

KUBER & Co.

Chartered Accountants

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**Independent Auditor's Report of
Forum for Protection of Public Interest (Pro-Public)
For the financial year 2066-67 (2009-10)**

Dear Members,

We have audited the accompanying Balance Sheet of **Forum for Protection of Public Interest (Pro-Public)** as of 16 July 2010 and the Income Statement and Fund Accountability Statements of its projects for the year then ended and the Explanatory Notes thereto.


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 16 July 2010 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.


Manoj Karki, FCA
Partner
Kathmandu
22 September 2010





Forum for Protection of Public Interest (Pro Public)
BALANCE SHEET
As on July 16, 2010


| Particulars | Sch. | Current year (Rs.) | Previous year (Rs.) |
|-----------------------------|------|----------------------|----------------------|
| Assets | | | |
| Property, Plant & Equipment | 1 | 21,329,668.64 | 19,187,680.44 |
| Advances & Loans | 2 | 3,516,854.33 | 3,752,002.74 |
| Bank Balance | 3 | 34,477,303.14 | 31,431,494.67 |
| Cash Balance | 4 | 83,452.70 | 60,997.72 |
| Total | | 59,407,278.81 | 54,432,175.57 |
| Liabilities | | | |
| Capital Fund | 5 | 21,329,668.64 | 19,187,680.44 |
| Restricted Fund | 6 | 17,762,222.94 | 14,758,529.74 |
| Unrestricted Fund | 7 | 19,232,842.54 | 17,170,559.35 |
| Payables | 8 | 1,082,544.70 | 3,315,406.04 |
| Total | | 59,407,278.81 | 54,432,175.57 |

As per our report of even date Schedules 1 to 8 & Notes to accounts and Accounting Policies form the integral part of the financial statements

For and on behalf of
Kuber & Company
Chartered Accountants


Jagat Sharma
Account Officer


Prakash Mani Sharma
Executive Director


Prem Narayan Belbase
Treasurer


Prem Narayan Karki
Partner

Date: September 22, 2010
Place: Kathmandu, Nepal



Forum for Protection of Public Interest (Pro Public)
Income and Expenditure Account
For the period from 16 July 2009 to 16 July 2010

| Particulars | Sch. | Current Year (Rs.) | Previous Year (Rs.) |
|------------------------------------|------|----------------------|-----------------------|
| Income | | | |
| Grant Income | 9 | 64,431,111.40 | 105,352,919.65 |
| Other Income | 10 | 3,963,067.94 | 6,431,343.17 |
| Total (A) | | 68,394,179.34 | 111,784,262.82 |
| Expenditure | | | |
| Program/Activities expenses | 11 | 42,791,415.53 | 78,319,000.45 |
| Administrative Expenses | 12 | 8,575,938.20 | 13,420,643.52 |
| Salary/Remuneration | | 14,293,173.83 | 15,945,354.40 |
| Capital Expenses | | 2,141,988.20 | 385,745.10 |
| Transfer to Unrestricted Fund | | 591,663.58 | 3,713,519.35 |
| Total (B) | | 68,394,179.34 | 111,784,262.82 |
| Surplus/Deficit C = (A - B) | | - | - |

As per our report of even date Schedules 9 to 12 & Notes to accounts and Accounting Policies form the integral part of the financial statements

For and on behalf of
Kuber & Company
Chartered Accountants



Jagat Sharma
Account Officer



Prakash Mani Sharma
Executive Director



Prem Narayan Belbase
Treasurer



Manoj Karki
Partner

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