

Muktinath Khanal And Associates

Registered Auditors

Firm Regd. No. : 5448
M. S. No. : 4168

PAN : 300946112
COP : 574

INDEPENDENT AUDITOR'S REPORT

To the Shareholder/s,
Siddhartha Multiple College Private Limited (302388002)

Qualified Opinion

We have audited the accompanying financial statements of **Siddhartha Multiple College Private Limited**, which comprise the Statement of Financial Position as at Ashadh 31, 2081, Statement of Income, Statement of Changes in Equity and Statement of Cash Flow for the financial year the ended on Ashadh 31, 2079, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to explanations given to us, except to the effects of matters described in the Basis for Qualified Opinion in our report, the accompanying financial statements presents fairly in material aspects the financial position of **Siddhartha Multiple College Private Limited** as at Ashadh 31, 2081, its financial performance and its cash flows for the year ended on Ashadh 31, 2081 in accordance with Nepal Accounting Standards for Micro Entities (NAS for MEs) 2018.

Basis for Qualified Opinion

- We are unable to obtain PPE purchase cost (item wise) for the assets that were purchased before the year 2080/081. Which create difficulty to calculate accumulated depreciation and adjustment of reserves while in the restated value of Shrawan 2079, and end of Ashadh 2080. Instead of calculating depreciation according to NAS for MEs, 2018, the management has decided to calculate depreciation as per income tax act which is also not in-lined with NAS for MEs.
- We are unable to obtain detailed calculation of intangible values while purchasing them during 2080/081. The management has provided us only the paid value (i.e. cost) of intangibles and we could not get how such is valued; what kind of estimate and methods were followed etc. which makes us unable to check and evaluate the cost paid against the intangibles.

We conducted our audit in accordance with Nepal Accounting Standards for Micro Entities (NAS for MEs) 2018. 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 Company 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 these requirements and the ICAN's Handbook of The Code of Ethics for Professional Accountants. Rest of the part, we believe that the audit we have obtained is sufficient and appropriate to provide a basis for our opinion.



Place: Lalitpur

Email: muktikhanel999@gmail.com

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

The management is responsible for the preparation and fair presentation of the financial statements in accordance with Nepal Accounting Standards for Micro Entities (NAS for MEs) 2018, 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 Company'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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Company'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 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 NAS for MEs, 2018 will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken based on these financial statements.

For,

Mukti Nath Khanal & Associates, Registered Auditors,



Muktinath Khanal
Proprietor

UDIN NO: 240912RA04168ggJTp

Date: 2081/05/22

Place: Lalitpur



UDIN Document

Fiscal Year: 2080/81

Generated Date / Time: 2024-09-12 07:56:48	UDIN Number: 240912RA04168ggJTp
Member Name: MUKTI NATH KHANAL	Date of Signing Document: 2024-09-07
Document Type: Audit	Audit Type: Statutory Audit
Office Type: Pvt. Ltd. Company	Office Name: Siddhartha Multipal College Pvt.Ltd
Type of Audit Opinion: Qualified Opinion	Period (AD):
Office PAN: 302388002	

Financial figures

S.N.	Heading	Amount
1	Total Asset/Liabilities	NRs. 65463321
2	Gross Revenue/Turnover	NRs. 36605719
3	Gross Expenses	NRs. 36256907
4	Net Profit Or Loss	NRs. 348812

Status: Active Document

Document Description:

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SIDDHARTHA MULTIPLE COLLEGE PRIVATE LIMITED

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Statement of Financial Position
As at 31 Ashad 2081 (15th July 2024)

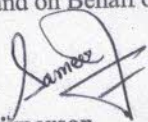
Figures in NPR

Particulars	Notes	As at 31st Ashad 2081	Restated As at 31st Ashad 2080	Restated As at 1st Shrawan 2079
ASSETS				
Non-Current Assets				
Property, Plant and Equipment	3.1	32,231,208	19,422,076	8,895,915
Intangible Assets	3.2	9,000,000	-	-
Investments	3.3	-	-	-
Other Receivables	3.4	-	-	-
Total Non-Current Assets		41,231,208	19,422,076	8,895,915
Current Assets				
Investments	3.3	-	-	-
Inventories	3.5	-	-	-
Trade and other receivables	3.4	24,018,253	23,452,465	9,091,968
Cash and cash equivalents	3.6	213,859	248,858	230,249
Total Current Assets		24,232,113	23,701,323	9,322,217
Total Assets		65,463,321	43,123,398	18,218,132
EQUITY AND LIABILITIES				
Equity				
Share Capital	3.7	50,000,000	50,000,000	24,872,000
Reserves	3.8	(18,708,829)	(18,970,438)	(19,116,194)
Total Equity		31,291,171	31,029,562	5,755,806
Liabilities				
Non-Current Liabilities				
Loans and Borrowings	3.9	16,873,022	9,138,164	9,743,024
Provision for Employee Benefits	3.10	-	-	-
Provisions		-	-	-
Total Non-Current Liabilities		16,873,022	9,138,164	9,743,024
Current Liabilities				
Loans and Borrowings	3.9	13,729,259	-	-
Trade and other payables	3.11	3,482,666	2,892,317	2,719,302
Income Tax Liabilities	3.12	87,203	63,355	-
Provision for Employee Benefits	3.10	-	-	-
Provisions		-	-	-
Total Current Liabilities		17,299,128	2,955,672	2,719,302
Total Liabilities		34,172,150	12,093,836	12,462,326
Total Equity and Liabilities		65,463,321	43,123,398	18,218,132

The accompanying notes form an integral part of these financial statements.


