

Member:



# ANNUAL REPORT 2081/82



नेपाल चार्टर्ड एकाउन्टेन्ट्स संस्था  
THE INSTITUTE OF CHARTERED ACCOUNTANTS OF NEPAL  
(Established under the Nepal Chartered Accountants Act, 1997)



**नेपाल चार्टर्ड एकाउन्टेन्ट्स संस्था**

**THE INSTITUTE OF CHARTERED ACCOUNTANTS OF NEPAL**

Established under the Nepal Chartered Accountants Act, 1997



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# ABOUT US

## INTRODUCTION

The Institute of Chartered Accountants of Nepal (ICAN), an Autonomous Body, established under a Specific Act, The Nepal Chartered Accountants Act 1997, is entrusted by the statute to promote and regulate accounting profession in the country. ICAN is committed to contribute to the economic development of the country and undertake responsibility of leadership on matters of public interest, constructive submissions on legislation and Government Policy, and enhancement of social recognition and faith in the accounting profession. The Institute provides access to Chartered Accountancy and Accounting Technician education to aspiring students along with various post qualification courses and training to the members of the institute and stakeholders. The Institute members provide professional accounting services, and we aspire to equip Members with the expertise for professional excellence.

ICAN is a full member of the International Federation of Accountants (IFAC), which represents millions of Professional Accountants in more than 140 jurisdictions through 187 Professional Accountancy Organizations (PAOs). It is also a full member of Confederation of Asian and Pacific Accountants (CAPA), a regional organization representing thirty national professional accountancy organizations in the Asia-Pacific Region and South Asian Federation of Accountants (SAFA), a forum of regional Professional Accounting Bodies in the South Asian Region.

### Furthermore, ICAN is supportive towards:

- The Government with constructive suggestions on formulation and revision of legislation relating to industry and commerce, trades, corporate bodies, public financial management, government accounts etc.
- Increasing public awareness regarding accounting and accounting professions so as to enhance the public recognition and trust towards accounting and accounting profession.
- The economic development process by increasing the confidence among investors and general public towards the capital market by pronouncing the standards of disclosures in the financial reporting practices.



The Logo of **The Institute of Chartered Accountants of Nepal (ICAN)** bears a well-known line inscribed with a rich moral lesson- “पुनन्तु मनसा धियः”. It is extracted from second line of the four-line stanza in Chapter XIX (text line no.39) of the Shuklayajurveda. It is the second of the following four-line stanza.

पुनन्तु मा देवजनाः  
पुनन्तु मनसा धियः ।  
पुनन्तु विद्वा भूतानि  
जातवेदः पुनीहि मा ॥

**“Punantu Mansaa Dhiya” which means, “Purity of Mind and Clarity of Wisdom.”**

The Vedic text is recited as Swosti Vachana (invocation of auspiciousness) for purification of mind, body and environment. ICAN believes and propagates that an internally purified mind enlightened with wisdom is the lifeblood of righteousness. We consider it indispensable for both doing right things and doing things right. Therefore, we pledge to be guided by the Vedic principle. Our policies, aspirations and expectations, strategies, and functioning style shall always be determined by the above message. We wish to be blessed with your best wishes for our success.



# Vision, Mission and Value Proposition



## Vision

Position ICAN as a leading professional accountancy body with enhanced global relevance, that drives sustainable economic development and while promoting financial transparency and good governance.



## Mission

Promote, develop and regulate accounting profession, and ensure its sustainability, to uphold the public interest while enhancing competence, public image, and global relevance of profession through creation of an enriched and innovative learning environment.



## Value Proposition









# ▶ Stakeholders





# Objectives & Strategic Direction

## Objectives

-  To play effective role of a regulatory body to encourage the members to carry on accounting profession being within the extent of the code of conduct in order to consolidate and develop accounting profession as a cause for economic development of the nation.
-  To enhance social recognition and faith in accounting profession by raising awareness of the general public towards the importance of accounting profession and the economic and social responsibility of professional accountants.
-  To develop, protect and promote the accounting profession by enabling professional accountants understand their responsibility towards the importance of the accounting profession and accountancy.
-  To develop mechanisms of registration, evaluation and examination of accounting professionals in consonance with international norms and practices so as to make the accounting profession respectable and reliable.

## Strategic Direction

The 10<sup>th</sup> Council of the Institute has approved the Strategic Plan 2080/81 – 2085/86 as a roadmap to align the Institute's functional activities to achieve the Institute's goal, for the upcoming five years.





# MILESTONE

- South Asian Federation of Accountants (SAFA)
- Confederation of Asian and Pacific Accountants (CAPA)
- The Institute of Chartered Accountants of India (ICAI)
- International Federation of Accountants (IFAC)
- Asian Development Bank (ADB)
- Certified Public Accountant (CPA) Australia
- The Institute of Chartered Accountants in England and Wales (ICAEW)

## 2019

- Signed MCA with the ACCA
- Signed MoU with the AICPA
- Signed Agreement with IRD

## 2020

- Signed MRA with the ICAI

## 2021

- Signed MoU with IIA, India

## 2022

- Signed MoU for Technical Collaboration with CA Sri Lanka
- Signed MoU with SEBON
- Signed MoU with NIA

## 2018

- Signed MoU with the CIPFA for advancement of High Quality Public Financial Management.
- Signed MRA with the CA ANZ
- ICAN Opened abroad Chapter of the ICAN in the USA and Australia
- Signed MoU with PEFA Secretariat for implementation of Integrated Public Financial Management Reform Project (IPFMRP)

## 2017

- Signed Technical Cooperation MoU with the ICAI
- Dhangadhi Branch Office of the ICAN established

## 2016

- Signed Membership Pathways Agreement with the CPA Australia
- Signed Mutual Recognition Agreement with the ICAEW

## 2015

- Signed MoU with ADB for piloting Audit Quality Assurance Systems Road Map

## 1997

- Nepal Chartered Accountants Act, 1997 received the Government Seal on 30 January 1997
- ICAN was Established.
- Interim Council was formed by Cabinet of Ministers on 18 March 1997; First Council was formed on 1 August 1997
- Membership of the SAFA

## 1998

- Membership of the CAPA
- Signed first MoU on Technical Cooperation with ICAI

## 1999

- Nepal Chartered Accountants Regulation 1999 came into effect on 29 September 1999
- Launching ceremony of ICAN and first International Seminar hosted by ICAN on 3-4 December 1999

## 2000

- First CA Examination held on November 2000



Chartered Institute of Public Finance and Accountancy (CIPFA)  
Mutual Recognition Agreement (MRA)  
Chartered Accountants Australia and New Zealand (CA ANZ)  
Public Expenditure and Financial Accountability (PEFA)  
Association of Chartered Certified Accountants (ACCA)  
Association of International Certified Professional Accountants (AICPA)

Inland Revenue Department (IRD)  
Mutual Collaboration Agreement (MCA)  
The Institute of Internal Auditors, India (IIA, India)  
Institute of Chartered Accountants of Sri Lanka (CA Sri Lanka)  
Securities Board of Nepal (SEBON)  
Nepal Insurance Authority (NIA)  
Office of Company Registrar (OCR)

## 2023

- Signed MoU with Pokhara University
- Signed MoU with Office of Company Registrar (OCR)
- Signed Reciprocal Membership Agreement with CA ANZ

## 2024

- Launched Certification course on Public Financial Management (PFM) developed by ICAN

## 2025

- MoU with Manipal University Jaipur (MUJ) for the Enhancement of Professional and Academic Excellence in Accounting, Auditing, and Related Disciplines
- MoU with Central Investigation Bureau (CIB) Nepal Police, for Collaborative Action Against Corporate Financial Crimes
- MoU with National Cooperative Regulatory Authority, for collaboration for effective regulation of Cooperative Institutions
- MoU with Public Procurement Monitoring Office, for conducting certification course on Public Procurement Management.
- MoU with Social Security Fund, for Implementation of Social Security System
- MoU with Financial Comptroller General Office for providing mutual assistance and cooperation in the areas of Public Financial Management, including accounting of financial transactions, reporting, internal control systems and internal audit

## 2014

- ICAN Building inauguration by Rt. Hon'ble President of Nepal on 13 July 2014

## 2013

- Nepalgunj Branch Office of the ICAN established

## 2012

- Pokhara Branch Office of the ICAN established

## 2009

- ICAN developed own study material for all level of CA Education
- Biratnagar, Butwal and Birgunj Branch Offices of the ICAN was established

## 2002

- First Amendment to Nepal Chartered Accountant Act, 1997 on 8 July 2002
- ICAN was made the only regulating authority in accounting profession when the Act was amended

## 2003

- ICAN became Associate Member of the IFAC

## 2004

- Nepal Chartered Accountants Regulation 2004 repealed Nepal Chartered Accountants Regulation 1999 with effect from 15 November 2004
- Signed Second MoU with the ICAI

## 2008

- ICAN became Full Member of the IFAC



# International Affiliations and National Relations

The International Affiliations and Membership of the Institute, MoU, MRA and Technical Collaboration with International Professional Accountancy Organizations along with MoU with National Regulatory Bodies and Other Entities since its establishment in the Year 1997 has been presented below:

## International Affiliations

The Institute is a member of following International and Regional Accounting Bodies:



The International Federation of Accountants (IFAC) represents millions of professional accountants in more than 140 jurisdictions through 187 Professional Accountancy Organization (PAOs). ICAN became associate member of IFAC in 2003 and full member in 2008.



The Confederation of Asian and Pacific Accountants (CAPA) is a regional organization representing 29 PAOs from 21 jurisdictions in the Asia-Pacific region. ICAN became the member of CAPA in 1998.



South Asian Federation of Accountants (SAFA) is an alliance of accounting bodies in South Asia Region. SAFA as an IFAC network Partner represents over 4,50,000 accountants having membership of the national chartered accountancy and cost and management accountancy institutions in the South Asian countries namely Bangladesh, India, Maldives, Nepal, Pakistan Sri Lanka and Afghanistan. ICAN became the member of SAFA in 1997.



Chartered Accountants Worldwide is a global network of 15 leading Chartered Accountancy institutes and over 1.8 million members and students across 190+ countries. It unites the world's leading Chartered Accountancy institutes to champion, develop and highlight the critical role Chartered Accountants play in driving the global economy forward. ICAN became Associate Member of Chartered Accountants Worldwide on January 2026.

## Mutual Recognition Agreement (MRA) /Memorandum of Understanding (MoU) / Technical Collaboration Agreement (TCA)

The Institute has MRA/MoU/TCA with following International Organization/Institutions:



The Institute signed Recognition Agreement (The ICAEW/ICAN Membership and Examination Arrangements) with the Institute of Chartered Accountants in England & Wales (ICAEW), UK in March 2021. The Institute signed its first Mutual Recognition Agreement with the ICAEW in 2016.



The Institute signed MoU with The Chartered Accountants Australia and New Zealand (CA ANZ) on 7<sup>th</sup> March 2018, and its extensions thereto was made on 24 May 2021, 6<sup>th</sup> December 2021, 13<sup>th</sup> December 2022 and 31<sup>st</sup> March 2023.



The Institute signed a MoU with The Chartered Institute of Public Finance and Accountancy (CIPFA) on 31<sup>st</sup> January 2018 and subsequently signed a supplementary agreement on 13<sup>th</sup> May 2018.



The Institute signed MCA with The Association of Chartered Certified Accountants on 1<sup>st</sup> May, 2019 and subsequently signed an extension of the agreement on 20<sup>th</sup> May 2020.



The Institute signed a MoU with the Association of International Certified Professional Accountants (AICPA) on 31<sup>st</sup> May 2019.



The Institute has signed Membership Pathway Agreement with CPA Australia on 10<sup>th</sup> March 2016 and was subsequently renewed on 22<sup>nd</sup> June 2023.



The Institute signed MoU with The Institute of Chartered Accountants of India (ICAI) on 21<sup>st</sup> November 2022. Prior to this MoU, ICAN signed MRA/MoU with ICAI in 1998, 2004, 2017 and 2020.



The Institute signed MoU with Manipal University Jaipur (MUJ) for the Enhancement of Professional and Academic Excellence in Accounting, Auditing, and Related Disciplines on 30<sup>th</sup> November 2025.

## National Relations



MoU with Central Investigation Bureau (CIB) Nepal Police, on Collaborative Action Against Corporate Financial Crimes on 4<sup>th</sup> November, 2025.



MoU with National Cooperative Development Board, for collaboration for effective regulation of Cooperative Institutions on 26<sup>th</sup> September, 2025.



MoU with Public Procurement Monitoring Office, for conducting certification course on Public Procurement Management on 21<sup>st</sup> September, 2025.



MoU with Social Security Fund, for Implementation of Social Security System on 14<sup>th</sup> July, 2025.



MoU with Financial Comptroller General Office for providing mutual assistance and cooperation in the areas of Public Financial Management, including accounting of financial transactions, reporting, internal control systems and internal audit on 5th May, 2025.



MoU with Department of Money Laundering Investigation (DMLI) in accordance with Strategic Objective No. 1 of the Strategy and Action Plan for the Prevention of Money Laundering and Terrorist Financing (2068-73) on 16th November, 2018.



MoU with Financial Intelligence Unit (FIU) was signed on 25th September 2025.



The Institute signed a MoU with Pokhara University (PU) on 13th July 2023. ICAN signed the first MoU with PU on 20th July 2016.



The Institute signed agreement with the Inland Revenue Department (IRD) on 28th March 2019 for facilitating exchange of information related to taxpayer entity and auditors with the objective to promote effective taxation by taxpayers and ensuring independent, responsible an professional practice of the auditors.



The Institute signed agreement with Securities Board of Nepal (SEBON) on 19th April 2021 for facilitating exchange of information and cooperation in the areas of financial reporting and good governance.



The Institute signed MoU with Nepal Insurance Authority (NIA) on 23rd February 2022 to work in the areas of facilitating NFRS implementation in Insurance Companies in Nepal, promote corporate governance and protect the rights of general investors.



The Institute signed a MoU with the Office of Company Registrar (OCR) on 31st October 2023 to facilitate coordination, technical collaboration and sharing of information related to accounting, auditing, financial management and company administration.

### Overseas Chapter

The Institute with an intent of strengthening ICAN's global presence and enabling members residing abroad to maintain close professional ties has established foreign Chapter in Australia and USA. The Chapter serve as a forum for professional dialogue, learning and networking and to act as an effective link between ICAN and its overseas members.

US Chapter

Australia Chapter



# Overview

## Performance Highlights

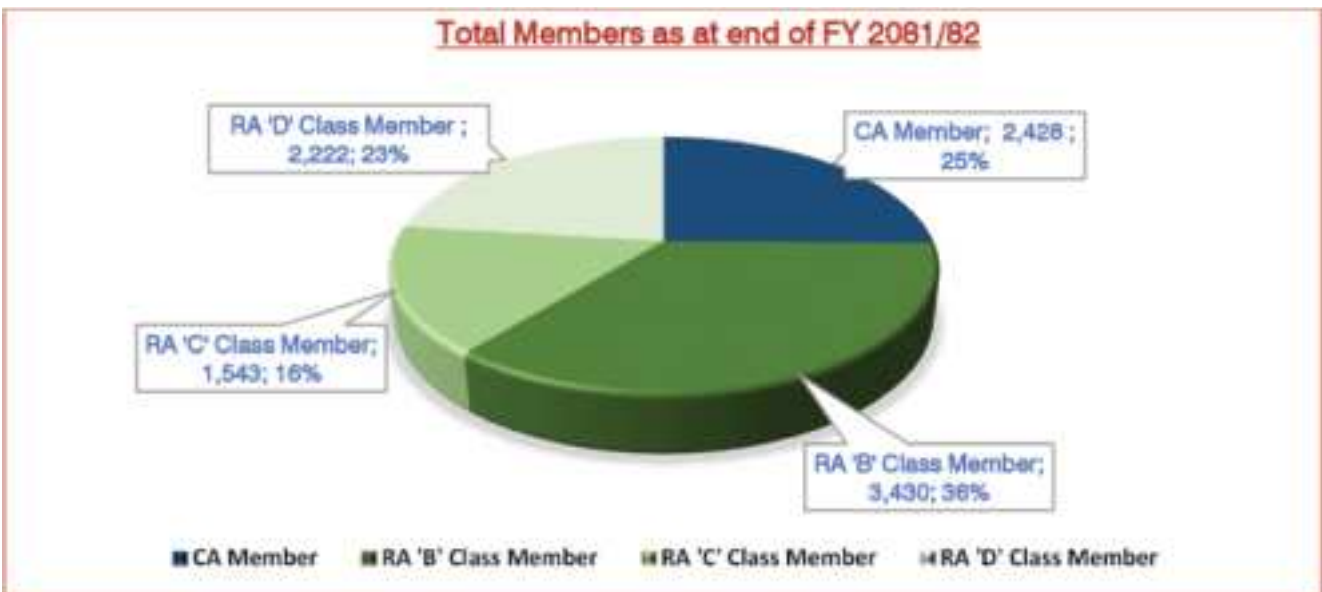
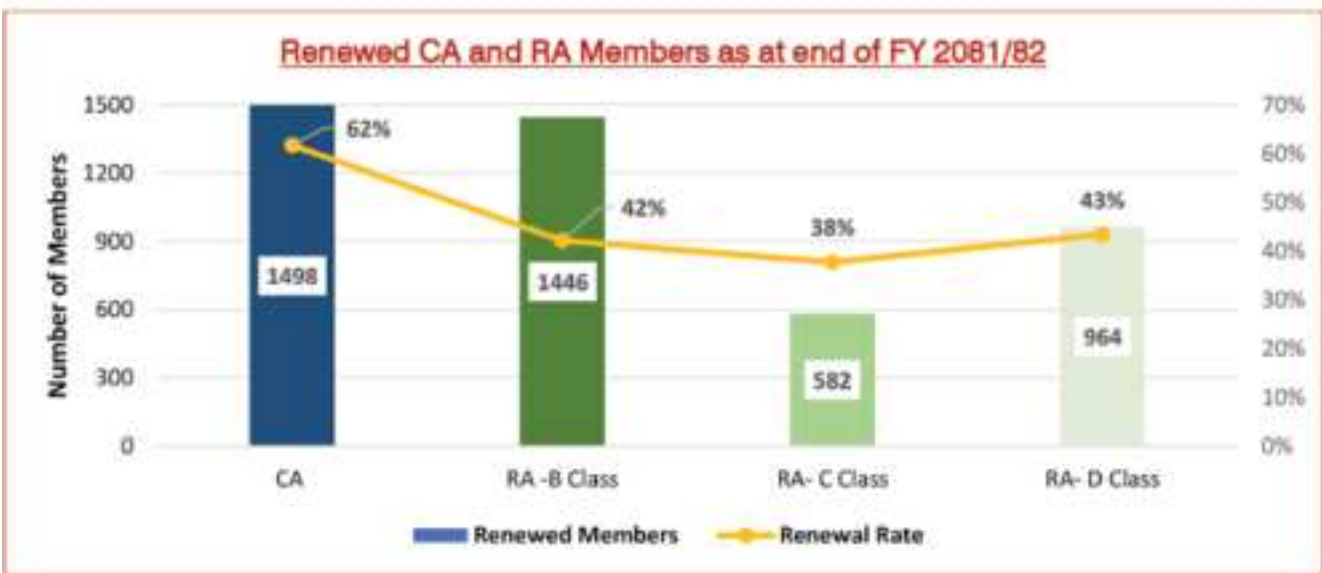
		FY 2081/82	FY 2080/81	Movement
<b>Stakeholders</b>				
<b>Member</b>	Members (Nos.)	9,623	9,429	▶ 2.06%
	Membership Renewal Rate	46.66%	52.12%	▶ -10.47%
	Members With COP (Nos.)	3,794	3,695	▶ 2.68%
	CoP Renewal Rate	48.00%	46.93%	▶ 1.07%
	Audit Firms (Nos.)	3,611	3,527	▶ 2.38%
	Members' Biometric Obtained (Nos.)	5,054	4,241	▶ 19.17%
<b>Accounting Technician</b>	Qualified Accounting Technician (Nos.)	175	172	▶ 1.74%
<b>Students</b>	Number of Active Student	14,019	14,197	▶ -1.25%
	New Enrollment (Nos.)	1,666	1,783	▶ -6.56%
	Value of Scholarship (NPR.'000')	5,021,250	5,482,500	▶ -8.41%
<b>Strategic Partners</b>	New MOUs/MRAs With PAOs (Nos.)	-	-	▶ -
	New MOUs at National Level (Nos.)	2	-	▶ 2
<b>Regulation and Supervision</b>	Quality Assurance Review of Firms (Nos.)	47	11	▶ 327.27%
<b>Financial Resources</b>				
Income (NPR.'000')		312,011	350,136	▶ -10.89%
Surplus After Tax (NPR.'000')		(19,148)	342	▶ -5698.83%
Total Fund And Reserves (NPR.'000')		687,927	708,441	▶ -2.90%
Total Assets (NPR.'000')		825,082	838,473	▶ -1.60%
<b>Human Resources</b>				
Number of Employee		87	81	▶ 7.41%

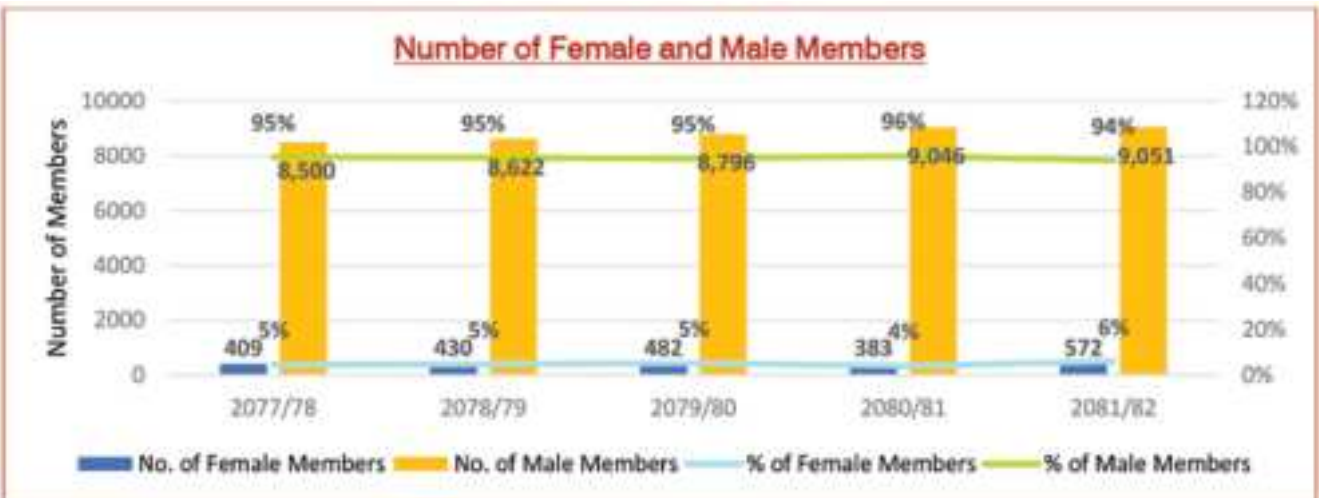
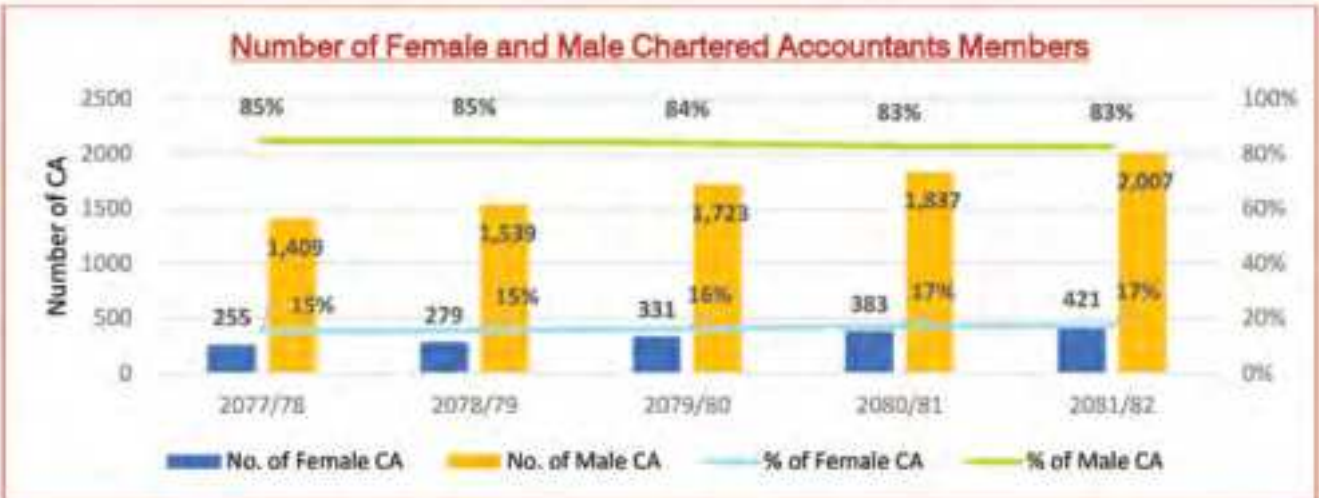
## Members and Students Highlights

### Members During Fiscal Year 2081/82

<b>CA Members : 208</b>	<b>Female CA Members : 38</b>	<b>Fellow CA Members : 60</b>	<b>Members Qualified from ICAN : 124</b>	<b>Removal of Members due to Death : 13</b>
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	FY 2081/82	FY 2080/81
<b>Total Members</b>	<b>9,623</b>	<b>9,429</b>
<b>Chartered Accountants (CA) Members</b>	<b>2,428</b>	<b>2,220</b>
<b>Registered Auditors (RA) Members</b>	<b>7,195</b>	<b>7,209</b>
'B' Class Registered Auditors Members	3,430	3,432
'C' Class Registered Auditors Members	1,543	1,546
'D' Class Registered Auditors Members	2,222	2,231

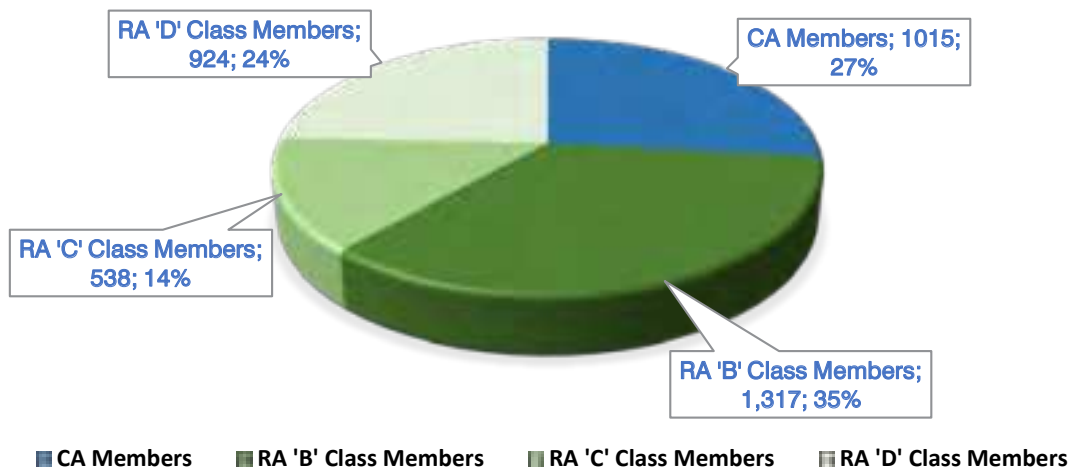




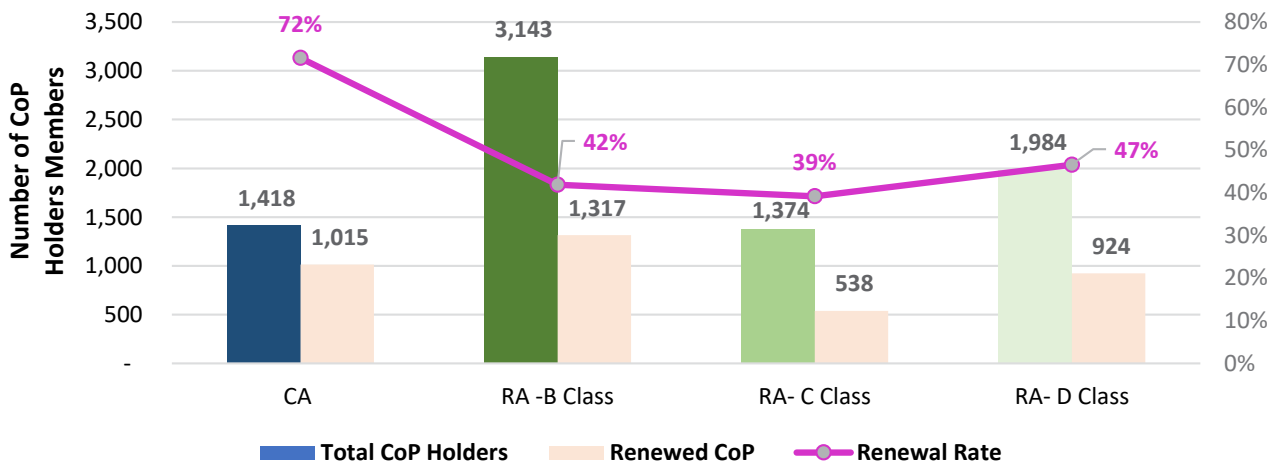


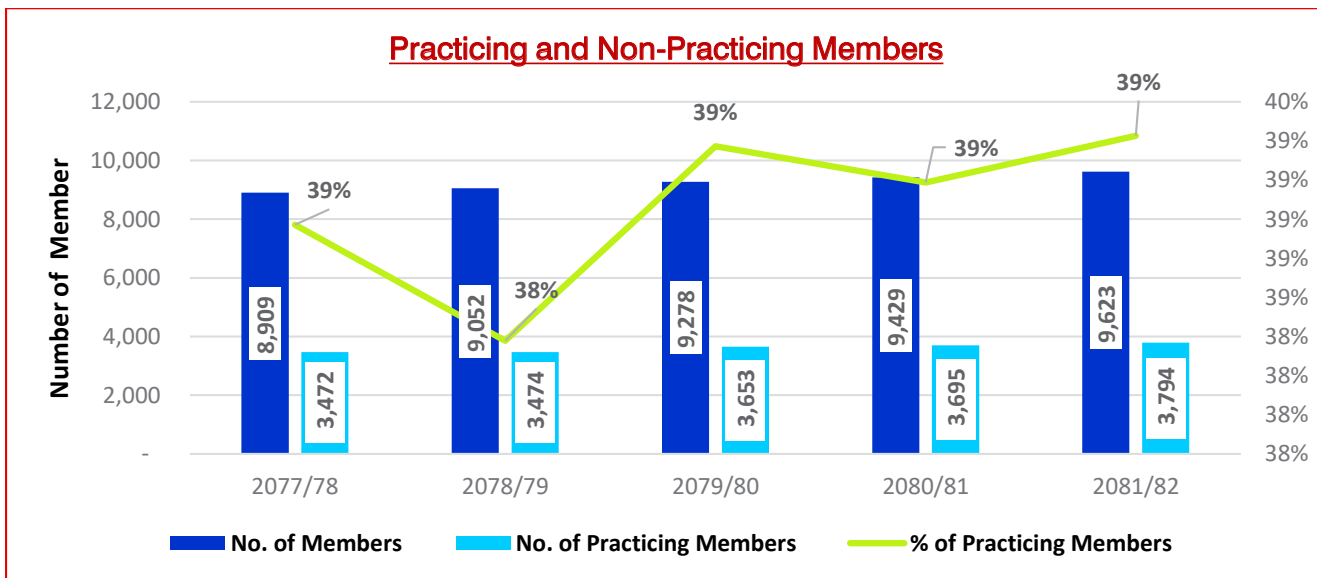
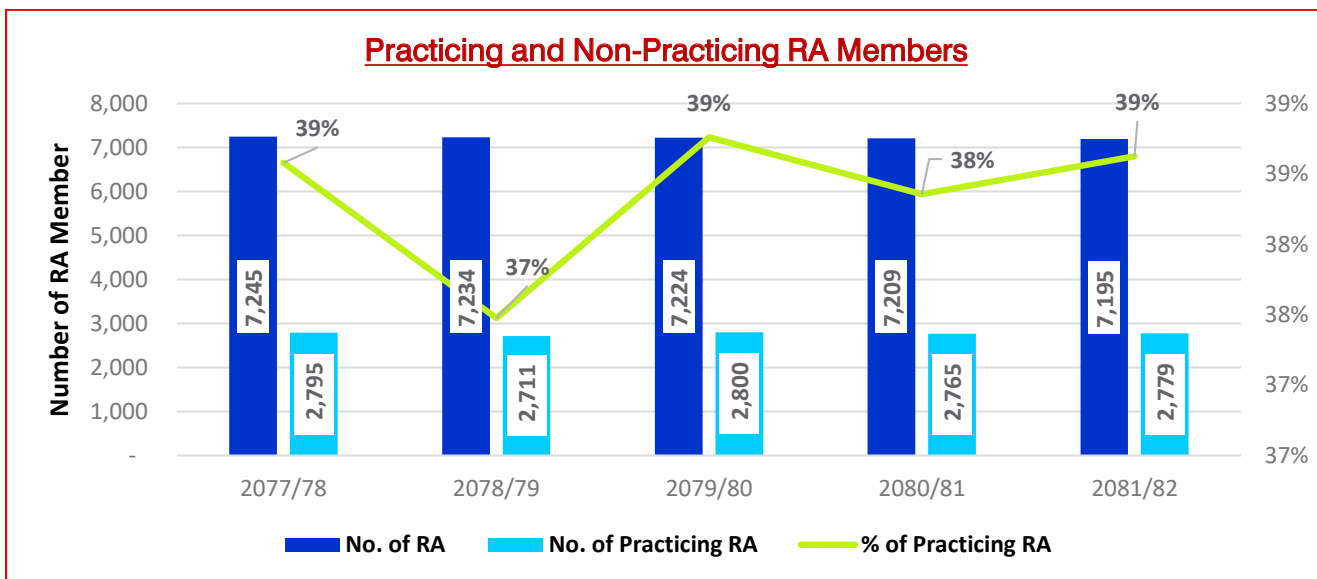
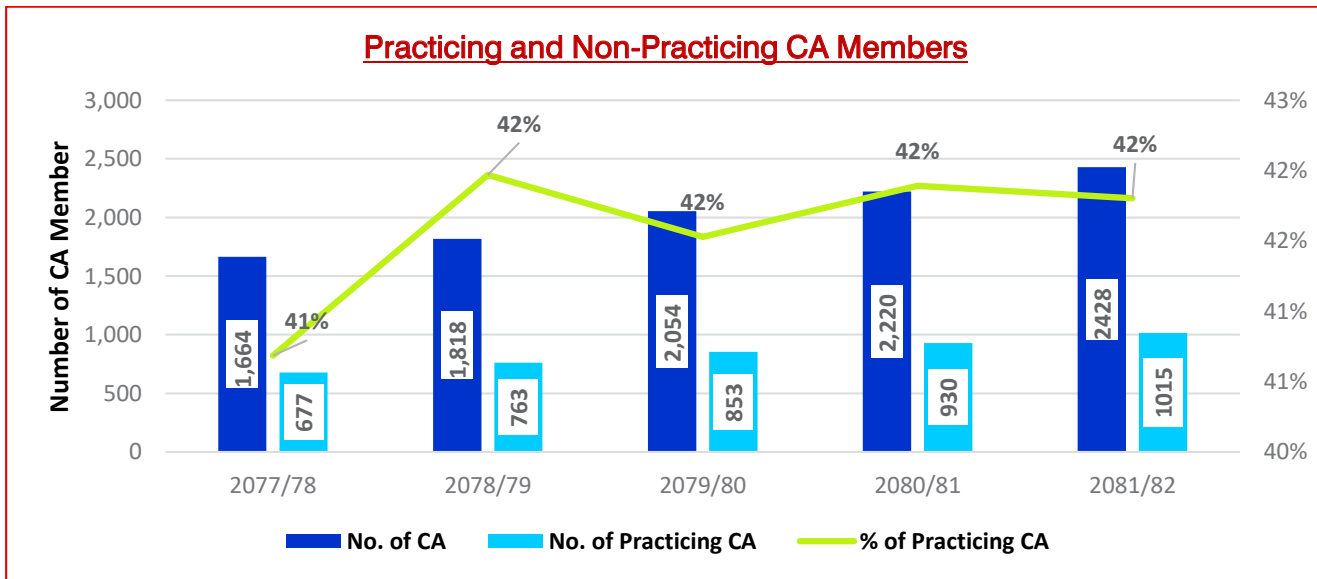
	FY 2081/82	FY 2080/81
<b>Total Practicing Members</b>	<b>3,794</b>	<b>3,695</b>
<b>Chartered Accountants (CA) Members</b>	<b>1,015</b>	<b>930</b>
<b>Registered Auditors (RA) Members</b>	<b>2,779</b>	<b>2,765</b>
‘B’ Class Registered Auditors Members	1,317	1,296
‘C’ Class Registered Auditors Members	538	533
‘D’ Class Registered Auditors Members	924	936

