498</b>
Raju Chapagain	-	1,271
ESAPRO [E00003]	64,500	64,500
SARO [00009]	-	1,043,726
<b>Other Receivables</b>	<b>119,243</b>	<b>124,535</b>
Deposit	1,500	1,500
Prepaid Insurance Premium [P00001]	86,261	103,515
Telephone Deposit [T00001]	19,520	19,520
Insurance Receivables	11,962	-
<b>Total</b>	<b>551,956</b>	<b>2,520,686</b>
<b>4.5 Cash &amp; Cash Equivalents</b>	<b>31.03.2081</b>	<b>31.03.2080</b>
<b>Cash at Bank</b>	<b>16,344,517</b>	<b>8,057,110</b>
Bank of Kathmandu - 5134 (Global IME Bank)	26,681	120,871
Nabil Bank Ltd.	13,699,440	6,902,824
Rastriya Baniya Bank	630,400	597,500
NIC Asia - Current Account	1,784,560	308,291
NIC Aisa Bank (0134302432852401)	203,436	127,624
<b>Total</b>	<b>16,344,517</b>	<b>8,057,110</b>

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**Amnesty International Nepal**  
**Balaju, Kathmandu**  
**Notes to the Financial Statement for the Year Ended 31 Ashadh 2081**

**4. Schedules of Explanatory Information of the Financial Statements**

**4.6 Unrestricted Funds**

	31.03.2081	31.03.2080
Opening Fund Balance	29,111,026	32,519,442
Fund Transferred from Income Statement	4,338,119	(3,408,416)
	<b>33,449,145</b>	<b>29,111,026</b>

**4.7 Accounts Payable**

	31.03.2081	31.03.2080
Provident Fund	91,062	2,967
<b>Third Party Payable</b>	<b>111,305</b>	<b>157,790</b>
Audit Fee Payable	111,305	111,305
Nepal Memorable	-	46,485
<b>TDS Payable</b>	<b>426,740</b>	<b>331,178</b>
TDS (1.5%, Income Tax, 11123)	6,487	38,507
TDS 15% (Income Tax, 11112)	404,947	217,987
TDS(1%, SSF, 11211)	13,026	4,644
Tax Deduction at Source (TDS)	2,280	70,040
<b>Other Payable</b>	<b>1,689,403</b>	<b>170,603</b>
Provision for Gratuity Fund	-	121,738
Insurance Payable	-	65
Salary Payable	169,849	-
Citizen Investment Fund	51,661	23,500
Gratuity Payable	37,895	-
Prepaid Membership Fee	-	25,300
SARO Payable	1,429,998	-
	<b>2,318,510</b>	<b>662,538</b>

**4.8 Non-Current Liabilities**

	31.03.2081	31.03.2080
Provision- Annual Leave Compensation	4,681,676	4,274,117
	<b>4,681,676</b>	<b>4,274,117</b>