As per our report of even date

For and on Behalf of Siddhartha Multiple Private Limited,


Chairperson

Date: 2081/05/22
Place: Kathmandu




Accountant


Regd. Auditor



SIDDHARTHA MULTIPLE COLLEGE PRIVATE LIMITED

Kathmandu

Statement of Income

For the Year Ended 31 Ashad 2081 (15 July 2024)

Figures in NPR

Particulars	Notes	Figures in NPR	
		FY 2080-81	Restated FY 2079-80
Revenue from Operations	3.13	36,041,165	32,080,600
Interest Income		-	-
Other Income	3.14	564,554	565,000
Total Income		36,605,719	32,645,600
Material consumed expenses	3.15	-	-
Employee Benefit Expenses	3.16	17,385,026	14,464,581
Interest Expenses	3.17	1,531,998	-
Depreciation and Amortization Expenses		4,695,450	1,440,517
Other Expenses	3.18	12,644,432	16,531,392
Total Expenses		36,256,907	32,436,490
Profit Before Tax		348,812	209,110
Income Tax Expense	3.19	(87,203)	(63,355)
Net Profit for the year		261,609	145,756

The accompanying notes form an integral part of these financial statements.

As per our report of even date

For and on Behalf of Siddhartha Multiple Private Limited,


Chairperson

Date: 2081/05/22
Place: Kathmandu




Accountant

Regd. Auditor



SIDDHARTHA MULTIPLE COLLEGE PRIVATE LIMITED
Kathmandu

Statement of Changes in Equity
For the Year Ended 31 Ashad 2081 (15 July 2024)

Figures in NPR

Particulars	Notes	Share Capital	Share Premium	Retained Earnings	Other Reserves	Total
Balance at 1 Shrawan 2079		24,872,000	-	(19,116,194)	-	5,755,806
Restatements on transition to NAS for MIEs		-	-	-	-	-
Balance at 1 Shrawan 2079 (restated)		24,872,000	-	(19,116,194)	-	5,755,806
Profit for the year		-	-	145,756	-	145,756
Issue of Shares		25,128,000	-	-	-	25,128,000
Dividends to Shareholders		-	-	-	-	-
Other Changes		-	-	(18,970,438)	-	(18,970,438)
Balance at 31 Ashad 2080		50,000,000	-	261,609	-	261,609
Profit for the year		-	-	-	-	-
Issue of Shares		-	-	-	-	-
Dividends to Shareholders		-	-	-	-	-
Other Changes		-	-	-	-	-
Balance at 31 Ashad 2081		50,000,000	-	(18,708,829)	-	31,291,171

The accompanying notes form an integral part of these financial statements.

For and on Behalf of Siddhartha Multiple Private Limited,


Chairperson

Date: 2081/05/22
Place: Kathmandu




Accountant

As per our report of even date



SIDDHARTHA MULTIPLE COLLEGE PRIVATE LIMITED

Kathmandu

Statement of Cash Flows

For the Year Ended 31 Ashad 2081 (15 July 2024)

Figures in NPR

Restated

FY 2079-80

Particulars	FY 2080-81	FY 2079-80
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit for the year	261,609	145,756
Adjustment for:		
Depreciation/Impairment on Property, Plant and Equipment	4,695,450	1,440,517
Interest Income	-	-
Interest Expense	1,531,998	-
Loss/(gain) on subsequent measurement of investments	-	-
Income Tax expense charged to statement of income	87,203	63,355
Working Capital Adjustments		
Decrease/(Increase) in trade and other receivables	(565,789)	(14,360,497)
Decrease/(Increase) in Inventories	-	-
Increase/(Decrease) in trade and other payables	590,349	173,015
Increase/(Decrease) in provisions	-	-
Increase/(Decrease) in other liabilities	-	-
Cash Generated from Operations	6,600,820	(12,537,854)
Interest paid	(1,531,998)	-
Income tax paid	(63,355)	-
NET CASH FLOWS FROM OPERATING ACTIVITIES (A)	5,005,467	(12,537,854)
CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds from sale of PPE, Investments/Financial Assets	-	-
Interest/Dividend received	-	-
Acquisition of Property, Plant and Equipment	(26,504,583)	(11,966,677)
NET CASH FLOWS FROM INVESTING ACTIVITIES (B)	(26,504,583)	(11,966,677)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from the issue of Equity and Preference Share	-	25,128,000
Proceeds from other borrowings	21,464,117	(604,860)
Repayment of Borrowings	-	-
Dividend Paid	-	-
NET CASH FLOW FROM FINANCING ACTIVITIES (C)	21,464,117	24,523,140
Net Increase in Cash and Cash Equivalents	(34,999)	18,609
Cash and Cash Equivalents at the beginning	248,858	230,249
Exchange gains/(losses) in cash and cash equivalents	-	-
Cash and Cash Equivalents at the end	213,859	248,858

The accompanying notes form an integral part of these financial statements.