**Number of Practicing Members FY 2081/82 (With Renewed Status)**



**Members Obtaining CoP and Renewing COP as at end of FY 2081/82**



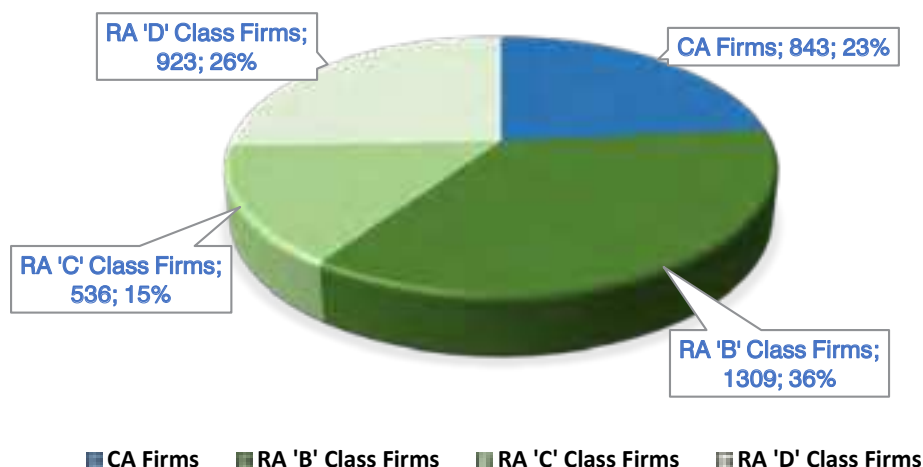




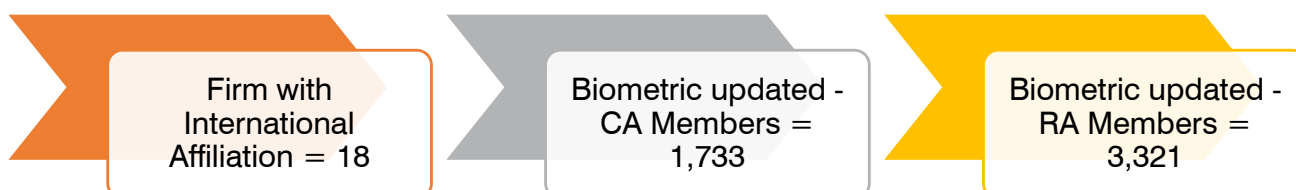
	FY 2081/82	FY 2080/81
<b>Total Audit Firms</b>	<b>3,611</b>	<b>3,527</b>
<b>Chartered Accountants (CA) Members</b>	<b>843</b>	<b>767</b>
<b>Registered Auditors (RA) Members</b>	<b>2,768</b>	<b>2,760</b>
‘B’ Class Registered Auditors Members	1,309	1,289
‘C’ Class Registered Auditors Members	536	535
‘D’ Class Registered Auditors Members	923	936

Firm Status as at FY 2081/82	CA Firms		RA Firms	
	Total	Renewed	Total	Renewed
Number of Sole Proprietorship Firms	1,233	722	4,163	2,767
Number of Partnership Firms	163	121	22	1

**Number of Audit Firms FY 2081/82 (With Renewed Status)**



	FY 2081/82	FY 2080/81
Fellow Chartered Accountants Members	578	518
Chartered Accountants Members in Practice	1,015	930
Chartered Accountants Qualified from ICAN	978	855
Female Chartered Accountants Members	421	383
Female Registered Auditors Members	151	151



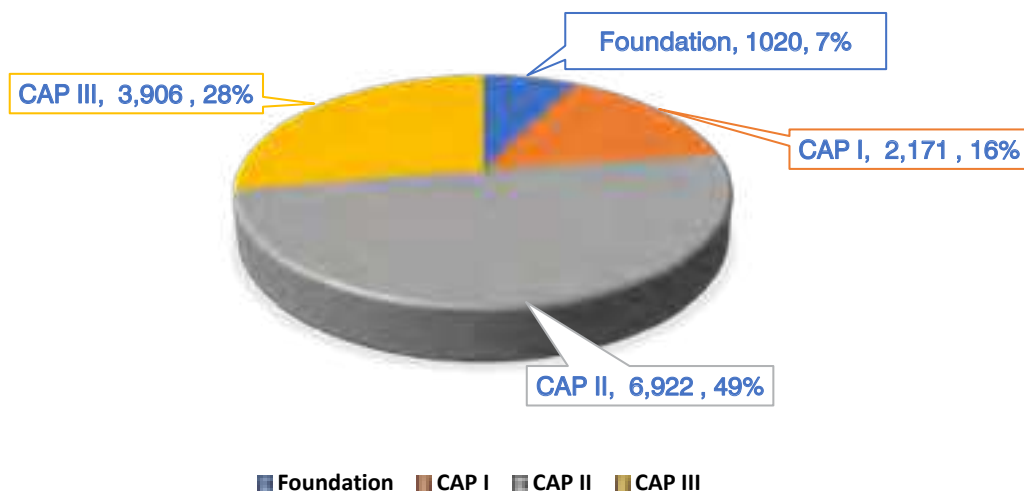


Students During Fiscal Year 2081/82

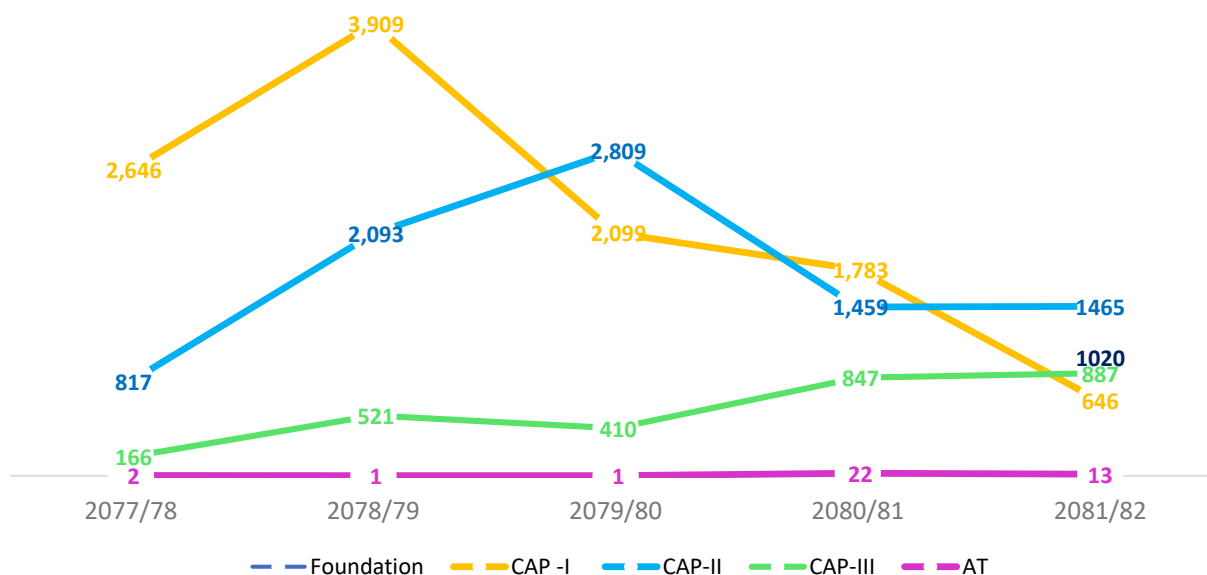
New Registration in Foundation Level : 1020	New Registration in CAP I Level : 646	New Registration in CAP II Level : 1,465	New Registration in CAP III Level : 887	New Registration in AT : 13	Number of Articleship Completion Issued : 490
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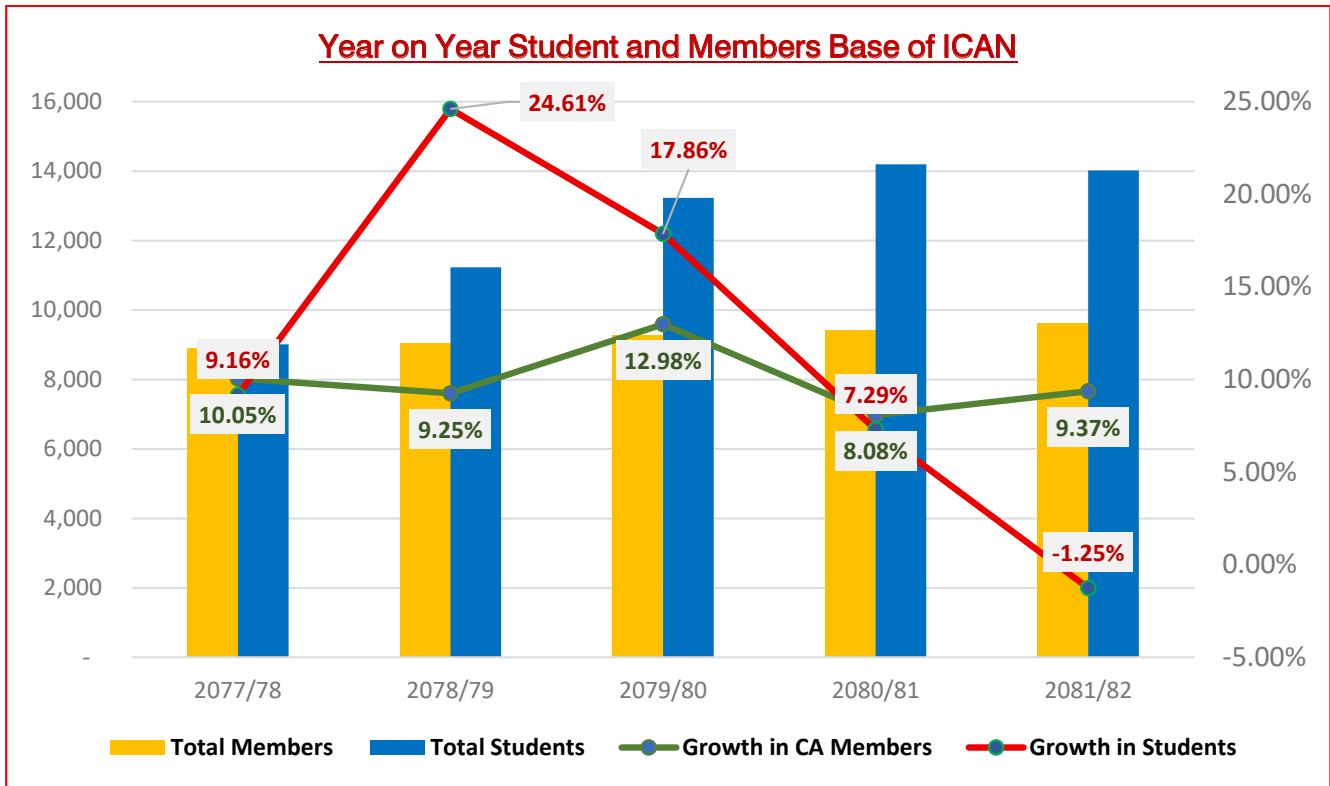
	FY 2081/82	FY 2080/81
<b>Total Active Students</b>	<b>14,019</b>	<b>14,197</b>
Enrolled in Foundation Level	1,020	
Enrolled in CAP- I Level	2,171	3,720
Enrolled in CAP- II Level	6,922	7,332
Enrolled in CAP- III Level	3,906	3,145

**Number of Total Active Students FY 2081/82**



**Number of New Students Registration on Yearly Basis**





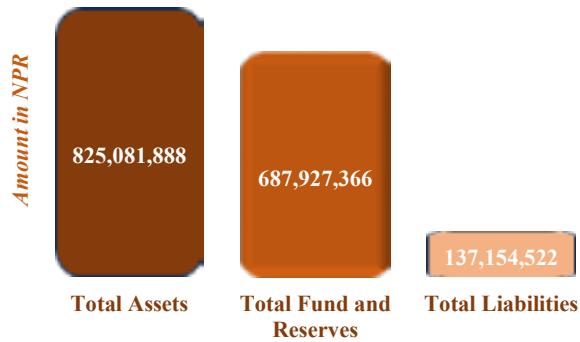
### Accounting Technician (AT) as at end of Fiscal Year 2081/82

<b>Total Number of License Holder AT : 37</b>	<b>Total Number of Renewed License Holder AT : 27</b>	<b>Total Number of Qualified AT : 175</b>
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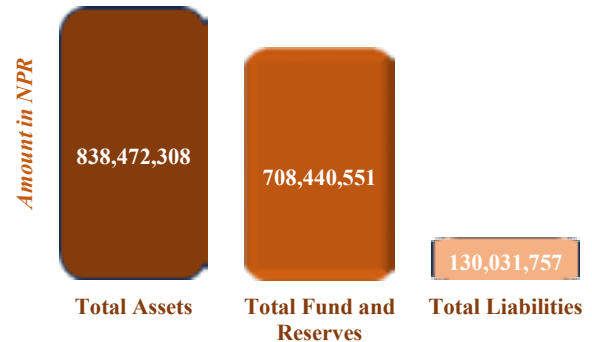


## Financial Highlights

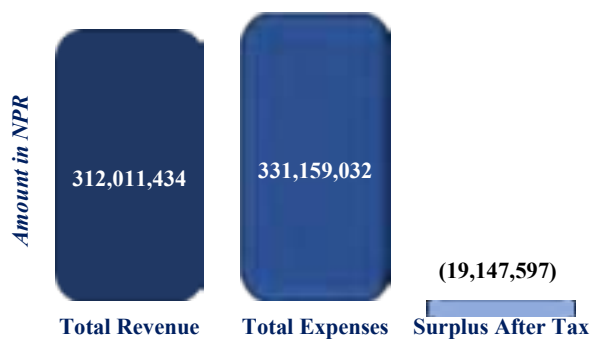
**Financial Position as at End of FY 2081/82**



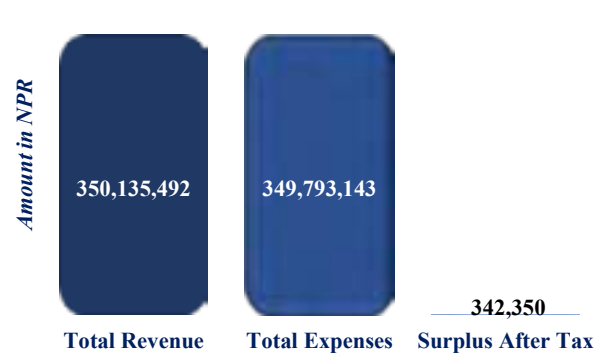
**Financial Position as at End of FY 2080/81**



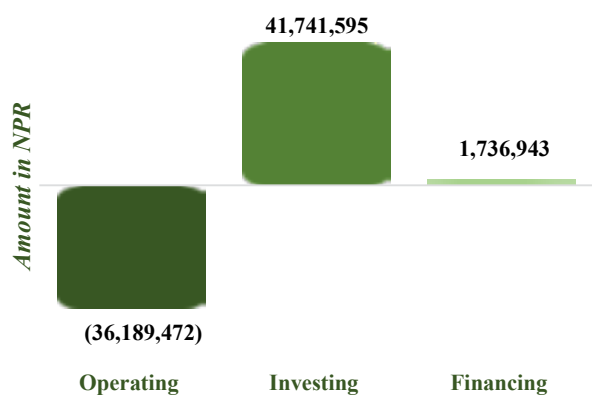
**Financial Performance during FY 2081/82**



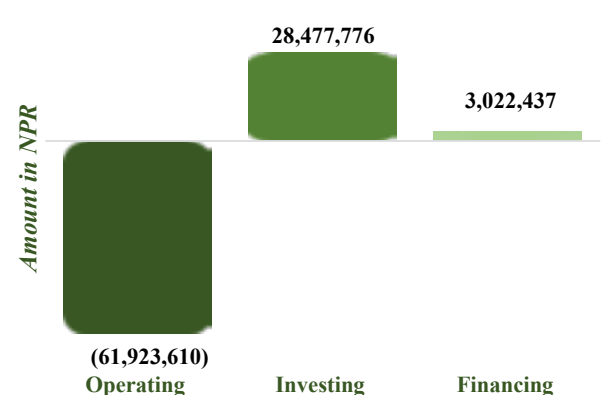
**Financial Performance during FY 2080/81**



**Cashflow during FY 2081/82**

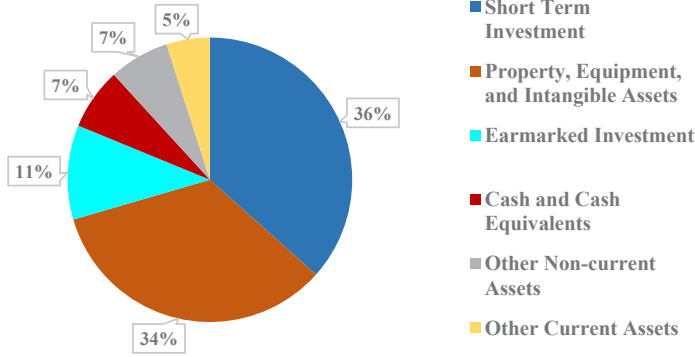


**Cashflow during FY 2080/81**

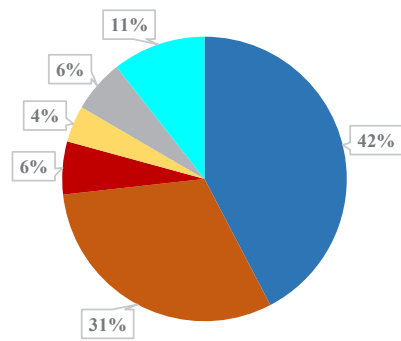




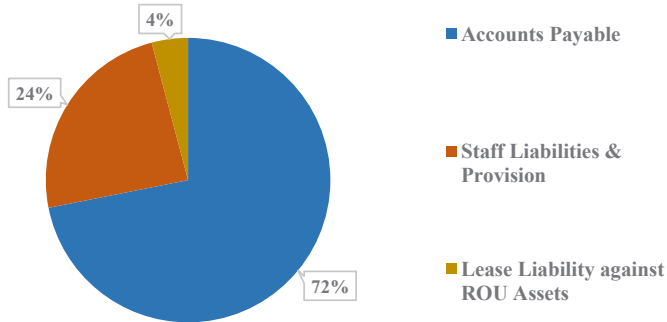
**Composition of Assets as at End of  
FY 2081/82**



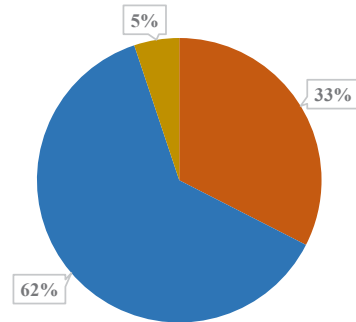
**Composition of Assets as at End of  
FY 2080/81**



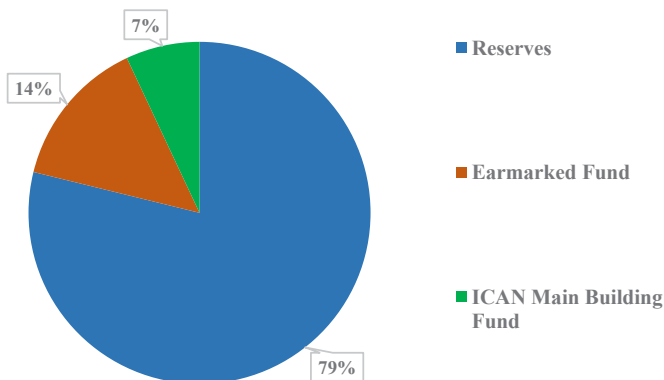
**Composition of Liabilities as at End of  
FY 2081/82**



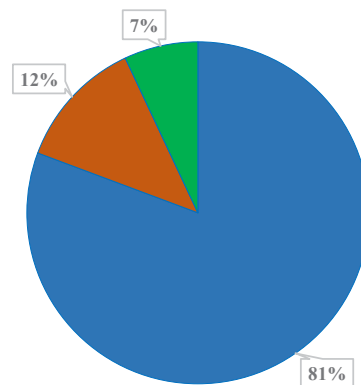
**Composition of Liabilities as at End of  
FY 2080/81**



**Composition of Fund & Reserves  
as at End of FY 2081/82**

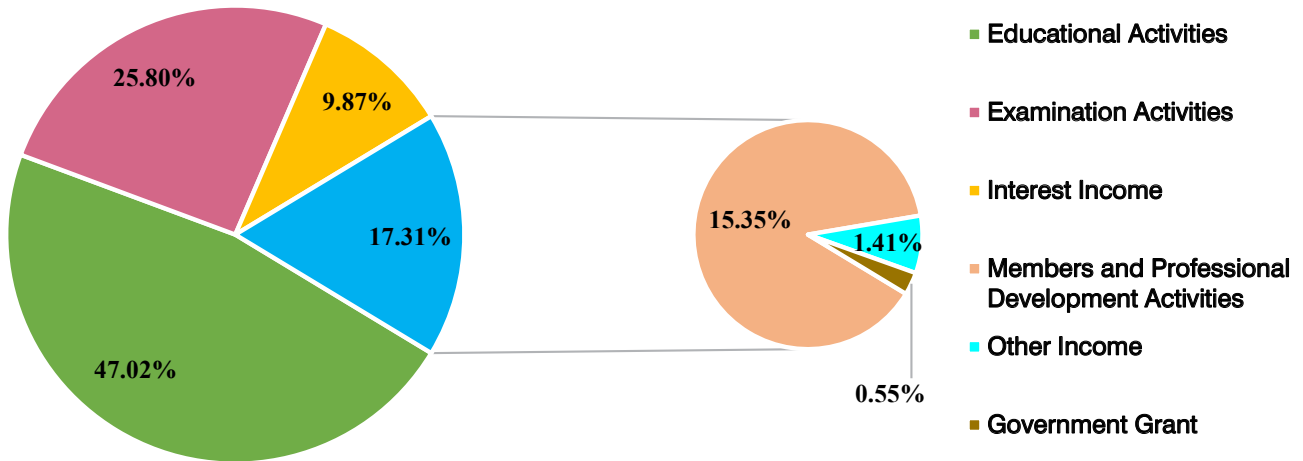


**Composition of Fund & Reserves  
as at End of FY 2080/81**

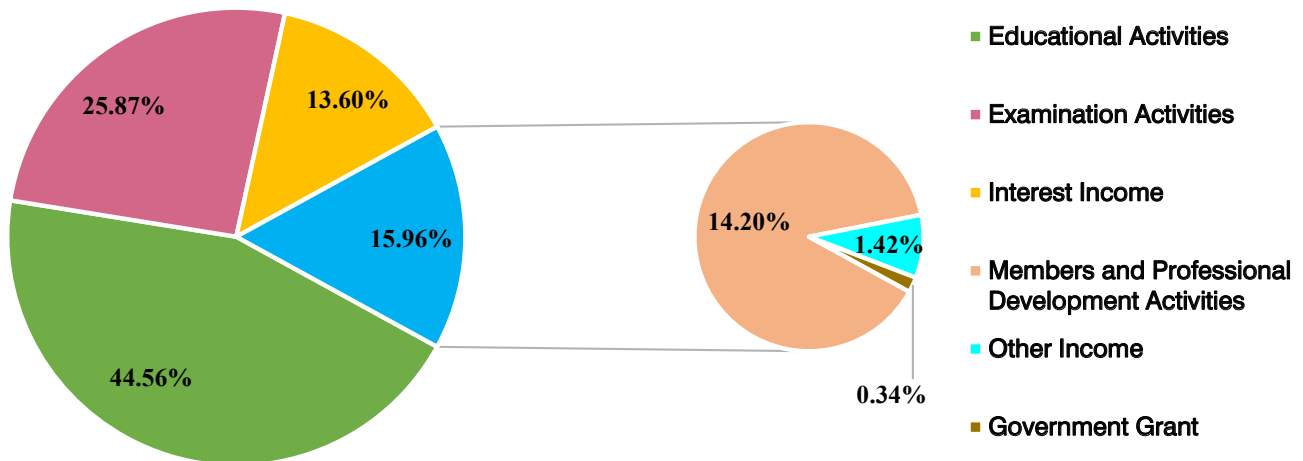




**Composition of Income during  
FY 2081/82**

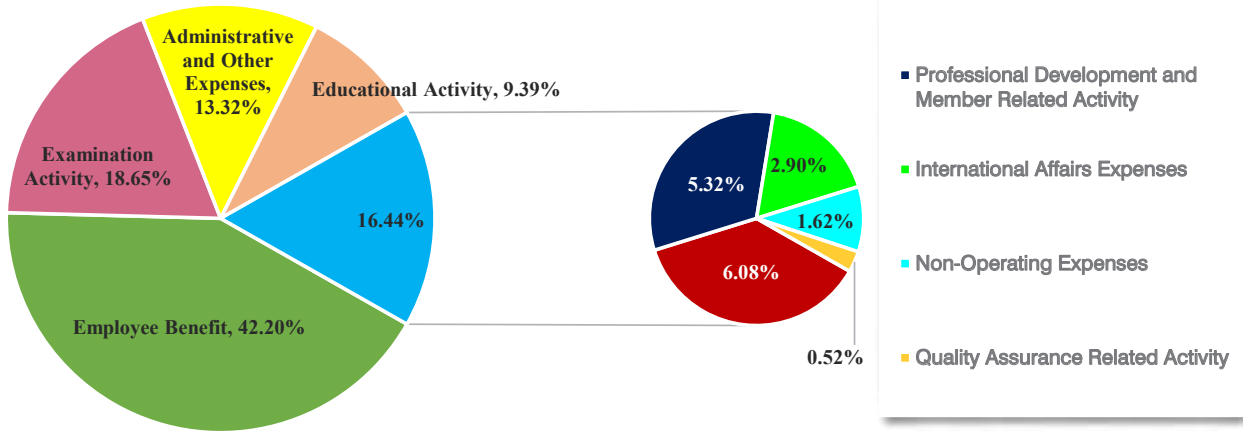


**Composition of Income during  
FY 2080/81**

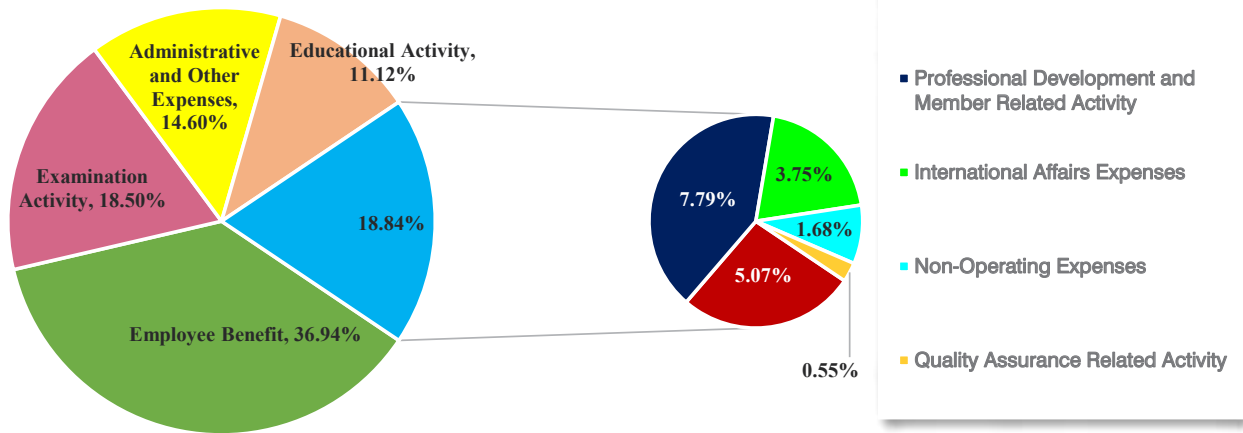




**Composition of Expenses during  
FY 2081/82**

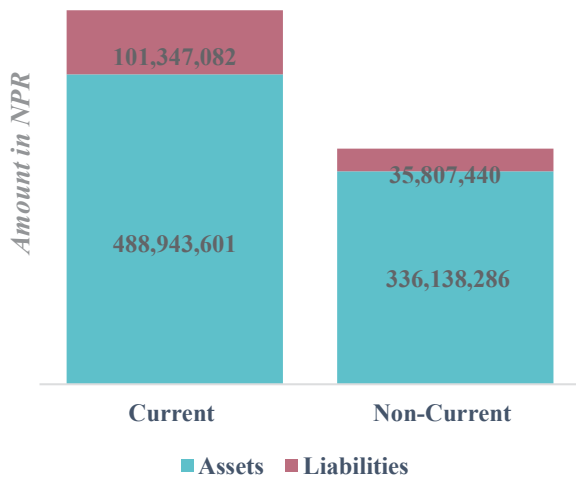


**Composition of Expenses during  
FY 2080/81**

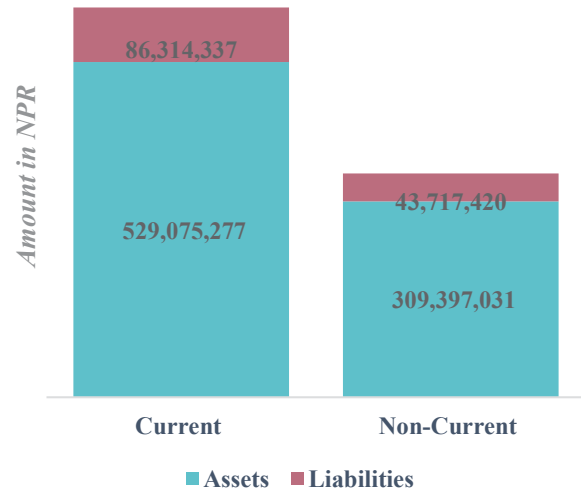




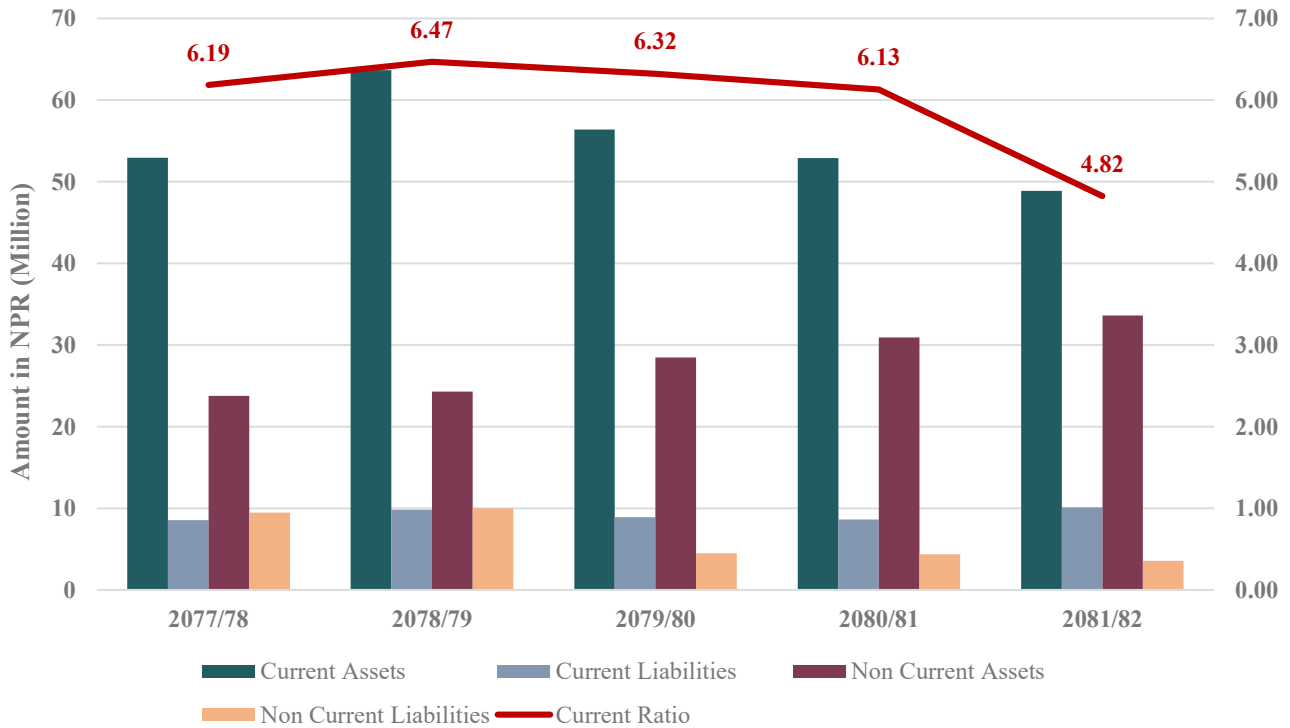
**Current /Non-Current Assets/Liabilities as at FY 2081/82**



