

AUDIT REPORT FY2079/80

Chhito Paisa Pvt Ltd Balabhadra Marg,
31, Kathmandu, Nepal

Payment Service
Provider Licensed
By Nepal Rastra
Bank

Chhito Paisa Pvt Ltd

www.chhitopaisa.com.np

Registered Office

Balbhadra Marg, 31, Kathamandu

Kathamandu, Nepal

Cont: 9801575122

Email: info@chhitopaisa.com.np

Legal Form

Chhito Paisa Pvt Ltd has been incorporated as private limited company on 2077-Shrawan-15, (29th July, 2020).

License

- Licensed by Nepal Rastra Bank as Payment Service Provider bearing 239147/077/078 as per NRB.

Auditing, Assurance and Certification

Internal Auditor

A.R. & Associates
Chartered
Accountants

External Auditor

B.R.S.S. Associates
Chartered
Accountants

Financial Report

The annual report depicts the financial position, operational, risk and control related perspective at the end of fiscal year 2079/80. The financial statements have been prepared based on NFRS which has been audited, approved by the Board of Directors and needed approval to obtained from Nepal Rastra Bank.

Contents	
About Us	4
Vision	5
Mission	5
Objective	5
Core Values:	5
Brand Promise:	5
Services Chhito Paisa offer for You!	6
1. BOD Member List	8
2. Organizational Chart	8
3. Management Team	9
4. Internal Management Control	9
5. Risk Assessment and Mitigation Procedure	10
6. Ownership Structure	10
7. Auditor Details	11
8. Associate Member	11

ABBREVIATIONS

1. NRB: Nepal Rastra Bank
2. NFRS: Nepal Financial Reporting Standard
3. BOD: Board of Directors
4. A.CEO: Acting Chief Executive Officer
5. IT: Information Technology

About Us

Operating from July 29, 2020, Chhito Paisa Pvt. Ltd. is a licensed Payment Service Provider under the regulation of Nepal Rastra Bank (NRB), bearing license number 239147/077/078, as per the NRB. Beyond traditional payment services, we want to be your reliable guide in the rapidly changing world of digital finance. We are devoted to changing the way you handle your money and carry out transactions, with the goal of creating a smooth and cutting-edge financial ecosystem. We are committed to streamlining financial interactions and improving everyday experiences.

Chhito Paisa simplifies financial management with services such as wallet loading for seamless transactions, secure bank transfers, user-friendly Send/Request Funds for efficient transactions, and cutting-edge merchant payment solutions. Our commitment is to provide convenience, security, and empowerment in handling your finances effortlessly.

Vision

"Empowering Seamless Transactions, Transforming Payments into Experiences."

Mission

Enriching Financial Experiences: We are dedicated to delivering secure, innovative payment solutions that transcend borders, simplify transactions, and enhance financial well-being for businesses and individuals alike."

Objective

The objective of Chhito Paisa is to facilitate secure and seamless financial transactions.

Core Values:

1st: Integrity and Commitment

2nd: Innovative and Reasonable

3rd: Sustainable and value of clients.

Brand Promise:

Seamless Transactions, Every Time

Services Chhito Paisa offer for You!

Chhito Paisa is committed to providing you with a comprehensive suite of services that cater to your financial needs, ensuring convenience, security, and seamless transactions in the digital age. Our services are designed to empower with the tools you need to manage your finances with ease.

Load Wallet

Chhito Paisa wallet load services offer you a convenient and secure way to add funds to your wallet, enabling you to seamlessly manage your expenses, make online payments, and enjoy hassle-free transactions.

Bank Transfer

We are committed to providing you with secure and convenient financial solutions. Our bank transfer service represents this commitment, giving you the freedom to manage your funds effortlessly to any of the bank registered under Nepal Rastra Bank.

Send/Request Fund

Through this service any wallet user can transfer funds towards another wallet user through the medium of Chhito Paisa app.

Merchant Payment

Chhito Paisa Wallet is here to facilitate the payment option to our wallet users for services rendered by different merchant aligned with Chhito Paisa Pvt Ltd.

President

Deepak Thapa

Deepak Thapa, President of Chhito Paisa Pvt Ltd, demonstrates dedicated leadership with a commitment to excellence, contributing to the company's success in the PSP and PSO industry. His strategic vision aligns with the company's growth objectives.

Board Member

Pramod Regmi

As a board member on Chhito Paisa's board, Pramod Regmi provides knowledge & opinions that help the company expand and make loan term decisions.

Board Member

Prajeet Paudyal

As a board member on Chhito Paisa's board, Prajeet Paudyal, offers insightful opinions that help the company expand and make strategic decisions.