**4.9 Incoming Resources**

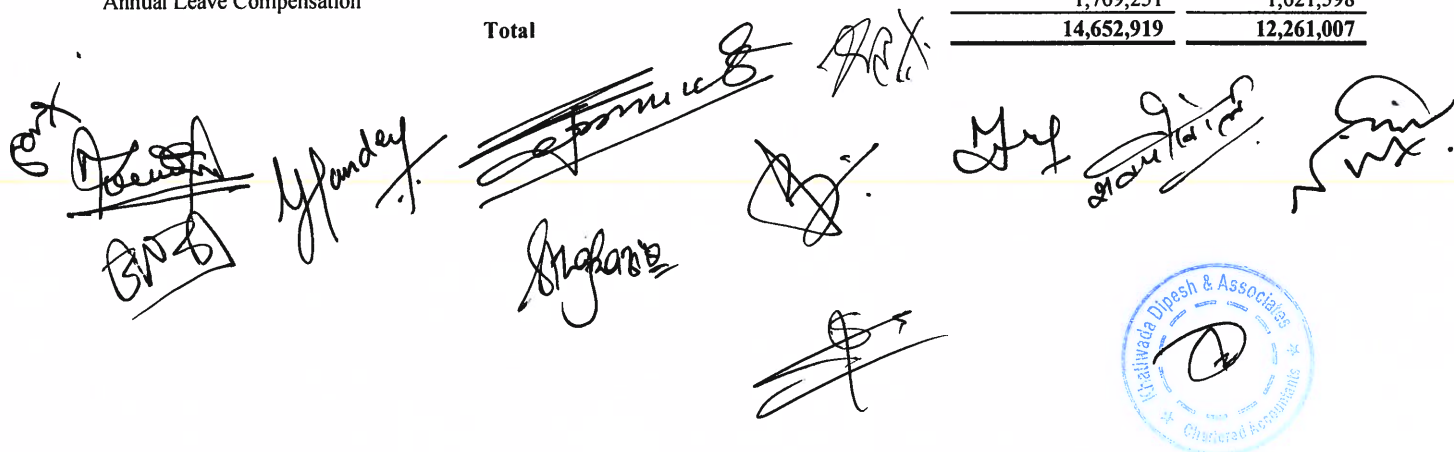
	FY 2080.81	FY 2079.80
<b>Grants - Unrestricted Funding</b>		
RAM Grant from International Secretariat	43,791,556	27,237,990
<b>Total</b>	<b>43,791,556</b>	<b>27,237,990</b>

**4.10 Other Income**

	FY 2080.81	FY 2079.80
AGM Registration Fee	87,200	78,300
Membership Fee	1,330,210	965,920
Interest Income	970,493	1,378,600
Miscellaneous Income	166,998	189,887
<b>Total</b>	<b>2,554,901</b>	<b>2,612,707</b>

**4.11 Staff Cost**

	FY 2080.81	FY 2079.80
Salaries	10,203,244	8,449,432
Provident Fund	1,020,324	844,943
Festival Allowance	810,006	640,915
Gratuity	850,094	704,119
Annual Leave Compensation	1,769,251	1,621,598
<b>Total</b>	<b>14,652,919</b>	<b>12,261,007</b>



#### 4. Schedules of Explanatory Information of the Financial Statements

##### 4.12 Program Expenses

###### Project 1: Advancing ESCR in Nepal

	FY 2080.81	FY 2079.80
Advocacy and campaigns on the rights of the children	-	55,200
Workshop with mediapersons on reporting ESCR related issues	-	95,559
Sensitization workshop/training on climate justice, gender justice, intersectional justice to activists and AI Nepal members	188,952	215,876
National and provincial level advocacy and interactive forums on accountability and compensation to the families of the migrant workers who have died in destination countries	60,605	128,220
Engaging with media including hosting radio talks shows, PSAs, publishing op-eds, PIBs, podcasts on ESCR issues	800,113	-
Launch of Access to Justice to Report and campaigns based on the report recommendations for necessary changes in law and practice for enabling Dalits and marginalized communities in Nepal access justice	241,473	-
Multi-stakeholder interaction on rights-based development and urban planning	164,625	-
Various campaigns and engagements on the issues related to the rights of the migrant workers	136,340	-
Monitoring and reactive campaigns/interventions on ESCR issues as and when needed	614,129	-
<b>Sub Total</b>	<b>2,206,237</b>	<b>494,855</b>

###### Project 2: Strengthening the Rights to Truth, Justice and Reparation in Nepal

Organize public programs as per need and feasibility engaging with stakeholders on the following days	161,918	162,430
Stakeholder dialogue (including with legislative and executive) and campaigns on the prospective draft TJ amendment law	123,557	263,792
Reactive works depending on the development of the context.	-	176,545
Media engagements (PSAs, op-eds, podcasts, radio talk shows) lobby missions, reactive campaigns, petitions and other interventions as required	449,198	497,200
<b>Sub Total</b>	<b>734,672</b>	<b>1,099,967</b>