**Current /Non-Current Assets/Liabilities as at FY 2080/81**



**Last Five Year's Comparative of Current/Non-Current Assets/Liabilities and Current Ratio**



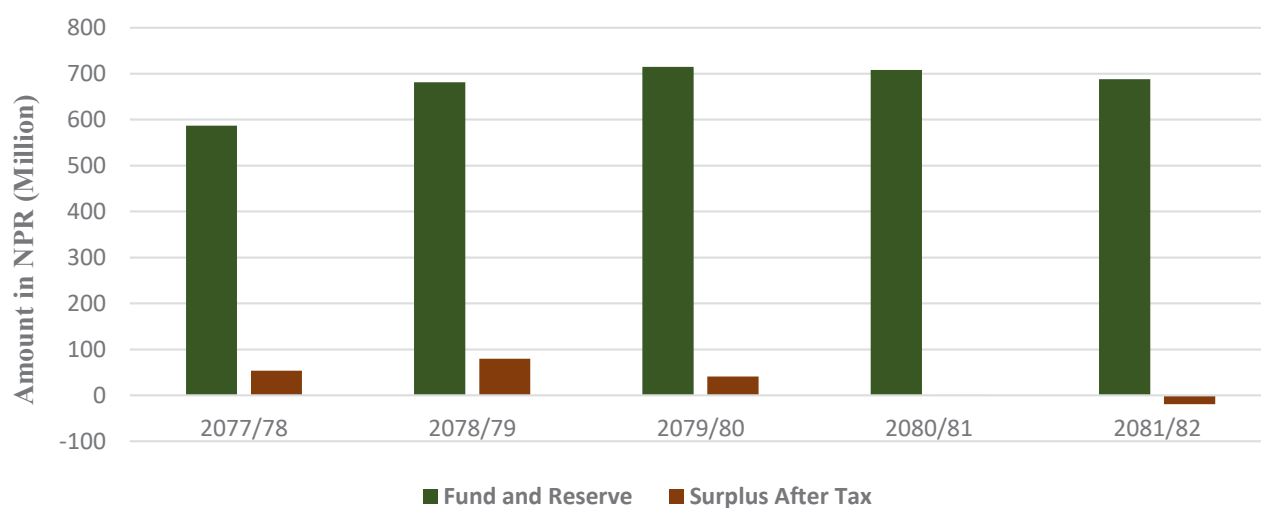


## Financial Position

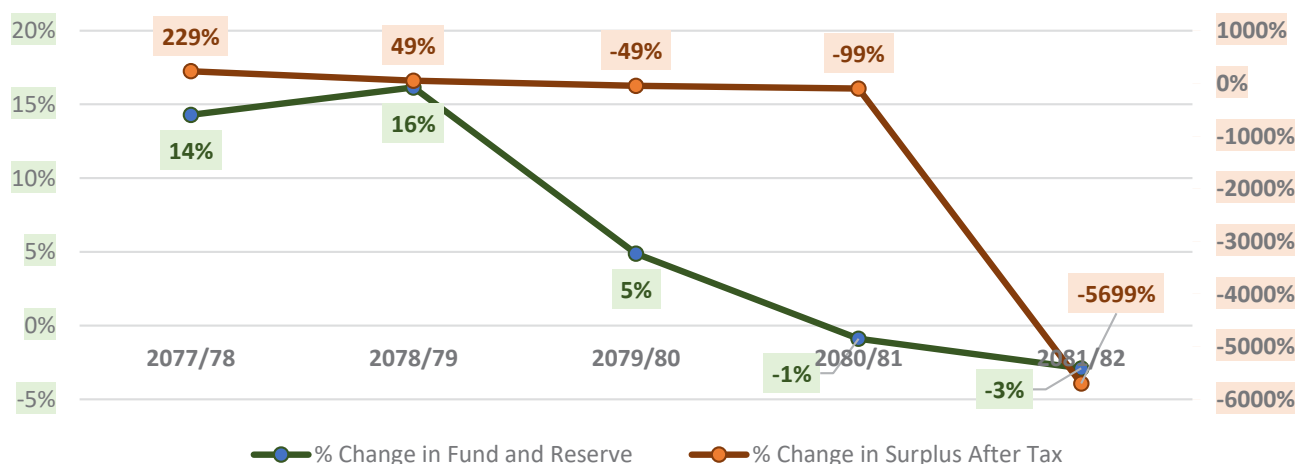
Amount in NPR.'000'

Fiscal Year Ended	2081/82	2080/81	2079/80	2078/79	2077/78
Property, Equipment, and Intangible Assets	279,550	259,077	249,302	224,473	221,124
Other Non-current Assets	56,588	50,320	35,577	18,628	16,486
Short Term Investment	302,000	355,000	375,000	452,004	330,562
Earmarked Investment	88,506	88,804	60,386	15,821	18,996
Other Current Assets	40,708	34,831	47,907	55,918	36,194
Cash and Cash Equivalents	57,730	50,441	80,865	112,884	143,566
<b>Total Assets</b>	<b>825,082</b>	<b>838,473</b>	<b>849,037</b>	<b>879,728</b>	<b>766,928</b>
Fund and Reserves	687,927	708,441	714,842	681,540	586,757
Non-current Liabilities	35,807	43,718	44,978	99,785	94,630
Current Liabilities	101,347	86,314	89,217	98,403	85,541
<b>Total Fund and Liabilities</b>	<b>825,082</b>	<b>838,473</b>	<b>849,037</b>	<b>879,728</b>	<b>766,928</b>

### Last Five Year's Comparative of Fund & Reserves and Surplus After Tax



### Last Five Year's Changes in Fund & Reserves and Surplus After Tax



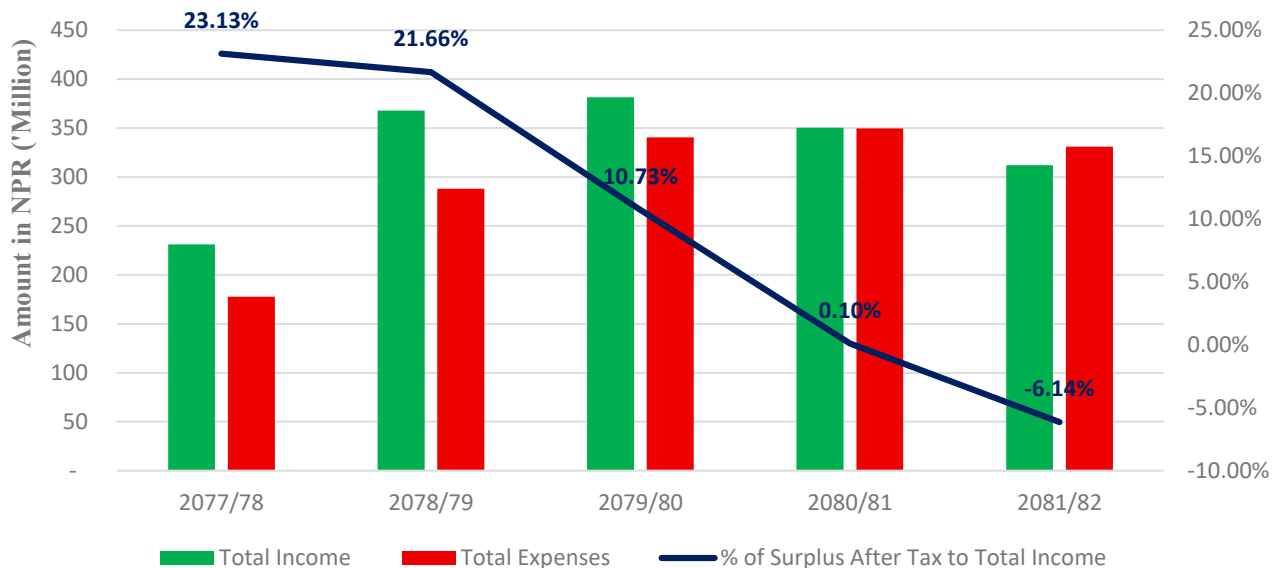


## Financial Performance

Amount in NPR.'000'

Fiscal Year Ended	2081/82	2080/81	2079/80	2078/79	2077/78
Income from Educational Activities	146,696	156,031	188,674	195,240	119,997
Income from Examination Activities	80,508	90,594	90,330	88,982	38,998
Income from Members and Professional Development Activities	47,886	49,712	44,946	39,799	37,161
Government Grant	1,727	1,200	2,569	1,732	1,200
Interest Income	30,801	47,621	51,811	39,361	28,033
Other Income	4,394	4,978	3,178	2,748	5,620
<b>Total Income</b>	<b>312,011</b>	<b>350,136</b>	<b>381,508</b>	<b>367,862</b>	<b>231,009</b>
Educational Activity Expenses	31,526	38,930	39,726	27,487	14,073
Examination Expenses	62,598	64,791	58,068	50,229	21,449
Professional Development and Member Related Activity Expenses	17,871	27,286	32,674	20,274	6,076
International Affairs Expenses	9,732	13,134	9,141	5,668	2,173
Quality Assurance Related Activity Ex-penses	1,743	1,942	1,416	892	667
Employee Benefit Expenses	141,663	129,357	114,884	86,460	69,633
Administrative and Other Expenses	44,704	51,135	45,470	49,002	28,390
Non-Operating Expenses	5,448	5,876	6,125	5,788	7,152
Depreciation and Amortization	20,408	17,740	16,218	15,099	11,923
<b>Total Expenses</b>	<b>335,693</b>	<b>350,191</b>	<b>323,722</b>	<b>260,899</b>	<b>161,536</b>
<b>Surplus Before Tax</b>	<b>(23,681)</b>	<b>(55)</b>	<b>57,788</b>	<b>106,964</b>	<b>69,473</b>
Current Tax Expenses	977	7,898	24,280	31,180	22,632
Deferred Tax Income	5,510	8,295	7,415	3,896	6,600
<b>Surplus After Tax</b>	<b>(19,148)</b>	<b>342</b>	<b>40,924</b>	<b>79,680</b>	<b>53,441</b>

**Last Five Year's Comparative of Total Income, Expenses and % Surplus After Tax to Total Income**

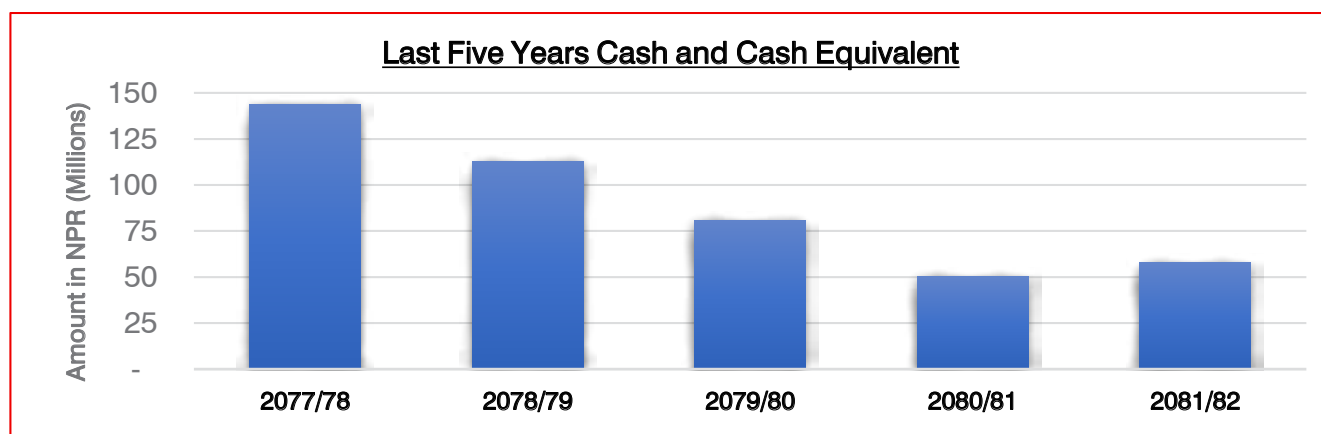
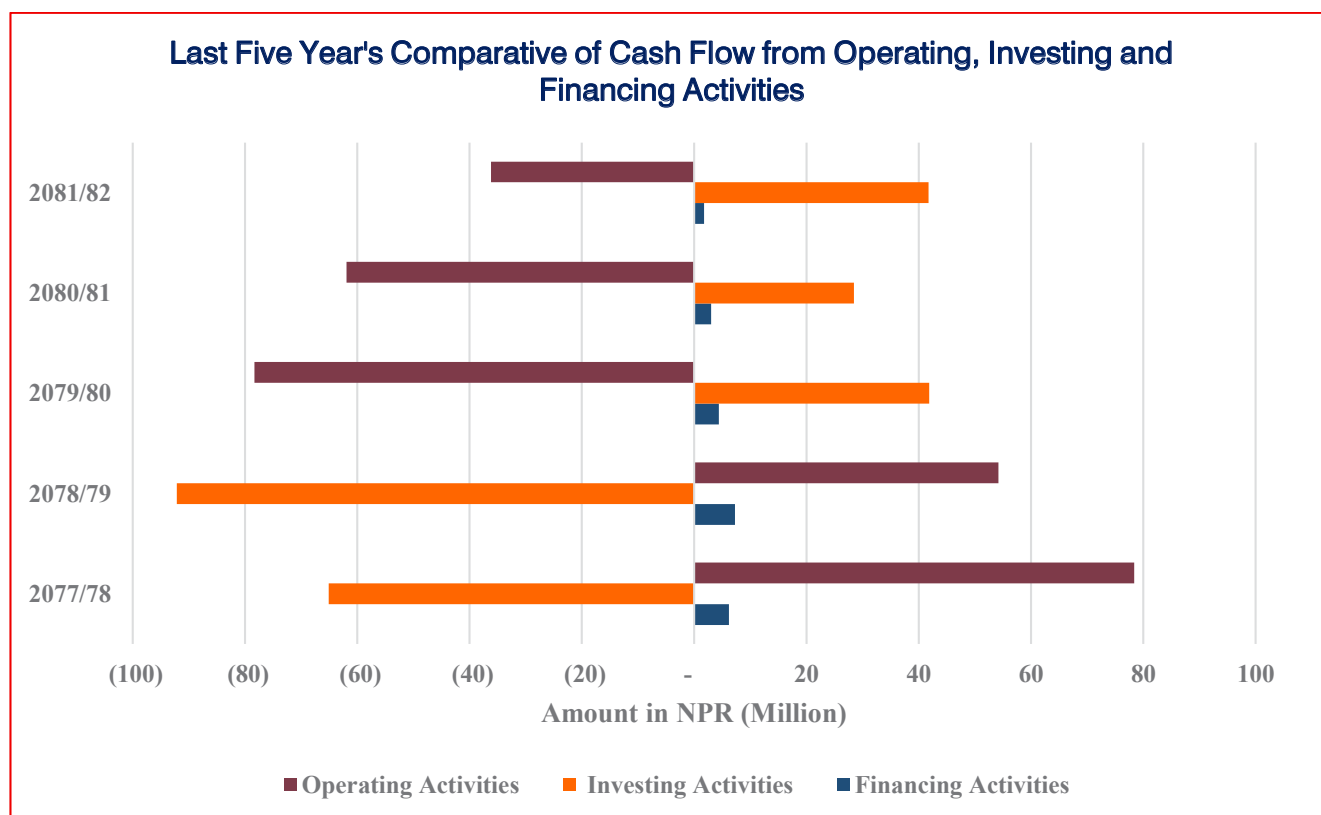




## Cash Flow Position

Amount in NPR.'000'

Fiscal Year Ended	2081/82	2080/81	2079/80	2078/79	2077/78
Cash Flow from Operating Activities	(36,189)	(61,924)	(78,305)	54,201	78,379
Cash Flow from Investing Activities	41,741	28,478	41,882	(92,135)	(65,066)
Cash Flow from Financing Activities	1,736	3,022	4,402	7,252	6,178





## President's Message



On behalf of the Council of The Institute of Chartered Accountants of Nepal and in capacity as the 29<sup>th</sup> President of the Institute, I take an immense pleasure and honor to present before you the 28<sup>th</sup> Annual Report of the Institute for Fiscal Year 2081/82.

The Annual Report comprises insights into the major activities undertaken by the institute during FY 2081/82 and the independent auditors report and audited financial statements for fiscal year 2081/82.

As the Institute celebrates 29 years since its establishment, it stands proud of its strong and expanding base of 9623 members and 14019 students.

This year the Council Approved the fourth Strategic Plan 2081/82 – 2085/86 developed in theme “Upholding Public Trust and Transforming Economies.” as a roadmap to align ICAN’s functional activities to achieve ICAN’s goals for the next five years. The activities of the Institute were guided by the priorities laid down in the four strategic intents of the Strategic Plan. The plan contain four intents with five strategies in each intents which are supported by various activities. With this context, I would like to walk you through the synopsis of institutional activities during the reporting period FY 2081/82.

### Strategic Intent 1: Expanding Reach and Credibility of Accounting Profession

In order to enhance the reach and credibility of the profession, series of activities are to be performed with the period of five years. Introduction of new syllabus is one of the major activity of this intent. Therefore, the Institute launched new CA Syllabus in accordance with International Education Standards which was effective from December 2025. This initiative represents a significant step toward providing internationally benchmarked education in Nepal and creating opportunities for our members in global market. All routine operations related to education and students including registration, examination, availability of study material, training, and extra curricular activities were carried out continuously and uninterrupted manners.

During FY 2081/82, institute awarded scholarships amounting to NPR 50.21 lakhs to 229 students of different level. Institute has also facilitated student’s participation in various international platforms. I also take this opportunity to congratulate the students for their outstanding performance in SAFA Quiz and Public Speaking Contest, 2024.

The Council approved and pronounced Nepal Financial Reporting Standards (NFRS) 2024 in line with the International Accounting Standards (IAS) with mandatory application for annual period beginning on or after 1<sup>st</sup> Shrawan 2082. Likewise, the Nepal Standard on Auditing for Audit of Financial Statements of Less Complex Entities (NSA for LCE), 2024 was also



pronounced which shall be mandatorily applicable for audit of financial statement prepared from 1<sup>st</sup> Shrawan 2083 onwards.

The Institute with an intent to assist members and stakeholder and maintain uniformity in the financial statement has published Model Financial Statements under the Nepal Financial Reporting Standards for Small and Medium Sized Entities (NFRS for SMEs), Nepal Accounting Standards for Micro Entities (NAS for MEs) and Nepal Accounting Standards for Not-for-Profit Organizations (NAS for NPOs).

Besides, the Council also approved Monitoring Bylaws, 2082, first amendment of Guidelines on Marketing Professional Service, 2023 and first amendment of Guidelines on Anti-Money Laundering and Counter Financing of Terrorism, 2082.

Moreover, the Council also approved Internal Audit Manual, 2025 and Information System Audit Manual, 2025 as reference material for the Members and Stakeholders. The manuals are expected to provide minimum guidance on the scope and extent of procedures to promote standardization, consistency and uniformity in internal audit and information system audit practices.

The Quality Assurance Division of the Institute along with the steering and oversight of Quality Assurance Board conducted quality assurance review of 47 Audit Firms during the year that were engaged in statutory audit of listed companies. Whereby, Investigation of 4 disciplinary cases lodged were completed. Moreover, the Council also approved UDIN Related Bylaws, 2082 which was effective from 1<sup>st</sup> Shrawan 2082 and the UDIN portal was updated based on the approved Bylaws.

Furthermore, the requirement for providing biometric data which was made voluntary for renewal of membership with effective from FY 2082/83, the Council also approved to increase change in the amount of audit threshold for B, C and D Class practicing members based on the Wholesale Price Index as published by the Nepal Rastra Bank. The new arrangement which was applicable with effective from 1<sup>st</sup> Shrawan 2081.

### **Strategic Intent 2: Engaging members and Collaboration with stakeholders**

Under the above intent 15 activities are expected to be implemented. The Council continued policy level advocacy for recognition of accounting professionals in public sector. Series of meetings were held with the

officials of Government and Hon'ble Finance Minister advocating for recognition of accounting professionals.

The Council oversight conduction various conference, capacity development program and training for members. During the reporting period, Institute conducted various programs for members including the SAFA webinar, conference, workshops, interaction program on various contemporary issues such as Artificial Intelligence, Information System Audit, AML/CFT, Transfer Pricing, federal budget, Code of Ethics and audit quality.

The Institute also conducted 3 certification course and is under process for development of Certification Course on "Data Analytics and Artificial Intelligence" which shall be rolled out during FY 2082/83.

Likewise, the 4<sup>th</sup> National Convention of Accounting Professionals on theme "Transforming Economies Through Modernizing Tax and PFM" was conducted successfully in the gracious presence of SAFA and ICAI President. The conference was attended by 1044 participants.

Besides, training on topics such as NFRS, guidelines on verification of working capital, audit documentation manual, audit practice manual review and analysis of financial statement, NFRS for SMEs and NAS for MEs, Consideration of Misstatement Scenarios in Forming an Audit Opinion were organized both physically and virtually throughout the country. The Institute also organized 15 CPE training which was participated by 1449 members. Moreover, the process for updating Continuous Professional Education (CPE) Guidelines was initiated during FY 2081/82.

The Institute also organized a National Best Presented Annual Report, 2023 and 18 companies received awards on 5 different categories. And, a Webinar on Legislation and Practice of Transfer Pricing in SAARC Countries was also hosted by ICAN.

With registration of 208 new CA Member, ICAN achieved a significant milestone with membership base of 9623 which comprised of 2428 Chartered Accountants as at the end of FY 2081/82.

### **Strategic Intent 3: Expanding role as Government's Partner for Economic Prosperity and Elevating Global Standing**

During the reporting period, the Institute signed MoU with Financial Comptroller General Office with the objective of facilitating collaboration in matters of public financial management and related initiatives.



Also, MoU with Social Security Fund was signed for Implementation of Social Security System. The MoU intends to foster collaboration, coordination and leveraging collective expertise to achieve mutual objectives and contribute towards national development.

In line with ICAN's continuous commitment to supporting government policy making and fostering economic growth, ICAN held series of interactions, meeting and courtesy visits with officials at the Ministry of Finance, Office of the Auditor General and other Government Agencies and Development Partners. During this period, ICAN submitted a study report containing suggestions for reform for tax policy of the Government, before the Hon'ble Finance Minister in pretext of budget formulation process for FY 2082/83. Besides, ICAN also submitted Format of Certification of Income Tax Return and suggestion on exposure draft of Transfer Pricing Guidelines before the Director General, IRD. Moreover, the Institute has actively engaged with stakeholders through various programs, including training and interaction sessions.

Establishing strategic collaborations with PAOs and advancing ICAN's position on the global stage remains a matter of strategic significance for the Council. During the reporting period, Council members represent the ICAN in various forums including IFAC Board and Ordinary Meeting, CAPA meetings, CAPA AGM and conference. Besides, the Institute also hosted one SAFA Board Meeting and participated in various SAFA Meeting and programs. Council Members also facilitated various programs organized by PAOs.

#### **Strategic Intent 4: Ensuring Operational Resilience and Sustainability**

The Oath Taking Ceremony of the President, Vice-President and Council Members of 10<sup>th</sup> Council of the Institute took place in 5<sup>th</sup> Shrawan 2081. And the Council formed 4 Standing Committees and 3 Boards as mandated by the Act along with 13 Non-Standing Committees and 6 Branch Coordination Committees for FY 2081/82 to assist the Council in various matters.

Recognizing the need to align with changing evolving framework and addressing emerging stakeholders' requirements, the Institute is under undergoing process for updating Nepal Chartered Accountants Act, 2053. During the year, the Ministry of Finance has approved 13<sup>th</sup> Amendment of the Nepal Chartered Accountants Regulation, 2061 which was effective from 1<sup>st</sup> Shrawan 2082.

The Council with the objective to strengthen the organization's risk management framework, ensuring effective internal control system and promoting effective service delivery to stakeholders has approved various Bylaws including Grievance & Complaint Redressal Bylaw, 2025; Anti-Corruption and Non-Discrimination Bylaw, 2025 and Sexual Harassment Prevention Bylaw, 2025. Recognizing the importance of SDGs and ESG, the Council has formulated strategic action plans aligning with the SDGs and adopted an ICAN ESG Policy, 2082 to institutionalize the consideration of ESG factors in ICAN's operations.

The Institute commemorated its 28<sup>th</sup> Anniversary on 17<sup>th</sup> Magh 2081, during which the Annual Report for FY 2080/81 was formally disseminated. The Institute has been consistently conducting periodic internal audits as well as timely statutory audits in accordance with applicable requirements.

The financial performance of FY 2081/82 reflects a period of contraction and financial stress. There has been significant decline in surplus after tax, which stood at NPR 1.91 crore deficit. While the total fund and reserve also declined by 2.90% in comparison to previous fiscal year and stood at 68.79 crores at the end of FY 2081/82. As the financial indicators pointed on the need for strengthened revenue generation and strategic measures to restore financial stability, Council has approved revised fees for members and students which was effective from 1<sup>st</sup> Shrawan 2082.

Human resources are the key drivers of ICAN's performance and long-term sustainability. However, in the reporting year, there were significant transitions in ICAN's key management. The position of Executive Director underwent multiple changes. As, CA Bimal Dangol has assumed the position of Executive Director with effective from 24<sup>th</sup> Asar 2082, I believe that under his management the Institute will achieve stability and operational effectiveness.

#### **Major Activities during 1<sup>st</sup> half of FY 2082/83**

As we publish the Annual Report of FY 2081/82 on Magh 2082, I think it is my duty to recap the key progress of key activities of the Institute accomplished during last six months of current fiscal year for the knowledge of the members although members were updated about work performed via monthly newsletter since Shrawan 2082. Collaboration has always been a key priority of the Institute. After assuming the office by President and Vice-President on Shrawan 2082 for 2082/83, the Institute signed various MoUs with government



authorities, regulators and other Institutions to deliver our mandate. In this connection, a MoU with National Cooperative Regulatory Authority (NCRA) was signed focusing on strengthening oversight and regulation of cooperatives, enabling ICAN members to conduct prudential audits of cooperative and facilitating implementation of NFRS in Cooperatives for standardized and high-quality financial reporting. Similarly, MoU with Public Procurement Monitoring Office (PPMO) was signed for Conducting Certification Course on Public Procurement Management. MoU with Central Investigation Bureau (CIB) of Nepal Police was signed for collaborative action against corporate financial crimes. And MoU with Manipal University Jaipur (MUJ) for the Enhancement of Professional and Academic Excellence in Accounting, Auditing, and Related Disciplines. MoU with Institute of Internal Auditors India (IIA, India) was signed with aims to facilitate ICAN members in obtaining membership of IIA India along with all associated benefits, including membership of IIA Inc. Besides, the Institute also signed agreement with ALINEA International for development of format of Annual Financial Statements for Community schools. The Council also approved Continued Professional Education (CPE) Guideline, 2082 which was effective from FY 2082/83.

### Way Forward,

The overall operation of the Institute is guided by the strategic plan. However, going forward during upcoming fiscal year 2082/83, the Council shall prioritize policy level discussion in specific four areas including strengthen the accounting profession in Nepal by fostering the creation of large accounting practices, including Limited Liability Partnership, Multi-Disciplinary Partnership and partnership amongst difference category of ICAN members; positioning Nepal as a credible hub for account and audit outsourcing; digitalization of ICAN operation and promoting ICAN's recognition and brand building. Besides, the Council's thought leadership shall guide strategic initiatives, foster innovation and strengthen ICAN's standing both at National and International level.

### Condolence and Tribute,

The Institute mourns the loss of valued members during the year and offers heartfelt condolences to their families, praying for the departed souls' eternal peace.

### Concluding Remarks,

As I conclude, I extend my sincere gratitude to the Government, Finance Ministry and other Ministries, Office of the Auditor General other Government and Enforcing Agencies, Regulators and Strategic Partners for extending collaboration and support in the initiative of ICAN. I also, appreciate the support from International Member Bodies, Development Partners, Overseas Chapter, Members and all stakeholders.

Moreover, I convey my deepest gratitude to CA Prabin Kumar Jha, Immediate Past-President for his guidance and leadership. I am also thankful for the cooperation and Stewardship of fellow Council Member. I take this moment to convey my sincere thanks to Past-President, Past Council Members, Member of the Committee/ Boards/Taskforce for their valuable input in various aspects of ICAN's operation. And I am hopeful that in cooperation of CA Ananda Raj Sharma Wagle, Vice-President and fellow Council Members the Institute will accomplish its vision and advance its growth.

I also take this opportunity to congratulate CA Prabin Kumar Jha for being appointed as the Vice-President of South Asian Federation of Accountants (SAFA) for 2026 A.D and wish him success in this prestigious role.

To wrap up, I would also like to thank to the management and staff for their remarkable contribution and dedication to turn our strategic activities into reality. It is hoped that, the Institute will continue to uphold trust in the profession and economic growth of the nation.

Finally, I would also like to thank Executive Director, CA Bimal Dangol and to the former Executive Director CA Surendra Bhusan Shrestha and CA Sanjay Kumar Sinha for their dedication and efficiently discharging responsibilities during their service tenure.

**With Best Wishes.**

**CA Nil Bahadur Saru Magar**  
President  
2082.10.17 B.S.

## Executive Director's Message

It is my privilege to present this message as part of the Annual Report of the Institute of Chartered Accountants of Nepal (ICAN) for the fiscal year 2081/82. This report reflects a year of significant institutional activity, important reforms, and a period of financial and operational transition for the Institute. Guided by ICAN's Five-Year Strategic Plan 2081/82–2085/86, the Institute continued to advance its mandate of protecting the public interest, strengthening the accounting profession, and contributing to Nepal's economic transformation.

A major milestone of the year was the launch of the new Chartered Accountancy course aligned with International Education Standards. The first batch of 1,024 students was enrolled under the new CA Foundation level, marking a significant step towards international benchmarking of Nepal's professional accounting education. While total active students stood more than 14 thousands at the end of the year, a modest decline in new enrolments signals the need for renewed outreach, innovation, and improved student support; an area that will receive strategic focus going forward. The Institute conducted 2 batches of CA examination, CA membership for ACCA and CA Membership examination during the year. Likewise, 1 batch of RA Upgrading Examination, One Accounting Technician Examination was conducted. During the year, 208 new Chartered Accountants were registered, of whom 124 qualified through ICAN,



bringing the total number of ICAN-qualified members to 978; an encouraging indicator of the Institute's growing academic maturity.

During the year, ICAN's total membership grew to 9,623 members, and the number of members in practice increased to 3,794. The Institute now supports a professional ecosystem comprising 843 Chartered Accountant firms and 2,768 Registered Auditor firms, collectively forming a national audit and assurance network of 3,611 firms. At the same time, the membership renewal rate of 46.66 percent highlights the need for deeper engagement, improved service delivery, and stronger value creation for members- an issue that the Institute is actively addressing.

ICAN continued to prioritize professional competence and relevance. During the year, 15 Continuing Professional Education (CPE) programs were delivered, generating 450 credit hours and benefiting 1,449 members. These programs focused on emerging and critical areas such as financial reporting, audit quality, AML/CFT, information systems audit, taxation, and regulatory compliance, helping members remain competitive and responsive to a rapidly evolving professional environment.

ICAN's regulatory and standard setting functions were further strengthened during the year. The Institute pronounced NFRS 2024 in line with international standards, along with NSA for Audits of Less Complex Entities, 2024. Model Financial Statements under NFRS for SMEs, NAS for Micro Entities, and NAS for



Not-for-Profit Organizations were issued to promote consistency and transparency in financial reporting. The issuance of UDIN Bylaws, 2082, updates to AML/CFT and marketing guidelines, and the publication of Internal Audit and Information Systems Audit Manuals further reinforced the regulatory framework and professional discipline. The Quality Assurance mechanism was strengthened through reviews of 47 audit firms and the conclusion of investigations into several disciplinary cases.

ICAN continued to expand its role as a trusted partner of the Government and national institutions. During the year, Memoranda of Understanding were signed with the Financial Comptroller General Office and the Social Security Fund, reflecting ICAN's growing engagement in public financial management, social security administration, and fiscal governance. Through continuous interaction with policymakers, regulators, and development partners, ICAN contributed technical expertise to national reform initiatives in taxation, financial reporting, and accountability.

During this Fiscal Year, the total income declined by 10.89 percent to NPR 31.20 crores, while the Institute recorded a deficit of NPR 1.91 crores, compared to a marginal surplus in the previous year. Consequently, total funds and reserves declined by 2.90 percent to NPR 68.79 crores. These results underline the urgency of strengthening revenue sustainability, improving operational efficiency, and aligning costs with strategic priorities. In response, the Council approved revised fee structures for members and students effective from FY 2082/83, marking an important step toward restoring financial stability while safeguarding the quality of services.

ICAN's human capital remains the backbone of its operations. As of the end of the year, the Institute employed 87 staff members across its head office and six branches. The Institute conducted various staff training and development initiatives to enhance staff capabilities and strengthen organizational effectiveness. The organization continued to invest in staff development, internal controls, and institutional systems, while also expanding digital outreach and communication through social media and branding initiatives.

As ICAN moves forward, the focus will be on high standard professional accounting education, strengthening professional practice, supporting members, expanding national and international partnerships, accelerating digital transformation, and positioning Nepal as a credible hub for accounting, audit, and financial services. The Institute's mission of upholding public trust and contributing to economic transformation will remain at the center of all its actions.

I express my sincere gratitude to the students, members, Government of Nepal, regulatory authorities, international partner organizations, development partners, and all stakeholders for their continued cooperation. I also acknowledge the guidance of the President, Vice-President, and Council Members, and the dedication of ICAN's management and staff, whose collective efforts sustain the Institute's mission.

Together, we will continue to strengthen ICAN as a respected, modern, and globally connected professional accountancy body serving Nepal's economy and society.