A.CEO

Biplav Dhakal

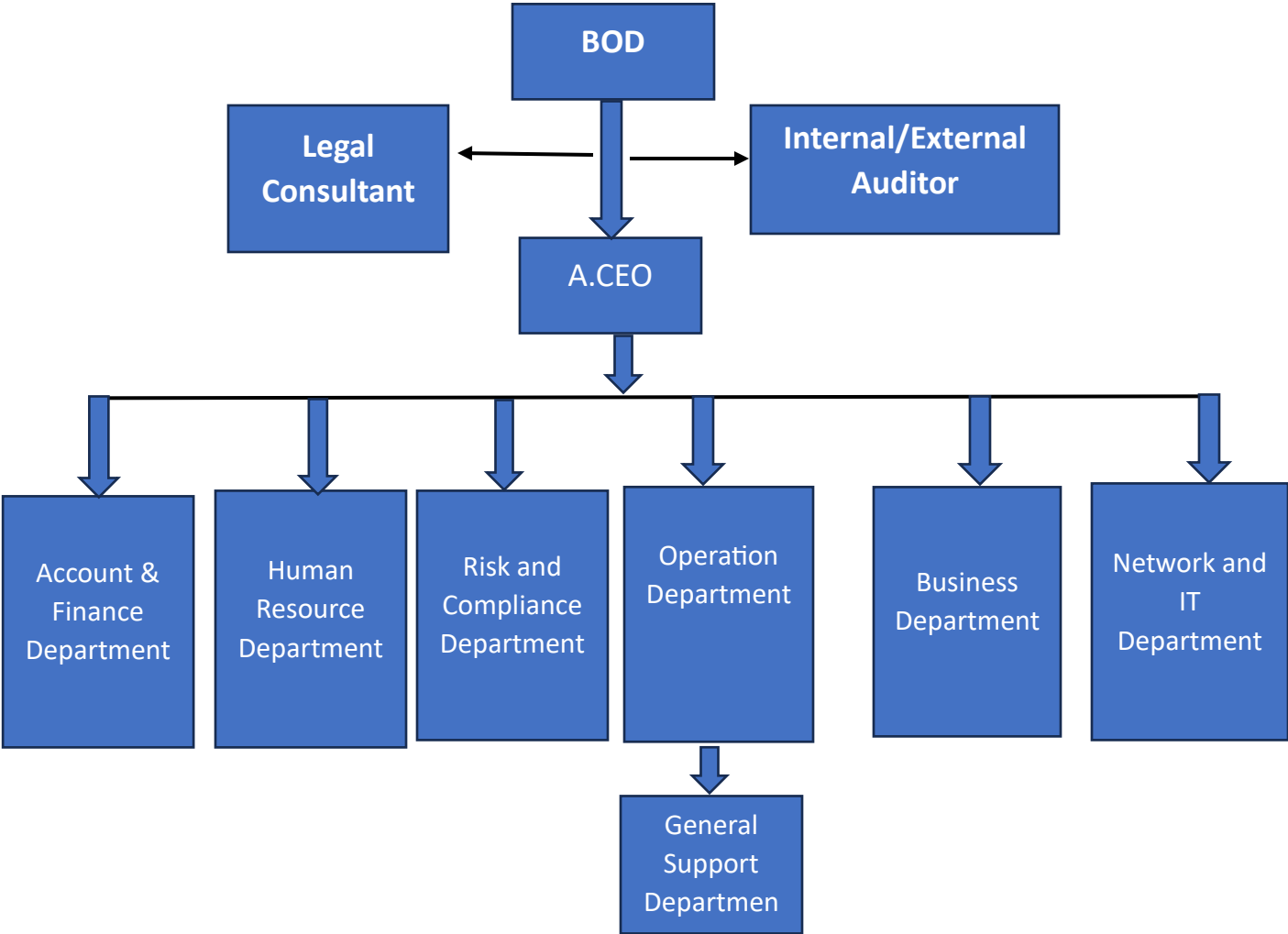
At Chhito Paisa Pvt Ltd, Biplav Dhakal, an eight-year PSP industry veteran, held the position of as Acting CEO. He is well-known for being a courteous, persistent, and conscientious leader who contributed significantly to the company's outstanding expansion and showed a great dedication to quality.

1. BOD Member List

Professionally managed, Chhito Paisa Pvt. Ltd. upholds the highest standards of corporate governance. The corporation Act of 2063 specifies the makeup of the Board of Directors of the corporation. Prominent figures from innovative fields comprise the board of directors of Chhito Paisa Pvt. Ltd. Every four years, the directors resign and, if still available, are nominated for reappointment. The following people make up Chhito Paisa Pvt. Ltd. board of directors:

- 1. Deepak Thapa
- 2. Prajeet Paudyal
- 3. Pramod Regmi

2. Organizational Chart



3.Management Team

Mr. Biplav Dhakal has been leading the Company and its Management Teams as the Acting Chief Executive Officer, with prior experience of more than a 8 years in this industry. Management Team consists of the following staff members:

SN	Position	Name
1	Acting CEO	Biplav Dhakal
2	Operation Manager	Saubhagya Sapkota
3	Account and Finance Officer	Bidur Dhungel
4	Risk and Compliance Officer	Bishal Bajgain
5	Network & IT Officer	Surendra Maharjan
6	Support Lead	Puja Suwal

4.Internal Management Control

Chhito Paisa Pvt. Ltd. has put in place systems to oversee and manage data at various levels, and these are backed and prepared by three layers of defense.

- The Business, Management, and Support Units' first line of defense. Effective risk management procedures are required under the general rule that the principal party in charge of control must be the individual in charge of each business division (identification, measurement or evaluation, surveillance, mitigation, and communication of risks).

An additional independent and centralized control line. The Entity has systems that guarantee effective and efficient operations, adequate risk control, prudent business conduct, the reliability of financial and non-financial information that is reported or disclosed (internally and externally), as well as compliance with laws, regulations, supervisory requirements and the Entity's internal policies and procedures. These systems are used to oversee the exercise of primary controls as well as specialized financial operating and management controls. The operations of every business, support, and control unit are covered by these systems, which encompass the entire organization.

- An internal auditing unit. This "third line of defense" is tasked with performing an unbiased assessment of the previous two "lines of defense." In this regard, the governing bodies and senior management are involved.

5.Risk Assessment and Mitigation Procedure

A method for proactively detecting and managing hazards across the entire organization is risk assessment. It is an essential tool for efficient risk management in the context of information technology, data security, and safety, as well as risks in all other organizational contexts (such as financial, environmental, and health hazards). Under the Information Technology, Data Security, and Safety at Work Act, the Committee is required by law to conduct risk assessments in order to safeguard employees. These assessments are also a crucial component of the Committee's governance and risk management strategy.