###### Project 3: Human Rights Education Programmes

HRE outreaching to local communities, schools and colleges	1,435,995	86,301
Launch the Nepali version of the HRE course on Descent-based Discrimination	-	31,299
Translating Amnesty's "Stop burning our rights! What governments and corporations must do to protect humanity from the climate crisis" in Nepali and using it for advocacy and capacity.	-	602,409
Masters' Training of Trainers	532,641	686,349
A debriefing workshop cum training to the Amnesty Nepal members (two workshops)	-	1,782,621
Online/Offline workshops/training/orientations	18,334	-
<b>Sub Total</b>	<b>1,986,969</b>	<b>3,188,979</b>

###### Project 4: Campaign on Truth, justice and Reparations

Campaign and advocacy support to Amnesty Nepal local structures on various CPR issues such as "Protect the Protest", access to justice, torture etc.	-	13,994
Reactive campaigns on the CPR issues as and when needed	-	246,070
Organize public programs as per need and feasibility engaging with stakeholders	-	171,011
Operationalization of Protest Observer Programme with the mobilization of 20 trained AI Nepal volunteers	1,440	-
Research and campaign on the situation of Freedom of Expression, Opinion and Assembly in Nepal to amplify the realisation of the goals of the "Protect the Protest" campaign	231,058	-
Advocacy dialogues/meetings and interactive sessions with relevant authorities on the right to citizenship with principles of equality	149,872	-
<b>Sub Total</b>	<b>382,370</b>	<b>431,075</b>

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4. Schedules of Explanatory Information of the Financial Statements

**Project 5: Campaigns and Communications**

Engage Amnesty Nepal members and supporters through online and offline actions including letter writing, petition signing, urgent actions, global Write for Rights campaign etc.	2,003,298	1,344,464
Actions focusing different Days	589,675	289,348
Organize public events on selected human rights cases/issues as required	5,850	535,341
Local launch of Amnesty International's annual global human rights situation report	137,295	75,948
Residential workshop/sharing session with journalists covering human rights issues in partnership with Meida NGOs (FNJ, HURJA, Sancharika)	939,629	-
Media engagement and public outreach [P.4.5.3]	1,350	93,310

**Sub Total**

**3,677,096** **2,338,411**

**Project 6: Local Language Programme**

Amnesty Booklet	-	384,200
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**Sub Total**

**-** **384,200**

**Project 7: Enhancing Campaigning Expertise of the Youth Member**

Organize National Youth Mela for members of Amnesty Nepal affiliated Youth Networks on human rights, campaign techniques and Amnesty International's ongoing campaigns.	2,770,517	2,395,981
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**Sub Total**

**2,770,517** **2,395,981**

**Project 8: Strengthening Growth through a responsive engagement**

Organize orientations/trainings on Amnesty and Human Rights for affiliated members of the Youth Networks and Groups.	7,200	295,688
Staff retreat and planning workshop with potential IS/external facilitators/partners	88,535	80,470
Organize orientations on Amnesty and HR for newly affiliated Youth Networks and Groups	88,627	322,747
Provide every paying members (new or renewed) a membership pack	1,007,865	1,189,244
Expenses related Amnesty International's Secretary General Agnes Callamard's visit to Nepal	1,203,734	-

**Sub Total**

**2,395,961** **1,888,148**

**Project 9: Enhancing Governance**

Amnesty Nepal's Strategic Goal Drafting and Finalization	-	2,000
Global Governance Meetings	545,146	35,800
Review and Audit of the Membership Structures of Amnesty Nepal (Groups, Youth Networks, Groups-in-Formations and Supporter Members)	3,070,402	1,175,146
National Board and Committee Meetings	859,084	1,431,923
Social Welfare Council M&E	244,017	356,043
Annual General Meeting	5,084,348	2,578,955