As per our report of even date

For and on Behalf of Siddhartha Multiple Private Limited,

Chairperson

Date: 2081/05/22

Place: Kathmandu



Accountant

Regd. Auditor



SIDDHARTHA MULTIPLE COLLEGE PRIVATE LIMITED

Kathmandu

Notes to Financial Statements

Figures in NPR

Significant Accounting Policies and Notes to Accounts

1. General information

Siddhartha Multiple College Pvt. Ltd. is a college delivering the quality education for students pursuing +2 (NEB) and TU affiliated Bachelor Studies (BBS, and BSW). The registered office of the company is situated in Bafal, Kathmandu. The financial statements were authorized to issue by the board on 2081/05/25.

2. Significant Accounting Policies

2.1 Basis of preparation and accounting policies

2.1.1 Statement of Compliance

These financial statements have been prepared in accordance with Nepal Accounting Standard for Micro Entities (NAS for MEs) with some deviations.

2.2.2 Basis of Measurement

The financial statements have been prepared on the historical cost basis except investments held-for-trade is measured at fair value.

2.2.3 Critical Accounting Estimates

The preparation of the financial statements in conformity with Nepal Accounting Standards for Micro Entities (NAS for MEs) requires the use of certain critical accounting estimates and judgements. The company makes certain estimates and assumptions regarding the future events. 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

2.1.4. Functional and Presentation Currency

The financial statements are prepared in Nepalese Rupees, which is the Company's functional currency. All the financial information presented in Nepalese Rupees has been rounded to the nearest rupee, except otherwise indicated.

2.2 Accounting Policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. The policies have been consistently applied to all the years presented, unless otherwise stated.

2.2.1 Impairment of non-financial assets (excluding inventories)

Non-financial assets are subject to impairment tests whenever events or changes in circumstances indicate that their carrying amount may not be recoverable. Where the carrying value of an asset exceeds its recoverable amount, the asset is written down accordingly. Impairment charges are included in profit or loss.

2.2.2. Foreign currency

Transactions entered into by company entities in a currency other than the currency of the primary economic environment in which they operate (the functional currency is NPR) are recorded at the rates ruling when the transactions occur. Foreign currency monetary assets and liabilities are translated at the rates ruling at the reporting date. Exchange differences arising on the retranslation of unsettled monetary assets and liabilities are recognized immediately in profit or loss. There is no any such transaction for the F.Y. 2080/081.

2.2.3. Property, plant and equipment

Items of property, plant and equipment are initially recognized at cost. Cost includes the purchase price and other directly attributable costs. Subsequently, items of property, plant and equipment are measured at cost less depreciation less impairment.

2.2.4. Depreciation

Freehold land is not depreciated. Depreciation on assets under construction does not commence until they are complete and available for use. Depreciation is provided on all other items of property, plant and equipment so as to write-off their carrying value over the expected useful economic lives.

Depreciation has been computed on WDV method as per provisions of Income Tax Act of Nepal.



SIDDHARTHA MULTIPLE COLLEGE PRIVATE LIMITED

Kathmandu

Notes to Financial Statements

Figures in NPR

2.2.5. Leased Assets

When all the risks and rewards incidental to the ownership are not transferred to the company (an operating lease), the total rentals payable under the lease are charged to the statement of income over the lease term.

2.2.6. Investments

Investments in listed shares

Investments in listed shares held for trading are classified as current assets and are stated at quoted market price as at the date of the statement of financial position with any resultant gain or loss recognized in the statement of income.

Other investments

Other investments are initially measured at cost and subsequently at lower of cost or market price. The provision for impairment is recognized in the statement of income.

2.2.7. Trade and other receivables

Trade and other receivables are stated at their cost less provision for impairment. The amount of the provision is recognized in the

2.2.8. Inventories

Inventories are initially recognized at cost, and subsequently at the lower of cost and net realisable value.

The cost is determined on first-out-first (FIFO) method or weighted average method and included expenditure incurred in acquiring the inventories and bringing them to their present location and condition. In the case of manufactured inventories and work-in-progress, cost includes direct material and labour cost and it does not include overheads which is charged to the statement of income in the period in

2.2.9. Cash and cash equivalents

Cash and cash equivalents comprises cash balances, call deposits and other short term highly liquid investments. Bank overdrafts that are repayable on demand and form an integral part of the company's cash management are included within borrowings in current

2.2.10. Share 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.

Preference share capital is classified as equity if it is non-redeemable and any dividends are discretionary at the option of the company. Preference share capital is classified as a liability if it is readable on a specific date or at the option of the shareholders and dividends thereon is recognised in the income statement as interest expense

2.2.11. Borrowing costs

Interest bearing borrowings are recognized initially at cost, net of attributable transaction costs. Subsequent to initial recognition, interest bearing borrowings are stated at amortized cost. Borrowing costs are charged to the income statement in the period in which it



SIDDHARTHA MULTIPLE COLLEGE PRIVATE LIMITED

Kathmandu
Notes to Financial Statements

Figures in NPR

Retirement Benefits

Defined contribution schemes

Benefits payable on contribution scheme is measured and recognized as expenses at the amount that needs to be contributed (whether or not actually contributed; i.e. on accrual basis) by the company during the reporting period.