Although risk may never be completely eradicated, it is wise for businesses and data security and safety professionals to allocate resources effectively toward risk identification and reduction. This protects personnel, organizational assets, data security and safety. The goal of risk assessment is to minimize and/or eliminate the impact of a risk materializing, hence minimizing data loss, human mistake, accident, and damage.

Identifying hazards, evaluating their extent, deciding whether action is necessary to decrease the risk, acting upon the recommendation of the risk assessment team, and analyzing the outcome of the action are the fundamental steps of an effective risk assessment process. Although this document goes into considerable depth about these stages, it is not meant to be prescriptive.

6.Ownership Structure

The company is 100% subsidiary company of Chhito Paisa Pvt. Ltd.

S.N	Name	No. of Share	Amount (Rs.)	Structure
1.	Chhito Paisa Pvt Ltd	100000	10,00,00,00.00	Pvt. ltd.

7. Auditor Details

B.R.S.S & Associates and Chartered Accountants was appointed as the statutory Auditor for the fiscal year 2079/80.

A.R & Associates Chartered Accountants was appointed as the Internal Auditor for the fiscal year 2079/80.

8. Associate Member

SN	Member	Name
1	Gateway	Nepal Payment Solution Limited
2	Service Aggregator	Prabhu Technology Pvt Ltd
3	Network Partner	Cloud Himalaya Pvt Ltd
4	Merchant Partner	Pathao Nepal Pvt Ltd
5	SMS Gateway	Aakash Tech Pvt. Ltd.

Services Offered by Chhito Paisa Pvt. Ltd.

1. Load wallet
2. Bank Transfer (Bank Withdrawal)
3. Send/Request Fund
4. Merchant Payment

Chhito Paisa Board of Directors Details

1. Deepak Thapa (Chairman)
2. Prajeet Poudyal (Director)
3. Pramod Regmi (Director)

Chhito Paisa Management Team Details

1. Biplav Dhakal (Acting CEO)
2. Saubhagya Sapkota (Operation Manager)
3. Bishal Bajgain (Risk and Compliance Officer)
4. Bidur Dhungel (Account, Finance and HR Officer)
5. Surendra Maharjan (Network and Information Security Officer)
6. Puja Suwal (Support Lead)



Biplav Dhakal

संचालक समितिको बैठक

यस छिटो पैसा प्रा.लि. को संचालक समितिको बैठक कम्पनीका अध्यक्ष श्री दिपक थापा ज्यूको अध्यक्षतामा निम्न बमोजिम निर्णय गरियो ।

स्थान - कम्पनीको रजिष्टर्ड कार्यालय

मिति - २०८०।०८।२४

समय - दिनको १० बजे

उपस्थिति

१. दिपक थापा

संचालक अध्यक्ष 

२. प्रमोद प्रसाद रेग्मी

संचालक सदस्य 

३. प्रजित पौड्याल

संचालक सदस्य 

गणपुरक संचालक तथा शेयरधनीको उपस्थित रहेको यस बैठक वैधानिक भएको ठहर गरिन्छ ।

छलफलका विषयहरु

१) आन्तरिक लेखापरीक्षण प्रतिवेदन प्रकाशन गर्ने स्विकृति सम्बन्धमा ।

छलफलबाट भएका निर्णयहरु
निर्णय नं.१

प्रस्ताव नं १. मा छलफल गर्दा यस संस्थाको २०८० श्रावन १ देखी असार ३२ गते सम्मको आन्तरिक लेखापरीक्षण प्रतिवेदन पारित भई वित्तिय विवरण प्रकाशनको लागि निर्णय गरियो।









B.R.S.S. & ASSOCIATES

Chartered Accountants



Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is material.

Misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

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

Management is responsible for the preparation and fair presentation of these financial Statements in accordance with Nepal Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud and 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 as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with NSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or taken together, they could reasonably be expected to influence the economic decisions of users taken based on these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. 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 controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



B.R.S.S. & ASSOCIATES

Chartered Accountants

BRSSA
CHARTERED ACCOUNTANTS

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company'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 Company to cease to continue as a going concern.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

Based on our examination, we would like to further report that:

- i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose for audit.
- ii) The accounts and records of the company have been maintained as required by law.
- iii) Financial statements are in agreement with the books of account maintained by the company.
- iv) In our opinion and to the best of our information and according to the explanations given to us, the Board of Directors, the representative or any employee of the company has not acted contrary to the provision of law relating to accounts nor caused direct loss or damage to the company deliberately or acted in a manner that would jeopardize the interest and security of the company.
- v) The operations of the company were within its jurisdiction.
- vi) The company has not registered in Social Security Fund.
- vii) We have not come across any fraudulence in the accounts, as far as it appeared from our examination of the book of accounts.

Place: Kathmandu, Nepal
Date: November 10, 2023
UDIN: 231110CA00806DgBmz



For B.R.S.S and Associates
Chartered Accountants

.....
Binod Raj Singh, FCA
Partner

**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF
CHHITO PAISA PVT. LTD.**

Unmodified Opinion

We have audited the accompanying financial statements of **CHHITO PAISA PVT. LTD.** ("The Company"), which comprise the Statement of Financial Position as at Ashad 32, 2080, (July 16, 2023), the Statement of Profit or Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended on that date, and a summary of the significant accounting policies and other explanatory information (hereafter referred to as "the financial Statements").

In our opinion, the financial statements give a true and fair view in conformity with Nepal Accounting Standards and comply with Companies Act, 2063:

- in the case of the Statement of Financial Position, of the financial position of the **CHHITO PAISA PVT. LTD.** as at July 16, 2023;
- in the case of the Statement of Profit or Loss (including other Comprehensive Income), of the financial performance for year ended on that date;
- in the case of the Statement of Changes in Equity, of the changes in equity for the year ended on that date; and
- in the case of the Statement of Cash flows, of the cash flows for the year ended on that date.