**Sub Total**

**9,802,996** **5,579,867**

**Total Program Expenses**

**23,956,819** **17,801,483**


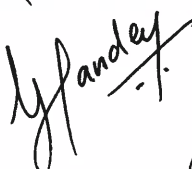




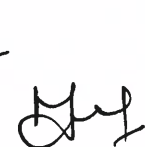

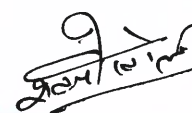



**Amnesty International Nepal**  
**Balaju, Kathmandu**  
**Notes to the Financial Statement for the Year Ended 31 Ashadh 2081**

**4. Schedules of Explanatory Information of the Financial Statements**

**4.13 General Administrative Expenditure**

	<b>FY 2080.81</b>	<b>FY 2079.80</b>
Advertisement and Miscellaneous Expense	28,191	60,410
Awards, Recognition and Prizes	-	79,000
Audit Fee and Expense	113,000	117,000
Bank Charges	955	3,527
Communications cost	58,285	19,500
Insurance	247,284	239,642
Media and Communication	4,800	10,500
Office Cleaning Expense	316,493	307,422
Postage	2,007	13,173
Publication and Printing	-	-
Repair and Maintenance	217,026	190,844
Security	863,561	834,827
Stationery	39,144	48,868
Telephone/Internet	71,158	71,320
Utilities(Electricity/Gas/Water)	165,813	131,270
Volunteer Expense	121,858	119,214
Donation	20,000	-
Web Domain Hosting	24,521	24,295
Registration and Renewal	20,602	-
<b>Total</b>	<b>2,314,698</b>	<b>2,270,811</b>



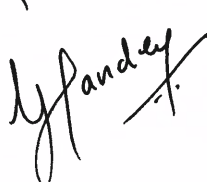
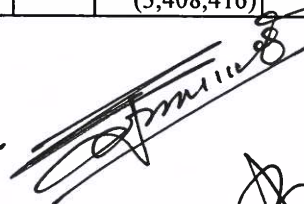




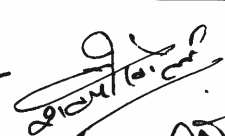
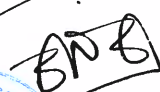












**Amnesty International Nepal**  
**Balaju, Kathmandu**  
**Notes to the Financial Statement for the Year Ended 31 Ashadh 2081**

**5.Reconciliation of transition to NAS for NPO's**

**5.1 Reconciliation of statement of Financial Position**

Particular	Notes	2079/80 As per GAAP	Adjustments	2079/80 As per NAS for NPO	Explanations
<b>INCOME</b>					
Grant Income		27,237,990	(27,237,990)	-	Reclassified to Incoming Resources
Incoming Resources	4.9	-	27,237,990	27,237,990	Reclassification from Grant Income
Financial Income	4.10	1,378,600	-	1,378,600	Reclassification from Other Income to Financial Income
Other Income	4.10	1,234,107	-	1,234,107	Reclassified to Financial Income
Unrestricted Income			-	-	Reclassified to Incoming Resources
<b>Total Income</b>		<b>29,850,697</b>	<b>-</b>	<b>29,850,697</b>	
<b>EXPENDITURE</b>					
Staff Cost	4.11	-	12,261,007	12,261,007	Reclassification from Unrestricted expenses and classified as per nature of the expenses.
Program Expenses	4.12	-	17,801,483	17,801,483	Reclassification from Unrestricted expenses and classified as per nature of the expenses.
General Administrative Expenditure	4.13	-	2,270,811	2,270,811	Reclassification from Unrestricted expenses and classified as per nature of the expenses.
Depreciation on Fixed Assets	4.1	-	899,778	899,778	Reclassification from Unrestricted expenses and classified as per nature of the expenses.
Depreciation on Intangible Assets	4.2	-	26,035	26,035	Reclassification from Unrestricted expenses and classified as per nature of the expenses.
Unrestricted Expenses		33,259,114	(33,259,114)	-	Reclassification of Expenses to Staff Cost, Program Expenses, General Administrative and Depreciation expense
<b>Total Expenditure</b>		<b>33,259,114</b>	<b>-</b>	<b>33,259,114</b>	
Net Surplus/(Deficit) before Taxation		(3,408,416)	-	(3,408,416)	
Income Tax Expenses		-	-	-	
<b>Surplus/(Deficit) For the Year</b>		<b>(3,408,416)</b>	<b>-</b>	<b>(3,408,416)</b>	