Defined benefit schemes

Benefits payable for defined benefit scheme is measured and recognized as a liability at the amount that would be payable at the end of the reporting period, if the employees leave on that date. Employees who have not completed the minimum period of services to be entitled to the retirement benefit at the end of the reporting period are not considered in the measurement of the liability.

2.2.13. Taxation

Income tax is the expected tax payable on the taxable income for the year using tax rate at the balance sheet date and any adjustment to tax payable in respect of previous years.

Additional income taxes that arise from the distribution of dividends are recognised at the same time as the liability to pay the related

2.2.14. Government grant/deferred revenue

Government grants receipt for capital expenditure are generally deducted in arriving at the carrying amount of the asset purchased.

Grants for revenue expenditure are netted against the cost incurred by the company. Where retention of the Government Grant is dependent on the company satisfying certain criteria, it is initially recognised As deferred income. When the criteria for retention have been satisfied, the different income balance is released to the statement of income or netted against the asset purchased.

2.2.15. Trade and other payables

Trade and other payables are stated at their cost.

2.2.16. Provisions

The provisions for liabilities of uncertain timing or amount include those for warranty claims, leasehold dilapidations and legal disputes. The provision is measured at the best estimate of the expenditure required to settle the obligation at the reporting date.

2.2.17. Income

Revenue

Revenue for the sale of goods or services is recognized when the company has transferred the significant risks and rewards of ownership to the buyer and it is probable that the company will receive the previously agreed upon payment.

Interest income

Interest income are recognized in the statement of income using the effective interest method.

Dividend income

Dividend income is recognized in the income statement when the right to receive payment is established.

2.2.18. Expenses

Operating lease payments

Payments made under operating lease are recognized in the income statement on a straight -line basis over the term of the lease.

Interest

Interest expenses are recognized in the statement of income using accrual method.



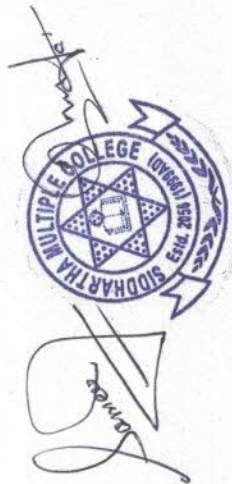
SIDDHARTHA MULTIPLE COLLEGE PRIVATE LIMITED
Kathmandu
Notes to Financial Statements

Figures in NPR

3.1 Property, Plant and Equipment	Freehold Land 0%	Buildings 5%	Furniture and Fixture 25%	Office Equipment and Furniture 25%	Plant and Machinery 15%	Vehicles 20%	CWIP	Total
Cost								
Balance at 1 Shrawan 2079	-	6,673,654	1,008,125	1,138,394	75,743	-	-	8,895,915
Additions	-	8,455,328.00	3,155,449	270,700	85,200	-	-	11,966,677
Disposals	-	-	-	-	-	-	-	-
Balance at 31 Ashadh 2080	-	15,128,982	4,163,574	1,409,094	160,943	-	-	20,862,592
Additions	-	5,139,238	3,524,599	2,669,353	971,393	4,200,000	-	16,504,583
Disposals	-	20,268,220	7,688,173	4,078,447	1,132,356	4,200,000	-	37,567,175
Balance at 31 Ashadh 2081	-	-	-	-	-	-	-	-
Depreciation and Impairment losses								
Balance at 1 Shrawan 2079	-	-	-	-	-	-	-	-
Charge for the year	-	440,709	658,864	320,115	20,829	-	-	1,440,517
Disposals	-	-	-	-	-	-	-	-
Balance at 31 Ashadh 2080	-	440,709	658,864	320,115	20,829	-	-	1,440,517
Charge for the year	-	924,896	1,609,200	765,840	115,514	280,000	-	3,695,450
Disposals	-	-	-	-	-	-	-	-
Balance at 31 Ashadh 2081	-	1,365,605	2,268,063	1,085,956	136,343	280,000	-	5,135,967
Net Book Value								
As at 1st Shrawan 2079	-	6,673,654	1,008,125	1,138,394	75,743	-	-	8,895,915
As at 31st Ashadh 2080	-	14,688,272	3,504,710	1,088,979	140,114	-	-	19,422,076
As at 31 Ashadh 2081	-	18,902,614	5,420,109	2,992,492	995,993	3,920,000	-	32,231,208

Security (if any)
Bank borrowings are secured on all property, plant and equipment of NPR 0.00 (2081: NPR 0.00)

Property, Plant and Equipment under construction
The net book value of assets under construction includes an amount of NPR -Nil (2081: Nil)



SIDDHARTHA MULTIPLE COLLEGE PRIVATE LIMITED

Kathmandu

Notes to Financial Statements

Figures in NPR

3.2 Intangible Assets	+2 NEB License	TU Bachelor License	Total
Cost			
Balance at 1 Shrawan 2079	-	-	-
Additions	-	-	-
Disposals	-	-	-
Balance at 31 Ashadh 2080	-	-	-
Additions	6,000,000	4,000,000	10,000,000
Disposals	-	-	-
Balance at 31 Ashad 2081	6,000,000	4,000,000	10,000,000
Depreciation and Impairment losses			
Balance at 1 Shrawan 2079	-	-	-
Charge for the year	-	-	-
Disposals	-	-	-
Balance at 31 Ashadh 2080	-	-	-
Charge for the year	600,000	400,000	1,000,000
Disposals	-	-	-
Balance at 31 Ashad 2081	600,000	400,000	1,000,000
Net Book Value			
As at 1st Shrawan 2079	-	-	-
As at 31st Ashad 2080	-	-	-
As at 31st Ashad 2081	5,400,000	3,600,000	9,000,000