Emphasis of Matter (EOM)

- We draw attention to Note 14(3.7) as the E wallet's customer balance as per books could be reconciled with EOD balance as on the date of completion of audit. Our opinion is not modified in respect of this matter.

We conducted our audit of the financial statements 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 Accountants issued by The Institute of Chartered Accountants of Nepal (ICAN), and we have fulfilled our other ethical responsibilities in accordance with the ICAN's Handbook of The Code of Ethics for Professional Accountants. We believe that the audit evidence we obtained is sufficient and appropriate to provide a basis for our opinion.

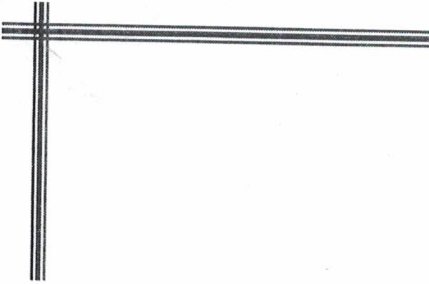
Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. During our audit of the financial statements, we observed that there were no key audit matters that are to be addressed in the context of our audit as a whole and would affect in forming our opinion thereon.

Other Information

Management is responsible for other information. The other information comprises the Chairman's statement and director's report, but does not include the financial statements and our auditors report thereon.





CHHITO PAISA PRIVATE LIMITED
Kathmandu, Nepal

Audit Report
Financial Statements

F.Y. 2079-80 [2022-23]

B.R.S & ASSOCIATES
CHARTERED ACCOUNTANTS
Office Address: Tanka Prasad Ghumti Sadak, Anamnagar, Kathmandu



CHHITO PAISA PRIVATE LIMITED
Kathmandu, Nepal
STATEMENT OF FINANCIAL POSITION
As at Ashad 31, 2080 (16th July 2023)

Particulars	Note	Amount in Rs.	
		As at 31.03.2080 (July 16, 2023)	As at 32.03.2079 (July 16, 2022)
ASSETS			
Non- Current Assets:			
-Property, Plant & Equipment	1	1,511,325	1,812,226
-Deferred Tax		-	-
-Other Non Current Assets		-	-
Total Non- Current Assets		1,511,325	1,812,226
Current Assets:			
-Advances, Deposits	2	5,769,419	366,272
-Trade and Other Receivables	3	63,832	-
-Cash and Cash Equivalent	4	27,502,982	4,249,197
Total Current Assets		33,336,233	4,615,469
Total Assets		34,847,558	6,427,695
EQUITY AND LIABILITIES			
Equity and Reserve and Surplus			
-Share Capital	5	16,600,000	10,000,000
-Retained Earnings and Reserves	6	(7,621,514)	(3,607,730)
Total Equity		8,978,486	6,392,270
Liabilities			
Non- Current Liabilities			
-Loans and Borrowings		-	-
-Deferred Tax		-	-
Total Non- Current Liabilities		-	-
Current Liabilities:			
-Trade and Other Payables	7	25,858,008	24,668
- Statutory Dues	8	11,064	10,757
Total Current Liabilities		25,869,072	35,425
Total Liabilities		-	-
Total Equity and Liabilities		34,847,558	6,427,695

Notes to Accounts

Notes 1 to 14 Form Integral part of this financial statement

14

In terms of our report of even date attached

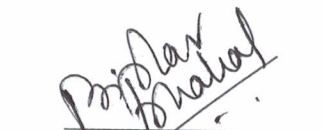
On Behalf of Board

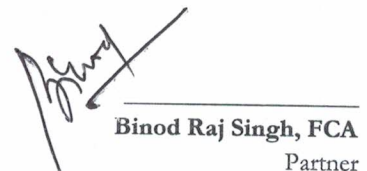


Deepak Thapa
Director



Bidur Dhungel
Finance Officer


Biplav Dhakal
Acting Chief Executive Officer


Binod Raj Singh, FCA
Partner

For and on behalf of
B.R.S.S. & Associates,
Chartered Accountants

Date:-

Place :- Kathmandu



CHHITO PAISA PRIVATE LIMITED

Kathmandu, Nepal

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31, Ashad 2080 (16th July 2023)

Particulars	Note	Amount in Rs	
		Period Ended on Ashad 31, 2080 (July 16, 2023)	Period Ended on Ashad 32, 2079 (July 16, 2022)
Revenue From Operation	9	1,912,585	-
Less:- Cost Of Service(Direct Cost)	11	1,851,456	-
Gross Profit		61,129	-
Add:- Other Income	10	198,382	-
Employee Related Expenses	12	1,597,518	1,042,500
Operating Expenses	13	2,025,432	2,026,424
Depreciation and Amortization Expenses	1	458,450	453,056
Total Expenditure		4,081,401	3,521,980
Profit from Operations		(3,821,889)	(3,521,980)
Finance Cost		-	-
Profit before tax		(3,821,889)	(3,521,980)
Income tax			
Current tax		-	-
Deferred tax(Income) /Expenses		-	-
Profit from Operations		(3,821,889)	(3,521,980)
Other Comprehensive Income			
Exchange Gain/(Loss)		-	-
Others		-	-
Other Comprehensive Income		-	-
Total Comprehensive Income		(3,821,889)	(3,521,980)


Notes to Accounts

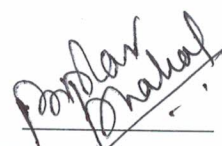
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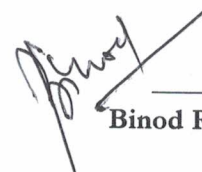
Notes 1 to 14 Form Integral part of this financial statement