**CA Bimal Dangol**  
Executive Director  
2082.10.17 B.S



Glimpse of Council Meeting





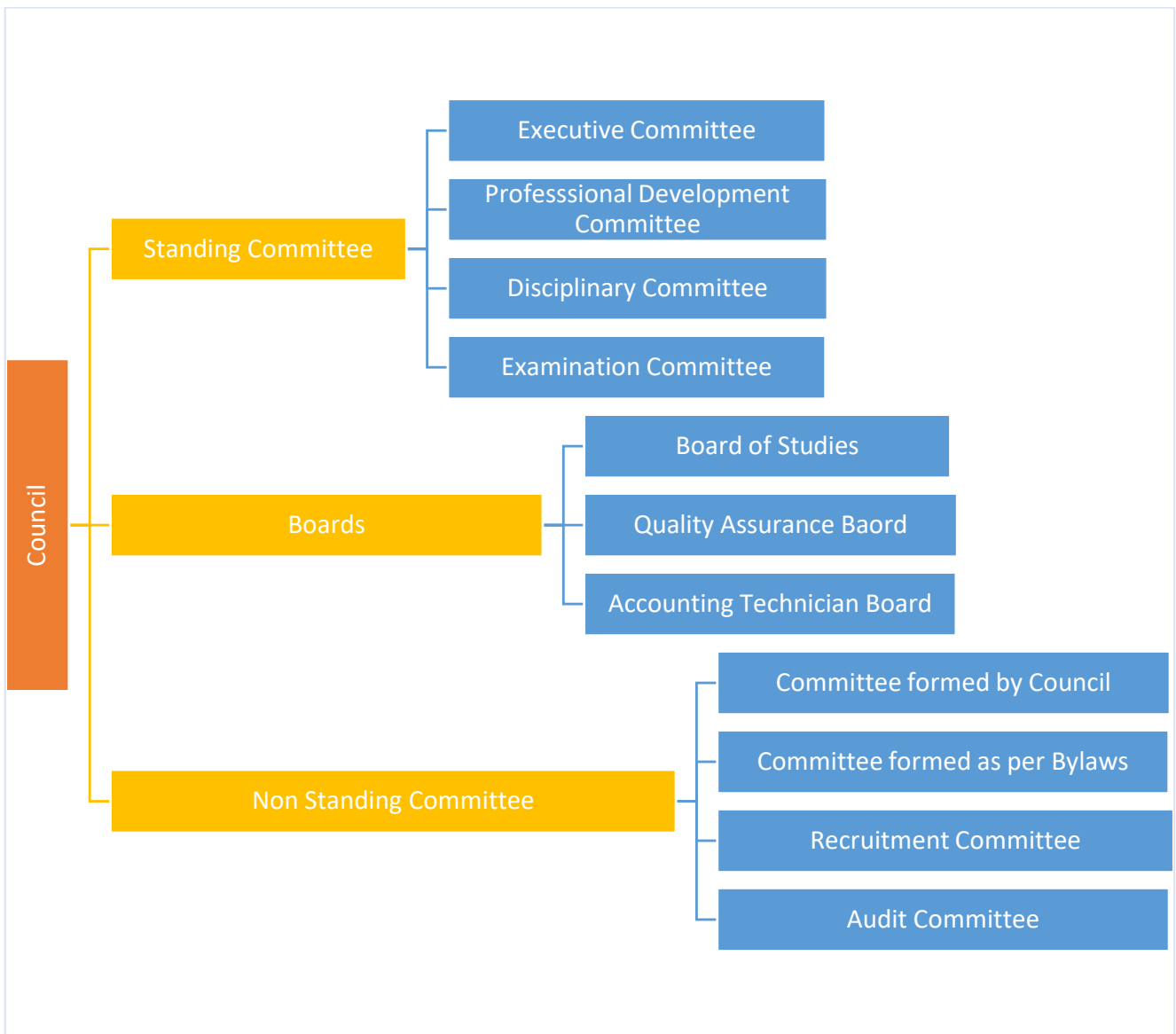
# Governance and Management

## Governance

Governing Bodies	Total No. of Committee / Board	Total No. of Members	Total No. of Meetings
Council	1	17	21
Standing Committee	4	30	58
Boards	3	24	26
Non- Standing Committee	13	191	60
Branch Coordination Committee	6	42	52

## The Council

The Council is the Governing Body of the Institute and provides leadership and direction to achieve strategic objectives and goals.





Council of the Institute is constituted as per Section 7 of Nepal Chartered Accountants Act, 2053. Out of the total seventeen members, ten are elected from Chartered Accountants members, four from Registered Auditor members and three are nominated by the Government of Nepal. The Council members are elected every three years. The President and Vice President are elected from the Fellow Chartered Accountants members of the Council for the period of one year. The Council is led by President and the Council collectively provides leadership and direction to the Institute.

The Council is conferred by the Statute to exercise all the powers and perform all the duties laid in the incorporating Act for attainment of the objectives of the Institute. The Council is responsible for monitoring and managing all the acts and actions of the Institute. The function, duties and authority of the Council has been specified in Section 11 of the Nepal Chartered Accountants Act, 2053.

The formal Oath Taking Ceremony of the President, Vice-President and Council Members for Tenth Council (FY 2081/82) was held on Shrawan 5, 2081.

During the Fiscal Year 2081/82 altogether, Twenty-one meetings of the Council were convened under the Chairmanship of ICAN President CA Prabin Kumar Jha (Now Immediate Past President).

Name of Council Members	Position	In Attendance
CA Prabin Kumar Jha	President	21
CA Nil Bahadur Saru Magar	Vice-President	21
CA Umesh Raj Pandeya	Council Member	20
CA Aman Uprety	Council Member	21
CA Hem Kumar Kafle	Council Member	20
CA Ananda Raj Sharma Wagle	Council Member	21
CA Hari Kumar Silwal	Council Member	18
CA Thakur Prasad Adhikari	Council Member	20
CA Sunil Devkota	Council Member	18
CA Peeyush Anand	Council Member	21
RA Hari Bahadur Karki	Council Member	20
RA Bharat Kumar Shrestha	Council Member	21
RA Jhalak Mani Lamsal	Council Member	20
RA Pradeep Kumar Yadav	Council Member	21
Mr. Shreekumar Rai	Council Member	12/16
Mr. Than Prasad Pangyani	Council Member	9/16
Mr. Shyam Prasad Bhandari	Council Member	10/16
<b>Total Meeting</b>	<b>21</b>	



## Members of the Tenth Council Second Tenure of the Institute (Fiscal Year 2082/83)

### Elected Amongst the Chartered Accountants Members



CA Nil Bahadur Saru Magar  
President

**CA Nil Bahadur Saru Magar** is the Fellow Member of ICAN and ICAI and he is currently serving as the President of ICAN and served as the Vice-President of ICAN during FY 2081/82. He is currently in practice with over 18 years of experience. CA Nil Saru has also served as Board Member of SEBON during FY 2081/82 and as an expert Board Member of SEBON from FY 2073/74 – FY 2076/77. Besides, CA Nil Saru holds M.Phil in Finance from Tribhuvan University and currently pursuing Ph.D. in Financial Economies from Tribhuvan University.



CA Ananda Raj Sharma Wagle  
Vice-President

**CA Ananda Raj Sharma Wagle** is the Fellow Member of ICAN and ICAI and he is currently serving as the Vice-President of ICAN. He is currently in practice with over 16 years of experience. He is also serving as the Board member of SEBON for FY 2082/83 and Chairperson of the Strategy Committee of the Nepal Chamber of Tax Consultants (NCTC). CA Wagle, also served as the elected President of the Association of Chartered Accountants of Nepal (ACAN) for two consecutive terms from FY 2074/75 to FY 2077/78. And he is also the Charter President of ACAN Toastmasters Club and the Charter President of the Rotary Club of Greenland Kathmandu. Besides, CA Wagle holds master degree in Economics from Tribhuvan University, hold Diploma in IFRS (Dip IFR) from ACCA UK and Certified Public Finance Management (Cert. PFM) from ICAN. He is currently doing Ph.D. in Public Finance from Singhania University Jaipur, India.



CA Prabin Kumar Jha  
Immediate Past-President

**CA Prabin Kumar Jha** is the Immediate Past President (2081/82) and Council Member of ICAN since FY 2078/79. He is also serving as the Vice-President of SAFA during 2026 A.D. He is the Fellow member of ICAN and ICAI and has over two and half decades of professional experience in practice. He has served as the Chairman of various Committees of ICAN and as a member of various SAFA Committees. Besides, he also served as the Board Member of Securities Board of Nepal during FY 2080/81 and has been serving member of Audit and Compliance Committee of All Nepal Football Association (FIFA/AFC Recognized) since 2019 A.D.



CA Umesh Raj Pandeya

**CA Umesh Raj Pandeya** is a Fellow Member of ICAN, with extensive professional experience across the cooperative, banking, public sector, and corporate domains, he has been actively contributing to standard-setting, professional development and policy dialogue within Nepal's accounting profession. Currently, he is serving as the Chairman of SAFA Committee to Study Fiscal Regimes and Other Statutory Requirements of Business. CA Pandeya is recognized for his thought leadership in taxation, financial reporting, and capacity building, regularly sharing insights through seminars, webinars, and professional forums.



CA Aman Uprety

**CA Aman Uprety** is a Fellow Member of ICAN and ICAI. He is currently in practice with over 15 years of experience. He holds a Masters in Business Studies from Tribhuvan University and has completed Dip. IFRS and Certificate of Business Valuation from ACCA, UK. CA Uprety has served as a Chair and member of various Committee in ICAN including committees for implementation of NFRS in Banks & Financial Institutions and Insurance Companies.



CA Hem Kumar Kafle

**CA Hem Kumar Kafle** is a Fellow Member of ICAN. He is currently in practice with over 15 years of experience. His areas of expertise include corporate governance, legal and regulatory compliance, and professional ethics. Moreover, CA Kafle holds a Master of Business Studies (M.B.S.) and a Bachelor of Laws (LL.B.) from Tribhuvan University.



CA Hari Kumar Silwal

**CA Hari Kumar Silwal** is a Fellow Member of ICAN and ICAI with almost 3 decades of experience. He holds Master's Degree (Sociology) and Bachelor of Law (LLB) from Tribhuvan University, PG Diploma in Alternative Dispute Resolution from NALSAR University of Law, India and PG Diploma in Psychological Counselling. He also served as the President of the Association of Chartered Accountants of Nepal (ACAN). Likewise, he also served as the Board Member of Nepal Airlines Corporation and as Treasurer at Nepal Council of Arbitration. He is currently serving as Board Member at National Innovation Center, Rastriya Banijya Bank Ltd and Tour de Lumbini, Pedal for Peace.



CA Thakur Prasad Adhikari

**CA Thakur Prasad Adhikari** is a Fellow Member of ICAN. He is currently in practice with over 16 years of post-qualification experience. The professional focus of CA Adhikari lies within Public Financial Management. Besides, he also serves as a Director of the Nepal International ADR Centre (NIAC).



CA Sunil Devkota

**CA Sunil Devkota** is a Fellow Member of ICAN and ICAI. With over two decades of post qualification experience, CA Devkota is currently in practice. He also assumed various leadership roles while he was in business including serving in capacity of the CEO in insurance sector. His area of expertise includes taxation and he is also a tax expert listed in the roster of Inland Revenue Department, Nepal. Besides, CA Devkota holds a Ph.D. from LIGS University, USA and has completed his Masters of Philosophy in Management from Tribhuvan University.



CA Peeyush Anand

**CA Peeyush Anand** is a Fellow Member of ICAN and ICAI with over 18 years of experience. He has been serving as the Council Member of ICAN consecutively since FY 2075/76 and served as the Chairman and member of various SAFA and ICAN Committee including Chairman of SAFA Committee on Fiscal Regime Committee. Moreover, he has provided expert advisory services to parliamentary committees, various ministries, Office of the Auditor General and other authorities of the Government of Nepal. Besides, he holds a Master of Business Studies in Finance (MBS), Master in Public Administration (MPA), and Bachelor of Laws (LLB) from Tribhuvan University, Nepal and has completed post-qualification certifications including FAFD, PFM and DipIFR.

## Elected Amongst the Registered Auditor Members



RA Hari Bahadur Karki

**RA Hari Bahadur Karki** is a practicing member of ICAN with over 24 years of experience. He is also Certified Management Accountant (CMA) from the Institute of Certified Management Accountants of Australia. RA Karki holds a Masters of Business Administration (M.B.A, 1999) from Tribhuvan University. He served as Vice Principle, Principle, Campus Chief and Chairman of various school and college affiliated with HSEB and TU. His area of expertise includes audit, regulatory compliance, business consultancy and taxation.



RA Bharat Kumar Shrestha

**RA Bharat Kumar Shrestha** is a practicing member of ICAN with over 30 years of experience. He is also currently serving Central Committee Third Vice President of the Auditor's Association of Nepal (AuDAN). He holds Masters of Business Management (M.B.A) and Bachelor of Laws. He also served as the Immediate Past Senior Manager at Kathmandu University, where he made significant contributions to academic administration, financial administration, and institutional development. He also served as Vice President of Bishwo Bidhyalaya Karmachari Sangh, Nepal. In recognition of his outstanding contributions to the education sector, Mr. Shrestha has been honored with an Education Award by the Government of Nepal. His area of expertise includes auditing, accounting, governance, and institutional management.



RA Jhalak Mani Lamsal

**RA Jhalak Mani Lamsal** is a practicing member of ICAN with over 24 year of experience. He is also a Certified Management Accountant (CMA) from the Institute of Certified Management Accountants of Australia. RA Lamsal holds a Master of Business Studies (M.B.S., 2003) and a Bachelor of Laws (LLB, 2011) from Tribhuvan University. His area of expertise includes corporate governance, legal and regulatory compliance, professional ethics, and taxation.



RA Pradeep Kumar Yadav

**RA Pradeep Kumar Yadav** is a practicing member of ICAN with over 25 years of experience. He is also currently serving his fourth consecutive 3-year term as Central Committee Vice President (2016–2029) of the Auditor's Association of Nepal (AuDAN). His area of expertise includes internal and statutory auditing, tax consultancy and government liaison.

### Nominated by Government of Nepal



**Mr. Shreekumar Rai**

Currently serving as an Assistant Auditor General, Office of Auditor General.



**Mr. Than Prasad Pangyani**

Currently serving as the Joint Secretary, Ministry of Finance



**Mr. Shyam Prasad Bhandari**

Currently serving as the Director General, Government of Nepal, Ministry of Finance, Department of Customs

Group Photo of Members of the Tenth Council Second Tenure along with Council Secretary



**1<sup>st</sup> Row (L to R):** RA Bharat Kumar Shrestha, CA Prabin Kumar Jha (Immediate Past President), CA Ananda Raj Sharma Wagle (Vice-President), CA Nil Bahadur Saru Maga (President), Mr. Shyam Prasad Bhandari, Mr. Shree Kumar Rai, RA Hari Bahadur Karki, Mr. Than Prasad Pangyani.

**2<sup>nd</sup> Row (L to R):** RA Pradeep Kumar Yadav, CA Bimal Dangol (Secretary, Council and Executive Director), CA Hari Kumar Silwal, CA Peeyush Anand, CA Thakur Prasad Adhikari, CA Aman Uprety, CA Hem Kumar Kafle, CA Sunil Devkota, RA Jhalak Mani Lamsal, CA Umesh Raj Pandeya.



## STANDING COMMITTEE

Standing Committees are formed by Council as per the provision of Nepal Chartered Accountants Act, 2053 and Nepal Chartered Accountants Regulations, 2061. The constitution, functions and duties of Standing Committees are provided in the Legislation. The Standing Committee for Fiscal Year 2081/82 was formed by 332<sup>nd</sup> meeting of the Council held on 2081 Shrawan 12.

### Executive Committee

The Executive Committee is formed pursuant to Section 15 of the Nepal Chartered Accountants Act, 2053. The functions, duties and authorities of the Executive Committee is prescribed in Rule 74 of Nepal Chartered Accountants Regulation, 2061. The Committee is mainly responsible for overseeing the day-to-day business of the Institute.

Role	Name of Member	In Attendance
President	CA Prabin Kumar Jha	29
Vice-President	CA Nil Bahadur Saru Magar	28
Council Member	CA Ananda Raj Sharma Wagle	26
	RA Hari Bahadur Karki	26
Member	CA Sanjay Kumar Sinha	2
Secretary	CA Surendra Bhusan Shrestha	17
(Executive Director) *	CA Bimal Dangol	1
	MR. Binod Prasad Neupane	6
	CA Kiran Kumar Khatri	3
<b>No. of Meetings</b>	<b>29</b>	

\* The role of ICAN's Executive Director was held by three individuals during the 2081/82 fiscal year. Hence, the position Member Secretary for the Executive Committee was held sequentially by CA Sanjay Kumar Sinha (ending 2081 Bhadra 3), CA Surendra Bhusan Shrestha (2081 Kartik 25 to 2082 Jestha 31), and CA Bimal Dangol (commencing 2082 Asar 24).

While MR. Binod Prasad Neupane\*\* and CA Kiran Kumar Khatri\*\* served as the Member Secretary of the Executive Committee while assuming the position of Acting Executive Director.

### Major Activities of Executive Committee during FY 2081/82 include:

#### Financial:

- Review and recommended Annual Activity Plan for Fiscal year 2081/82, Annual Report of FY

2080/81 and fourth Strategic Plan before Council for approval.

- Review of budget on quarterly and half yearly basis.
- Release of quarterly budget.

#### Administrative:

- Approved annual procurement plan, procurement document related to development of new CA curriculum, renewed various contract.
- Oversee employee performance evaluation, approval of foreign visits of staff and students, recruitment of staff, approval of best staff award and approval of staff promotion.
- Review of internal and external audit report.
- Appointment of internal auditor.

#### Member Related:

- Approval of new membership, FCA, firm registration, CoP issuance, re-registration of membership, registration of CoP, reregistration of firm, upgradation of members and cancellation of membership of deceased members.

### Professional Development Committee

The Professional Development Committee is formed pursuant to Rule 71 of the Nepal Chartered Accountants Regulations, 2061. The functions, duties and authorities of the Professional Development Committee is prescribed in Rule 72 of Nepal Chartered Accountants Regulation, 2061. The Committee is mainly responsible for providing guidance and support for Professional Development of the Members of the Institute.



Role	Name of Member	In Attendance
Chairman	CA Prabin Kumar Jha	7
Vice-Chairman	CA Nil Bahadur Saru Magar	7
Council Member	CA Aman Uprety	7
	RA Jhalak Mani Lamsal	7
	Mr. Than Prasad Pangyani	0
Member	CA Nava Raj Lamichhane	6
	RA Badri Prasad Bhattarai	6
Invitee	CA Sanjay Kumar Sinha	1
	CA Surendra Bhusan Shrestha	4
	Mr. Binod Prasad Neupane	2
Secretary	CA Suman Kumar Bohara	3
	CA Asmita Dhakal	4
<b>No. of Meetings</b>	<b>7</b>	

\*CA Asmita Dhakal replaced CA Suman Kumar Bohara

### Major Activities of Professional Development Committee during FY 2081/82 include:

- Revision of CPE Guidelines.
- Approval of CPE Training Calendar for FY 2081-82.
- Review of Information System Audit Manual and Internal Audit Manual.
- Review and approval of the excel based template of Financial Statements under NFRS for SMEs, NAS for MEs and NAS for NPOs, Model Financial Statements of Cooperatives, Guidance Note on Audit Report of different reporting scenarios.
- Monitor the evaluation of National BPA Award 2024.
- Monitor the progress for SAFA BPA Awards 2024.

### Disciplinary Committee

The Disciplinary Committee is formed pursuant to Section 14 of the Nepal Chartered Accountants Act, 2053. The functions, duties and authorities of the Disciplinary Development Committee is prescribed in Rule 68 of Nepal Chartered Accountants Regulation, 2061. The Committee is mainly responsible to inquiry into a complaint lodged against any Members and recommend for necessary actions.

Role	Name of Member	In Attendance
Chairman	CA Sunil Devkota	7
Council Member	CA Peeyush Anand	7
	RA Pradip Kumar Yadav	7
	Mr. Shreekumar Rai	4
Member	CA Lila Raj Dhakal	6
	RA Dol Prasad Dahal	5
	Mr. Ghanashyam Kafle	5
	(Nominated by OAG)	
Secretary	CA Kiran Kumar Khatri	6
<b>No. of Meetings</b>	<b>6</b>	

### Major Activities of Disciplinary Committee during FY 2081/82 include:

- Completed investigations of five disciplinary cases.
- Achieved significant progress on several long pending matters, including cases that had remained unresolved for more than five years.

### Examination Committee

The Examination Committee is formed pursuant to Rule 69 of the Nepal Chartered Accountants Regulation, 2061. The functions, duties and authorities of the Examination Committee is prescribed in Rule 70 of Nepal Chartered Accountants Regulation, 2061. The Committee is mainly responsible for overseeing examination related matters of the Institute.

Role	Name of Member	In Attendance
Chairman	CA Prabin Kumar Jha	16
Vice-Chairman	CA Nil Bahadur Saru Magar	10
Council Member	CA Hari Kumar Silwal	11
	CA Thakur Prasad Adhikari	13
	RA Bharat Kumar Shrestha	15
Member	CA Rabindra Shahi	15
	RA Prem Bahadur Shrestha	14
Invitee	CA Bimal Dangol	1
	CA Surendra Bhusan Shrestha	10
	Mr. Binod Prasad Neupane	4
	CA Kiran Kumar Khatri	1
Secretary	Mr. Mahesh Chitrakar	16
<b>No. of Meetings</b>	<b>16</b>	



### Major Activities of Examination Committee during FY 2081/82 include:

- Oversee conduction of CA Examination and CA Membership for ACCAs Examination: December 2024 and June 2025.
- Approved results of CA Examination and CA Membership for ACCAs Examination: June 2024 and December 2024.
- Approved retotaling result of CA Examination: June 2024 and December 2024.
- Approved result of CA Membership Examination September 2024 and March 2025.
- Approved retotaling result of CA Membership Examination September 2024 and March 2025.
- Oversee conduction of RA Upgrading Examination: June 2025.
- Oversee upgrading of CoP of RA Members through the criteria of Qualification & Experience.
- Oversee exam conduction and approved result of Post Qualification and Certification Course: ISA AT Examination, PFM Certification course Examination.
- Oversee conduction and approved result of AT Examination: March 2025.
- Organized Interaction program on Proposed Changes in Examination Procedure Manual.

## BOARDS

Boards are formed by Council as per the provision of Nepal Chartered Accountants Act, 2053 and Nepal Chartered Accountants Regulations, 2061. The constitution, functions and duties of Standing Committees are provided in the Legislation. The Board for Fiscal Year 2081/82 was formed by 333<sup>rd</sup> meeting of the Council held on 2081 Shrawan 28.

### Quality Assurance Board

The Quality Assurance Board (QAB), an independent Board formed by the Council provides direction, oversight, and control of operations of Audit Quality Assurance Activities. Rule 103 of Nepal Chartered Accountants Rule 2061 has provisioned for the structure, governance, and operation of quality assurance activities. The Audit Quality Assurance Review Procedures 2017 provides operational guidance to the QAB function.

The major function of QAB is to prepare the policies and program of quality assurance review of the audit firms, to carry out or cause to carry out the quality assurance review of the audit firms as per such policies and program, to make aware to the audit firms for corrective actions if deficiencies are observed and to inform the Council as the case may be, to recommend to the Council to impose restrictions on audit firms for audit of a particular entity or whole of the sector based upon the gravity of non-compliance or issues observed within the Audit Firms.

Role	Name of Member	In Attendance
Chairman	Mr. Dev Bahadur Bohara	11
Council Member	CA Hem Kumar Kafle	10
	RA Pradeep Kumar Yadav	11
Member	CA Tej Prasad Subedi	7
	RA Kamal Kharel	3
	RA Shiva Prasad Acharya*	4
	Mr. Bal Krishna Thapa (Nominated by OAG)	9
	Mr. Ambika Prasad Giri (Nominated by SEBON)	6
Secretary	CA Prapanna Gautam	11
No. of Meetings	11	

\*RA Shiva Prasad Acharya was nominated in place of RA Kamal Kharel.

### Major Activities of Quality Assurance Board during FY 2081/82 include:

- Review and Approved QA review report of 47 practicing CA firms.
- Organized two-day Audit Practice Manual training for CA practitioners.
- Organized audit documentation training for Registered Auditors.
- Organized two interaction programs: one with audit firms and another with key regulators such as SEBON, IRD, NRB, OCR, and NTA to share expectations, challenges, and ways to enhance audit quality.
- Formulated and initiated the implementation of a three-year Strategic Plan (2081/82–2083/84).



## Board of Studies

The Board of Studies (BoS) is formed pursuant to Rule 76(1) of Nepal Chartered Accountants Regulation, 2061. The functions, duties and authorities of Board of Studies is prescribed in Rule 76(4) of Nepal Chartered Accountants Regulation, 2061.

The major function of BoS is to make recommendation to the council for policy decisions regarding CA education and training, to revise syllabus for CA examination, publish various textbooks and other educational materials useful for students based on syllabus, conduct various educational programs for students and to promotion of CA education.

Role	Name of Member	In Attendance
Chairman	CA Prabin Kumar Jha	11
Council Member	CA Nil Bahadur Saru Magar	8
	CA Umesh Raj Pandeya	11
	CA Peeyush Anand	11
	RA Jhalak Mani Lamsal	12
Member	Prof. Dr. Dilip Parajuli <i>(Nominated by Tribhuvan University)</i>	5
	Mr. Sabin Bikram Panta <i>(Nominated by Kathmandu University)</i>	5
	Prof. Dr. Puskar Bajracharya RA Dinkar Man Singh Pradhan	7 12
Invitee	CA Surendra Bhusan Shrestha	7
	Mr. Binod Prasad Neupane	4
	CA Kiran Kumar Khatri	1
Secretary	CA Gaurab Khatiwada	12
<b>No. of Meetings</b>	<b>12</b>	

### Major Activities of Board of Studies during FY 2081/82 include:

- Approved learning materials including textbooks, question banks, and mock exams of new CA syllabus.
- Developed syllabus modality, exam patterns, and related procedures and presented before the Council for approval, enabling implementation of new CA syllabus from December 2025.
- Developed curriculum and faculty development plan.
- Finalized SOPs for sub-committees and formed subject sub-committees.

- Approved new syllabus of 60- and 40-Hours IT training module and set applicable dates for the updated IT Training modules.
- Oversee various student development initiatives including new students' orientations, Pre-Articlership Orientation Programs, GMCS training, and national level events such as the ICAN Quiz, Public Speaking Contest, and Essay Contest.
- Granted and renewed accreditation for coaching academies.
- Processed applications from ACCA-qualified individuals and Registered Auditor members seeking admission to the CA course.
- Under consideration of reviewing and updating of Accreditation Guidelines.

## Accounting Technician Board

The Accounting Technician (AT) Board formed pursuant to Rule 101 of Nepal Chartered Accountants Regulation, 2061. The functions, duties and authorities of Accounting Technician Board is as prescribed in Accounting Technician Byelaws, 2067.

The AT Board is mainly responsible to oversee Accounting Technician education in Nepal including determination of registration fee for AT education, conducting AT examination, registration of AT, monitoring of activities performed by AT, formulate budget for AT Board and to regulate the Accounting Technicians in Nepal.

Role	Name of Member	In Attendance
Chairman	CA Sunir Kumar Dhungel	3
Council Member	CA Umesh Raj Pandeya	3
	CA Hem Kumar Kafle	3
	RA Hari Bahadur Karki	2
	RA Bharat Kumar Shrestha	3
	Shyam Prasad Bhandari	0
Member	Mr. Devendra Prasad Pathak	3
Secretary	CA Gaurab Khatiwada	3
<b>No. of Meetings</b>	<b>3</b>	

### Major Activities of Accounting Technician Board during FY 2081/82 include:

- Completed study on Proposed amendments to laws and regulations related to the AT program.
- Completed study and drafted new modality and syllabus of the AT course.



- Approving the enrollment of 13 new AT students.
- Issued AT Certificates to 5 individuals.
- Instructed management to publish the suggested answers of the March 2025 AT Examination.
- Past question papers (2012–2019), and Revision Test Papers (December 2022-June 2025) in the student login portal.
- Under consider developing the detailed subject-wise syllabus for the revised AT course and amending the AT Bylaws in line with the new course modality and syllabus.

## NON-STANDING COMMITTEES

Non-Standing Committees are formed by the Council in pursuant to Section 13 (2) of the Nepal Chartered Accountants Act, 2053 and Rule 76 of the Nepal Chartered Accountants Regulation, 2061 for attainment of the objective of the Institute. The procedures for operation of Non-Standing Committee are as laid down in Committee Operation Procedures, 2062. The Non-Standing Committee for Fiscal Year 2081/82 was formed by 333<sup>rd</sup> meeting of the Council held on 2081 Shrawan 28.

### Ethics Committee

The Ethics Committee of the Institute has a major role in review of ICAN Code of Ethics and related guidelines thereof. Likewise, the committee clarifies the Institute's stance on matters of professional ethics to international accountancy bodies via the Council while providing suggestions regarding professional ethics and independence to the Council, other committees, members of the Institute and other stakeholders. The Committee is also responsible for conducting research and studies on matters related to Anti-Money Laundering and Combating Financing of Terrorism and recommending Council for provision to be complied by ICAN Members regarding AML/CFT.

### Major Activities of Ethics Committee during FY 2081/82 include:

- Proposed a definition for Public Interest Entity (PIE) to bring uniformity in understanding of the term for the context of Code of Ethics.
- Prepared amendments for Guidelines on Marketing professional services along with guidelines for use of logo by members in professional accounting firms.

### Standard Implementation Review Committee

The Standard Implementation Review Committee of the Institute has a role in advising the Council regarding the implementation of Standards and taking the necessary steps to ensure that the pronounced financial reporting and auditing standards are being implemented. Additionally, the committee is responsible to regularly review and provide advice for the updating of Guidelines and Explanatory notes, including the Carve out on specific standards.

Role	Name of Member	In Attendance
Chairman	CA Hem Kumar Kafle	4
Council Member	RA Bharat Kumar Shrestha Mr. Shyam Prasad Bhandari*	4 0
Member	CA Subrat Dhakal	4
	CA Ravi Chand	2
	CA Ujjwol Raj Aryal	2
	CA Madhu Pokharel	2
	CA Keshab Bashyal	2
	RA Laxman Prasad Khanal	3
	RA Ganesh Raj Regmi	4
	RA Jhanak Raj Dhungel	4
	RA Sanu Babu Pariyar	3
	RA Dhurba Niraula	4
Secretary	CA Yangchen Lama	4
No. of Meetings	4	



Role	Name of Member	In Attendance
Chairman	CA Aman Uprety	5
Council Member	RA Jhalak Mani Lamsal	4
Member	CA Deep Narayan Shah	5
	CA Gyanendra Subedi	5
	CA Nikita Agrawal	4
	CA Prakash KC	3
	CA Sanjeev Dhakal	4
	CA Sadhana Subedi	2
	CA Bikesh Madhikarmi	5
	RA Babu Ram Thapa	4
	RA Poshak Lal Shrestha	5
	RA Dhanapati Bhattarai	5
	RA Dilli Prasad Dahal	4
	RA Harindra Raj Ghimire	5
Secretary	CA Asmita Dhakal	2
	CA Suman Kumar Bohara	3
<b>No. of Meetings</b>	<b>5</b>	

\*CA Asmita Dhakal replaced CA Suman Kumar Bohara

### Major Activities of Standard Implementation Review Committee during FY 2081/82 include:

- Provided feedback on Exposure Draft of NSA for LCEs.
- Provided feedback and suggestions to different entities seeking suggestions regarding the implementation of NFRS.
- Finalized the topic for two days of NFRS training.

### Public Finance and NPSAS Committee

The Public Finance and NPSAS Committee of the Institute has role to conduct research on Public Finance Management practices in entire PFM Cycle, provide advice to GoN in formulation of fiscal strategies and policies for better PFM. Moreover, the Committee also suggests and reviews reforms in the Federal, Provincial and Local Level Government Accounting System and suggests GoN in preparation of NPSAS based financial statements.

Role	Name of Member	In Attendance
Chairman	CA Thakur Prasad Adhikari	6
Council Member	RA Pradeep Kumar Yadav	6
Member	Mr. Than Prasad Pangyani	1
Member	CA Achyut Raj Joshi	6
	CA Rajesh Kumar Sah	5
	CA Ashim Bhatta	5
	CA Utsav Panthi	6
	CA Sajani Aryal	3
	CA Ram Sharan Giri	1
	CA Prashidha Neupane	6
	RA Bhumi Raj Acharya	4
	RA Shiva Prasad Acharya*	0
	RA Kamal Kharel*	4
	RA Anil Basnet	6
	RA Hema Raj Paudel	6
	RA Kamod Jha	4
	RA Padam Bandhu Pokharel	4
Secretary	CA Amrita Thapa	6
<b>No. of Meetings</b>	<b>6</b>	

\*RA Kamal Kharel was nominated in place of RA Bhumi Raj Acharya.

### Major Activities of Public Finance and NPSAS Committee during FY 2081/82 include:

- Development of Five Year's Action Plan based on MoU with FCGO.
- Developed concept paper on modality of one day PFM Seminar on Strengthening PFM in Nepalese Federal System.
- Provided recommendation in Nepal Public Financial Management (PFM) Reform Strategy 2025-30 - Final Draft version.
- Under consideration for development of certification course on "Public Procurement" in coordination with Public Procurement Monitoring Office.
- Under consideration for development of PFM Glossary.

### Information Technology Committee

The Information Technology Committee (ITC) of the Institute has a role to oversee the operation and use of information technology for facilitating the Members, Students, and stakeholders of the Institute. The Committee also conducts necessary research and studies about the international practices in ITC and suggests a Council for incorporation of recent technological advancements in the Institute.



Role	Name of Member	In Attendance
Chairman	CA Hari Kumar Silwal	4
Council Member	RA Pradeep Kumar Yadav	4
Member	CA Saroj Koirala	2
	CA Ranjeev Shrestha	2
	CA Shankar Gautam	2
	CA Hukum Pahadi	3
	CA Rishi Ram Chalise	3
	CA Raja Ram Kadel	1
	CA Binod Bhattarai	1
	RA Uku Lal Maharjan	3
	RA Dilli Ram Upadhyay (Subedi)	3
	RA Tikaram Poudel	3
	RA Bal Krishna Dahal	4
Secretary	CA Asmita Dhakal	4
No. of Meetings	4	

#### Major Activities of IT Committee during FY 2081/82 include:

- Review of Information System Audit Manual.
- Developed concept for certification course on Data Analytics and AI.
- Oversee progress of ICAN Integrated ERP development project.

#### Monitoring and Financial Reporting Review Committee

The Monitoring and Financial Reporting Review Committee of the Institute has role to monitor activities of the members of the Institute and other persons to ensure the compliance of Nepal Chartered Accountants Act, 2053, Regulation, 2061, Directives & Guidance issued by the Institute and Code of Ethics. Further, the committee is responsible for reviewing the financial reporting of various organizations based on specific criteria to ensure the compliance of relevant reporting standards and prevalent legal frameworks.

Role	Name of Member	In Attendance
Chairman	CA Peeyush Anand	6
Council Member	RA Hari Bhadur Karki	6
Member	CA Binod Raj Singh	6
	CA Saroj Bhandari	6
	CA Suman Acharya	6
	CA Ujjwal Khanal	6
	CA Kamal Prasad Sharma	4
	CA Ashok Kumar Mishra	6
	CA Manish Chaudhary	4
	RA Niranjana Prasad Neupane	4
	RA Ram Gopal Maharjan	5
	RA Ganesh Giri	6
	RA Shovakar Neupane	6
RA Shova Kant Jha	6	
RA Ram Kumar Bartaula	6	
Secretary	CA Nilesh K.C.	6
No. of Meetings	6	

#### Major Activities of Monitoring and Financial Reporting Review Committee during FY 2081/82 include:

- Drafted the Monitoring By- Laws 2082 and recommended for approval by Council.
- Creation of Email ID for the purpose of receiving complaints in regards of accounting and auditing profession and published notice in website.
- Conducted monitoring visit in Koshi, Madhesh and Bagmati Province.
- Conduct Financial Reporting Review of three companies.