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SIDDHARTHA MULTIPLE COLLEGE PRIVATE LIMITED

Kathmandu

Notes to Financial Statements

Figures in NPR

3.3 Investment

	As at 31st Ashad 2081	FY 31st Ashad 2080
A. In Listed Shares (Held for Trading)		
Balance as at 1 Shrawan	-	-
Additions	-	-
Disposals	-	-
Gain/(loss on subsequent measurement trf to SOI)	-	-
Balance as at 31 Ashadh	-	-
Non-current portion	-	-
Current portion	-	-
B. Listed Shares (Available for Sale)		
Balance as at 1 Shrawan	-	-
Additions	-	-
Disposals	-	-
Gain/(loss on subsequent measurement)	-	-
Balance as at 31 Ashadh	-	-
Non-current portion	-	-
Current portion	-	-
C. Total Investments		
Total Investments	-	-
Non-current portion	-	-
Current portion	-	-
D. Quoted Price of Listed Shares		
Held for Trading		
NABIL Bank Limited	-	-
Nepal Investment Bank Limited	-	-
Sana Kisan Laghubitta Bittiya Sanstha Ltd	-	-
Available for Sale		
Butwal Power Company Limited	-	-
HIDCL	-	-

S. M. S.



S. M. S.



SIDDHARTHA MULTIPLE COLLEGE PRIVATE LIMITED

Kathmandu

Notes to Financial Statements

Figures in NPR

3.4 Trade and Other Receivables

	As at 31st Ashad 2081	As at 31st Ashad 2080	As at 1st Shrawan 2079
Trade receivables	21,414,636	16,199,257	7,789,538
Less: Provision for impairment of trade receivables	-	-	-
Trade receivables- net	21,414,636	16,199,257	7,789,538
Receivables from related parties	-	-	-
Deposit for +2 License (NEB)	400,000	-	-
Deposit for Bachelor Licence (TU)	650,000	-	-
Advance to Suppliers	-	5,660,558	-
Staff advances	300,161	342,650	245,850
Insurance Claim Receivables	-	-	-
College Deposits	1,050,000	1,050,000	1,050,000
Canteen Deposits	200,000	200,000	-
VAT Receivables	-	-	-
Advance Tax Expenses	3,456	-	6,580
	24,018,253	23,452,465	9,091,968

Non-current portion

Current portion

	24,018,253	23,452,465	9,091,968
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Provision for impairment of trade receivables:

Balance at the beginning of the year

Provided during the year

Written off during the year

Unused provisions reversed

Balance at the end of the year

	FY 2078-79	FY 2077-78
	-	-
	-	-
	-	-
	-	-
	-	-

3.5 Inventories

	As at 31st Ashad 2081	As at 31st Ashad 2080	As at 1st Shrawan 2079
Finished goods and goods for resale	-	-	-
	-	-	-

3.6 Cash and Cash Equivalents

	As at 31st Ashad 2081	As at 31st Ashad 2080	As at 1st Shrawan 2079
Cash in hand	213,422	235,206	230,249
Cash at Bank	437	13,652	-
	213,859	248,858	230,249



SIDDHARTHA MULTIPLE COLLEGE PRIVATE LIMITED

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3.7 Share Capital

	<i>As at</i> <u>31st Ashad 2081</u>	<i>As at</i> <u>31st Ashad 2080</u>	<i>As at</i> <u>1st Shrawan 2079</u>
Authorized			
Ordinary shares of NPR 100 each	50,000,000	50,000,000	24,872,000
Ordinary Shares Issued and Fully Paid			
Ordinary shares of Rs. 100 each	500,000	500,000	248,720
		Ordinary share	Ordinary share capital
		248,720	24,872,000
As at 1st Shrawan 2079		<u>251,280</u>	-
Shares issue and paid up		500,000	50,000,000
As at 31st Ashad 2080		-	-
Shares issue and paid up		<u>500,000</u>	<u>50,000,000</u>
As at 31st Ashad 2081		<u>500,000</u>	<u>50,000,000</u>

3.8 Reserves

	<i>As at</i> <u>31st Ashad 2081</u>	<i>As at</i> <u>31st Ashad 2080</u>
Retained earnings		
As at 1st Shrawan	(18,970,438)	(19,116,194)
Profit for the year	261,609	145,756
Total	<u>(18,708,829)</u>	<u>(18,970,438)</u>
Appropriations/transfers	-	-
Dividend to Share Holders	-	-
As at 31st Ashad	<u>(18,708,829)</u>	<u>(18,970,438)</u>