On Behalf of Board

In terms of our report of even date attached


Deepak Thapa
 Director


Biplav Dhakal
 Acting Chief Executive Officer


Binod Raj Singh, FCA
 Partner


Bidur Dhungel
 Finance Officer

For and on behalf of
B.R.S.S. & Associates,
 Chartered Accountants



CHHITO PAISA PRIVATE LIMITED

Kathmandu, Nepal

CASH FLOW STATEMENT


As at Ashad 31, 2080 (16th July 2023)

Particulars	As at 31.03.2080 (July 16, 2023)	As at 32.03.2079 (July 16, 2022)
Cash Flow From Operating Activities (A)		
Net Profit after Tax	(3,821,889)	(3,521,980)
Less: Tax paid excess of Tax Provision for Previous Year	-	-
Add: Deferred Tax Expense	-	-
Less: Prior Period Item	(191,895)	-
Add: Depreciation on Fixed Assets	-	453,056
	(4,013,784)	(3,068,924)
Change in working capital		
(Increase)/Decrease in Trade Receivables, Deposits and Advances	(5,466,979)	(292,771)
Increase/(Decrease) in Short Term Borrowing, Trade and Other Payables	25,833,647	10,424
	16,352,884	(3,351,271)
Cash Flow From Investing Activities (B)		
Purchase of Fixed Assets	300,900	(2,265,282)
Disposal of Fixed Assets	-	-
	300,900	(2,265,282)
Cash Flow From Investing Activities (C)		
Issue of Share Capital	6,600,000	-
Increase / (Decrease) in borrowings	-	-
Less : Dividend paid	-	-
	6,600,000	-
Increase/Decrease in Cash & Cash Equivalent (D=A+B+C)	23,253,784	(5,616,553)
Cash & Bank balance at the beginning of the Period (E)	4,249,197	9,865,750
Cash & Bank balance at the end of the Period	27,502,982	4,249,197

Notes 1 to 14 Form Integral part of this financial statement

On Behalf of Board


Deepak Thapa
Director


Biplav Dhakal
Acting Chief Executive Officer

In terms of our report of even date attached


Binod Raj Singh, FCA
Partner


Bidur Dhungel
Finance Officer

For and on behalf of
B.R.S.S. & Associates,
Chartered Accountants

Date:-
Place :- Kathmandu



CHHITO PAISA PRIVATE LIMITED

Kathmandu, Nepal

Schedule forming part of financial statement for the year Ended Ashad 31, 2080.

Schedule 14: Significant Accounting Policies & Notes to Accounts

1. General Information

Chhito Paisa Private Limited (The "Company") is incorporated under Companies Act of Nepal vide registration No. 239147/077/078. The registered office of the company is at Ward No 10, Kathmandu, Nepal. The company is a mobile wallet, payment gateway & service provider in Nepal which offers a wide range of payment services and convenient way to transfer money from wallet-to-wallet, pay utility bills and make purchases online or offline instantly with just a few easy clicks.

2. Significant Accounting Policies

Basis of Accounting

The financial statements have been prepared under the historical cost convention on an accrual basis and are in compliance with all material aspects with Nepal Accounting Standards, unless stated otherwise and relevant provisions of Companies Act, 2063 and other applicable laws prevalent in Nepal. The accounting Policies are applied consistently by the Company.

Cash Flow Statements (NAS 7)

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, investing and financing activities of the Company are segregated. The Cash flow statement is separately attached with the Financial Statements of the company.

Revenue Recognition

Revenue is recognized on both an accrual and cash basis to the extent that it is probable that the economic benefits will flow to the Company and the revenue and associated costs incurred or to be incurred. The company has not generated any revenue in current financial year.

Revenue Expenditure

Interest Expense and Other administrative expenses are recognized on an accrual basis except otherwise stated.

Fixed Assets and Depreciation (NAS 16)

Tangible Assets: Fixed assets are stated at cost of acquisition or construction inclusive of freight, duty, taxes and other incidental expenses incurred in putting all the assets to use.

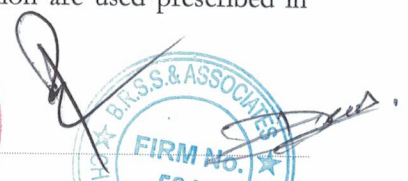
Intangible Assets: Intangible Assets are stated at cost less accumulated amortization and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

Depreciation (NAS 16)

Depreciation on fixed assets has been provided on Diminishing Balance method as per the number of days of usage as prescribed by NAS-16. However the rates of depreciation are used prescribed in Income Tax Act, 2058.

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Depreciation rate applied by the company is as followed

Particulars	Rate
Building Structure	5%
Furniture's, Computers etc.	25%
Vehicle, Automobiles	20%
Equipment & Machinery	15%

Depreciation for Intangible Assets: Amortization is provided on Straight Line Method ('SLM'), which reflect the management's estimate of the useful life of the intangible asset.

Amortization on assets acquired/sold during the year is recognized on a pro-rata basis to the statement of Income Statement till the date of acquisition/sale.

Lease Hold Improvements are amortized on Straight Line Method over the period of Lease Agreement.

Reporting Currency

The Financial Statement has been prepared in Nepalese Rupees.

Income taxes

Provisions for current tax is made with reference to taxable profit for the financial year determined under the provisions of Income tax Act, 2058.

Deferred tax is recognized and provided for on timing difference between taxable income and accounting income subject to consideration of prudence. Timing difference is due to basis of calculation of depreciation and other temporary difference.

Deferred tax assets are not recognized unless there is virtual / reasonable certainty that there will be sufficient future taxable income available to realize such assets.

Contingent Liabilities

No provision is made for a liability which is contingent in nature but if material, same is disclosed by way of notes to accounts.