#### Audit Committee

The Audit Committee of the Institute is formed pursuant to Clause 10.1(1) of the Financial Administrative Byelaws 2066 (First Amendment 2076). The function, duties and authorities of the Audit Committee have been specified in Clause 10.1 (2) of the Byelaws. The Audit Committee is responsible for appointment of internal auditor, recommend the name of statutory auditor before Council, recommend management in areas of internal control system & Corporate Governance, instruct management to comply with the suggestion provided by auditors and to perform other activities related with audit.



Role	Name of Member	In Attendance
Chairman	CA Hem Kumar Kafle	5
Council Member	RA Bharat Kumar Shrestha	5
	Mr. Shreekumar Rai	3
Secretary	CA Nilesh K.C.	5
<b>No. of Meetings</b>	<b>5</b>	

### Major Activities of Audit Committee during FY 2081/82 include:

- Review of internal audit report of FY 2080/81 and internal audit report of FY 2081/82 (1st half) and recommendation to Management through Executive Committee for implementation of Internal Audit Findings.
- Review of statutory audit report of FY 2080/81 and recommendation to Management through Executive Committee for implementation of Statutory audit findings.
- Recommended Executive Committee for appointment of Internal and Statutory Auditor for FY 2081/82.
- Provided recommendations for amendment in ICAN Internal Audit Policy.

### Members in Industry Committee

The Members in Industry Committee of the Institute has role to perform functions related to the members who are in Jobs/Industries. The major function of the Committee is to organize interactions with members in industries to discuss the specific issues being faced by them, facilitate members to explore opportunities and avenues related to members' growth and prosperity.

Role	Name of Member	In Attendance
Chairman	CA Umesh Raj Pandeya	6
Council Member	RA Bharat Kumar Shrestha	6
Member	CA Anjana Pokharel	4
	CA Khusbu Thapa Magar	5
	CA Bikash Dhungana	2
	CA Bharat Kumar Neupane	3
	CA Ganesh Pokharel	2
	CA Sadhana Subedi	5
	CA Jelina Kandel	5
	CA Barsha Baral	5
	CA Rijita Shrestha	4
	RA Rajendra Kumar Shrestha	5
	RA Tanka Prasad Pandey	6
	RA Sunil Prasad Dhital	4
	RA Yadav Prasad Neupane	6
RA Madhusudan Bhattarai	6	
Secretary	CA Manisha Dwivedi	2
	CA Rakshya Kharel	4
<b>No. of Meetings</b>	<b>6</b>	

\*CA Rakshya Kharel replaced CA Manisha Dwivedi.

### Major Activities of Members in Industry Committee during FY 2081/82 include:

- Developed Concept paper and Standard Operating Procedures of the Mentorship Program.
- Recommendations on the Online CPE, Digital payment against CPE for the members in industry and residing outside country, were provided to PDC.

### RA Member Capacity Development Committee

The RA Member Capacity Development Committee has major function to develop training/study materials and conduct training for enhancement of capacities of Registered Auditor Members of the Institute. The Committee also has role to conduct various research/studies for facilitating implementation of NFRS for SMEs and NAS for MEs.



Role	Name of Member	In Attendance
Chairman	RA Jhalak Mani Lamsal	2
Council Member	CA Ananda Raj Sharma Wagle	1
Member	RA Vinod Kumar Chakhun	2
	RA Trilochan Prasad Joshi	-
	RA Gyan Krishna Shrestha	2
	RA Hem Bahadur Karki	2
	RA Ramesh Thapa	2
	RA Purna Bahadur Chand	2
	RA Bil Bahadur Bhujel	1
	RA Shekhar Sitaula	2
	RA Ramesh K.C.	2
	RA Rajendra Prasad Dhungana	2
	RA Gobinda Khatiwada	2
	RA Chintamani Adhikari	2
	RA Mohammad Zuber Rai	2
	RA Chandra Bhakta Shrestha	2
	RA Rajesh Kumar Datta	2
	RA Ramod Dhungana	2
	RA Shibaji Pandey	2
	RA Narayan Bahadur Bhandari	2
	RA Sabitri Sharma	2
	RA Kumar Prasad Khatiwada	2
	RA Bhimsen Kumar Gautam	1
	RA Ishwor Poudel	2
	RA Bisho Dev Shrestha	2
	RA Dana Prasad Adhikari	2
Secretary	Mr. Binod Prasad Neupane	2
No. of Meetings	2	

### Major Activities of RA Member Capacity Development Committee during FY 2081/82 include:

- Finalized model financial statement of Cooperatives (both in Nepali and English language) and presented before PDC for further proceedings.
- Finalized Training Materials on “Consideration of Misstatement Scenarios in Forming an Audit Opinion” presented before PDC for further proceedings.
- Finalized Training Materials on “Model Financial Statements based on NAS for MEs and NPOs” in Nepali and uploaded in website.
- Organized training on “Consideration of Misstatement Scenarios in Forming an Audit Opinion” and Model Financial Statements based

on NAS for MEs and NPOs” in head office and various location outside Kathmandu.

- Organized Discussion program on Model Financial Statements of Cooperatives.

### Women Leadership Committee

The Women Leadership Committee of the Institute is mainly responsible to achieve greater participation of women in leadership roles of ICAN. The Committee also works to recognize contribution of women who are actively involved in accounting profession in Nepal.

Role	Name of Member	In Attendance
Chairman	RA Meera Shrestha	5
Council Member	CA Aman Uprety	4
	RA Hari Bahadur Karki	5
Member	CA Vandana Khetan	1
	CA Sweety Agrawal	4
	CA Kabita Chaudhary	5
	CA Anju Pokhrel	3
	CA Omshila Karki	2
	CA Priyanka Rauniyar	3
	CA Isha Adhikari	4
	RA Jaya Kumari Jha	5
	RA Maya Bade	4
	RA Sabina Chitrakar	5
	RA Nirmala Shrestha (Maskey)	3
Secretary	Ms. Samita Dongol	5
No. of Meetings	5	

### Major Activities of Women Leadership Committee during FY 2081/82 include:

- Organized interaction program on “To All Women and Girls: Right, Equality and Empowerment” on the occasion of “International Women’s Day.”
- Selected top student for SAFA Rising Woman Student Award Category.

### Fiscal, Taxation and Research Committee

The Fiscal Taxation and Research Committee is responsible for conducting studies and suggests GoN on reforms required in budgetary system, tax / fiscal policies, tax administration system, existing commercial Laws and proposed Bills. The committee also provides suggestions to the Inland Revenue Department for amendments required in the Finance Bill, Tax Act, Directives and Guidelines. Moreover, the Committee also has a role in organizing various programs related to taxation.



Role	Name of Member	In Attendance
Chairman	CA Sunil Devkota	3
Council Member	RA Pradeep Kumar Yadav	3
Member	CA Isha Shrestha	3
	CA Dipendra Kumar Mishra	1
	CA Sunil Kumar Das	2
	CA Bhanu Prasad Bajgai	2
	CA Bishweshwar Prasad Adhikari	1
	CA Sangam Gyawali	2
	CA Amin Bhandari	3
	RA Jitan Yadav	3
	RA Devi Prasad Dallakoti	2
	RA Atmaram Chapagain	2
	RA Hira Ratna Bajracharya	3
	RA Balram Chaudhari	3
Secretary	CA Santosh Bista	3
<b>No. of Meetings</b>	<b>3</b>	

### Major Activities of Fiscal, Taxation & Research Committee during FY 2081/82 include:

- Organized a SAFA webinar on “Legislation and Practice of Transfer Pricing in SAARC Countries.”
- Prepared CPE material on “Full Audit / Amended Tax Assessment.”
- Conducted pre-budget and post-budget interaction programs.
- Supported in conducting technical session on “Transforming Economies Through Modernizing Tax and PFM” in 4<sup>th</sup> National Convention of Accounting Professionals.

### Expert Advisory Committee

The Expert Advisory Committee of the Institute has a major role in providing guidance in the policy matters of the Institute. The composition of the Committee comprises of Past President and President of Member’s Association of the Institute including ACAN and AUDAN. Hence, the Committee has a significant role in providing the right direction for the development of Accounting Profession and Institutional development.

Role	Name of Member	In Attendance
Chairman	CA Prabin Kumar Jha	1
Member	CA Kaushalendra Kumar Singh	1
	CA Prabhu Ram Bhandary	-
	CA Bijay Kumar Agrawal	1
	CA Pradeep Kumar Shrestha	-
	CA Puspa Lall Shrestha	-
	CA Narayan Bajaj	1
	CA Ratna Raj Bajracharya	-
	CA Tanka Prasad Paneru	1
	CA (Dr.) Suvod Kumar Karn	-
	CA Sunir Kumar Dhungel	-
	CA Sudarshan Raj Pandey	-
	CA Madhu Bir Pande	1
	CA Mahesh Kumar Guragain	-
	CA Narendra Bhattarai	-
	CA Prakash Lamsal	1
	CA Mahesh Khanal	1
	CA Prakash Jung Thapa	1
	CA Jagannath Upadhyay Niraula	1
	CA Krishna Prasad Acharya	-
	CA Madan Krishna Sharma	1
	CA Yuddha Raj Oli	-
	CA Bhaskar Singh Lala	1
	CA Sujun Kumar Kafle	1
	CA Arun Raut(President, ACAN)	1
	RA Kedar Nath Poudel (President, AuDAN)	1
Secretary	CA Surendra Bhusan Shrestha	1
<b>No. of Meetings</b>	<b>1</b>	

### Major Activities of Expert Advisory Committee during FY 2081/82 include:

- Advised on development of long-term strategies of the Institute.
- Advised on amendment of necessary provisions of Directive Regarding Audit Firm Quality and Minimum Audit Fee 2078.

### Sustainability Reporting Committee

The Sustainability Reporting Committee of the Institute has a major role in developing, promoting, overseeing, and guiding the Non- Financial Reporting by the enterprises in Nepal. Activities of the Committee are directed to develop mechanisms to produce a comprehensive picture of enterprises Environmental, Social and Governance (ESG) and Sustainability impact for all stakeholders.



Role	Name of Member	In Attendance
Chairman	CA Ananda Raj Sharma Wagle	8
Council Member	CA Hari Kumar Silwal	6
	RA Hari Bahadur Karki	7
	Mr. Than Prasad Pangyani	1
Member	CA Roshan Dahal	7
	CA Sudarshan Adhikari	7
	CA Sachet Lal Shrestha	6
	CA Dan Bahadur Galami	8
	RA Sunil Acharya	6
	RA Jyoti Ram Pandey	5
	RA Surya Narayan Jha	8
	RA Tilak Bahadur Adhikari	4
	CA Suraj Parajuli ( <i>Nominated by SEBON</i> )	5
	Secretary	CA Amrita Thapa
<b>No. of Meetings</b>	<b>8</b>	

### Major Activities of Sustainability Reporting Committee during FY 2081/82 include:

- Drafted ICAN's ESG Policy, 2025 and presented before the Council for approval.
- Recommended management for preparation of "Sustainability Cluster" under the online LMS/ Online CPE portal of ICAN and initiated video recording of 4 session for online CPE.
- Recommended Management for development of video cum test model in the existing online CPE portal of ICAN.
- Developed a content for one day dedicated CPE on sustainability topic.
- Identified entities and agencies with common interest and probable areas of collaboration amongst those entities in matters of sustainability.

### Editorial Board

The Editorial Board of the Institute has a major role in issuance of quarterly journal of the Institute.

Role	Name of Member	In Attendance
Coordinator	CA Prabin Kumar Jha	5
Member	CA Hari Kumar Silwal	6
	RA Hari Bahadur Karki	7
	Mr. Than Prasad Pangyani	1
Member	CA Nil Bahadur Saru Magar	3
	RA Bharat Kumar Shrestha	5
	CA Ranjita Nepal	5
	CA Shristi Tiwari	5
	RA Dev Bahadur Bohara	5
	RA Surendra Keshar Amatya	5
Secretary	CA Amrita Thapa	5
<b>No. of Meetings</b>	<b>5</b>	

### Major Activities of Editorial Board during FY 2081/82 include:

- Approved publication of four issue (Volume 27 No. 1,2,3 &4) of ICAN's Quarterly Journal "The Nepal Chartered Accountant. Altogether, 30 articles were published in Volume 27.
- Recommended management to provide free access to all members of ICAN in the International Journal subscribed by the Institute.
- Recommended management for incorporating of a Member's Milestone segment in ICAN journal.



## BRANCH COORDINATION COMMITTEES

The Branch Coordination Committees are formed by the Executive Committee for smooth operation of Branch Offices. The Branch Coordination Committee for Fiscal Year 2081/82 was formed by 333<sup>rd</sup> meeting of the Council held on 2081 Shrawan 28.

### Butwal Branch Coordination Committee

Role	Name of Member	In Attendance
Coordinator	CA Sheo Hari Sharma	10
Member	CA Mukul Raj Panthi	9
	CASagun Khanal	8
	CA Vijay Deep Neupane	10
	RA Dumni Raj Sharma	10
	RA Netra Prasad Gnawali	10
	RA Om Bahadur Malla	10
Secretary	Mr. Khemindra Rana	10
No. of Meetings	10	

### Biratnagar Branch Coordination Committee

Role	Name of Member	In Attendance
Coordinator	CA Aswani Bansal	7
Member	CA Suraj Timsina	6
	CA Prajwal Adhikari Sharma	7
	CA Ruhee Murarka	6
	RA Phadindra Prasad Parajuli	6
	RA Guru Prasad Lamichhane	5
	RA Ram Chandra Gautam	5
Secretary	Mr. Jebi Bhotia	7
No. of Meetings	7	

### Birgunj Branch Coordination Committee

Role	Name of Member	In Attendance
Coordinator	CA Ramesh Agrawal	12
Member	CA Subash Khandelwal	11
	CA Sandhya Singh	10
	CA Sanjaya Gupta	6
	RA Dinanath Rauniyar	12
	RA Pradhumna Sedhai	10
	RA Manoj Shreewastav	8
Secretary	Mr. Asmit Shrestha	8
	Mr. Yub Raj Oli	4
No. of Meetings	12	

*Mr. Yub Raj Oli replaced Mr. Asmit Shrestha*

### Pokhara Branch Coordination Committee

Role	Name of Member	In Attendance
Coordinator	CA Lakshman Adhikari	9
Member	CA Sagar Acharya	6
	CA Sarbesh Koirala	9
	CA Ashish Lamsal	8
	RA Rudra Nath Poudel	9
	RA Chiranjibi Dwa	8
	RA Chandra Bahadur Subedi	7
Secretary	Mr. Karan Gurung	9
No. of Meetings	9	



### Dhangadi Branch Coordination Committee

Role	Name of Member	In Attendance
Coordinator	CA Chiranjevi Pathak	7
Member	CA Umesh Raj Pandey	5
	CA Janma Raj Timalina	7
	CA Purna Saud	4
	RA Prem Raj Aryal	6
	RA Ganesh Bahadur Bohara	7
	RA Tikaram Pathak	6
Secretary	Mr. Ganesh Bahadur Chand	4
	Mr. Shreeram Sigdel*	3
No. of Meetings	7	

### Nepalgunj Branch Coordination Committee

Role	Name of Member	In Attendance
Coordinator	CA Tej Prakash Dixit	4
Member	CA Sagar Adhikari	6
	CA Prabhanjan Regmi	5
	CA Mohasin Khan	4
	RA Anita Kumari Shrestha	6
	RA Bhuwan Prasad Gaire	6
	RA Deepak Prasad Regmi	5
Secretary	Ms. Nirmala Chaudhari	6
No. of Meetings	6	

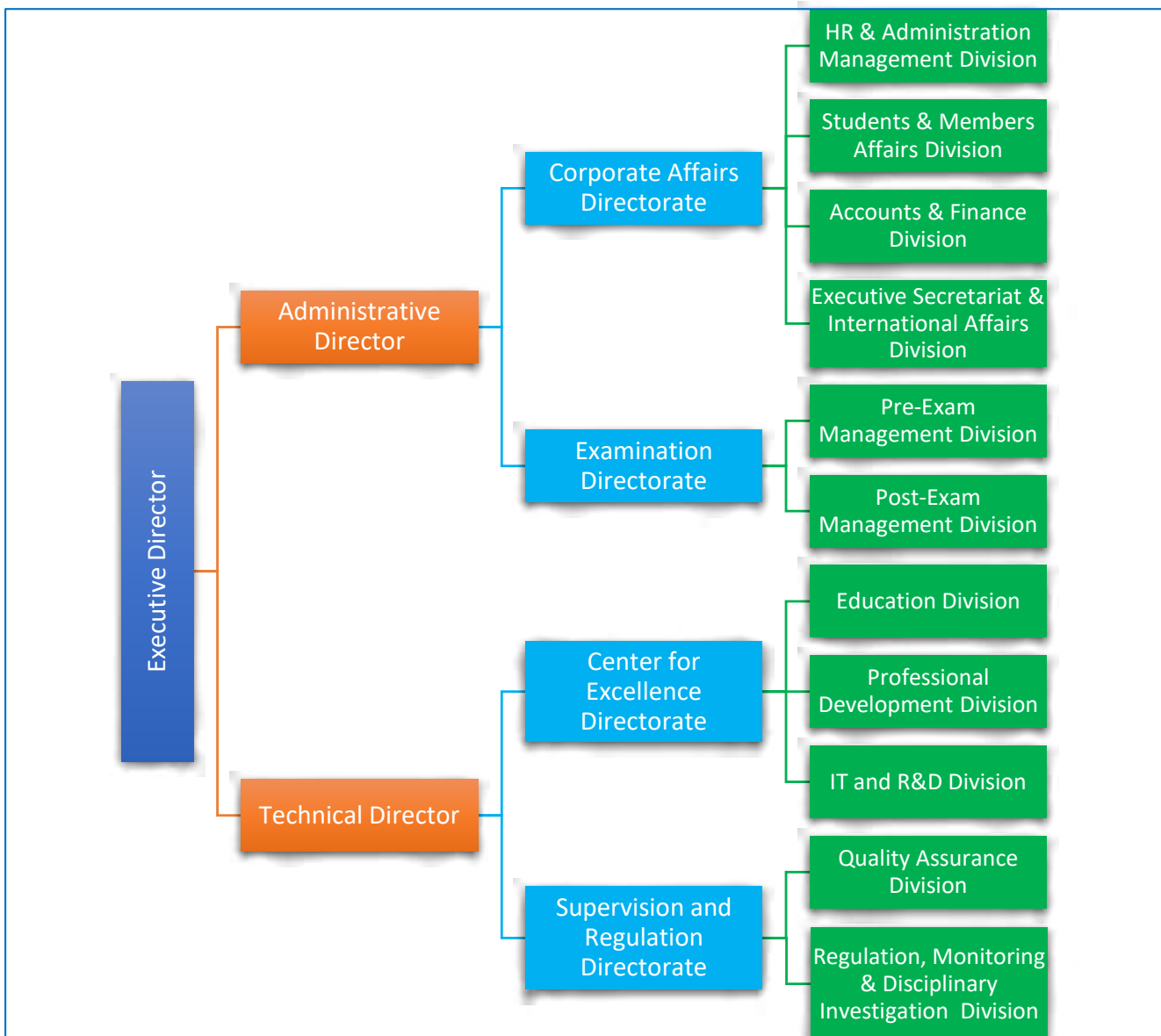
*\*Mr. Shreeram Sigdel replaced Mr. Ganesh Bahadur Chand*



# Management

## Organogram

The management of the Institute is responsible for implementing and executing decisions of the Council. The management of the Institute is led by the Executive Director, supported by the Senior Management Team and other employees. The Executive Director is entrusted by Nepal Chartered Accountants Act, 1997 mainly to act as Chief Executive of the Institute being accountable to the Council, to carry out day-to-day administrative business of the Institute and discharge the duties and responsibilities entrusted by the Act. The Executive Director Communicates on behalf of and represents the Institute, with stakeholders, Government Entities, and the public; leads the development of the Institute's by implementing short-term and long-term strategy; works towards maintaining the highest level of goodwill of the Institute in Public Perception; explores opportunities for the Institute to discharge its duties towards the Nation, Society and Economy. goals and thus a satisfactory service delivery to Members, Students and Stakeholders.





At present there are two wings as Technical Directorate and Administration Directorate in the Management Structure. Technical Directorate includes Centre for Excellence (IT and Research and Development Division and Education and Professional Development Division) and Supervision and Regulation Directorate (Quality Assurance and Regulation Division and Disciplinary Investigation Division). Whereas Administration Directorate includes Examination Directorate (Pre-Exam and Post-Exam Management Division) and Corporate Affairs Directorate (HR and Administration Division, Student, Members and International Affairs Division and Account and Finance Division). Moreover, Committees and Boards function with the support and expertise of Members. Apart from employees of the Institute, many Members and Non-Members contribute their expertise and time for the systematic functioning of the Institute.

## Human Resource

Human Resource are the enablers for the Institute to achieve its objectives. The Council, together with employees drives the Institute. Nevertheless, the Institute also values the efforts of Committees, Task Force, Resource Persons and Work Groups. Human Resources are the major force for Institutional Development and Sustainability, and the Institute has placed high importance to its Human Resources so that it led and achieve Professional Excellence on what it delivers The Human Resource Policy ensures that the Institute should be able to balance social and statutory conditions. Comparative figure of Human Resource during last two fiscal years is presented here under:

Fiscal Year	2081/82	2080/81	2079/80	2078/79	2077/78
<b>Total Number of Employees</b>	<b>87</b>	<b>81</b>	<b>74</b>	<b>79</b>	<b>66</b>
Permanent Employee	66	59	42	45	36
Contract Employee	21	22	32	34	30
Employee at Head Office	73	68	57	62	54
Employee at Branch Office	14	13	17	18	12
<b>Number of Chartered Accountants Employee</b>	<b>14</b>	<b>10</b>	<b>11</b>	<b>10</b>	<b>9</b>
<b>Number of Newly Joined Employee</b>	<b>19</b>	<b>20</b>	<b>6</b>	<b>18</b>	<b>1</b>
<b>Number of Resigned/Terminated Employee</b>	<b>14</b>	<b>14</b>	<b>11</b>	<b>6</b>	<b>1</b>
<b>36</b>	<b>51</b>	<b>42</b>	<b>45</b>		
<b>Female Staffs</b>	<b>Male Staffs</b>	<b>Officer Level Employee</b>	<b>Non-Officer Level Employee</b>		

## Staffs Promotion

The Institute promoted four staff in accordance with the procedures of Employee Bylaws, 2066

## Working Together

The organization structure implemented at the Institute allows it to work together in a cooperative fashion. The job role, function and duties are aligned such that synergy is achieved when working together. Human Resource Department continuously monitors the roles and function of the staffs so that the process they perform can be monitored to be relevant and competent as per the need of the Institute. The Institute fosters the work culture that encourages its enablers to grow within the Institute.

## Learning and Development

The Institute promotes continues learning and development for employees. The Institute conducts in-house trainings for its employees and provides them with the opportunities to learn recent developments by participating in National and International events. The Institute is committed to strengthening its enablers to lead the Institute in International arena.

## Well Being

The Institute considers the wellbeing of the employees. During the service period, employees were provided with both monetary and non-monetary benefits. After separation from the service of the Institute, employees are provided with monetary long-term benefits as per policy of the Institute.



Staff's Photo at Head Office



## Staff's Photo at Branch Office



**Pokhara Branch**



**Butwal Branch**



**Nepalgunj Branch**



**Dhangadi Branch**



**Birgunj Branch**



**Biratnagar Branch**



# STRATEGIC REVIEW

The Strategic Plan of the Institute for the Financial Years 2081/82 – 2085/86 was approved by the 10<sup>th</sup> Council as a roadmap to align the Institute's functional activities to achieve the Institute's goal. The Strategic Intents and Action Plans are determined to be focused on the Vision, Mission, Value Proposition and Objectives of the ICAN.

During the year 2081/82 the Institute continued to deliver on the priorities of Strategic Plan. The annual program and budget for FY 2081/82 were guided by the objectives and priorities laid down in four strategic intents of the strategic plan. The key achievements and activities in every Strategic Intent have been presented below.

## Synopsis of Key Strategic Achievements

### Strategic Intent 1: Expanding Reach and Credibility of Accounting Profession

- Launched New CA Course developed in accordance with International Education Standards (IES) with effective from December 2025, December 2026 and June 2028 for the Foundation, Application and Advisory level.
- A total of 1,020 and 646 new students were enrolled in CA Foundation and CAP I level respectively.
- Two CA Examination, Two CA Membership Examination, One RA Upgrading Examination, One Accounting Technician Examination was conducted across the country and result of all examination were published timely.
- Pre-exam Preparation Test (PEPT) for CAP II and CAP III level Students was launched.
- ICAN Examination Manual was updated
- CA Convocation, GMCS Training, Pre-Articleship Orientation Program and New Student's Orientation Program were conducted regularly.
- 55 Batch of 60 hours IT Training and 30 Batch of 40 hours IT Training were conducted and was attended by total 1410 and 736 students of CAP II and CAP III level respectively.
- 60 Hours and 40 Hours IT Training Study Material was updated.
- Scholarship amounting to NPR 50.21 lakhs was provided to total 229 students of different level.
- Students' participation in International Events was encouraged. During the year 7 students participated in one International CA Students' Conference.
- Online recorded classes of various subjects for students of various levels were made available for students.
- Online revision classes were conducted for CA students and for those appearing in CA membership examination.
- Organized ICAN Quiz and Elocution Contest, 2025 and ICAN Essay Contest, 2025 for students.
- Pronounced Nepal Financial Reporting Standards (NFRS) 2024 including International Financial Reporting Interpretations Committee (IFRIC) and Standard Interpretations Committee (SIC) in line with the International Accounting Standards (IAS).
- Published Model Financial Statements both in English and Nepali language under the:
  - Nepal Financial Reporting Standards for Small and Medium Sized Entities (NFRS for SMEs).
  - Nepal Accounting Standards for Micro Entities (NAS for MEs).
  - Nepal Accounting Standards for Not-for-Profit Organizations (NAS for NPOs).
- Institute has also pronounced Nepal Standard on Auditing for Audit of Financial Statements of Less Complex Entities (NSA for LCE), 2024
- Has issued first amendment of Guidelines on Marketing Professional Service, 2023 which shall be effective from Jestha 30, 2082.
- Guidelines on Anti-Money Laundering and Counter Financing of Terrorism, 2078 (First Amendment 2082).
- Institute has issued the Internal Audit Manual, 2025 and Information System Audit Manual, 2025.



- Quality Assurance Review of 47 Audit Firms Completed to accumulate review of total 241 Firms till end of FY 2080/81.
- Investigations of 4 disciplinary cases were completed in FY 2080/81, which sums to 111 cases investigated by the Institute up to FY 2081/82 out of 129 cases lodged.
- Institute has issued UDIN Related Bylaws, 2082 and updated UDIN portal
- Biometric made voluntary for renewal of Membership and total 5,054 members has provided their biometric in ICAN by the end of FY 2081/82.
- Changes in audit limit of RA members was issued with effective from Shrawan 2, 2081.
- Training on NFRS 9 and NFRS 17 , guidelines on Verification of Working Capital Statement, Audit Documentation Manual, on Review and analysis of Financial Statement was organized.
- Series of training was organized on NFRS for SMEs and NAS for MEs and Members' Capacity Development program on Consideration of Misstatement Scenarios in Forming an Audit Opinion.
- 15 CPE programs of total 450 Credit Hours were conducted throughout the country whereby, 1449 members attended the program.
- International Accounting Day 2024 was celebrated.
- New Members Welcome program was organized.

### Strategic Intent 2: Engaging members and Collaboration with stakeholders

- A two-day 4<sup>th</sup> National Convention of Accounting Professionals on theme "Transforming Economies Through Modernizing Tax and PFM" was organized in Kathmandu and was addressed by SAFA President, ICAI President and other dignitaries which had in total five technical session and attended by 1044 participants.
- National Best Presented Annual Report 2023 Award was organized where 18 companies received award in 5 different categories
- Institute hosted a SAFA webinar on "Legislation and Practice of Transfer Pricing in SAARC Countries"
- Conference on Artificial Intelligence and Information System Audit along with Anti-Money Laundering and Combating the Financing of Terrorism (AML/CFT) and Transfer Pricing was organized
- Pre-Budget and Post Budget Interaction Program Budget on Budget for FY 2082/83 and Finance Bill 2082 was organized in head office and branch office of ICAN
- 2 Post- Qualification Course and 1 Certification course was organized
- Interaction program on Code of Ethics Implementation with practicing members, Audit Quality with Audit Firms, Proposed Format on Financial Statement and Disclosure Requirements of Cooperative Organization with representatives from NEFSCUN, AuDAN, ACAN, AuSB and ASB were organized.

### Strategic Intent 3: Expanding role as Government's Partner for Economic Prosperity and Elevating Global Standing

- Signed MoU with the Financial Comptroller General Office (FCGO) to facilitate collaboration in matters of public financial management and related initiatives.
- Signed MoU with Social Security Fund (SSF) for Implementation of Social Security System.
- Submitted a report containing suggestions for reform of tax policy of the Government before the Hon'ble Deputy Prime Minister and Finance Minister, prepared in the pretext of the budget formulation process for Fiscal Year 2082/83.
- Cordial meeting with Director General of Inland Revenue Department, Hon'ble Deputy Prime Minister and Finance Minister, Hon'ble Auditor General, Financial Comptroller General, Department of Cooperatives and Vice Chancellor of Tribhuvan University.
- Attended Interaction Program at the Office of the Auditor General (OAG), Nepal regarding finalization of OAG 62<sup>nd</sup> Annual Report.
- Hosted an Interaction Program on Audit Quality Assurance with regulatory body representatives.
- Participation in various meetings and interaction programs organized by other Regulatory and Government Bodies
- Hosted meeting with representatives from World Bank, Nepal and GIZ Nepal to explore ways to enhance professional skills and improve financial management in the public sector.



- Delegation from ICAN participated in 2024 Ordinary Meeting of the IFAC Council and Thought Leadership Seminar
- Delegation from ICAN participated in CAPA Meeting and Conference
- ICAN hosted 86<sup>th</sup> SAFA Board Meeting in Kathmandu also delegation from ICAN attended various SAFA Board Meetings, Committee Meetings and Program.
- Issuance of various internal policies including Grievance & Complaint Redressal Bylaw, 2025; Anti-Corruption and Non-Discrimination Bylaw, 2025; Sexual Harassment Prevention Bylaw, 2025 and ICAN ESG Policy, 2082.
- Oath Taking Ceremony of the President, Vice-President and Council Members of 10<sup>th</sup> Council of the Institute conducted.

#### **Strategic Intent 4: Ensuring Operational Resilience and Sustainability**

- Approved Strategic Plan 2081/82 to 2085/86 of the Institute.
- Approval of 13<sup>th</sup> Amendment of the Nepal Chartered Accountants Regulation, 2061 which was effective from Asar 32, 2082.
- Standing Committee, Boards and Non-Standing Committee for FY 2081/82 formed.
- 28<sup>th</sup> Anniversary of ICAN Celebrated.
- Appointed new Executive Director of ICAN.
- Various staff training and development activities conducted.



## Strategic Intent 1- Expanding Reach and Credibility of Accounting Profession

- Ensure relevance and reliability of Chartered Accountancy and other course offered by ICAN.
- Promote Member's global recognition.
- Strengthen member's capabilities through creation of new avenues of practices, advanced certification courses and trainings.
- Develop, review and update regulatory Directives, Guidelines and Policies issued.
- Strengthen the regulatory mechanism and enhance supervision framework.

## EDUCATION

### Education Schemes

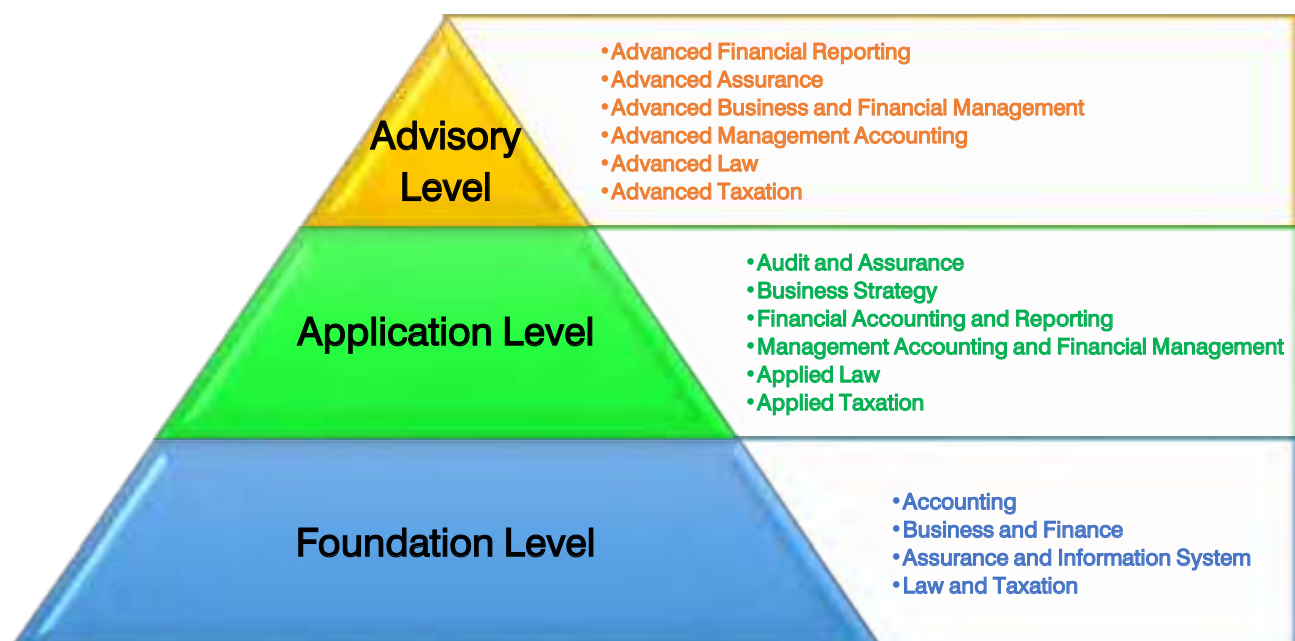
The Institute provides Chartered Accountancy (CA) Education. Students successful in examination of the education scheme are admitted as Chartered Accountant Members of the Institute upon completion of mandatory three years Articleship Training and Advance Management and Communication Skill (AMCS) training. The Institute also runs an education scheme for Accounting Technician (AT) Course. During the year, 4,018 students were newly enrolled in different levels of the Chartered Accountancy Course and 13 students were registered for Accounting Technician Course.

### New Chartered Accountancy Syllabus

During the reporting period, the Institute rolled out a new curriculum for CA Course developed in accordance with International Education Standards (IES) issued by IFAC. The new Professional Qualification Syllabus along with learning materials for new CA syllabus was developed in technical collaboration with the Institute of Chartered Accountants in England and Wales (ICAEW).

