

NON-RESIDENT NEPALIS-NATIONAL COORDINATION COUNCIL-(NRN CANADA)

FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2020

(UNAUDITED)

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INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To : The members of NON-RESIDENT NEPALI ASSOCIATION CANADA

I have reviewed the accompanying financial statements of **NON-RESIDENT NEPALIS - NATIONAL COORDINATION COUNCIL-(NRN CANADA)**, that comprise Statement of financial position as at **December 31, 2020** and the statements of operations, changes in net assets and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for private enterprises, and for such internal control as management determines is necessary to enable the presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Practitioner's Responsibility

My responsibility is to express a conclusion on the accompanying financial statements based on my review. I conducted my review in accordance with Canadian generally accepted standards for review engagements, which require me to comply with relevant ethical requirements.


A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, I do not express an audit opinion on these financial statements.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the financial statements do not present fairly, in all material respects, the financial position of **NON-RESIDENT NEPALIS -NATIONAL COORDINATION COUNCIL-(NRN CANADA)**, at December 31,2020 and the results of its operations and changes in net assets for the year then ended in accordance with Canadian accounting standards for Not-for-profit organization.

Brampton, Ontario
August 9, 2021



Narinder Mann, CPA, CA, LPA
Mann CPA Professional Corporation,
Authorized to practice public accounting by the
Chartered Professional accountants of Ontario.

NON-RESIDENT NEPALIS -NATIONAL COORDINATION COUNCIL-(NRN CANADA)
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31st. 2020
(UN-AUDITED)

ASSETS		2020	2019
Current			
Cash in hand & at Bank	(Note 6)	\$ 41,500	\$ 36,829
		41,500	36,829
Long Term			
Long term Investments	(Note 3)	12,482	12,175
		53,982	49,004
TOTAL ASSETS		\$ 53,982	\$ 49,004
 LIABILITIES & NET ASSETS			
Current			
Accounts payable & accruals	(Note 4)	16,196	13,936
		16,196	13,936
NET ASSETS			
Net assets (Restricted -Covid 19 funds)	(Note 5)	18,692	-
Net assets (Restricted Mahabir Pun Fund)		-	1,471
Net assets (Unrestricted)		19,094	33,597
Total		37,786	35,068
TOTAL LIABILITIES & NET ASSETS		\$ 53,982	\$ 49,004

(The attached notes form an integral part of these financial statements)

NON-RESIDENT NEPALIS -NATIONAL COORDINATION COUNCIL-(NRN CANADA)
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31st. 2020
(UN-AUDITED)

Revenue	2020	2019
Contributions:		
Restricted Donations	\$ 39,455	\$ -
Unrestricted donations	\$ 520	\$ 18,888
Services:		
Membership fee	-	33,611
Other revenue	3,824	4,490
Interest income	307	-
	\$ 44,106	\$ 56,989
 Less: Expenditure		
Program Services		
Community Supports & Program	8,591	4,700
Games and Sports	1,397	8,733
Nepali books	-	8,890
Women's day	1,305	-
Visit Nepal Program	700	2,500
 Supporting services		
Fundraising programs:		
Support of Covid 19	18,963	-
Blood Donation Program	-	1,638
Toronto NSC	-	800
 General & Administrative:		
Interest & Bank Charges	336	335
Computer Exp.	1,955	2,507
Meals & Entertainment	2,710	412
Meeting & Conference	2,483	25,797
Office exp.	-	1,244
Professional fee	2,760	500
Repair & Maintenance	-	400
Telephone & Communications	188	-
Total Expenditure	41,388	58,456
 Excess Of Revenues Over Expenditures	 \$ 2,718	 \$ (1,467)
 Add: Net Assets at the beginning of year	 35,068	 36,535
Change in Net Assets	2,718	(1,467)
Net Assets at the end of year	\$ 37,786	\$ 35,068

(The attached notes form an integral part of these financial statements)

NON-RESIDENT NEPALIS -NATIONAL COORDINATION COUNCIL
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31st. 2020
(UN-AUDITED)

	Restricted for special projects		Unrestricted funds	2020	2019
	Covid-19 Emergency Fund	Mahabir Pun Fund			
Balance beginning of the year		1,471	33,597	35,068	33,601
Contributions	37,655	-			
Covid -19 fund used this year	(18,963)	-			
Excess(deficiency)of revenues over expenditure	18,692	-	(15,974)	2,718	(1,467)
Interfund transfer	0.00	(1,471)	1,471	-	
Internally imposed restrictions			-	-	-
Balance at the end of the year	18,692	0	19,094	37,786	35,068

(The attached notes form an integral part of these financial statements)