3. Notes to Accounts

3.1) 1Share Capital

The Authorized Share Capital of the Company is NRs. 100,000,000/-, Issued capital of company is Rs, 21,000,000/- Paid up capital of Company is NRs.10,000,000 and the advance for share capital of the Company is NRs.6,600,000/-. Updated share capital has not yet been received.

3.2) Employee Benefits

The company has no formal policy for employees' benefits till the year ends. However, the company was registered into Provident Fund (PF) and Citizen Investment Trust (CIT) after the year end but has deducted PF and Gratuity and has deposited respectively after the year end.

3.3) Previous Year Figure

Previous Years figures have been regrouped/ rearranged wherever necessary.



3.4) Sundry Receivables & Payables

Individual Parties Balance shown in sundry receivable and payables were subject to confirmation from concerned parties.

3.5) Revenue

The company has generated revenue during the current financial year and raised the bills for the same except for the reimbursement income.

3.6) Bank & Cash Account

The company has a bank balance and cash balance as follows:

Particulars	As at 31.03.2080 (July 16, 2023)
Cash in Hand	22,904
Civil Bank	21,464
Macchapuchchre Pull A/c	24,767,323
Macchapuchre Bank Current A/c	299,906
Rastriya Banijya Bank (RBB)	1,391,384
Macchapuchre Bank -Guarantee Fund	1,000,000
Total	27,502,982

3.7) E-Wallet Liability Account

The company has the E- Wallet Liability of amount as follows:

Particulars	As at 31.03.2080 (July 16, 2023)
E-Wallet Agent	1,069,459
E-Wallet Bike Merchant	10,783,042
E Wallet Car Merchant	3,488,344
E-Wallet DG Merchant	20
E-Wallet Link Bridge Management	7,191,395
E-Wallet Merchant Nauka Vehicle	5
E Wallet Nepal Mobility Transport	299,996
E Wallet TUK TUK	117,252
E Wallet Customer's	1,835,195
Total	24,784,707

However, there are discrepancies in the E wallet customer's balances as per books and as per EOD report. As on the date of completion of audit the same could not be reconciled with EOD balance due to system error.

3.8) Related Party Disclosure

The director has obtained advance from the company amounting NRs.4,000,000/-



CHHITO PAISA PRIVATE LIMITED

Kathmandu, Nepal

Statement of Changes in Equity

As at Ashad 31, 2080 (16th July 2023)

Amount in Rs

Particulars	Notes	Share Capital	Share Premium	Retained Earnings	Total
Opening Balance		10,000,000	-	(3,607,730)	6,392,270
Changes in Accounting Policies		-	-	-	-
Restated Balance		10,000,000	-	(3,607,730)	6,392,270
Profit for the year		-	-	(3,821,889)	(3,821,889)
Issue of Share Capital		6,600,000	-	-	6,600,000
Dividends to Shareholders		-	-	-	-
Prior Period Expenses		-	-	(191,895)	(191,895)
Balance at Ashad 31, 2080		16,600,000	-	(7,621,514)	8,978,486

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CHHITO PAISA PRIVATE LIMITED
Kathmandu, Nepal

Note:1 Property Plant and Equipments

Note 1

Particulars	Dep. Rate %	Net Block			Depreciation		Net Block as on		
		Opening WDV	Additions	Sales / Adj	Total	For the Year	Sales / A dj.	Total	Asadh 31, 2080
Land	-	-	-	-	-	-	-	-	-
Building Structure	5	-	-	-	-	-	-	-	-
Furnitures, Computers etc.	25	-	157,550	-	157,550	-	-	-	-
Vehicle, Automobiles	20	-	-	-	-	5,393	-	5,393	152,156
Tools, Equipment & Machinery	15	-	-	-	-	-	-	-	-
Software	25	1,812,226	-	-	1,812,226	453,056	-	453,056	1,359,169
Current Year		1,812,226	157,550	-	1,969,775	458,450	-	458,450	1,511,325

Note: Rate of Depreciation are as per the Provision of Income Tax Act 2058



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CHHITO PAISA PRIVATE LIMITED
Kathmandu, Nepal

Fixed Assets Schedule as per Income Tax

PARTICULARS	DEP Rate	Opening WDV	ADDITION				DEPRECIATION	Repair & Maintenance		CLOSING WDV
			Till Poush 2079	Poush to Chaitra 2079	Chaitra to Ashad 2080	Total		Allowable	Actual	
LAND	0%	-	-	-	-	-	-	-	-	-
POOL - "A " Building	5%	-	-	-	-	-	-	-	-	-
Total										
POOL - "B " Furniture & fixtures, Computers etc	25%	-	11,815	145,735	157,550	14,114	11,028	-	-	143,436
Total			11,815	145,735	157,550	14,114	11,028	-	-	143,436
POOL - "C " Vehicle	20%	-	-	-	-	-	-	-	-	-
Total										
POOL - "D " Equipments (Plant & Machinery)	15%	-	-	-	-	-	-	-	-	-
Total										
POOL - "E " Intangible Assets Year	25%	1,812,226	-	-	1,812,226	453,056	126,856	-	-	-
Total		1,812,226	-	-	1,812,226	453,056	126,856	-	-	-
Net Total		1,812,226	11,815	145,735	1,969,775	467,170	137,884	-	-	143,436



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CHHITO PAISA PRIVATE LIMITED
Kathmandu, Nepal
Schedule Forming Part of Financial Statement

