

**Independent Auditor's Report of
Forum for Protection of Public Interest (Pro-Public)
For the financial year 2064-65 (2007-08)**

Dear Members,

We have audited the accompanying Balance Sheet of **Forum for Protection of Public Interest (Pro-Public)** as of 15 July 2008 and the Income Statement for the year then ended.


Management is responsible for the preparation and fair presentation of these financial statements in accordance with applicable generally accepted accounting principles. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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 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, based on the information and explanation provided to us and our audit, the financial statements give true and fair view of the financial position as of 15 July 2008 and of the results of its operations of Forum for Protection of Public Interest (Pro-Public) for the year then ended in accordance with applicable Generally Accepted Accounting Principles.


Jagadish Bhattarai, FCA, ACCA
Partner
Kathmandu
9th September 2008





Forum for Protection of Public Interest (Pro Public)
Income and Expenditure Account
For the period from 17 July, 2007 to 15 July, 2008

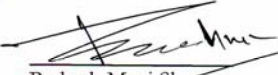
Particulars	Sch.	Current Year (Rs.)	Previous Year (Rs.)
Income			
Grant Received	8	96,076,080.05	90,212,055.63
Other Income	9	5,129,798.09	4,591,489.96
Total-A		101,205,878.14	94,803,545.59
Expenses			
Program/Activities expenses	10	83,080,925.59	65,471,614.53
Administrative Expenses	11	9,569,798.53	8,152,429.97
Salary/Remuneration		17,321,704.57	15,197,072.42
Capital Expenses		523,706.62	428,290.93
Total-B		110,496,135.31	89,249,415.85
Surplus/Deficit C (A - B)		(9,290,257.17)	5,554,129.74

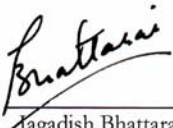
Schedules 1 to 11 form integral part of the financial statement.

As per our report of even date
For and on behalf of
M J Associates
Chartered Accountants


Jagat Sharma
Account Officer


Kedar Khadka
Treasurer


Prakash Mani Sharma
Executive Director


Jagdish Bhattarai
Partner

Date: September 9, 2008
Place: Kathmandu, Nepal.





Forum for Protection of Public Interest (Pro Public)
BALANCE SHEET
 As on 15 July, 2008


Particulars	Sch.	Current year (Rs.)	Previous year (Rs.)
Liabilities			
Capital Fund	1	18,801,935.34	18,492,550.84
Surplus Fund	2	22,299,192.79	31,589,449.97
Payables	3	4,599,181.55	7,561,626.81
Total		45,700,309.68	57,643,627.62
Assets			
Fixed Assets	4	18,801,935.34	18,492,550.84
Advances & Loans	5	7,651,370.27	8,102,992.20
Bank Balance	6	19,170,173.28	30,957,583.22
Cash Balance	7	76,830.79	90,501.36
Total		45,700,309.68	57,643,627.62


Schedules 1 to 11 form integral part of the financial statement.

As per our report of even date
 For and on behalf of
 M J Associates
 Chartered Accountants


 Jagat Sharma
 Account Officer


 Kedar Khadka
 Treasurer


 Prakash Mani Sharma
 Executive Director


 Jagadish Bhattarai
 Partner

Date: September 9, 2008
 Place: Kathmandu, Nepal.