SIDDHARTHA MULTIPLE COLLEGE PRIVATE LIMITED

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3.9 Loans and Borrowings

	<i>As at</i> <i>31st Ashad 2081</i>	<i>As at</i> <i>31st Ashad 2080</i>	<i>As at</i> <i>1st Shrawan 2079</i>
Total Loans and Borrowings			
Director's Loan	-	9,138,164	9,743,024
Cash Credit - Global IME	8,992,520	-	-
Vehicle HP Loan	3,360,000	-	-
Fixed Term Loan	15,249,761	-	-
Short Term Loan - Global IME	3,000,000	-	-
	30,602,281	9,138,164	9,743,024

	<i>As at</i> <i>31st Ashad 2081</i>	<i>As at</i> <i>31st Ashad 2080</i>	<i>As at</i> <i>1st Shrawan 2079</i>
Non-current loans and borrowings			
Director's Loan	-	9,138,164	9,743,024
Cash Credit - Global IME	-	-	-
Vehicle HP Loan - EV	2,789,631	-	-
Fixed Term Loan - Global IME	14,083,391	-	-
Short Term Loan - Global IME	-	-	-
	16,873,022	9,138,164	9,743,024

	<i>As at</i> <i>31st Ashad 2081</i>	<i>As at</i> <i>31st Ashad 2080</i>	<i>As at</i> <i>1st Shrawan 2079</i>
Current loans and borrowings			
Director's Loan	-	-	-
Cash Credit - Global	8,992,520	-	-
Vehicle HP Loan - Current Portion	570,369	-	-
Fixed Term Loan - Current Portion	1,166,370	-	-
Short Term Loan - Global IME	3,000,000	-	-
	13,729,259	-	-






SIDDHARTHA MULTIPLE COLLEGE PRIVATE LIMITED

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3.10 Provision for Employee Benefits

	<i>As at</i> <i>31st Ashad 2081</i>	<i>As at</i> <i>31st Ashad 2080</i>	<i>As at</i> <i>1st Shrawan 2079</i>
Total			
Provision for Gratuity	-	-	-
Provision for Leave benefits	-	-	-
	-	-	-
	<i>As at</i> <i>31st Ashad 2081</i>	<i>As at</i> <i>31st Ashad 2080</i>	<i>As at</i> <i>1st Shrawan 2079</i>
Non-Current			
Provision for Gratuity	-	-	-
Provision for Leave benefits	-	-	-
	-	-	-
	<i>As at</i> <i>31st Ashad 2081</i>	<i>As at</i> <i>31st Ashad 2080</i>	<i>As at</i> <i>1st Shrawan 2079</i>
Current			
Provision for Gratuity	-	-	-
Provision for Leave benefits	-	-	-
	-	-	-

3.11 Trade and other payables

	<i>As at</i> <i>31st Ashad 2081</i>	<i>As at</i> <i>31st Ashad 2080</i>	<i>As at</i> <i>1st Shrawan 2079</i>
Trade payables	1,911,344	1,421,073	1,580,607
Letter of Credit Payable	-	-	-
Accrued Expenses	-	-	-
Audit Fee Payable	42,500	42,500	49,250
VAT Payables	-	-	-
Salary Payables	967,228	783,498	805,325
Other Payables	300,000	300,000	-
	3,221,072	2,547,072	2,435,182
TDS Payables			
TDS on Audit Fees	7,500	7,500	750
TDS on Rent	96,000	96,000	120,000
TDS on Salary including SST	158,094	241,746	98,611
TDS on Clearing	-	-	-
TDS on Services	-	-	64,759
TDS on Transportation (1.5%)	-	-	-
	261,594	345,246	284,120

3.12 Income Tax Liabilities

	<i>As at</i> <i>31st Ashad 2081</i>	<i>As at</i> <i>31st Ashad 2080</i>	<i>As at</i> <i>1st Shrawan 2079</i>
Provision for Income tax	87,203	63,355	-
Less: Advance Tax	-	-	-
	87,203	63,355	-



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SIDDHARTHA MULTIPLE COLLEGE PRIVATE LIMITED

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3.13 Revenue from Operations

	<i>FY 2080-81</i>	<i>FY 2079-80</i>
Sale of goods	36,041,165	32,080,600
Rendering of services	-	-
	36,041,165	32,080,600

3.14 Other Income

	<i>FY 2080-81</i>	<i>FY 2079-80</i>
Fair Value Changes in Held-for-Trading Investments	-	-
Other Miscellaneous Income	564,554	565,000
	564,554	565,000

3.15 Material consumed expenses

	<i>FY 2080-81</i>	<i>FY 2079-80</i>
Balance on 1 Shrawan (Opening stock)	-	-
Purchase during the period	-	-
Imports during the period	-	-
Duty and Freight	-	-
Swift and LC Charges	-	-
Loading and Unloading Expenses	-	-
Clearing and Other Charges	-	-
Marine Insurance Charges	-	-
Transportation Expenses	-	-
Less: Balance on 31 Ashadh (Closing Stock)	-	-
	-	-

3.16 Employee Benefit Expenses

	<i>FY 2080-81</i>	<i>FY 2079-80</i>
Salaries and Wages	15,809,360	14,464,581
Staff Welfare Expenses	521,709	-
Dashain Expenses	1,053,957	-
Gratuity Expenses	-	-
Accrued Leave Expenses	-	-
	17,385,026	14,464,581

Key management personnel compensation

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity, including the directors.