FY-2079-80

PROVISION FOR INCOME TAX

Calculation Of Income Particulars	As Per P/ L Account Amount (NRs)	For Income Tax purp. Amount (NRs)
Sales U/S 7.2 Kha	1,912,585	1,912,585
Other Income	198,382	198,382
TOTAL INCOME	2,110,967	2,110,967
Interest Expenses U/S 14	-	-
Cost of Service U/S 15	1,851,456	1,851,456
Repairs & Improvement U/S 16 (2)	-	-
Depreciation U/S 19	458,450	467,170
General Deduction U/S 13	2,025,432	1,987,098
TOTAL EXPENSES	4,335,338	4,305,724
Income/(Loss) From Business (A)	(2,224,371)	(2,194,757)
Donation U/S 12	-	-
Loss carried forward from previous years U/S 20 (1kha)	-	(3,607,729)
Taxable Income/(Loss)	-	(5,802,486)
Tax Liability @ 25.00%	-	-
Fee U/S 117	-	-
Interest U/S 118	-	-
Interest U/S 119	-	-
Total Tax Liability	-	-

Calculation of Interest U/S 118

Installment	To be Deposited	Deposited	Short Fall	Interest on
Up to Poush end			-	
Up to Chaitra end			-	
Up to Ashad end			-	
Total				

BLUE SKY REMEDIES PVT. LTD
Schedule Forming Part of Financial Statement

Note 2

General Deduction U/S 13	As Per Income Statement	Not Claimed for Income Tax	For Income Tax Purpose
Apple Developer Program Fees	20,069		20,069
Audit Fees	75,000		75,000
Bank Charge	1,615		1,615
Bid Charge Expenses	4,000	4,000	-
Biz Subscription Expenses	123	123	-
Communication Expenses	152,457	3,450	149,007
Company Registration Expenses	16,010	-	16,010
Consultancy Fee	125,000	-	125,000
Domain Renewal Charges	13,379	-	13,379
Fine and Penalty	30,043	30,043	-
Fintech Cost	22,000	-	22,000
Food Expenses	4,760	-	4,760
Legal Consultancy Fees	122,700	-	122,700
Miscellaneous Expenses	719	719	-
Office Expenses	4,060	-	4,060
Printing and Stationary	36,950	-	36,950
Renewal Expenses	1,520	-	1,520
Rent Expenses	185,625	-	185,625
Support and Maintenance (Software) A/c	707,965	-	707,965
Transportation Expenses	600	-	600
Utensils	700	-	700
VPS Service Fee	488,756	-	488,756
Wages	11,383	-	11,383
Total	2,025,432	38,334	1,987,098

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CHHITO PAISA PRIVATE LIMITED
Kathmandu, Nepal
Schedule Forming the part of Financial Statements

Note 2 :Advances and Deposits

Particulars	As at 31.03.2080 (July 16, 2023)	As at 32.03.2079 (July 16, 2022)
Promoter's Advance	-	58,500
Director Advance	4,000,000	-
Deposits- Prefunding	1,200,000	-
VAT Receivable	559,669	14,754
VAT Provision	9,750	293,018
Total	5,769,419	366,272

Note 3 :Trade and Other Receivables

Particulars	As at 31.03.2080 (July 16, 2023)	As at 32.03.2079 (July 16, 2022)
Other Receivable	63,832	-
Total	63,832	-

Note 4: Cash and Bank Balance

Particulars	As at 31.03.2080 (July 16, 2023)	As at 32.03.2079 (July 16, 2022)
Cash in Hand	22,904	-
Civil Bank	21,464	4,249,197
Macchapuchchre Bank- Pull A/c	24,767,323	-
Macchapuchchre Bank- Current A/c	299,906	-
Rastriya Banijya Bank(RBB)	1,391,384	-
Macchapuchchre Bank -Guarantee Fund	1,000,000	-
Total	27,502,982	4,249,197

Note 5: Equity

Particulars	As at 31.03.2080 (July 16, 2023)	As at 32.03.2079 (July 16, 2022)
Authorised Share Capital		
(10,00,000 Ordinary Shares of Rs. 100 each)	100,000,000	100,000,000
Issued Share Capital		
(210,000 Ordinary Shares of Rs. 100 each)	21,000,000	10,000,000
Paid Up Share Capital		
(100,000 Ordinary Shares of Rs. 100 each)	10,000,000	10,000,000
Advance for Share capital	6,600,000	
Total	16,600,000	10,000,000

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CHHITO PAISA PRIVATE LIMITED
Kathmandu, Nepal
Schedule Forming the part of Financial Statements

Note 6: Retained Earnings and Reserves

Particulars	As at 31.03.2080 (July 16, 2023)	As at 32.03.2079 (July 16, 2022)
Profit/(Loss) upto last year	(3,607,730)	(85,750)
Profit/(loss) for the year	(3,821,889)	(3,521,980)
Prior Period Expenses	(191,895)	-
Total	(7,621,514)	(3,607,730)

Note 7: Trade and Other Payables

Particulars	As at 31.03.2080 (July 16, 2023)	As at 32.03.2079 (July 16, 2022)
Aakash Tech Pvt. Ltd.	22,302	-
AR & Associates	55,750	-
Audit Fee Payable	83,625	24,668
Cloud Himalaya Pvt Ltd	1,261	-
Display Ideas Pvt . Ltd.	5,311	-
E-Wallet Liability (Sub Note:7.1)	24,784,707	-
Gratuity Payable (Sub Notes: 7.2)	55,498	-
Ghimire S Associates	(664)	-
Lawgical Legal Associates	34,000	-
Mystic Properties Pvt. Ltd.	72,938	-
Nepal Payment Solution Pvt Ltd- Service Charge	29,984	-
Nepal Payment Solution Pvt Ltd- Service Charge	19,894	-
P Suraj and Associates	24,668	-
PF Payable(Sub Note: 7.3)	133,249	-
Prabhu Technology Pvt. Ltd	235,810	-
Salary Payable(Sub Notes: 7.4)	198,173	-
Shivansh Group Pvt. Ltd	101,500	-
Total	25,858,008	24,668