NON-RESIDENT NEPALIS -NATIONAL COORDINATION COUNCIL-(NRN CANADA)
STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31st. 2020
(UN-AUDITED)

	2020
Cash provided by operating activities	
Excess (deficiency)of revenues over expenditure	\$ 2,718
	<u>2,718</u>
Cash provided by (Used in) Operating activities	
Increase (Decrease) accounts payable	<u>2,260</u>
	<u>2,260</u>
Cash provided by (Used in) Operating activities	
Increase (Decrease) in Long term Investments	<u>(307)</u>
Net increase(decrease)in cash, cash equivalents& restricted cash	4,671
Balance at bank - Beginning of year	<u>36,829</u>
Balance at the bank - End of year	<u>41,500</u>
 CASH IS COMPRISED OF	
Cash , Cash equivalents& Restricted cash	<u>41,500</u>
	<u>\$ 41,500</u>

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(The attached notes form an integral part of these financial statements)

NON-RESIDENT NEPALIS -NATIONAL COORDINATION COUNCIL-(NRN CANADA)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31st. 2020
(UN-AUDITED)

1) About Organization

Non-Resident Nepalis-National Coordination Council -(NRN Canada) is a non-profit organization registered in March 2007 .The purpose is to establish and represent the Nepalese origin in Canada. The organization is primarily concerned in promoting the common interest of its members in Canada and Nepal.

2) Significant Accounting policies

The organization applies the Canadian accounting standards for Not For Profit Organizations.

Use of estimates

The preparation of financial statements in accordance with Canadian accounting standards for Not For Profit Organization requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities at the balance sheet date and the reported amounts of revenues and expenses for the periods covered. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the period in which they become known. The policies considered significant are outlined below:

Revenues

The organization is following restricted fund method of accounting.Which involves reporting of financial statements elements by fund. Restricted fund subject to stipulations that specify the purpose for which contributed asset to be used.

Contribution revenue:A contribution is a non-reciprocal transfer to a not-for-profit organization of cash or other assets or a non-reciprocal settlement or cancellation of its liabilities.

Service revenue:A service is a reciprocal transfer to a not-for-profit organization of cash or other assets. Not-for-profit organization rendered services to its members in return of service revenue received from them.

Contribution revenue is recognized once received and services revenue is recognized when money received and receipt issued.

Financial Instruments

Measurement of financial instruments

The organization initially measures its financial assets and financial liabilities at fair value, except for certain related party transactions that are measured at the carrying amount or exchange amount, as appropriate.

The organization subsequently measures all its financial assets and financial liabilities at cost or amortized cost, except for investments in equity instruments that are quoted in an active market, which are measured at fair value. Changes in fair value of these financial instruments are recognized in net income.

Impairment

Financial assets measured at cost are tested for impairment when there are indicators of impairment. The amount of the write-down is recognized in net income. The previously recognized impairment loss may be reversed to the extent of the improvement, directly or by adjusting the allowance account, provided it is no greater than the amount that would have been reported at the date of the reversal had the impairment not been recognized previously. The amount of the reversal is recognized in net income.

(The attached notes form an integral part of these financial statements)

NON-RESIDENT NEPALIS -NATIONAL COORDINATION COUNCIL-(NRN CANADA)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31st. 2020
(UN-AUDITED)

Transaction costs

The organization's transaction costs related to financial instruments that will be subsequently measured at fair value are recognized in net income in the period incurred. The carrying amount of the financial instruments that will not be subsequently measured at fair value is adjusted for transaction costs directly attributable to the origination, issuance or assumption of these instruments.

Credit risk

The organization is exposed to credit risk on the accounts receivable from its members. In order to reduce its credit risk, the organization has adopted credit policies which include the analysis of the financial position of its members and the regular review of their credit limits.

3) Long term Investment

GIC maturity period July 30th 2024.

Interest earned is 0.05% year 1, 0.1% Year 2, and 0.450% in year 3.

4) Accounts payable & accruals

Amount of 13,936 preatins due to Global NRNA, as Global membership sent in the year 2021.

5) Net assets (Restricted -Covid 19 funds)

These funds are restricted collected as COVID-19 Emergency funds.

6) Cash and cash equivalents

	<u>2020</u>	<u>2019</u>
BMO current bank account	\$ 37,540	\$ 35,358
BMO Savings (Non interest bearing)	<u>\$ 3,960</u>	<u>\$ 1,471</u>
	<u>\$ 41,500</u>	<u>\$ 36,829</u>

7) Comparative Figures

Prior year comparative figures may have been reclassified to the current year's presentation.

Prior year was not reviewed and done by another accountant.

(The attached notes form an integral part of these financial statements)