**Amnesty International Nepal**

**Balaju, Kathmandu**

**Notes to the Financial Statement for the Year Ended 31 Ashadh 2081**

**5. Reconciliation of transition to NAS for NPO's**

**5.1. Reconciliation of statement of Financial Position**

*Amount in NRs.*

Particular	Notes	31.03.2080 As per GAAP	Adjustment	31.03.2080 As per NAS for NPO	Explanations
<b>ASSETS</b>					
<b>Non - Current Assets</b>					
Fixed Assets		8,469,887	(8,469,887)		Reclassification to Property, Plant & Equipment
Property Plant and Equipment	4.1	-	8,365,746	8,365,746	Reclassification from Fixed Assests
Intangible Assets	4.2	-	104,141	104,141	Reclassification from Fixed Assests
Investment in Fixed Deposits	4.3	-	15,000,000	15,000,000	Reclassification of Fixed Deposits with maturity more than three months from Cash & Cash Equivalents
<b>Total Non - Current Assets</b>		<b>8,469,887</b>	<b>15,000,000</b>	<b>23,469,887</b>	
<b>Current Assets</b>					
Advance Deposits & Receivables		2,520,686	(2,520,686)	-	Reclassification to Accounts Receivables.
Accounts Receivable	4.4	-	2,520,686	2,520,686	Reclassification from Accounts Receivables.
Cash and Cash Equivalents	4.5	23,057,110	(15,000,000)	8,057,110	Reclassification of Fixed Deposits with maturity more than three months to Investment in Fixed Deposits amounting to NPR 15,000,000.
<b>Total Current Assets</b>		<b>25,577,795</b>	<b>(15,000,000)</b>	<b>10,577,795</b>	
<b>Total Assets</b>		<b>34,047,682</b>	<b>-</b>	<b>34,047,682</b>	
<b>LIABILITIES &amp; RESERVES</b>					
<b>Accumulated Reserves</b>					
Fund Balance		29,111,026	(29,111,026)		Reclassification to Unrestricted fund
Unrestricted Funds/ Accumulated Surplus	4.6		29,111,026	29,111,026	Reclassification from Unrestricted fund
<b>Total Accumulated Reserves</b>		<b>29,111,026</b>	<b>-</b>	<b>29,111,026</b>	
<b>Non - Current Liabilities</b>					
Deferred Grant-FA		-	-	-	
Employee Benefit Liabilities	4.8	-	4,274,117	4,274,117	Reclassification from Payable
<b>Total Non - Current Liabilities</b>		<b>-</b>	<b>4,274,117</b>	<b>4,274,117</b>	
<b>Current Liabilities</b>					
Payable		4,936,655	(4,936,655)	-	Reclassification to Accounts Payable and Employee Benefit Liabilities
Accounts Payable	4.7	-	662,538	662,538	Reclassification from Payable
<b>Total Current Liabilities</b>		<b>4,936,655</b>	<b>(4,274,117)</b>	<b>662,538</b>	
<b>Total Liabilities</b>		<b>4,936,655</b>	<b>-</b>	<b>4,936,655</b>	
<b>Total Liabilities and Reserves</b>		<b>34,047,681</b>		<b>34,047,681</b>	

The bottom of the page features several handwritten signatures and a circular blue stamp. The signatures are in various colors (black, blue, red) and styles. The stamp is circular with the text "K. P. D. & Associates" around the perimeter and a central logo.