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CHHITO PAISA PRIVATE LIMITED
Kathmandu, Nepal
Schedule Forming the part of Financial Statements

Note 8: Statutory Dues

Particulars	As at 31.03.2080 (July 16, 2023)	As at 32.03.2079 (July 16, 2022)
SST on Salary	2,286	10,425
TDS on Audit fee	1,125	332
TDS Payable-Aakash Tech Pvt. Ltd.	300	
TDS Payable A.R. & Associates	750	
TDS Payable- Cloud Himalayan	437	
TDS Payable- Digi Hub	(165)	
TDS Payable- Lawgical Legal Associates	6,000	
TDS Payable P. Suraj & Associates	332	
Total	11,064	10,757

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CHHITO PAISA PRIVATE LIMITED

Kathmandu, Nepal

Schedule Forming the part of Financial Statements

Note 9: Revenue from Operation

Particulars	Period Ended on Ashad 31, 2080 (July 16, 2023)	Period Ended on Ashad 32, 2079 (July 16, 2022)
Utility Charges	1,912,585	-
Total	1,912,585	-

Note 10: Other Income

Particulars	Period Ended on Ashad 31, 2080 (July 16, 2023)	Period Ended on Ashad 32, 2079 (July 16, 2022)
Service Charge	198,382	-
Total	198,382	-

Note 11: Cost of Service

Particulars	Period Ended on Ashad 31, 2080 (July 16, 2023)	Period Ended on Ashad 32, 2079 (July 16, 2022)
Utility Expenses	1,851,456	-
Total	1,851,456	-

Note 12: Employee Benefit Expenses

Particulars	Period Ended on Ashad 31, 2080 (July 16, 2023)	Period Ended on Ashad 32, 2079 (July 16, 2022)
Salary	1,475,395	1,042,500
Employer Contribution Gratuity	55,498	-
Employer Contribution -PF	66,625	-
Total	1,597,518	1,042,500

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CHHITO PAISA PRIVATE LIMITED

Kathmandu, Nepal

Schedule Forming the part of Financial Statements

Note 13: Operating Expenses

Particulars	Period Ended on Ashad 31, 2080 (July 16, 2023)	Period Ended on Ashad 32, 2079 (July 16, 2022)
Apple Developer Program Fees	20,069	-
Audit Fees	75,000	25,000
Bank Charge	1,615	350
Bid Charge Expenses	4,000	-
Biz Subscription Expenses	123	-
Communication Expenses	152,457	-
Company Registration Expenses	16,010	-
Consultancy Fee	125,000	-
Domain Renewal Charges	13,379	-
Fine and Penalty	30,043	-
Fintech Cost	22,000	-
Food Expenses	4,760	-
Legal Consultancy Fees	122,700	-
Miscellaneous Expenses	719	-
Office Expenses	4,060	102,425
Printing and Stationary	36,950	-
Renewal Expenses	1,520	-
Rent Expenses	185,625	1,800,000
Support and Maintenance (Software) A/c	707,965	-
Transportation Expenses	600	-
Utensils	700	-
VPS Service Fee	488,756	-
Wages	11,383	-
Website and Data Center Cost	-	98,649
Total	2,025,432	2,026,424

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CHHITO PAISA PRIVATE LIMITED
Kathmandu, Nepal
Sub Schedule forming Statement of Financial Position

Sub Note 7.1 : E-Wallet Liability

Particulars	As at 31.03.2080 (July 16, 2023)	As at 32.03.2079 (July 16, 2022)
E-Wallet Agent	1,069,459	-
E-Wallet Bike Merchant	10,783,042	-
E-Wallet Car Merchant	3,488,344	-
E-Wallet DG Merchant	20	-
E-Wallet Link Bridge Management	7,191,395	-
E-Wallet Merchant Nauka Vehicle	5	-
E-Wallet Nepal Mobility Transport	299,996	-
E-Wallet TUK TUK	117,252	-
E-Wallet Customer's	1,835,195	-
Total	24,784,707	-

Sub Note 7.2 : Gratuity Payable

Particulars	As at 31.03.2080 (July 16, 2023)	As at 32.03.2079 (July 16, 2022)
Biplav Dhakal	21,268	-
Puja Suwal	5,668	-
Samir Khadka	5,212	-
Saubhagya Sapkota	9,712	-
Kamal Prasad Acharya	3,142	-
Resha Phoju	2,814	-
Ang Gelmu Sherpa	3,127	-
Bidur Dhungel	3,386	-
Bishal Bajgain	1,169	-
Total	55,498	-

Sub Note 7.3 : PF Payable

Particulars	As at 31.03.2080 (July 16, 2023)	As at 32.03.2079 (July 16, 2022)
Biplav Dhakal	51,064	-
Puja Suwal	13,608	-
Samir Khadka	12,513	-
Saubhagya Sapkota	23,319	-
Kamal Prasad Acharya	7,544	-
Resha Phoju	6,757	-
Ang Gelmu Sherpa	7,508	-
Bidur Dhungel	8,129	-
Bishal Bajgain	2,806	-
Total	133,249	-

Sub Note 7.4 : Salary Payable

Particulars	As at 31.03.2080 (July 16, 2023)	As at 32.03.2079 (July 16, 2022)
Biplav Dhakal	59,400	-
Puja Suwal	11,191	-
Samir Khadka	8,656	-
Saubhagya Sapkota	39,600	-
Kamal Acharya	11,116	-
Resha Phoju	11,556	-
Ang Gelmu Sherpa	11,190	-
Bidur Dhungel	23,696	-
Bishal Bajgain	21,764	-
Total	198,168	-

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