	<i>FY 2080-81</i>	<i>FY 2079-80</i>
Salaries and Wages	-	-
Staff Welfare Expenses	-	-
Dashain Expenses	-	-
Gratuity Expenses	-	-
Accrued Leave Expenses	-	-
	-	-



James

Shrestha



SIDDHARTHA MULTIPLE COLLEGE PRIVATE LIMITED

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Notes to Financial Statements

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3.17 Interest Expenses

	FY 2080-81	FY 2079-80
Interest on Cash Credit / OD	769,062	-
Interest on Short Term Loan	76,881	-
Interest on Long Term Loan	676,283	-
Interest on Hire Purchase Loan	9,772	-
Interest on Unsecured Loan	992,250	-
	1,531,998	-

3.18 Other Expenses

	FY 2080-81	FY 2079-80
Audit Fee	50,000	50,000
Bank Commission/Charges	334,350	8,500
Business Promotion expenses	890,200	-
Electricity and Water	260,064	192,640
Examination and Practical Expenses	3,164,187	4,867,980
Fuel and Vehicle Running Expenses	93,750	31,250
Guest Entertainment expenses	76,042	-
Medicine Expenses	75,180	12,530
Miscellaneous Expenses	200,161	194,520
Office Expenses	569,784	550,782
Printing and stationery	539,685	533,760
Program and Prize Expenses	330,833	268,970
Office Building Insurance	-	-
Insurance Expenses	40,404	-
Loan Valuation Charges	66,000	-
Malpot Rokka Charges	187,000	-
Refreshment Expenses	328,237	332,560
Registration Expenses	2,643,685	6,778,680
Rent Expenses	960,000	960,000
Repair and Maintenance - Buildings	446,402	432,560
Repair and Maintenance - Office Equipments	213,437	243,650
Sport and Picnic Expenses	373,416	362,540
Telephone and Internet expenses	76,765	75,260
Transportation Expenses	260,833	-
Uniform Expenses	453,377	592,650
Website Expenses	10,640	42,560
	12,644,432	16,531,392

3.19 Tax Expenses

	FY 2080-81	FY 2079-80
Tax on profit for the year	87,203	6,619
Adjustment for under provision in prior periods	-	-
	87,203	6,619





SIDDHARTHA MULTIPLE COLLEGE PRIVATE LIMITED

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3.20. Changes in Accounting Policies (If any)

In the current financial year the company did not changes in accounting policies. This change has been accounted for by restating comparatives and adjusting the opening balance of retained earnings at 01 Shrawan 2079. The changes in accounting policy, when applied consistently to 2081 had the following impact: On Opening Retained Earnings - NRs. 0.00. On Net Profit - NRs. 0.00.

3.21. Contingencies

The company does not have contingent liabilities in respect of bank and other guarantees and other matters arising in the ordinary course of business. Therefore, it is not anticipated that any material liabilities will arise from the contingent liabilities.

3.22. Related Party Transactions

Identity of related parties

The company is controlled by Hari Dhamala, Thakin Kumar Gurung, Arpan Pyakurel, Nima Gajurel, and Shreekrishna Maharjan and shareholding proportion is 35.5%, 5%, 11%, 14%, and 34.5% of company's shares respectively. The remaining 0.00 percent shares are widely held

The following transactions were carried out with related parties:

Hari Dhamala and his wife are employed in the company and receives salary on monthly basis on an arm's length basis.

In addition to their salaries, the company does not provide non-cash benefits to directors and executive officers, and does not contribute to a post-employment defined benefit plan on their behalf.

During the year ended 31st Ashadh 2081, shareholders/associates purchased goods from the group in the amount of NRs. 0.00/-




3.23. Current/Non-current Assets and Liabilities

Current assets are expected to be realized within the normal operating cycle of the entity or within twelve months after the reporting period or are intended for sale or consumption within the normal operating cycle of the entity or are held primarily for the purpose of trading or are cash and cash equivalents. All other assets are classified as Non-current assets.

Current liabilities are expected to be settled in the entity's normal operating cycle or are primarily held for trading or are due to be settled within a period of twelve months after the reporting period. All other liabilities are classified as non-current liabilities.

3.24. Prior period errors

Prior period errors are omissions or misstatements in an entity's financial statements. Such omissions may relate to one or more prior periods. Correction of an error is done by calculating the cumulative effect of the change on the financial statements of the period as if new method or estimate had always been used for all the affected prior years' financial statements. Sometimes, such changes may not be practicable, in such cases it is applied to the latest period possible by making corresponding adjustment to the opening balance of the



SIDDHARTHA MULTIPLE COLLEGE PRIVATE LIMITED

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Notes to Financial Statements

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First time adoption of NFRS

Reconciliation of equity as at 1st Shrawan 2079 (date of transition to NAS FOR MES)