#### ➤ Syllabus Structure:

The updated syllabus comprises 16 papers under three levels as outlined below:



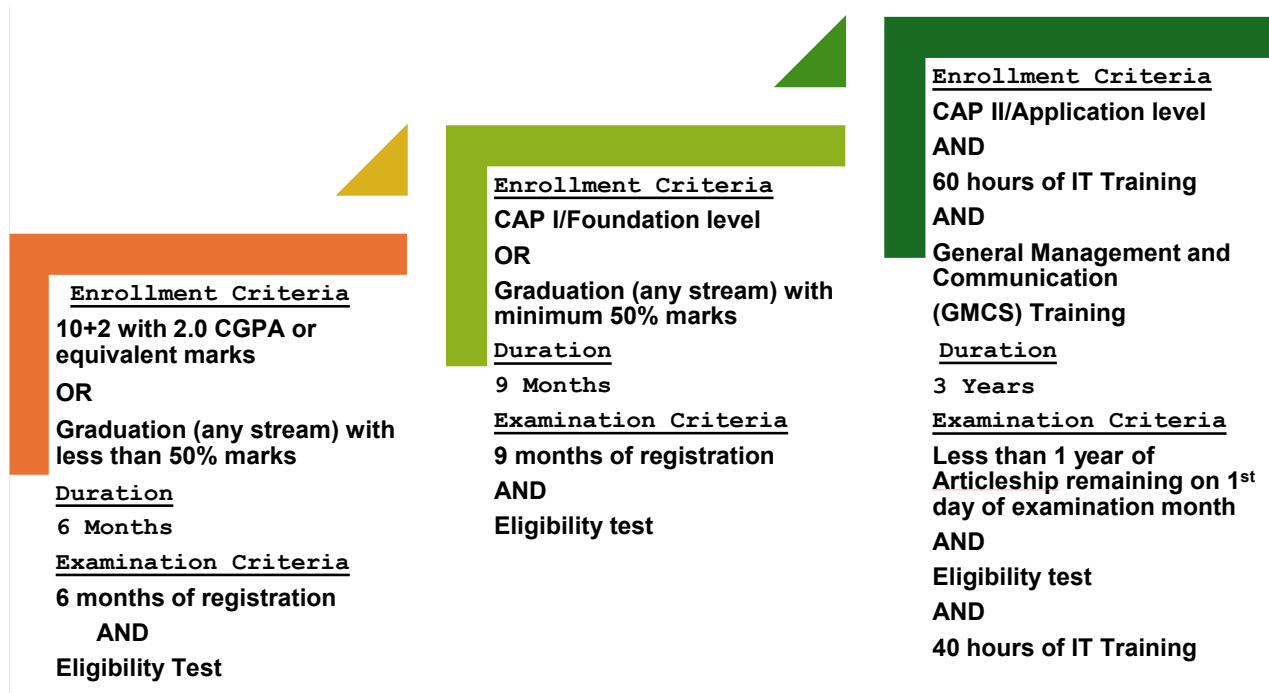


### ➤ **Launching of New Chartered Accountancy Syllabus**

The Institute launched a new Chartered Accountancy Syllabus on Baishak 30, 2082 which shall be effective from December 2025, December 2026 and June 2028 for the Foundation, Application and Advisory level under the new syllabus. Following activities were undertaken incidentally to the launching of the New Syllabus:

- Press Conference on Launching Ceremony of New CA syllabus was conducted at Hotel Yak and Yeti, Durbar Marg on Baishak 30, 2082.
- Modality of New Syllabus comprising transition measures from current to new syllabus, enrollment/examination criteria, was approved and uploaded in ICAN website
- Online training for resource person to orient about the modality of new syllabus, changes from current syllabus progression, exam style and component of learning materials for all subjects of all levels was organized by the Consultants from ICAEW.
- Orientation program as an informative discussion session related to New CA Syllabus on Jestha 9, 2082 at ICAN conference hall for all the staff of ICAN.

### ➤ **Enrollment Criteria**



### ➤ **Syllabus Modality**

The Institute has developed a detailed syllabus modality under new CA syllabus. The modality comprises of structure, effective date of new syllabus, carry over of previous batched registered under existing syllabus, provision for switchover and other information. The details of the modality can be accessed from the website of the Institute or from the link hereunder:

[https://en.ican.org.np/\\_browsable/file/general/Modality\\_of\\_New\\_CA\\_Syllabus\\_-\\_Website.pdf](https://en.ican.org.np/_browsable/file/general/Modality_of_New_CA_Syllabus_-_Website.pdf)

## **Chartered Accountancy Examination**

The Institute holds the CA examination twice a year - one in the month of June and the other in December. During the reporting period, the Institute conducted two Chartered Accountancy Examination. CA Examination of December 2024 and June 2025 was conducted on routine time.

The details of total student's applying, appearing and qualified in December 2024 and June 2025 examination are as follows.



### ➤ December 2024 Chartered Accountancy Examination

	CAP I	CAP II			CAP III		
	Total	Group I	Group II	Both	Group I	Group II	Both
<b>Applicants</b>	1502	813	602	2750	782	328	386
<b>Appeared</b>	1348	647	465	2549	676	271	369
<b>Passed</b>	790	187	417	313	61	105	12
<b>Pass %</b>	59%	29%	90%	12%	9%	39%	3%
<b>Qualified</b>	<b>790</b>	<b>518</b>			<b>69</b>		

### ➤ June 2025 Chartered Accountancy Examination

	CAP I	CAP II			CAP III		
	Total	Group I	Group II	Both	Group I	Group II	Both
<b>Applicants</b>	1103	861	516	2259	773	304	535
<b>Appeared</b>	1011	747	400	2127	708	255	524
<b>Passed</b>	454	203	340	182	57	191	24
<b>Pass %</b>	45%	27%	85%	9%	8%	75%	5%
<b>Qualified</b>	<b>454</b>	<b>404</b>			<b>84</b>		

(Note: The figures of students who passed a single group (Group I or Group II) also include those students who appeared for both groups but were successful in single group only.)

### Chartered Accountant (CA) Membership Examination for ACCAs

The Institute conducts CA Membership Examination for ACCAs along with CA Examination. During the reporting period two examinations were conducted for CA Membership for ACCAs. The details of total applicants appearing and qualified in CA Membership Examination for ACCAs are as follows.

	December 2024			June 2025		
	Group I	Group II	Both	Group I	Group II	Both
<b>Applicants</b>	2	1	1	1	0	1
<b>Appeared</b>	2	1	1	1	0	1
<b>Passed</b>	1	0	0	0	0	0

### Chartered Accountant (CA) Membership Examination

The Institute generally holds the CA Membership examination twice a year, one in the month of March and the other in September. During the reporting period, the Institute conducted CA Membership Examination of September 2024 and March 2025. The details of total applicants appearing and qualified in CA Membership Examination are as follows.

	September 2024	March 2025
<b>Applicants</b>	370	323
<b>Appeared</b>	304	247
<b>Passed</b>	73	43
<b>Pass %</b>	24%	17%



## Registered Auditor (RA) upgrading Examination

The Institute has been conducting RA upgrading Examination on routine basis. Besides, the examination the RA upgrading is also performed on ground of specific qualification and experience. The details of RA upgrading exam and RA upgrading through criteria for qualification and experience are as follows:

### ➤ RA upgrading Examination June 2025

	Class "C" to "B"	Class "D" to "C"
<b>Applicants</b>	1	1
<b>Appeared</b>	1	0
<b>Passed</b>	1 (Passed in Group I)	0

### ➤ Upgrading of CoP of RA Members through the criteria of Qualification & Experience

	RA upgrading C to B	RA upgrading D to C
<b>Applicants</b>	6	1
<b>Upgraded</b>	2	1

## Accounting Technician Examination

Examination notice for Accounting Technician Exam for September 2024 was issued. However, none of the applicants filled out the form. The Accounting Technician Examination for March 2025 was conducted and the details of total applicants, appearing and qualified in the examination are as follows:

	September 2024	March 2025
<b>Applicants</b>	-	1
<b>Appeared</b>	-	1
<b>Passed</b>	-	1

## Examination Type, Centers, Period and Result Date

The Institute has been conducting routine Examination and has been publishing timely result of the Examination. The CA Examination, CA Membership Examination and CA Membership Examination for ACCAs, Conducted, Location of Examination Centers and Results published date are summarized and depicted in the table below:

Examination	Location of Exam Centers	Examination Period	Result Date
<b>December 2024 CA Exam</b> CAP I CAP II CAP III	Kathmandu, Bhaktapur, Butwal, Biratnagar, Birgunj, Pokhara, Chitwan, Nepalgunj and Dhangadhi	Mangsir 29-Poush 1, 2081 Mangsir 16-28, 2081 Mangsir 16-30, 2081	Falgun 2, 2081
<b>June 2025 CA Exam</b> CAP I CAP II CAP III	Kathmandu, Bhaktapur, Butwal, Biratnagar, Birgunj, Pokhara, Chitwan and Nepalgunj	Jestha 31-Asar 2, 2082 Jestha 18-30, 2082 Jestha 18-Asar 1, 2082	Shrawan 29, 2082
December 2024 CA Membership Exam for ACCAs	Kathmandu	Mangsir 16-30, 2081	Falgun 2, 2081
June 2025 CA Membership Exam for ACCAs	Kathmandu	Jestha 18-Asar 1, 2082	Shrawan 29, 2082

Examination	Location of Exam Centers	Examination Period	Result Date
September 2024 CA Membership Exam	Kathmandu, Butwal, Biratnagar, Pokhara, Birgunj, Chitwan and Nepalgunj	Asoj 2-4, 2081	Kartik 29, 2081
March 2025 CA Membership Exam	Kathmandu, Butwal, Biratnagar, Pokhara, Birgunj, Chitwan and Nepalgunj	Chaitra 3 & 4, 2081	Baishak 24, 2082
Accounting Technician Exam, March 2025	Kathmandu	Chaitra 3-6, 2081	Baishak 4, 2082
RA upgrading Exam, June 2025	Kathmandu	Jestha 30 & Asar 2, 2082	Shrawan 29, 2082

### Interaction Program on Proposed Amendment in ICAN Examination Manual

The Institute with the objective to maintain the quality and standard in the examination process and to revise the existing Examination Procedure Manual, organized an interaction program with the resource person on Asar 15, 2082. The program was attended by the Members of Examination Committee, Members of Examination Procedure Manual Revision Taskforce along with the staffs of Examination Division of ICAN. Altogether, there were 34 participants in the program. Accordingly, the Institute updates ICAN Examination Manual incorporating the suggestion from consultation.

### Pre-exam Preparation Test

The Institute with an objective to facilitate exam preparation started Pre-exam Preparation Test (PEPT) for CAP II and CAP III level Students. The PEPT was conducted for Students appearing in June 2025 and December 2025 CA examination.

### 7<sup>th</sup> Chartered Accountants' Convocation Ceremony

The Institute organized its 7<sup>th</sup> Chartered Accountants' Convocation Ceremony on Magh 17, 2081 in Kathmandu, Nepal. The convocation ceremony commenced with a lightning lamp by the Chief Guest Prof. Dr. Keshar Jung Baral, Vice Chancellor, Tribhuvan University. The program was Chaired by CA Prabin Kumar Jha, President, ICAN and CA Nawal Kishor Yadav, previous Auditor at the United Nations, addressed the program as a keynote speaker. Altogether, 77 newly qualified CA members were convocated in the ceremony.



*Glimpse of 7<sup>th</sup> Chartered Accountants' Convocation Ceremony*

Coinciding with the convocation ceremony, the Institute also presented an award to the Merit Holders in December 2023 and June 2024 CA Examination. Besides, the winners of ICAN Quiz and Public Speaking Contest 2025 were also awarded with Certificate and cash prize. CA Nil Bahadur Saru Magar concluded the program with a closing remark extending congratulations and best wishes to the convocated members.

### General Management and Communication Skill (GMCS) Training

As a part of the curriculum of Chartered Accountancy Education scheme, the Institute conducted 25<sup>th</sup> and 26<sup>th</sup> Batch of General Management and Communication Skills (GMCS) training for the students who have passed CAP III level or appeared both group of CAP III level examination in June 2024 and December 2024 Examination. The GMCS training lasted for fifteen days.

Batch	Period	Participants
25th Batch (June 2024)	2081 Bhadra 11 to 27	57
26th Batch (December 2025)	2081 Falgun 21 to Chaitra 8	72



*Glimpse of Closing Ceremony of 26<sup>th</sup> Batch of GMCS Training*

The purpose of this training is to impart knowledge among participants to make them capable of translating challenges into rewarding opportunities by applying emotional intelligence and soft skills in the working atmosphere. The training is targeted to enhance presentation, communication, and interpersonal skills and to provide understanding of contemporary business environment and opportunities. Further, this training is expected to be helpful for aspiring Chartered Accountants to prepare for a career in employment or practice by coaching them to be adaptable and accountable.

### Pre-Articlesip Orientation Program

The Institute has been organizing Pre-Articlesip Orientation Program for the students who have qualified for the CAP-II Level examination and are going to enroll for their articleship training in CAP-III Level. This program was mandatory for all CAP II passed students for submission of their articleship deed to the Institute. The Institute also facilitated the students residing outside valley by providing virtual platform to participate in the program.

The details of Pre-Articlesip Orientation Training organized during the reporting period has been presented below:



Batch	Pre-Articles Program Date	Participants
8 <sup>th</sup> Batch (Qualified CAP II Exam held in June 2024)	2081 Bhadra 9	369
9 <sup>th</sup> Batch (Qualified CAP II Exam held in December 2025)	2081 Falgun 12	516

The purpose of this orientation training program was to enhance the skills and capabilities of aspiring Chartered Accountants pursuing articleship training by providing proper orientation and training on personality development, communication skills and professional behavior and culture at audit firms and client's offices.

### Students' Orientation Program for CAP-I Students

The Institute has been organizing a student orientation program for newly enrolled students of Chartered Accountancy Professional (CAP-I) level. The purpose of the students' orientation program was to impart knowledge among new students about Chartered Accountancy Course, future prospects of Chartered Accountants and welcome them in the fraternity of CA students.

The details of CAP-I Students' Orientation Program organized during the reporting period has been presented below:

Batch	Orientation Program Date	Participants
Enrolled for June 2025	2081 Poush 14	353
Enrolled for December 2025	2082 Asar 18	714

### Information Technology (IT) Training

The Institute has been organizing 60 hours of IT Training for the students of CAP II level and 40 hours IT Training to students of CAP III level on routine basis. The 60 hours IT Training is being organized at the training centers inside Kathmandu Valley and few places outside Kathmandu Valley. Likewise, the 40 hours IT Training is being organized at the premises of Institute and few training centers at Kathmandu Valley.

#### ➤ Number of Batch and Students enrolled for IT Training



Generally, the 60 Hours IT Training is organized in batch of 25 students in case of training centers inside Kathmandu Valley and in batch of around 20 students in case of training centers outside Kathmandu Valley. Similarly, in the case of 40 Hours IT Training there are approximately 20 students in every batch. The Institute has been conducting regular examination of 60 and 40 Hours IT Training. And the result of the assessment is also published on a timely basis generally within 3 days of examination.

#### ➤ Launching of Updated 60 and 40-Hours Information Technology (IT) Training Syllabus

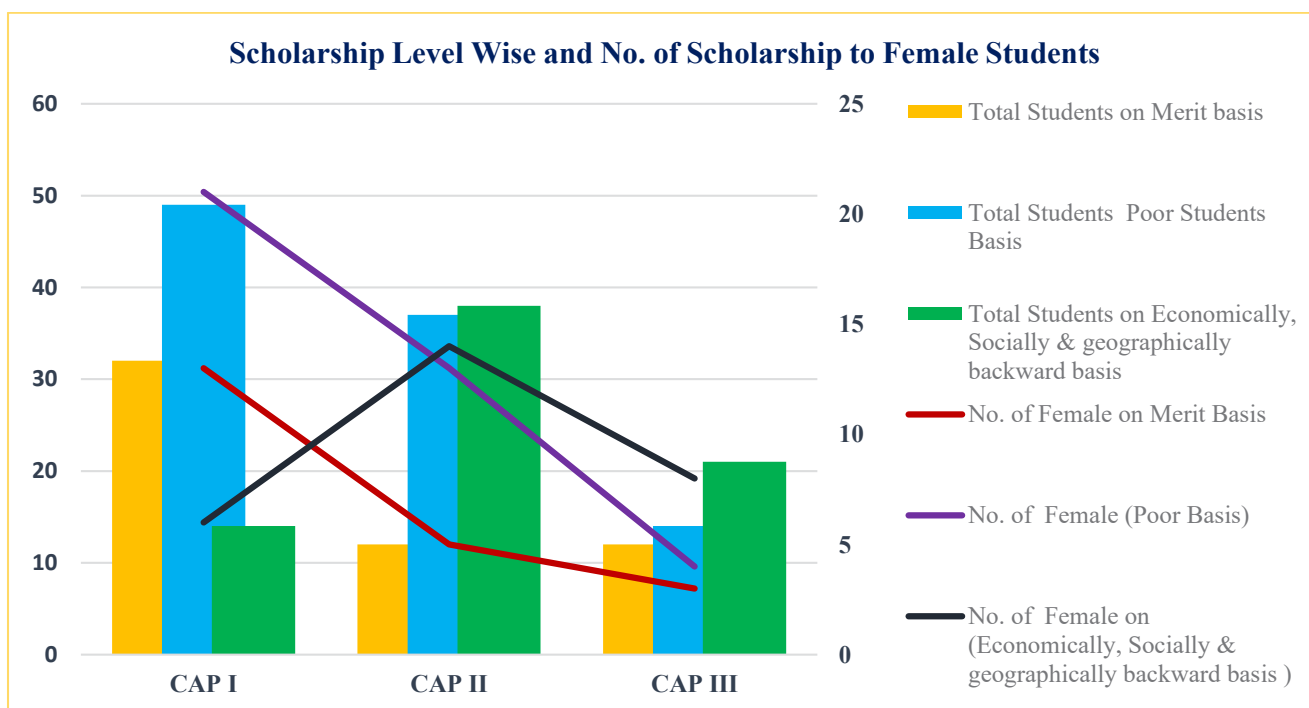
The Institute also developed a new syllabus for 60 and 40 hours IT training. The updated syllabus shall be applicable for the upcoming IT training batch which includes students registered for June 2025 CA examination in case of 60 hours IT training and students appearing in December 2025 CA examination in case of 40 hours IT training.



## Scholarship Scheme

The Institute has been providing Scholarship to deserving Students under two different categories. One based on students outstanding academic achievement, and another based on the Economically, Geographically and Other Disadvantaged Students on the basis of merit in the based criteria defined as per Scholarship Procedure 2078. During the year, the Institute has provided Scholarship to a total of 229 students at different levels. Details are as follows:

Level	CAP-I	CAP-II	CAP-III	Total
Meritorious Student	32	12	12	56
Poor Students based on Merit	49	37	14	100
Economically, socially, geographically & other disadvantages students based on merit	14	38	21	73
<b>Total No. of Students</b>	<b>95</b>	<b>87</b>	<b>47</b>	<b>229</b>
Female Students	40	32	15	87
<b>Scholarship Amount (NPR in '000)</b>	<b>17,18,750</b>	<b>19,82,500</b>	<b>13,20,000</b>	<b>50,21,250</b>



## Library

The ICAN library has been enriched with professional books, journals and periodicals of updated versions. ICAN Library is accommodated with comfortable sitting arrangements at ICAN Building 1<sup>st</sup> Floor. To address the increasing flow of students, study space has been extended to double the existing space of the library during the fiscal year. The library remains open throughout the year even during public holidays.

New Membership Issued during the year 2081/82	192
Total Number of Library Membership Card Issue till Asarh 2082	1,638
Stock of Books in Library as at year end Asarh 2082	5,802
Additional Book procured during the year 2081/82	116



## Online Revision Classes

The Institute, with an objective to facilitate its students for preparing their Chartered Accountancy Examination, has been conducting online revision classes for all CAP I, CAP II and CAP III level Students. Moreover, the Institute is also providing online revision class for those appearing in the CA Membership Examination. During FY 2081/82 altogether 2,307 CA students at different levels and 206 CA Membership examinees were enrolled in the online revision class of various papers.

## Publication of Revision Test Paper (RTP) and Suggested Answer

The Institute has been timely publishing Revision Test Papers for CA Examination of CAP II and CAP III level. Likewise, the Institute has been publishing Suggested Answer Papers of all subjects of CA Examination for CAP I, CAP II and CAP III level.

## Career Counselling

The Institute has been organizing career counselling program with the objectives to inform the students about Chartered Accountancy and Accounting Technician education, syllabus, fees, scholarship scheme, and to address students query regarding CA / AT education and other relevant and useful information for pursuing Chartered Accountancy and Accounting Technician course in Nepal. The details of career counselling organized by the Institute has been depicted in the table below:

S.No.	Location	Date
1	Nepalgunj	2081 Chaitra 20 to 31 and 2081 Poush 17
2	ICAN Head Office ( <i>in association with Accredited Institute</i> )	2082 Mangsir 9
3	Birgunj	2082 Mangsir 19
4	Dhangadhi	2081 Mangsir 18 to Poush 5
5	Pokhara	2081 Poush 25
6	Butwal	2081 Magh 28 to Falgun 1
7	Biratnagar	2081 Magh 18

## Students' Participation in International and National Conference and Program

The Institute has been facilitating students' participation in various international programs and conferences. During the reporting period Institute facilitated participation of following students at following international events:

### ➤ 39<sup>th</sup> International CA Students' Conference – 2025

Three students from the Institute participated in the 39<sup>th</sup> International CA Students' Conference – 2025 organized by the CA Students' Society (CASS) of the Institute of Chartered Accountants of Sri Lanka (CA Sri Lanka) on Baishak 16, 2082 in Colombo, Sri Lanka. Ms. Sadikshya Shrestha, represent the Institute in a Student Panel session of the Conference.



*Group photo of Students participating in SAFA Quiz and Public Speaking Contest and the 39<sup>th</sup> CA Students Conference*

➤ **SAFA Quiz and Elocution Contest, 2024**

Four students from the Institute participated in the South Asian Federation of Accountants (SAFA) Quiz & Public Speaking Contest, 2024 hosted by the Institute of Chartered Accountants of Sri Lanka (CA Sri Lanka) on Baishak 17, 2082 in Colombo, Sri Lanka. The winners of ICAN's National Quiz and Public Speaking Contest, 2024 were nominated for participation in the SAFA Quiz and Public Speaking Contest, 2024. Two students from Nepal received Champion Award in SAFA Quiz and one student received 2<sup>nd</sup> Runner-up Award in SAFA Elocution Contest, 2024.

➤ **ICAN Quiz and Elocution Contest, 2025**

The Institute conducted ICAN Quiz and Public Speaking Contest, 2025 on Magh 11, 2081 at ICAN premises. Altogether, 15 students of CAP III level participated in the ICAN Quiz, and 20 students participated in Public Speaking Contest, 2025. The winner and 1<sup>st</sup> Runner Up of the ICAN Quiz and Public Speaking Contest, 2025 have been nominated to participate in SAFA Quiz and Public Speaking Contest 2025.

➤ **ICAN Essay Contest, 2025**

The Institute conducted "ICAN Essay Contest 2025" for the student enrolled in CAP III level, and the result of the competition was decelerated on Shrawan 12, 2082. Altogether, 26 students applied for the Essay Competition out of which the top three essays were declared winners based on two-round selection process by the management and independent evaluators. The winner of the essay competition shall be nominated to represent the Institute at the upcoming SAFA Essay Contest, 2025.

➤ **Orientation program to CA Students on Women's Safety**

The Pokhara branch of the Institute organized an orientation program to CA students on women's safety on Falgun 24, 2081 on the occasion of International Women's Day which was facilitated by Deputy Superintendent of Police (DSP), Basanta Kumar Sharma. Altogether, 33 students participated in the program.



## Addressed the Demand submitted by NCASA

The negotiation committee formed by 332<sup>nd</sup> meeting of Council dated Shrawan 11, 2081, to address the issue raised in letter of demand submitted by Nepal Chartered Accountant Students' Association (NCASA) submitted report before the President, ICAN on Shrawan 23, 2081 following a productive agreement with NCASA.

## Accredited Institutes

The Institute provides accreditation for imparting CA Coaching Classes in accordance with "Guidelines for Granting Accreditation to Academy Providing Coaching Classes to Chartered Accountancy Education." The list of accredited Institutes for FY 2081/82 is as under:

- Prime Capital Affairs P.Ltd
- Elite Commerce Academy Pvt. Ltd.
- Gurukul Commerce Academy Pvt. Ltd.
- Professional Careers & Education Pvt. Limited
- Deurali Professional Academy Pvt.Ltd.

### Following activities were conducted in regard to accredited Institutes during the reporting period:

- Inspection of accredited institute 3 accredited institutes inside Kathmandu and 2 accredited institutes located in Biratnagar and Butwal.
- An Interaction program was conducted with accredited Institutions on Mangsir 2, 2081 at ICAN Premises, to have discussion on the roles, responsibilities and expectations of the accredited Institutions for enhancing the overall quality of Chartered Accountancy Education and to discuss on the way forward.
- An interaction program with accredited Institutes was held on the topic "New CA Course: Syllabus, Modality and Effective Date" on Baishak 22, 2082 at ICAN

## Interaction Program with the representatives of Educational Institutions

Nepalgunj branch office of the Institute organized a half day interaction program with the educational institutions including representatives from Private & Boarding Schools' Organization Nepal (PABSON) and head of Colleges and Schools in Nepalgunj on Asar 5, 2082. The objective of the program was to aware the concerned representatives about the CA education provided by ICAN and identify new avenues of collaboration with the institutions.

## REGULATION AND SUPERVISION

### Nepal Financial Reporting Standards (NFRS) and Nepal Accounting Standards (NAS)

The Institute has pronounced Nepal Financial Reporting Standards (NFRS) 2024 including International Financial Reporting Interpretations Committee (IFRIC) and Standard Interpretations Committee (SIC) issued by the Accounting Standard Board of Nepal in line with the International Accounting Standards (IAS) issued by the International Accounting Standards Board (IASB). The NFRS 2024 was pronounced on September 2024 with mandatory application for annual period beginning on or after Shrawan 1, 2082.

In addition to the NFRS the Institute has also pronounced following Standards:

- NFRS for Small and Medium-sized Entities (NFRS for SMEs), 2017
- NAS for Micro Entities (NAS for MEs), 2018
- NAS for Not-for-Profit Organizations (NAS for NPOs), 2018

The Institute has organized several training and orientation programs on these financial reporting standards to raise the level of awareness and competencies of the Members and facilitate their implementation. Further, the



necessary coordination and collaboration have also been taking place with the relevant regulatory bodies and agencies to provide their oversight into the compliance aspects of those standards by the concerned reporting entities.

### **Model Financial Statement under NFRS for SMEs, NAS for MEs and NAS for NPOs**

The Institute has published Model Financial Statements under the Nepal Financial Reporting Standards for Small and Medium Sized Entities (NFRS for SMEs), Nepal Accounting Standards for Micro Entities (NAS for MEs) and Nepal Accounting Standards for Not-for-Profit Organizations (NAS for NPOs). The Model Financial Statement are prepared both in English and Nepali language.

The Institute also organized various training and program for professional accountants along with preparators of accounts was both physically and virtually, focusing on preparation of financial statements in accordance with pronounced standards.

### **Nepal Standards on Auditing (NSA)**

The Institute has pronounced Nepal Standard of Auditing (NSA) 2024, developed by Auditing Standards Board of Nepal (AuSB, Nepal) in accordance with “2021 Handbook of International Quality Control, Auditing, Review, Other Assurance and Related Service Pronouncements” with mandatorily application for audit of financial statements for the period beginning from Shrawan 1, 2082.

Moreover, during FY 2081/82, the Institute has also pronounced Nepal Standard on Auditing for Audit of Financial Statements of Less Complex Entities (NSA for LCE), 2024 which shall be mandatorily applicable for audit of financial statement prepared from Shrawan 1, 2083 onwards.

### **Handbook of the Code of Ethics for Professional Accountants 2023**

The Institute has issued Handbook of Code of Ethics for Professional Accountants including International Independence Standards – 2023 in line with IESBA Handbook of Code of Ethics for Professional Accountants (2021 Edition) for the Members and the same was applicable from Shrawan 1, 2080.

### **Confirmation of Payment of Previous Year Outstanding Audit Fees**

The Institute has issued notice to all the Members holding Certificate of Practice, to ensure payment of previous year outstanding audit fees of former auditor, prior to issuance of audit report for all audit engagement beginning from fiscal year 2081/82. Also, the Council has decided to incorporate the provision in the Handbook of Code of Ethics for Professional Accountants issued for the Members of the Institute.

### **Issuance of First Amendment of Guidelines on Marketing Professional Services 2023**

The Institute has issued first amendment of Guidelines on Marketing Professional Service, 2023 which shall be effective from Jestha 30, 2082.

### **Issuance of First Amendment to Guidelines on Anti-Money Laundering and Counter Financing of Terrorism, 2072**

The Guidelines on Anti-Money Laundering and Counter Financing of Terrorism, 2072 (First Amendment 2082) has been approved by the 345<sup>th</sup> Council held on Baishak 12, 2082.

### **Publication of Internal Audit Manual, 2025 and Information System Audit Manual, 2025**

The Institute has issued the Internal Audit Manual, 2025 and Information System Audit Manual, 2025 as reference material for the Members and Stakeholders, pursuant to the decision of the 347<sup>th</sup> Council Meeting dated Baishak 30, 2082. The manuals have been developed with the objective of providing minimum guidance on the scope and extent of procedures to promote standardization, consistency and uniformity in internal audit and information

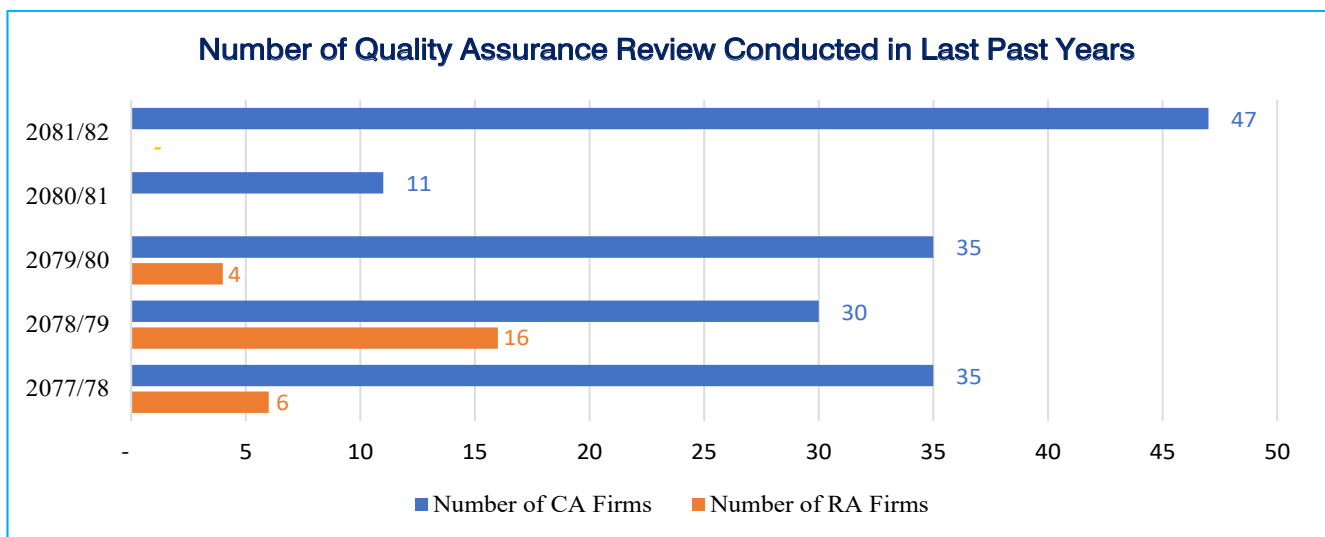


system audit practices. The Institute also organized interaction program with stakeholders to discuss on the draft of manual and obtain stakeholder’s consultation prior to its issuance.

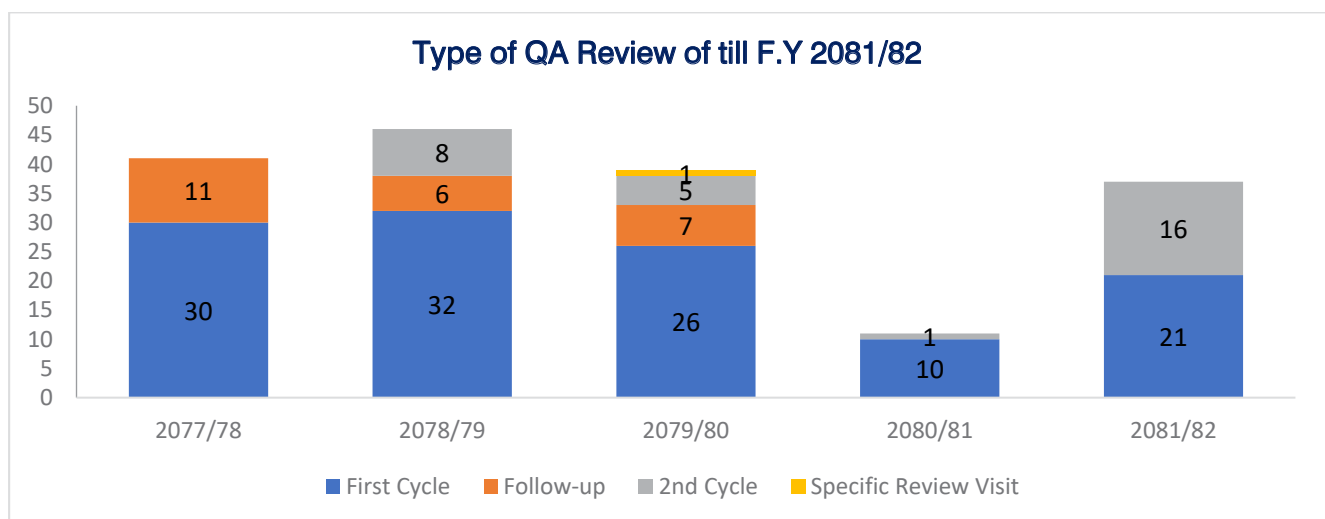
### Quality Assurance Review (QA Review)

The Institute, with an aim to ensure audit firm’s adherence to the prevailing laws and regulations, professional standards and other guidelines issued by the Institute, conducts Audit Quality Assurance Review of the Practicing Audit Firms. The Quality Assurance Review Program for any professional accountancy organization is also mandated by Statement of Membership Obligation -1 issued by International Federation of Accountants (IFAC). The Quality Assurance Division (QAD) within the Institute carry out Quality Assurance Reviews of the Audit Firms as per the QA Policy and Program approved by the Quality Assurance Board (QAB).

The QAD of the Institute along with the steering and oversight of Quality Assurance Board conducted quality assurance review of 47 Audit Firms during this period. Out of 47 CA firms reviewed during the reporting period, 4 firms were firms located outside of Kathmandu Valley. As a result, the cumulative number of Quality Assurance Reviews conducted to date has reached 241 firms, comprising 215 Chartered Accountant (CA) firms and 26 Registered Auditor (RA) firms. Over the past five fiscal years, from FY 2077/78 to FY 2081/82, a total of 184 reviews have been completed, covering 158 CA firms and 26 ‘B’ Class RA firms.



Out of total 184 firms’ reviews conducted in past five fiscal years, 155 were first time (Routine-1) reviews, 24 were follow-up reviews conducted generally in one year’s time, 14 were Routine-2 , whose reviews had been completed three years ago, whereas 1 review was conducted as risk visit (special review visit) based on the risk information obtained.



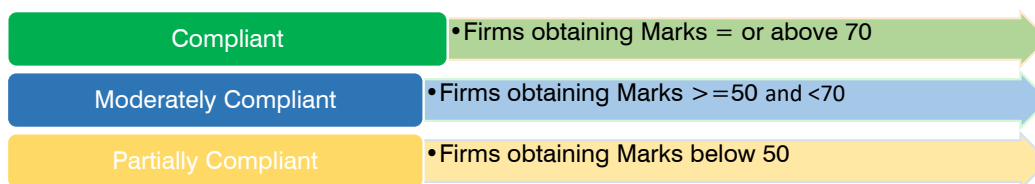


On completion of the review, grades are assigned to the reviewed audit firms so that the QAD will be able to track the improvements made by the Firms. Previously, audit firms were classified under four grading categories however, pursuant to the Audit Quality Assurance Review Procedure, 2077 (Second Amendment, 2082), the grading structure and its connotations have been revised. Below is the three-tier grading system assigned to the audit firms and resulting action on closure of review:

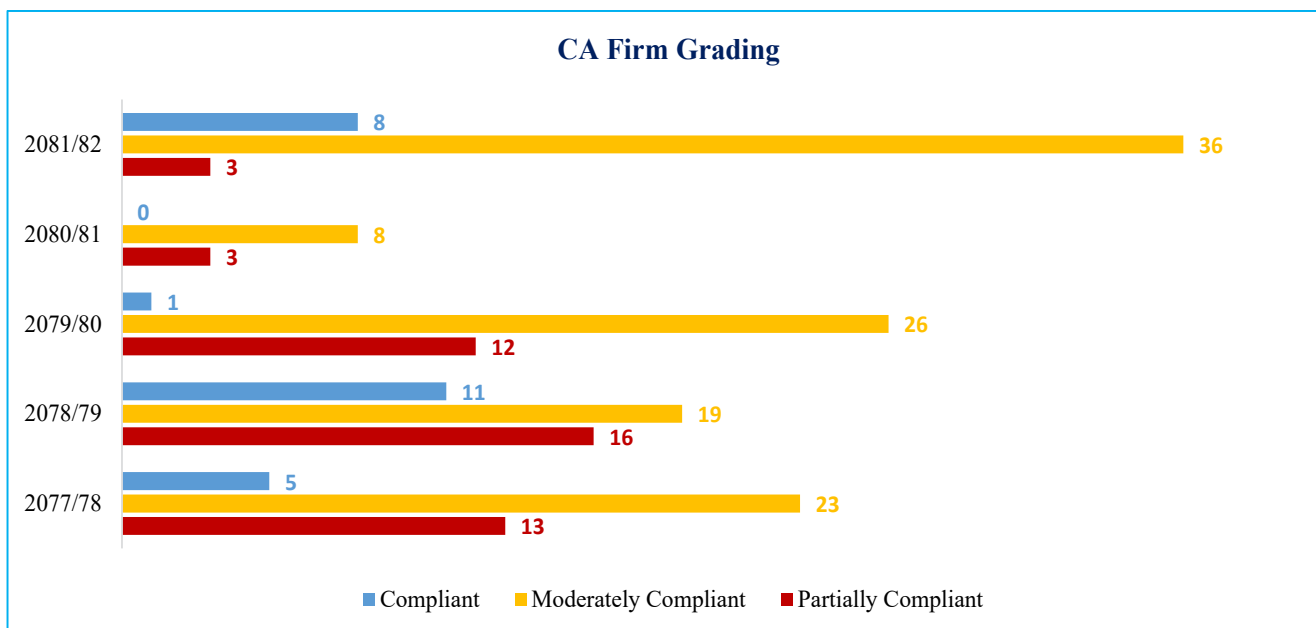
Grades	Connotations of Grades	Resulting Actions on Closure of Reviews
Compliant	The findings are minor, and the firm has either addressed them immediately or provided adequate commitment to taking corrective action.	Communicate to Firm about completion of Review.
Moderately Compliant	Issues are there but relatively minor to moderate and the firm has willingness and capability to make improvements.	Draw attention of Firm in areas of improvement needed.
Partially Compliant	There are notable findings of non-compliance, but the firm has provided a firm commitment to taking action which the QA reviewer believes to be adequate to rectify the issues.	Make firm aware in issues prevalent and either conduct an on-site follow-up visit or ask for the submission of status information generally at the end of 1 year (off-site follow-up review) from the last visit date

The marking and grading tool is a 100 marks checklist to include 30 marks to firm’s system of quality management and 70 marks to engagement level performance quality (20, 25 and 25 marks respectively for planning, execution and completion of audit engagement) which are further sub marked in detail under each of these categories.

The firms will generally be graded in the following manner based upon the scores assigned to them after their review visits.



The firms reviewed till the end of FY 2081/82 have been rated in different grade categories as per the decision of QAB. The total firms reviewed by the QAD in last five years and grades assigned to them has been presented hereunder:





Besides, the Institute has published the Annual Report of the Quality Assurance Board for Fiscal Year 2023/24 (2080/81).

## Disciplinary Proceedings

The complaints lodged against any action of the Members which is in contrary to the provision of Nepal Chartered Accountants Act, 2053 or Nepal Chartered Accountants Rules, 2061 or Code of Conduct framed under the Act, is investigated by the Disciplinary Committee of the Institute formed pursuant to Section 14 of the Nepal Chartered Accountants Act, 2053. The complaints lodged includes both the complaints lodged from external party and by the proposal of the Executive Director based on the facts and information becoming available as per section 35 of Nepal Chartered Accountants Act, 2053.

The Disciplinary Committee, based on the investigation carried out, recommends the Council to take necessary actions against the members. The investigation is carried out by the Disciplinary Committee with the procedures prescribed in the provisions of Nepal Chartered Accountants Rules, 2061 and the Disciplinary Investigation Procedure 2077. The Disciplinary Investigation Division, within the Supervision and Regulation Directorate of the Institute, supports the committee in operational matters relating to the investigation process.

The Council in exercise of the power conferred by Section 11(k) of the Nepal Chartered Accountants Act, 2053 takes actions, in accordance with the recommendation of the Disciplinary Committee, against members and members holding Certificate of Practice for their acts and actions done in contravention of the professional code of conduct.

The status of cases lodged and decided along with the type of punishment imposed are depicted in table below:

Particulars	Up to 2076/77	2077/78	2078/79	2079/80	2080/81	2081/82	Total up to 2080/81
Cases Lodged	97	5	3	9	10	5	129
Cases where Investigation Process Completed	79	3	9	4	12	4	111
<b>Cases where Warning was Issued</b>	<b>13</b>	<b>0</b>	<b>3</b>	<b>2</b>	<b>2</b>	<b>4</b>	<b>24</b>
<b>Cases where Disciplinary Action was Taken**</b>	<b>29</b>	<b>1</b>	<b>0</b>	<b>0</b>	<b>3</b>		<b>33</b>

(\*\*This includes punishment: Reprimanding, Removing from membership up to five years or prohibiting from carrying on the accounting profession for specified period or, cancellation of Certificate of Practice of the Members as per section 14(5) of the Nepal Chartered Accountants Act 2053.)

## Monitoring Proceedings

During FY 2081/82, the Institute has issued Monitoring Bylaws, 2082 which has repealed Monitoring Committee Bylaws, 2074 which was effective from 2082 Baisakh 12. During the reporting period, the three-member monitoring team formed as per the Monitoring Bylaws, 2082 conducted monitoring visits of firms located in Biratnagar, Itahari and Dharan area, Madhesh Province covering Bara, Parsa, Rautahat and Sarlahi area and Bagmati Province covering Kathmandu valley.).

## Unique Document Identification Number (UDIN)

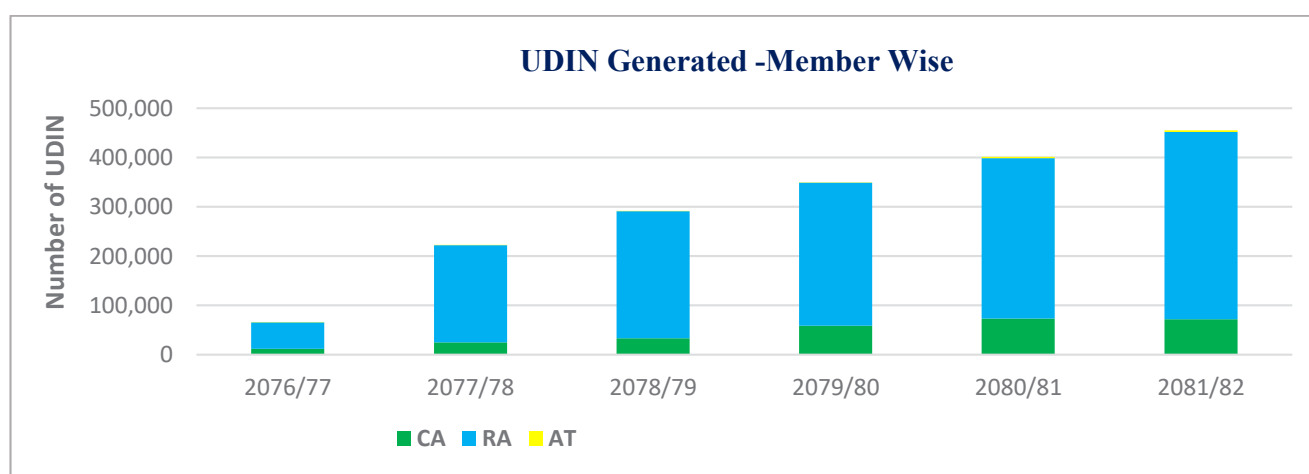
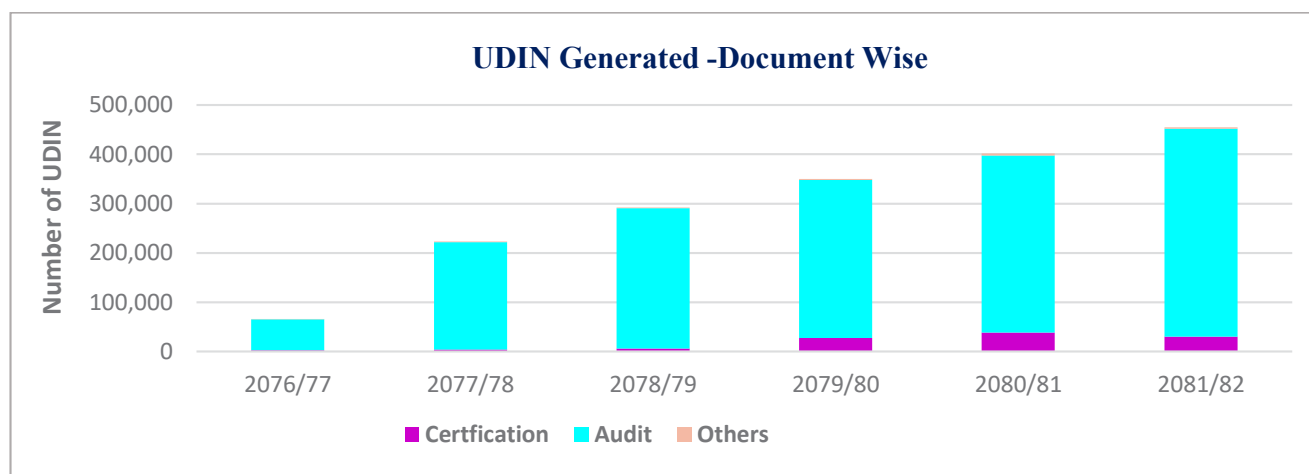
The Institute with the objective to provide assurance of authenticity of document certified by its practicing Members and to systematize and regulate the accounting profession had launched Unique Document Identification Number (UDIN) application that allows generation of 18 digits unique alphanumeric values for every report of the certification / audit service provided by the ICAN members having Certificate of Practice (CoP). The UDIN system was launched with voluntary compliance from 1st Shrawan, 2076 and mandatory compliance from 1st Kartik, 2076.



The Institute has been updating the application on a timely basis to incorporate the suggestions and feedback received from users of the application. Currently, there is a real time integration of UDIN data with Inland Revenue Department (IRD) Nepal for maximizing the applicability and effectiveness of UDIN and regulating the Profession. During financial year 2081/82 altogether 455,011 UDIN were generated for audit and other services by Practicing Members. Details are as follows:

Document Type	2081/82	2080/81	2079/80	2078/79	2077/78	2076/77
<b>Certification</b>	30,325	38,059	27,331	6,195	3,957	2,208
<b>Audit</b>	421,549	359,442	320,505	284,464	218,042	63,381
<b>Others</b>	3,137	4,107	2,182	1,097	840	12
<b>Total</b>	<b>455,011</b>	<b>401,608</b>	<b>350,018</b>	<b>291,756</b>	<b>222,839</b>	<b>65,601</b>

Members Type	2081/82	2080/81	2079/80	2078/79	2077/78	2076/77
CA	72,155	73,519	58,889	33,526	24,726	11,932
RA	379,966	325,166	290,078	257,447	197,659	53,568
AT	2,890	2,923	1,051	783	454	101
<b>Total</b>	<b>455,011</b>	<b>401,608</b>	<b>350,018</b>	<b>291,756</b>	<b>222,839</b>	<b>65,601</b>



### Issuance of UDIN Related Bylaws, 2082

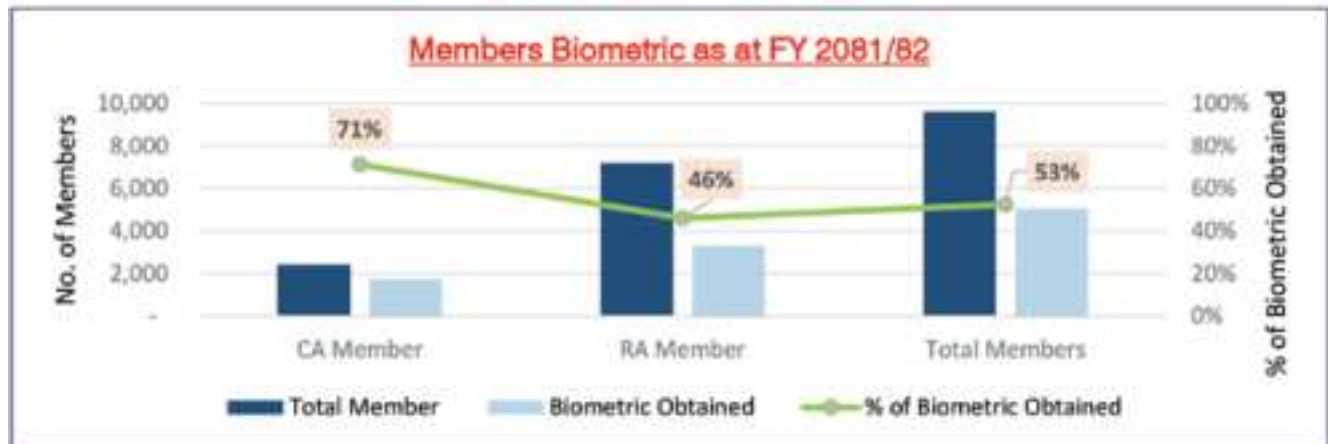
During FY 2081/82, the Institute has issued UDIN Related Bylaws, 2082 which was effective from Shrawan 1, 2082. And the Institute updated the UDIN portal based on the approved Bylaws. The Institute also organized an online orientation program on 2082 Shrawan 8 to its members covering major provision of UDIN Related Bylaws, 2082 and modifications in UDIN System.



## Mandating Biometric of Members for Renewal of Certificate of Practice

The Institute has mandated the requirement for providing biometric data to all the practicing members of the Institute for renewal Certificate of Practice from fiscal year 2080/81. While, providing biometric is voluntary for renewal of membership.

The Institute's Head Office and all Branch Offices are designated locations for Member biometric submissions. Altogether, 5,054 members have already provided their biometric at ICAN.



## Change in Audit Limit

The Institute has issued notice regarding a change in the amount of audit limit by B, C and D Class practicing members. The changed audit limit was determined based on the Wholesale Price Index as published by the Nepal Rastra Bank and shall be applicable with effective from Shrawan 1, 2081. The changed audit limit along with earlier audit limit has been presented hereunder:

Member Category	Current Audit Limit w.e.f 1 <sup>st</sup> Shrawan 2081	Previous Audit Limit w.e.f. 1 <sup>st</sup> Shrawan 2078
RA 'B' Class	1 Arba 52 Crore	1 Arba 20 Crore
RA 'C' Class	38 Crore	30 Crore
RA 'D' Class	13 Crore	6 Crore

## Strategic Intent 2- Engaging Members and Collaboration with Stakeholders

- a. Continuous Professional Education for Professionals
- b. Members' engagement in industry
- c. Reform in faculty development mechanism
- d. Collaboration with academic education, University Partnering and other stakeholders
- e. Advocating for additional professional services.

### 4<sup>th</sup> National Convention of Accounting Professionals

The Institute organized 4<sup>th</sup> National Convention of Accounting Professionals on theme “Transforming Economies Through Modernizing Tax and PFM” on Chaitra 26 & 27, 2081 at Nepal Academy, Kathmandu. The inaugural session of the convention was chaired by CA Prabin Kumar Jha, President ICAN with Hon'ble Deputy Prime Minister and Finance Minister, Mr. Bishnu Prasad Paudel as the Chief Guest in the Program. Hon'ble Vice Chairman of the National Planning Commission, Prof. Dr. Shiva Raj Adhikari; Mr. Bam Dev Sharma Adhikari, Deputy Auditor General and Mr. Ashfaq Yousuf Tola, President of South Asian Federation of Accountants (SAFA) were the Special Guest in the program. CA Arun Raut, President of Association of Chartered Accountants of Nepal (ACAN) and RA Badri Prasad Bhattarai, Senior Vice President of Auditor's Association of Nepal (AUDAN) addressed the session as Guest. The session concluded with vote of thanks by CA Nil Bahadur Saru Magar, Vice-President, ICAN.



*Glimpse of the inaugural session of the 4<sup>th</sup> National Convention*

Mr. Ashfaq Yousuf Tola, President of South Asian Federation of Accountants (SAFA) delivered a keynote speech on “Achieving Economic Prosperity through Innovative PFM and Tax Policies”.

The convention had in total 5 technical sessions and 2 complementary sessions. Altogether, 34 speakers including 4 International delegates comprising of SAFA President and ICAI President addressed the Convention. And the Convention was attended by total 1044 participants.



### 1<sup>st</sup> Session on “Innovating PDM with Digital Transformation: Global Trends and Local Implementation”

**Session Chair:** CA Charanjot Singh Nanda, President, the Institute of Chartered Accountants of India (ICAI)

**Session Moderator:** CA Narendra Bhattarai, Past-President, ICAN

**Paper Presenter:** Mr. Ramu Prasad Dotel, Former Deputy Auditor General

**Panelist:**

Mr. Subas Chandra Siwakoti, Joint Secretary, Nepal Government

CA Hem Kumar Kafle, Council Member ICAN

CA Prabin Kumar Jha, President, ICAN

### 2<sup>nd</sup> Session on “Integrating Green Initiatives in Tax and PFM Frameworks for a Sustainable Economy”

**Session Moderator:** CA Ananda Raj Sharma Wagle, Council Member of ICAN

**Paper Presenter:** Mr. Saman Sri Lal, Council Member of CA Sri Lanka.

### 3<sup>rd</sup> Session on “PFM Reform Initiatives and the Role of Professional Accountants”

**Session Chair:** CA Baikuntha Bahadur Adhikari, Deputy Auditor General of OAG

**Session Moderator:** CA Thakur Prasad Adhikari, Council Member of ICAN

**Paper Presenter:** CA Nanda Kishor Sharma

**Panelists:**

CA Bishwa Raj Basaula, Financial Management Specialist at the World Bank Nepal

Mr. Gorakh Bahadur Shahi, Under-Secretary of the Nepal Government

CA Bhava Nath Dahal, Practicing Chartered Accountant

CA Sanjeeta Nepal, Practicing Chartered Accountant

### 4<sup>th</sup> Session on "Financial Discipline as per Vedic Literature”

**Session moderator:** CA Hari Kumar Silwal, Council Member of ICAN

**Paper Presenter:** Pandit Arjun Prasad Bastola, Samhita Shaastree

### 5<sup>th</sup> Session on “Healthy Diet and Healthy Lifestyle”

The presentation on this topic was made by Dr. Umesh Shrestha, Founder of Nature Lovers Group.



### 6<sup>th</sup> Session on “Strategic Tax Reforms: Adapting International Best Practices for Resilient Tax Systems”

**Session Moderator:** CA Nil Bahadur Saru Magar, Vice President of ICAN

**Panelists:**

Mr. Madhu Kumar Marasini, Former Secretary of the MoF and Secretary of NPC

CA Sudarshan Raj Pandey, Past President, ICAN

Mr. Ambika Prasad Paudel, Chairperson of the Tax and Revenue Committee, FNCCI

Mr. Padam Kumar Shrestha, Deputy Director General, IRD

CA Chandrashekhar Vasant Chitale, Central Council Member of ICAI.

### 7<sup>th</sup> Session on “Role of Professional Accountants in Building a Resilient Tax Regime.”

**Session Moderator:** CA Sunil Devkota, Council Member of ICAN.

**Panelist:**

Mr. Madan Dahal, Director General of the IRD

Mr. Ghanashyam Parajuli, Assistant Auditor General

CA Umesh Raj Pandeya, Council Member of ICAN

RA Jhalak Mani Lamsal, Council Member, ICAN

CA Shesh Mani Dahal, Practicing Chartered Accountant

The second day of the convention also had a musical performance from Mr. Badri Pangen and Miss Samjana Lamichhane Magar. Finally, the convention concluded with a vote of thanks speech by CA Surendra Bhusan Shrestha, Executive Director, ICAN. The program was attended by 1044 participants.

### International Accounting Day 2024 Celebrated

The Institute celebrated the “International Accounting Day” on Kartik 25, 2081 by organizing various programs at head and branch offices of the Institute. A Fellowship Program was organized at the premises of the Institute. The program was addressed by CA Prabin Kumar Jha, President, ICAN whereby, he stressed on the changing role of professional accountants and their role for navigating emerging area of sustainability reporting. Similarly, CA Sujana Kumar Kafle, Immediate President, ICAN; CA Arun Raut, President, ACAN and RA Badri Prasad Bhattarai, Senior Vice-President, AUDAN also addressed the program highlighting the significance of celebration of International Accounting Day.

Branch Office	Program Organized
Dhangadhi	Walkathon event
Nepalgunj	Interaction program
Butwal	Interaction program
Birgunj	Interaction program
Biratnagar	Walkathon event
Pokhara	Walkathon event

## National Best Presented Annual Report 2023 Award Distribution Ceremony

The Institute organized the National Best Presented Annual Report (NBPA) 2023 Award distribution ceremony coinciding with the Oath Taking Ceremony of the 10<sup>th</sup> Council on Shrawan 5, 2081 in Kathmandu. The National BPA award was evaluated by independent BPA evaluation committee formed under the Chairmanship of Vice-President, ICAN comprising of representatives from the Office of Auditor General, Nepal Rastra Bank, Securities Board of Nepal, Nepal Insurance Authority, Nepal Telecommunication Authority, Office of Company Registrar and Electricity Regulatory Commission. Altogether, 18 companies received awards on 5 different categories out of 24 participating companies on 8 different categories.



*Rt. Hon'ble Deputy Prime Minister and Finance Minister Bishnu Prasad Paudel presenting NBPA 2023 to representative of the award-winning company*

## New Members Welcome Program

The Institute with the objective of welcoming the newly qualified Chartered Accountant Members of the Institute within the fraternity of the profession has been organizing New Members Welcome Program. During the reporting period, two program was organized in ICAN premises to welcome New Members as presented below:

Membership Obtained during period	Program Date	Number of Members
Asar 12-Poush 3, 2081	Poush 12, 2081	69
Poush 4, 2081-Asar 12, 2082	Asar 13, 2082	46



The program is generally a half day program with technical session on matters relevant to professionals and is addressed by the President, Council Members and Executive Director of ICAN.



*Group photo of Members with ICAN President, Vice-President along with Council Members and ICAN Officials, during New Members Welcome Program*

### **Webinar on Legislation and Practice of Transfer Pricing in SAARC Countries**

The Institute hosted a webinar on “Legislation and Practice of Transfer Pricing in SAARC Countries” on Poush 2, 2081. The webinar commenced with the welcome speech from CA Sunil Devkota, Chairman of SAFA Committee to study fiscal regimes and other statutory requirements of business in SAARC countries and Council Member of ICAN. Similarly, Mr. Heshana Kuruppu, President, SAFA; Mr. Ashfaq Yousuf Tola, Vice-President, SAFA; CA Prabin Kumar Jha, President ICAN and CA Nil Bahadur Saru Magar, Vice-President ICAN also gave their opening remarks in the webinar.

After the opening session there was a technical session on “Transfer Pricing Legislation & Practice in South Asia” followed by a paper presentation and Question Answer Session. Dr. Sanjay Kumar facilitated the technical session as key expert in transfer pricing whereby, the experts from SAFA member bodies shared their experiences. CA Shailendra Uprety represented ICAN in the technical session. The webinar offered a comprehensive platform to explore and discuss the key legislation and practices of transfer pricing across SAARC nations. The webinar concluded with the closing remarks of CA Surendra Bhusan Shrestha, Executive Director. Altogether, 391 individuals participated in the webinar.

### **Conference on Artificial Intelligence and Information System Audit**

The Institute organized a half day Conference on Artificial Intelligence and Information System Audit on Shrawan 5, 2081 in Kathmandu. The aim of the program was to deliver the importance of Artificial Intelligence and Information system Audit in Accounting practices.

The conference was organized in two technical sessions. The first session of the conference was on “Artificial Intelligence for Finance Professionals” whereby CA Mukunda Pokharel gave a presentation. Similarly, the second session of the conference was on “Regulatory Role on Information System Audit” whereby CA Suyogya Bhandari, member of the Information Technology Committee, ICAN gave a paper presentation, and a panel discussion

was held in the Chairmanship of CA Santosh Kafle, Chairman, Information Technology Committee and Council Member, ICAN. Moreover, Mr. Shubash Chandra Ghimire, Director, Nepal Rastra Bank; Mr. Susil Dev Subedi, Director, Nepal Insurance Authority; Mr. Arjun Ghimire, Director, Nepal Telecommunication Authority; Mr. Roshan Regmi, Chief Officer, NMB Bank and Dr. Nabaraj Adhikari, Securities Board of Nepal were the panelist in the session. The Conference was attended by more than 120 participants.

### Conference on AML/CFT and Transfer Pricing

The Institute organized a half-day conference on Anti-Money Laundering and Combating the Financing of Terrorism (AML/CFT) and Transfer Pricing on Magh 17, 2081 in Kathmandu. CA Nil Bahadur Saru Magar delivered a welcome speech at the conference. The conference had two technical sessions in total. The first technical session on “AML/CFT Obligation for Accounting Professionals” was chaired by Mr. Suman Dahal, Director General, Department of Money Laundering Investigations. CA Aman Uprety, Council Member, ICAN was the moderator of the session whereby, CA Kiran Kumar Khatri, Director, ICAN presented paper on AML/CFT obligation for Accounting Professionals. Likewise, CA Prabin Kumar Jha, President, ICAN; Dr. Hari Nepal, Director, Nepal Rastra Bank, Expert on AML/CFT and Mr. Basudev Bhattarai, Head, Financial Intelligence Unit were panelist in the session. Similarly, the second technical session on “Transfer Pricing” was facilitated by CA Shailendra Uprety.



*Glimpse of the technical session of the Conference*

Altogether, 149 members and stakeholders participated in the conference. CA Surendra Bhusan Shrestha, Executive Director, concluded the conference with a vote of thanks to the facilitators and participants of the conference.

### Pre-Budget Interaction Program on Budget for FY 2082/83 and Finance Bill 2082

The Institute, with the aim of supporting the Government by offering constructive suggestion on fiscal policies has conducted a series of pre-budget interaction programs at head and branch offices of the Institute in consideration of the upcoming Budget and Finance Bill. The program was organized in coordination with the Fiscal Taxation and Research Committee (FTRC) and Branch Coordination Committee (BCC) of the Institute. The program focused on obtaining recommendations and suggestions of Institute’s Members on budgetary and taxation matter for upcoming Budget 2082/83 and Finance Bill 2082. The details of the program have been outlined below:

Date	Location
Chaitra 13, 2081	Kathmandu
Chaitra 13, 2081	Biratnagar
Chaitra 11, 2081	Dhangadhi
Chaitra 11, 2081	Butwal
Chaitra 14, 2081	Pokhara
Chaitra 11, 2081	Birgunj
Chaitra 15, 2081	Nepalgunj

### Post Budget Interaction Program on Federal Budget 2082/83

The Institute organized a half day interaction program on federal budget 2082/83 on Jestha 21, 2082 in Kathmandu. The objective of the interaction program was to analyze the rationality of budget and its likely impact on various spheres of economy. The objective of the interaction program is to highlight the rationality of Federal Budget 2082/83 and its likely impact on various spheres of the economy. The program started with welcome speech of CA Nil Bahadur Saru Magar, Vice-President, ICAN and the program had in total two technical sessions. The first session was Panel Discussion on “Budget Analysis and its Potential Impact on National Economy” and second session was Paper Presentation on “Changes in Tax Laws by Finance Bill 2082”.



*Glimpse of closing first technical session of the interaction program of Federal Budget 2082/83*

The first session was moderated by CA Prabin Kumar Jha, President, ICAN and Dr. Prakash Kumar Shrestha Member, National Planning Commission presented paper in the session after which a panel discussion was held on session topic. Mr. Madan Dahal, Director General, Inland Revenue Department (IRD); Mr. Birendra Raj Pandey, Senior Vice President, Confederation of Nepalese Industries and CA Suman Rayamajhi, Co-Founder and Managing Director, Upaya City Cargo were panelist in the session. Similarly, CA Umesh Raj Pandeya, Council Member, facilitated the second technical session. The program concluded with closing remarks of CA Surendra Bhusan Shrestha, Executive Director, ICAN. Altogether, 200 members participated in the program.

Besides, upon unveiling of Federal Budget 2082/83 by Government, the Institute also published federal budget highlights for fiscal year 2082/83 and the same was uploaded in the website of the Institute.



Moreover, Branch office of ICAN also conducted Post Budget Interaction program as below:

Date	Location
Asar 20, 2082	Biratnagar
Jestha 21, 2082	Butwal
Jestha 20, 2082	Birgunj

### Two Days Workshop on Audit Practice Manual (APM)

The Institute organized two-day training on APM on Baishak 21 & 22, 2082 at ICAN premises for the Chartered Accountants Members in practice. The objective of the training was to assist audit firms to carry effective and efficient audits by introducing the Audit Practice Manual and system designed to be used on audits of all general audit clients, with few customizations required for specialized audits. The two days training was facilitated by CA Nanda Kishor Sharma whereby, the inaugural session of the training was addressed by CA Prabin Kumar Jha, President, ICAN and RA Dev Bahadur Bohara, Chairperson, Quality Assurance Board. Similarly, CA Surendra Bhusan Shrestha, Executive Director addressed the closing session of the training. Altogether, 32 Chartered Accountants participated in the training.

### Certification and Post Qualification Course

The Institute with the objective of enabling continuous professional development by updating the members about the evolving industry standards, regulatory changes and emerging technologies has been conducting regular certification and post qualification courses for the members of the Institute.

During the reporting period, the Institute in technical collaboration with the Institute of Chartered Accountants of India (ICAI) organized certification course on Forensic Accounting and Fraud Detection (FAFD) and post qualification course on Information System Audit (ISA3.0). Moreover, a certification course on Public Financial Management (PFM) was also organized by ICAN for the Members. The details of course organized is presented below:

Type of Course	Date	Number of Participants	Mode
FAFD	Chaitra 14 to 25, 2081	41	Online
ISA 3.0	Jestha 20 to Asar 6, 2082	51	Online
PFM	Magh 25 to Falgun 4, 2081	42	Physically
	Asar 5 to 24, 2082	71	Online

### Interaction program on Code of Ethics Implementation

The Institute conducted an interaction program on Code of Ethics Implementation with practicing members on 27th March 2025 at ICAN premises. The interaction program focused on addressing ethical challenges encountered by practicing members of the Institute in adhering to the Code of Ethics. The session commenced with welcome remarks by CA Surendra Bhusan Shrestha, Executive Director of ICAN, followed by CA Hem Kumar Kafle, Council Member, who outlined the program's objectives. The event featured a presentation of draft Frequently Asked Questions (FAQs) on Code of Ethics, prepared by Ethics Committee and delivered by CA Madhu Pokharel, Ethics Committee member. The program concluded with a summary of the interaction's outcomes and closing remark by CA Prabin Kumar Jha, ICAN President. A total of 20 participants attended the event.

### Interaction Program on Audit Quality with Audit Firms

The Institute conducted an interaction program on Audit Quality with Audit Firms on Falgun 20, 2081 at ICAN premises. The objective of the program was to provide an overview of the Quality Assurance Review system, facilitate open discussion to share challenges for maintaining audit quality by the firms and soliciting feedback from the firms on improving review process. Altogether, 47 Practitioners, 4 Council Members, 2 Quality Assurance Board Members and 9 staffs participated in the program.



## **Interaction Program on “Proposed Format on Financial Statement and Disclosure Requirements of Cooperative Organization”**

The Institute organized an interaction program on “Proposed Format on Financial Statement and Disclosure Requirements of Cooperative Organization” on Jestha 29, 2082 at ICAN premises, Satdobato, Lalitpur. The objective of this program was to discuss the draft format of a financial statement and obtain feedback on the draft. Representatives from National Cooperative Federation, National Federation of Savings and Credit Cooperative Unions Ltd. (NEFSCUN), Auditors Association of Nepal (AUDAN), Association of Chartered Accountants of Nepal (ACAN), Auditing Standards Board, Nepal (AuSB) and Accounting Standards Board, Nepal (ASB) participated in the interaction program. The program started with the welcome speech of RA Jhalak Mani Lamsal, Council Member and Chairman of RA Members Capacity Development Committee, ICAN. In the program, CA Prabin Baral, delivered presentation on proposed Format on Financial Statement and Disclosure Requirements of Cooperative Organization. There were altogether 49 participants in the program.