	Note	Local GAAP	Adjustments	Restated balance
ASSETS				
Non-Current Assets				
Property, Plant and Equipment		8,895,915	-	8,895,915
Intangible Assets		-	-	-
Investments		-	-	-
Other Receivables		-	-	-
Total Non-Current Assets		8,895,915	-	8,895,915
Current assets				
Investments		-	-	-
Inventories		-	-	-
Trade and other receivables		9,091,968	-	9,091,968
Advances, Deposits and Receivables		-	-	-
Cash and cash equivalents		230,249	0.00	230,249
Total current assets		9,322,217	0.00	9,322,217
Total assets		18,218,132	0.00	18,218,132
EQUITY AND LIABILITIES				
Equity				
Share Capital		24,872,000	-	24,872,000
Reserves		(19,116,194)	0.00	(19,116,194)
Total Equity		5,755,806	0.00	5,755,806
Liabilities				
Non-Current Liabilities				
Loans and Borrowings		9,743,024	0.00	9,743,024
Provision for Employee Benefits		-	-	-
Provisions		-	-	-
Total Non-Current Liabilities		9,743,024	0.00	9,743,024
Current Liabilities				
Loans and Borrowings		-	-	-
Trade and other payables		2,719,302	(0.06)	2,719,302
Income Tax Liability		-	-	-
Provision for Employee Benefits		-	-	-
Provisions		-	-	-
Total Current Liabilities		2,719,302	0.00	2,719,302
Total Liabilities		12,462,326	0.00	12,462,326
Total Equity and Liabilities		18,218,132	0.00	18,218,132






SIDDHARTHA MULTIPLE COLLEGE PRIVATE LIMITED

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First time adoption of NAS FOR ME (continued)

Reconciliation of net profit for the year ended 31st Ashad 2080

	Note	Local GAAP	Adjustments	Restated balance
Revenue from operations		32,080,600	-	32,080,600
Interest Income		-	-	-
Other Income		565,000	-	565,000
Total Income		32,645,600	-	32,645,600
Material consumed expenses		-	-	-
Employee Benefit Expenses		14,464,581	-	14,464,581
Interest Expenses		-	-	-
Depreciation and Amortization Expenses		1,440,517	-	1,440,517
Repair and Maintenance Expenses		676,210	(676,210)	-
Other Expenses		15,855,182	676,210	16,531,392
Total Expenses		32,436,490	-	32,436,490
Profit/(Loss) Before Tax		209,110	-	209,110
Income Tax Expense		(63,355)	-	(63,355)
Net Profit/(Loss) for the year		145,756	-	145,756




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DEPRECIATION AS PER INCOME TAX ACT
FY 2080-81

Particulars	Dep. Rate	Opening Balance	Additions			Disposals	Total	Depreciation for the year	Closing Balance	
			Upto Poush	Upto Chaitra	Upto Ashadh					
Block 'A' Buildings	5%	15,128,982	1,716,505	1,534,576	1,888,156	5,139,238	-	20,268,220	924,896	19,343,323
		15,128,982	1,716,505	1,534,576	1,888,156	5,139,238	-	20,268,220	924,896	19,343,323
Block 'B' Furniture & Fixtures Computer Office Equipments	25%	4,163,574	1,080,431	1,134,216	1,309,952	3,524,599	-	7,688,173	1,609,200	6,078,973
		1,409,094	685,461	922,528	1,061,364	2,669,353	-	4,078,447	765,840	3,312,607
Block 'C' Motors & Vehicles Motorcycle & Scooter	20%	-	-	-	4,200,000	4,200,000	-	4,200,000	280,000	3,920,000
Block 'D' Generator Other Assets	15%	160,943	260,139	335,781	375,473	971,393	-	1,132,336	115,514	1,016,822
		160,943	260,139	335,781	375,473	971,393	-	1,132,336	115,514	1,016,822
Block 'E' TU Bachelor License +2 License	10 yrs	-	4,000,000	-	-	4,000,000	-	4,000,000	400,000	3,600,000
		-	6,000,000	-	-	6,000,000	-	6,000,000	600,000	5,400,000
		-	10,000,000	-	-	10,000,000	-	10,000,000	1,000,000	9,000,000
Current Year		20,862,592	13,742,536	3,927,102	8,834,945	26,504,583	-	47,367,175	4,695,450	42,671,725









BASHYAL BROTHERS AND SONS PRIVATE LIMITED

Statement of Calculation of Tax Liability F.Y. 2080/81

Particulars	As per NAS	As per I.T	Remark
INCOME			
Sales Income	36,041,165	36,041,165	As per PL Statement
Other Income	564,554	564,554	
Add: Provision for Bonus	-	-	
TOTAL INCOME	36,605,719	36,605,719	
Cost of Trading Stock u/s 15	-	-	As per PL Statement
Interest u/s 14	1,531,998	1,531,998	As per PL Statement
Repair & Maintenance u/s 16.2	659,839	659,839	Annexure 1
Depreciation & Amortization u/s 19	4,695,450	4,695,450	Annexure 2
Other Deduction u/s 13	29,369,619	29,369,619	As per PL Statement
TOTAL EXPENSES	36,256,907	36,256,907	
Income from business	348,812	348,812	
Loss set off u/s 20.1.kha	-	-	
Assessable Income	-	348,812	
Donation U/S 12	-	-	
Taxable Income	-	348,812	
Loss carried forwarded to be set off from next year profit	-	-	
Income Tax @ 25%	-	87,203	
Add: Interest u/s			
	117	-	Annexure 3
	118	-	Annexure 3
	119	-	Annexure 3
Total Tax		87,203	
Advance Tax (TDS plus Advance)		-	Annexure 3
To Be Paid/(Claimed)		87,203	



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