## **Interaction Program on International Women’s Day**

The Institute organized an interaction program on “To All Women and Girls: Right, Equality and Empowerment” on the occasion of International Women’s Day on Falgun 24, 2081. CA Vandana Khetan, Vice Chairperson, SAFA Women Leadership Committee and Member of ICAN Women Leadership Committee presented a paper on “Accelerate Action” followed by a Panel Discussion on “To All Women and Girls: Right, Equality and Empowerment”. Total 60 participants (members and students) participated in the program.

## **Training on NFRS 9 and NFRS 17**

The Institute organized 2 days training on NFRS focusing on NFRS 9- Financial Instruments (focusing on Expected Credit Loss Model) and NFRS-17 Insurance Contracts on Asar 17 & 18, 2082 in ICAN premises, Satdobato, Lalitpur. The training was focused on calculation of Expected Credit Loss (ECL) and discussion on different valuation models, treatment of insurance acquisition cash flows, change in cash flows and onerous contracts and was facilitated by CA Bidur Luitel and CA Prabin Baral. Altogether, 62 members participated in the training.

## **Online Training on guidelines on Verification of Working Capital Statement**

The Institute organized an online training on guidelines on Verification of Working Capital Statement for its members on Chaitra 11, 2082. The objective of the training was to ensure effectiveness in the verification of working capital Statement and achieve compliance with the provision of the guideline and provisions issued by NRB. The training session was facilitated by CA Bishesh Babu Acharya.

## **Training on Audit Documentation Manual**

The Institute organized a two-day Training on Audit Documentation Manual on Jestha 7 & 8, 2082 at ICAN Premises. The training was conducted with the objective of introducing registered auditor firms with the Audit Documentation Manual and quality assurance review procedures of the Institute with the objective of supporting the registered auditors’ firms to implement audit system in their firms to carry effective and efficient audits by complying with all the required auditing and ethical standards. The training was specifically organized for Registered Auditors performing audit of entities with total assets or liabilities more than 50 crores in the preceding two financial years and thus are subject to Quality Assurance reviews in coming days. Altogether, 37 members participated in the training. And the training was facilitated by CA Sanjeev Dhakal and CA Bharat Nepal.

## **Training Program on Review and analysis of Financial Statement**

The Biratnagar Branch of the Institute organized a training program on “Review and analysis of Financial Statement” on Falgun 20, 2081. The objective of the program was to enhance the competency of the members in the review and analysis of financial statements during the audit as per latest standards and prevailing rules and regulations. The training was facilitated by CA Yubraj Uprety. Altogether, 30 members participated in the program.



## Training on NFRS for SMEs and NAS for MEs and Members' Capacity Development program on Consideration of Misstatement Scenarios in Forming an Audit Opinion

The Institute with the objective to enhance conceptual and practical knowledge about the effective application of relevant standards while preparing and presenting Financial Statements of Small, Medium and Micro Entities organized series of training and capacity building program focusing on Nepal Financial Reporting Standards for Small and Medium Entities (NFRS for SMEs) and Nepal Accounting Standards for Micro Entities (NAS for MEs).

Likewise, the Institute also organized series of Member's capacity Development program on "Consideration of Misstatement Scenarios in Forming an Audit Opinion" with an intent to enhance the quality of audit reports by bringing uniformity and consistency in the reports issued by the members in line with prevailing laws and auditing standards.

The details of training conducted are presented below:

Training Date	Venue	No. of Participants
<b>NFRS for SMEs, NAS for MEs</b>		
Bhadra 7 to 9, 2081	ICAN Head Office, Satdobato	83
Asar 14 to 16, 2082	Pokhara	31
<b>NFRS for SMEs</b>		
Jestha 27 to 29, 2082	Biratnagar	23
<b>NAS for MEs</b>		
Magh 25 & 26, 2081	Biratnagar	32
<b>NFRS for SMEs and Consideration of misstatement scenarios in forming an audit opinion</b>		
Baishak 27 & 28, 2082	Chitwan	59
<b>NAS for MEs and Consideration of misstatement scenarios in forming an audit opinion</b>		
Baishak 21 & 22, 2082	Dhangadhi	49
<b>Consideration of Misstatement in Forming an Audit Opinion</b>		
Mangsir 13, 2081	ICAN Head Office, Satdobato	59
Baishak 5, 2082	ICAN Head Office, Satdobato	48
Poush 7, 2081	Biratnagar	50
Poush 8, 2081	Britamod	48
Falgun 10, 2081	Nepalgunj	31
Falgun 24, 2081	Butwal	60

## Continuing Professional Education (CPE)

Staying relevant is one of the core necessities of the accounting profession. As the accounting profession should embrace and align itself with the external environment, the members of the Institute cannot remain aloof from understanding and facilitating the changes.

The Institute with a view to enhance the competencies of its members, has been regularly conducting Continuous Professional Education (CPE) Programs, Members Capacity Development Program along with Workshops/Seminars in joint effort with other regulatory bodies and professional associations. Considering the widespread base of our membership, Institute along with its Program Organizing Units conducted CPE programs in different parts of the country based on CPE Calendar. Also, several trainings and programs were organized virtually to facilitate the Members. CPE training focused on the technical standards guiding our practice, ethical standards, information technology, and contemporary issues.

During the year, the Institute conducted altogether, 15 CPE trainings which totals to 450 CPE credit hours training programs physically and virtually during the reporting period.



Out of total 15 CPE Training programs organized by ICAN, 8 programs were conducted physically at Kathmandu, 1 program conducted virtually and the remaining 6 programs were conducted at Branch Offices of ICAN at Biratnagar, Pokhara, Dang, Dhangadhi, Birgunj and Nepalgunj. Details are as presented under:

S. No.	Date	Venue	Topics of CPE Training	No of Participants
1	2081 Bhadra 29-31	Head Office	Cooperative Audit, School Audit, Code of Ethics, AML CFT etc	106
2	2081 Kartik 9-11	Head Office	Audit Documentation, NAS 16, 40 and 41, Major Changes in Income Tax	56
3	2081 Mangsir 7-9	Head Office	NFRS For SMEs and NAS For MEs and NAS For NPOs, Procurement Process, Audit Reporting, Income Tax Section 57 and audit risk.	51
4	2081 Magh 4-6	Head Office	AML/CFT, NFRS for SMEs, Cooperative Audit.	74
5	2081 Magh 4-6	Pokhara	Independent audit report, NFRS for SMEs, Property, Plant and equipment lease and borrowings and income tax return D-03	74
6	2081 Falgun 2-4	Birgunj	NFRS for SMEs, NAS for MEs	45
7	2081 Falgun 9-11	Head Office	NAS for NPOs, Income Tax, Minimum Fee Guidelines, UDIN and Business Valuation.	81
8	2081 Chaitra 7-9	Nepalgunj	NAS for ME & NFRS for SME, Labour Act, 2074 & Bonus Act, 2030, Industrials Enterprise Act, 2076	42
9	2081 Chaitra 15-17	Dhangadhi	Forming an Opinion, NAS for MEs, , NFRS for SMEs and Full NFRS, Audit of Cooperatives, Contemporary Issues on Income Tax and VAT, NAS for NPOs,	32
10	2082 Baishak 12-14	Head Office	Cooperative Audit, IT Audit, NFRS For SMEs, Tax Law	119
11	2082 Jestha 3-5	Head Office	RBIA, Bonus Act, Employee Benefit	76
12	2082 Jestha 4-6	Butwal	Cooperative Audit; NAS for Mes/NFRS for SMEs; NAS for NPOs; Income Tax, VAT, Excise and Custom Act; Code of Ethics.	24
13	2082 Asar 5-9	Virtual	Taxation, NAS for NPOs, SSF, Minimum Fee Guidelines	472
14	2082 Asar 6	Biratnagar	NFRS for SMEs, NAS for MEs, Detection & Identification of Fraud, major updates of Fiscal Budget 2082/83 & change in taxation policy, Audit process & Report	79
15	2082 Asar 20-22	Head Office	Taxation, NAS for NPOs, SSF, Minimum Fee Guidelines Risk Based Internal Audit.	118

Altogether, 1449 members participated in the CPE program.

### Strategic Intent 3 - Expanding role as Government's Partner for Economic Prosperity and Elevating Global Standing

- a. Engage in policy advisory and advocacy with Government
- b. Partner with Government to support economic development
- c. Collaborate with Government and enforcing agencies to enhance economic transparency and stability
- d. Foster strategic alliance with PAOs and other Institutes
- e. Present ICAN vibrantly in Global platform.

#### Expanding Role as Government's Partner

##### Signed MoU with the Financial Comptroller General Office (FCGO)

The Institute signed MoU with the FCGO in presence of Financial Comptroller General Dr. Ganesh Prasad Pandeya on Baishak 22, 2082 at the office of FCGO. The objective of MoU is to facilitate collaboration in matters of public financial management and related initiatives. A delegation led by President, CA Prabin Kumar Jha, visited the FCGO for the MoU signing ceremony. The MoU shall be effective for a period of five years.



*Glimpse of MoU signing ceremony with FCGO; CA Prabin Kumar Jha, President, ICAN (sixth from left) and Joint Secretary Ms. Sushila Aryal (fifth from right)*

##### Signed MoU with Social Security Fund (SSF)

The Institute signed MoU with Social Security Fund (SSF) for Implementation of Social Security System. CA Bimal Dangol, Executive Director, ICAN and CA Kabiraj Adhikari, Executive Director, SSF signed the MOU in the presence of CA Prabin Kumar Jha, President, ICAN along with other senior officials of ICAN and SSF.



*Glimpse of MoU signing Between ICAN and SSF*

### **Representation in Board of SEBON**

CA Nil Bahadur Saru Magar was nominated as the board member of Securities Board of Nepal for Fiscal Year 2081/82 in pursuant with Section 3 of the Securities Act, 2063.

### **Representation in Various Committee**

Officials from ICAN represented Institute in various Committee formed by Other Regulatory Bodies and Government Authorities including Nepal Rastra Bank, Inland Revenue Department, Ministry of Finance to provide suggestion on professional matter.

### **Submission of Report Containing Suggestions for Reform of Tax Policy of the Government**

The delegation led by President, CA Prabin Kumar Jha submitted a report containing suggestions for reform of tax policy of the Government before the Hon'ble Deputy Prime Minister and Finance Minister, Mr. Bishnu Prasad Paudel on Baishak 25, 2082 at the Ministry of Finance, Singha Durbar, Kathmandu. The report was prepared in the pretext of the budget formulation process for Fiscal Year 2082/83.



*President CA Prabin Kumar Jha (fourth from right) submitting Tax Reform Report to the Hon'ble De Deputy Prime Minister and Finance Minister, Mr. Bishnu Prasad Paudel (center) at the Ministry of Finance, accompanied by delegation from ICAN including Vice-President CA Nil Bahadur Saru Magar (fourth from left)*

## Cordial Meeting with the Director General of Inland Revenue Department

Delegation from Institute led by President, CA Prabin Kumar Jha comprising Vice-President, CA Nil Bahadur Saru Magar, Acting Executive Director, CA Kiran Kumar Khatri and Assistant Director, CA Santosh Bista had a cordial meeting with Director General, Inland Revenue Department, Mr. Ram Prasad Acharya and Deputy Director General, Mr. Gopi Krishna Koirala on Asoj 10, 2081. During the meeting, delegation submitted Format of Certification of Income Tax Return and suggestion on exposure draft of Transfer Pricing Guidelines before the Director General.



*Glimpse of submission of Institute's suggestion and recommendation to the Director General, IRD during cordial meeting at the office of the Director General, IRD*

## Courtesy Meeting with the Hon'ble Deputy Prime Minister and Finance Minister

Delegation from the Institute led by CA Prabin Kumar Jha, President, ICAN including CA Nil Bahadur Saru Magar, Vice-President; CA Sanjay Kumar Sinha, the then Executive Director and Mr. Binod Prasad Neupane, Administration Director, had a courtesy meeting with the Hon'ble Deputy Prime Minister and Finance Minister, Bishnu Prasad Poudel on Shrawan 31, 2081 at the office of Finance Minister. During the meeting, ICAN President, presented comprehensive study reports on "Professionalizing Public Financial Management through the Services of Chartered Accountants in the Public Sector" and the "Role of Accounting Professionals in Public Financial Management of Nepal" to the Hon'ble Finance Minister whereby, Hon'ble Minister responded positively and expressed his commitment to implement the key findings and recommendation outlined on those study reports.

## Cordial Meeting with Hon'ble Auditor General

Delegation from the Institute led by CA Prabin Kumar Jha, President, CA Nil Bahadur Saru Magar, Vice President, CA Surendra Bhusan Shrestha, Executive Director and Mr. Binod Prasad Neupane, Director, had a cordial meeting with Hon'ble Auditor General Mr. Toyam Raya on Magh 9, 2081. Mr. Shreekumar Rai, Council Member of ICAN and Assistant Auditor General, was also present in the meeting.

## Cordial Meeting with Financial Comptroller General

Delegation from the Institute led by CA Prabin Kumar Jha, President, CA Nil Bahadur Saru Magar, Vice President, CA Surendra Bhusan Shrestha, Executive Director and Mr. Binod Prasad Neupane, Director, had a cordial Meeting with Financial Comptroller General Dr. Ganesh Prasad Pandey on Magh 9, 2081. CA Prabin Kumar Jha, President extended congratulations to the Financial Comptroller General on his appointment. The meeting



covered potential areas of collaboration between the Financial Comptroller General Office (FCGO) and ICAN. It was discussed to schedule further meetings to explore possibilities of collaboration and signing of Memorandum of Understanding between ICAN and FCGO.

### **Cordial Meeting with Delegation from Department of Cooperatives**

The Institute held a cordial meeting with the delegation from the Department of Cooperatives on Bhadra 9, 2081 in ICAN premises. The meeting was focused on discussions on the issues raised concerning practices in the cooperative sector and audit matters in cooperatives. The delegation from the Department of Cooperatives was led by Registrar Mr. Pitambar Ghimire, joined by Deputy Registrars Mr. Tola Raj Upadhyaya and Mr. Tek Raj Aryal, along with Accounts Officer Mr. Tika Ram Rijal. Likewise, President CA Prabin Kumar Jha, Vice-President CA Nil Bahadur Saru Magar, Council Member RA Jhalak Mani Lamsal, Acting Executive Director Mr. Binod Prasad Neupane, Technical Director CA Kiran Kumar Khatri, and Assistant Director CA Santosh Bista attended the meeting representing the Institute.

### **Cordial Meeting with Vice Chancellor of Tribhuvan University**

Delegation from the Institute led by CA Prabin Kumar Jha, President, CA Nil Bahadur Saru Magar, Vice President, CA Surendra Bhusan Shrestha, Executive Director and Mr. Binod Prasad Neupane, Director had a cordial Meeting with Vice Chancellor of Tribhuvan University Prof. Dr. Keshar Jung Baral on Magh 9, 2081 to discuss on the Chartered Accountancy Education and equivalency from the University.

### **Interaction Program at the Office of the Auditor General (OAG), Nepal**

Council Members along with the Past Presidents of the Institute participated in the interaction program hosted by the Office of the Auditor General of Nepal on Baishak 4, 2082 at the premises of OAG, Nepal. The interaction program was focused on the context of process for finalization of OAG 62<sup>nd</sup> Annual Report conducted in accordance with OAG Annual Audit Plan, 2081.

### **Interaction Program on Quality Assurance with the Regulatory Bodies**

On Falgun 6, 2081, the Institute held an Interaction Program on Audit Quality Assurance at the ICAN premises with regulatory body representatives. The event focused on improving audit quality standards. CA Kiran Kumar Khatri, Technical Director, presented a paper highlighting important aspects on matter of audit quality assurance. The program provided a platform for discussions on strengthening audit practices and compliance.

### **Training on Financial Statement and Auditing**

The Institute with the objective to assist various regulatory bodies in discharging their regulatory function by equipping their officials with practical knowledge required for analyzing and review of financial statement and audit report, organized one day training on Financial Statement and Audit Report on Asoj 7, 2081 at ICAN premises for the officials of the various regulatory authorities. The three session of the training was facilitated by CA Prabin Baral and CA Bidur Luitel whereby, ICAN President, CA Prabin Kumar Jha also addressed the program. Altogether, 19 members participated in the training.

### **Facilitated Employee Capacity Development Training organized by Department of Cooperatives**

The institute facilitated employee capacity development training organized by the Department of Cooperatives for their staff on Baishak 8, 2082. CA Umesh Raj Pandeya, Council Member and CA Prabin Baral were resource person in two technical sessions of the program related with "Examining Financial Health of Cooperative through PEARLs Analysis and Compliance Ratios" and "Key aspect of NFRS for SMEs based Financial statement in Cooperatives" respectively.



## Orientation Training on Financial Statements and Audit Report

An orientation training on overview of Financial Statements and Audit Report to journalists from Society of Economic Journalists – Nepal (SEJON) was held coinciding with the Press Conference on Launching Ceremony of New CA syllabus in Kathmandu on Baishak 30, 2082. The training was facilitated by CA Hem Kumar Kafle.

## Meeting with Public Service Commission

Mr. Binod Prasad Neupane, Director, ICAN attended the meeting called by the Public Service Commission for discussion on development of “Integrated Examination System for Recruitment of staffs by State Owned Enterprises (SOEs)” on Jestha 12, 2082. The meeting was attended by representatives from various SOEs. The meeting decided to conduct examination of SoEs on cluster basis and the initial pilot examination for “Banking Cluster” shall be scheduled from Shrawan 2082 onwards.

## Strategic Partner in the Fifth Nepal Infrastructure Summit 2024

The Institute signed a “Strategic Partnership Agreement – Nepal Infrastructure Summit 2024” with the Confederation of Nepalese Industries (CNI) on Bhadra 12, 2081. The fifth Nepal Infrastructure Summit 2024 on theme “Driving Sustainable Development through Strategic Investment” was organized on Bhadra 27 & 28, 2081 at as a strategic partner, the Institute provided 20 Continuing Professional Education (CPE) credit hours for its members participating in the summit. Likewise, three staff of the Institute, Ms. Pragya Aryal, Assistant Director; CA Amrita Thapa, Assistant Director and CA Yangchen Lama, Senior Officer participated in the summit.

## Participation in Interaction Program organized by Nepal Insurance Authority

ICAN President, CA Prabin Kumar Jha addressed, as the Chief Guest in the interaction program on NFRS 17, organized by the Nepal Insurance Authority on Asoj 2, 2081.

## Participation in National Conference on ‘Arbitration for Effective Dispute Resolution’

Joint Director, CA Nilesh K.C., participated in the National Conference on Arbitration for Effective Dispute Resolution, held on Falgun 9 & 10, 2081. The event was organized by the Nepal Council of Arbitration (NEPCA) and took place at Hotel Himalaya, Kupondole, Lalitpur.

## Participation in AML/CFT Interaction Program

Joint Director CA Nilesh K.C. and Senior Officer CA Purushottam Sapkota participated in the Anti-Money Laundering and Combating the Financing of Terrorism (AML/CFT) interaction program conducted by Financial Information Unit (FIU) of the Nepal Rastra Bank (NRB) on Mangsir 7, 2081.

## Meeting with World Bank Representatives

On Falgun 5, 2081, the ICAN team, led by President CA Prabin Kumar Jha and Vice President CA Nil Bahadur Saru Magar, held a productive discussion with the World Bank mission, headed by Hisham Waly, Practice Manager based in Washington, D.C. The meeting was also attended by ICAN Council Members CA Aman Uprety, CA Ananda Raj Sharma Wagle, and CA Thakur Prasad Adhikari, along with Executive Director CA Surendra Bhusan Shrestha and Technical Director CA Kiran Kumar Khatri.

During the discussion, the World Bank team expressed its willingness to collaborate with ICAN on various capacity-building initiatives, particularly in Public Financial Management, policy support, and enhancing Nepal’s financial governance, audit, and assurance practices. The conversation also highlighted the importance of aligning Nepal’s regulatory framework with international best practices to strengthen the country’s financial ecosystem.

Similarly, CA Nil Bahadur Saru Magar, President ICAN; CA Ananda Raj Sharma Wagle, Vice-President, ICAN; CA Prabin Kumar Jha, Immediate Past President and Council Member, ICAN along with the Executive Director and Directors of ICAN participated in a meeting with the representative of World Bank, Nepal team in ICAN on Shrawan 14, 2082. The meeting was focused on review of standards and codes in Nepal and scope of advancing global best practices through collaboration and expertise.



## Meeting with GIZ Nepal Team

On Falgun 6, 2081, ICAN Vice President CA Nil Bahadur Saru Magar led a meeting with the GIZ Nepal team, headed by Syed Mehdi Reza Rizvi, Head of Program, at the ICAN premises. The meeting focused on strengthening collaboration in capacity building and revenue sector reforms.

Also the meeting was attended by ICAN Council Members CA Umesh Raj Pandeya and CA Sunil Devkota, Executive Director CA Surendra Bhusan Shrestha, Administrative Director Mr. Binod Kumar Neupane, and Technical Director CA Kiran Kumar Khatri. The meeting provided an opportunity to explore ways to enhance professional skills and improve financial management in the public sector.

## Global Standing

### Virtual Participation in the IFAC Board Meeting

ICAN President, CA Prabin Kumar Jha; Vice-President and CA Nil Bahadur Saru Magar virtually participated in International Federation of Accountants (IFAC) Board Meeting held on Bhadra 20 & 21, 2081.

### Participation in 2024 Ordinary Meeting of the IFAC Council and Thought Leadership Seminar

CA Prabin Kumar Jha, President; CA Nil Bahadur Saru Magar, Vice President; CA Anand Raj Sharma Wagle, Council Member and RA Bharat Kumar Shrestha, Council Member attended the 2024 Ordinary Meeting of the International Federation of Accountants (IFAC) Council and Thought Leadership Seminar held on Kartik 21 & 22, 2081 respectively in Paris, France. During the visit, delegation led by President extended their warmest congratulations to Mr. Jean Bouquot on his new role as the President of the IFAC.

### Participation in CAPA Meeting

The details of ICAN representation in various CAPA meetings are presented below:

#### ➤ Virtual Participation in the CAPA Members Meeting

ICAN President, CA Prabin Kumar Jha; Vice-President, CA Nil Bahadur Saru Magar; Council Member, CA Sunil Devkota; Past President, CA Yuddha Raj Oli and Acting Executive Director, Mr. Binod Prasad Neupane, virtually participated in the Confederation of Asian and Pacific Accountants (CAPA) Members Meeting held on Bhadra 24, 2081.

#### ➤ Participation in CAPA meetings and 21st CAPA International Conference

CA Prabin Kumar Jha, President, CA Nil Bahadur Saru Magar, Vice President, CA Umesh Raj Pandeya, Council Member and RA Pradeep Kumar Yadav, Council Member attended Confederation of Asian and Pacific Accountants (CAPA) meetings (Members Meeting, Extraordinary General Meeting and Board) and 21<sup>st</sup> CAPA International Conference on theme : Charting the Course – The Future of the Accountancy Profession” in Davao City, Philippines from Mangsir 5 to 8, 2081 hosted by The Philippines Institute of Certified Public Accountants (PICPA).

#### ➤ CAPA AGM and Members Meeting

CA Prabin Kumar Jha, President, ICAN participated in the online meeting of Confederation of Asia and Pacific Accountants (CAPA) Annual General Meeting (AGM) hosted by the CAPA Secretariat virtually on Asar 12, 2082. Likewise, CA Kiran Kumar Khatri, Director, ICAN and CA Gaurab Khatiwada, Assistant Director, ICAN also attended the Member meeting virtually.



## Nomination in South Asian Federation of Accountants (SAFA) Board and Committee Member

The Institute nominated following ICAN Members in SAFA Board and SAFA Committee for Fiscal Year 2081/82.

S.N.	SAFA Assembly/Board and Committee	Name of Nominated ICAN Members
1	South Asian Federation of Accountants Assembly (SAFA)	CA Prabin Kumar Jha - President
2	SAFA Board	CA Prabin Kumar Jha - President and CA Nil Bahadur Saru Magar- Vice President
3	Committee on Education, Training and CPD	CA Prabin Kumar Jha - President
4	Committee on Professional Ethics and Independence	CA Hem Kumar Kafle - Council Member
5	Committee on Auditing Standards and Quality Control (QC)	CA Peeyush Anand - Council Member
6	Committee on Professional Accountants in Business	CA Umesh Raj Pandeya - Council Member
7	Small & Medium Practices Committee	RA Jhalak Mani Lamsal - Council Member
8	Committee to Study Fiscal Regimes and other Statutory Requirements of Business in SAFA Countries	CA Sunil Devkota - Council Member
9	Committee on Accounting Standards	CA Aman Uprety - Council Member
10	Committee for Improvement in Transparency, Accountability and Governance	CA Nil Bahadur Saru Magar – Vice President
11	Committee on Governmental and Public Sector Enterprises Accounting	CA Thakur Prasad Adhikari - Council Member
12	International Relations Committee	CA Prabin Kumar Jha - President
13	Committee on NPOs and Co-operatives Sector	CA Peeyush Anand - Council Member
14	Committee on Information Technology	CA Hari Kumar Silwal - Council Member
15	Women Leadership Committee	RA Meera Shrestha- Member
16	Committee on Anti Money Laundering	Government Nominee - Council Member
17	Committee for Sustainability Reporting and Assurance	CA Anand Raj Sharma Wagle – Council Member
18	Committee for Insolvency	CA Hari Kumar Silwal - Council Member

### Participation in SAFA Board Meeting, Assembly Meeting and Committee Meeting

President, Vice-President, Council Members, Official and other representatives from ICAN attended various meeting of SAFA Board and Committee. The details are presented below:

#### ➤ Participation in 86<sup>th</sup> SAFA Board Meeting and 97<sup>th</sup> Assembly Meeting

CA Prabin Kumar Jha, President ICAN attended the 86<sup>th</sup> SAFA Board meeting and 97<sup>th</sup> Assembly Meeting hosted by the Institute of Chartered Accountants of Pakistan in Karachi, Pakistan on Poush 26, 2081. CA Nil Bahadur Saru Magar, Vice-President also attended the meeting virtually. The meeting was also attended by Mr. Jean Bouquot, President of the International Federation of Accountants (IFAC).



*Glimpse of 86<sup>th</sup> SAFA Board Meeting and 97<sup>th</sup> Assembly Meeting*

➤ **Hosted 87<sup>th</sup> SAFA Committee Meeting and SAFA Committee Meetings**

The Institute hosted the 87<sup>th</sup> SAFA Committee Meeting in Kathmandu on Chaitra 25, 2081. The Meeting was attended by SAFA Board Members, ICAN Vice-President, CA Nil Bahadur Saru Magar including Chair of SAFA Committees and other delegates. Besides, the Institute also hosted a meeting of 10 SAFA Committees in Kathmandu on Chaitra 25, 2081.



*Glimpse of 87<sup>th</sup> SAFA Board Meeting Hosted by ICAN in Kathmandu*

- CA Prabin Kumar Jha, President attended the 85<sup>th</sup> SAFA Board meeting and Meeting of SAFA International Relation Committee held virtually on Kartik 26, 2081.
- Representatives from ICAN attended various SAFA Committee Meeting hosted by ICAP and ICAI both physically and virtually.

**Participation in Various SAFA Program**

The details of ICAN representation in various SAFA program are presented below:

➤ **Participation in SAFA Best Presented Annual Report Awards and Meetings**

CA Suman Kumar Bohara, Joint Director and Mr. Mahesh Chitrakar, Deputy Director participated in the SAFA Best Presented Annual Report Awards 2023 Conference marking hosted by CA Sri Lanka from Asoj 18 to



23, 2081 at Colombo, Sri Lanka. The conference marking session was attended by representatives from the ICAI, CA Bangladesh and CA Pakistan whereby, evaluation of total 93 participating companies under 16 categories was performed. Besides, the team also had an exposure visit in CA Sri Lanka to understand the education and examination system of CA Sri Lanka. Moreover, the delegation along with CA Nil Bahadur Saru Magar, Vice-President attended SAFA Improvement in Transparency, Accountability and Governance (ITAG) meeting held on Asoj 23, 2081.

#### ➤ **Participation in SAFA Best Presented Annual Report (BPA) Award 2023 Ceremony**

Council Members CA Aman Uprety, CA Sunil Devkota, RA Hari Bahadur Karki and Technical Director CA Kiran Kumar Khatri visited Sri Lanka to attend South Asian Federation of Accountants (SAFA) BPA 2023 Awards Ceremony held on Kartik 26, 2081. During the visit, the delegation also attended meeting of various SAFA Committees on which they are representing as members and other relevant meeting.

### **Participation in Various Program of PAOs**

The details of ICAN representation in various program hosted by PAO are presented below:

#### ➤ **Virtual Participation in the meeting of Top Leaders in Accountancy Profession 2024**

CA Prabin Kumar Jha, President, ICAN virtually participated in the meeting of the Top Leaders in Accountancy Profession 2024 held on Bhadra 8, 2081 hosted by the Institute of Chartered Accountants of Pakistan. The program was attended by participants from 14 global accountancy organizations and USAID.

#### ➤ **Participation in World Forum of Accountants (WOFA)**

A delegation from ICAN, led by President CA Prabin Kumar Jha, participated in the World Forum of Accountants (WOFA), organized by the ICAI in New Delhi from Magh 18 to 20, 2081. The delegation included Council Members CA Hem Kumar Kafle, CA Thakur Prasad Adhikari, CA Sunil Devkota, and RA Jhalak Mani Lamsal, along with members of the management team, Executive Director CA Surendra Bhusan Shrestha, Assistant Director Ms. Pragya Aryal, and Assistant Director CA Prapanna Gautam.

During the forum, CA Prabin Kumar Jha addressed the Plenary Session on "Building Global Accountants: Enhancing Collaboration and Knowledge Sharing." In his speech, he emphasized the importance of continuous learning for global accounting professionals to meet stakeholder expectations in an ever-evolving financial landscape.

#### ➤ **Participation in Webinar on "The Art of Persuasion"**

CA Umesh Raj Pandeya, Council Member and Member of Board of Studies represented ICAN as a speaker in webinar on "The Art of Persuasion: How to Influence and Convince Your Audience" organized by Committee on Education, Training and CPD of SAFA on Kartik 6, 2081.

#### ➤ **SAFA Webinar on AML/CFT Compliance**

CA Devendra Gautam, Director, Nepal Rastra Bank represented ICAN as a Speaker in SAFA Webinar on "Harnessing Technology for Effective AML/CFT Compliance: Challenges, Innovations & Best Practice" organized by the SAFA Committee on Anti Money Laundering on Kartik 7, 2081.

#### ➤ **Participation in SAFA Conference 2025 on "South Asia's Economic Outlook: Challenges and Opportunities"**

A delegation led by CA Prabin Kumar Jha, President including Council Member, RA Bharat Kumar Shrestha and Mr. Shyam Prasad Bhandari, attended the SAFA Conference 2025 on "South Asia's Economic Outlook: Challenges and Opportunities" hosted by the Institute of Chartered Accountants of Pakistan on Poush 26 & 27, 2081 in Karachi, Pakistan. In the Conference, CA Prabin Kumar Jha represented ICAN as a panelist in a technical session on "Renewable Energy: A Deep Dive into Opportunities and Innovations."



## Strategic Intent 4 - Ensuring Operational Resilience and Sustainability

- a. Update Legal Framework along with timely review of internal policies and guidelines
- b. Ensure ICAN's sustainability and Promote Good Governance
- c. Promote Innovation and adaptation
- d. Promote Digital ICAN
- e. Dynamic Thought Leadership

### 13<sup>th</sup> Amendment of Nepal Chartered Accountants Regulation, 2061

The Ministry of Finance has approved 13<sup>th</sup> Amendment of the Nepal Chartered Accountants Regulation, 2061 which was effective from Asar 32, 2082.

### Development of Fourth Strategic Plan of the Institute

The Institute has developed its fourth Strategic Plan 2080/81 – 2085/86 on theme “Upholding Public Trust And Transforming Economies”

### Issuance of Internal Policies and Bylaws

During the reporting period, the Institute has following internal policies and bylaws:

- Library Operation Bylaws, 2082
- Grievance & Complaint Redressal Bylaw, 2025
- Anti-Corruption and Non-Discrimination Bylaw, 2025
- Sexual Harassment Prevention Bylaw, 2025
- ICAN ESG Policy, 2082

### Oath Taking Ceremony of the President, Vice-President and Council Members of 10<sup>th</sup> Council of the Institute

The oath taking ceremony of the newly elected President, CA Prabin Kumar Jha and Vice President, CA Nil Bahadur Saru Magar for the first tenure of the 10<sup>th</sup> Council along with the newly elected Council Members of the 10<sup>th</sup> Council of the Institute was held on 5<sup>th</sup> Shrawan 2081 in Kathmandu. The Oath Taking ceremony was graced by the Rt. Hon'ble Deputy Prime Minister and Finance Minister Bishnu Prasad Paudel as a Chief Guest. Whereby, Hon'ble Auditor General, Mr. Toyam Raya and Governor, CA Maha Prasad Adhikari addressed the program as the Special Guest.



*Hon'ble Auditor General Mr. Toyam Raya (Center Left) administering the oath to the newly elected President CA Prabin Kumar Jha (Center Right)*

Hon'ble Auditor General Mr. Toyam Raya administered the oath to the newly elected President CA Prabin Kumar Jha in the premises of the Office of Auditor General. Thereafter, CA Prabin Kumar Jha administered the oath to the newly elected Vice-President, CA Nil Bahadur Saru Magar and all the Council Members of the 10th Council.



*Newly Elected President, CA Prabin Kumar Jha administering oath to the Newly Elected Vice-President, CA Nil Bahadur Saru Magar*



*Newly Elected President, CA Prabin Kumar Jha administering oath of office and secrecy to the newly elected Council Members of the 10<sup>th</sup> Council.*

Addressing the ceremony Chief Guest, Rt. Hon'ble Deputy Prime Minister and Finance Minister Bishnu Prasad Paudel, stressed about the role of the Institute and Members of the Institute in the sustainable economic development of the nation and the process of inducting Chartered Accountants in the public sector of Nepal.

### **Formation of Standing Committee, Boards and Non-Standing Committee**

The Council of the Institute in accordance with provision of Nepal Chartered Accountants Act, 2053 and Regulation, 2061 formed four Standing Committee including Executive Committee, Professional Development Committee, Disciplinary Committee and Examination Committee. Three Boards including Accounting Technician Board, Board of Studies, and Quality Assurance Board and 13 Non-Standing Committee. The Committee and Board were effective till fiscal year 2080/81.

### **28<sup>th</sup> Anniversary Celebration**

The Institute of Chartered Accountants of Nepal celebrated its 28<sup>th</sup> Anniversary on 2081 Magh 17, in the gracious presence of the Hon'ble Finance Minister Mr. Bishnu Prasad Paudel as the Chief Guest of the program. CA Prabin Kumar Jha, President chaired the program whereby, Dr. Ganesh Prasad Pandey, Financial Comptroller General and Mr. Santosh Narayan Shrestha, Chairman, Securities Board of Nepal were the Special Guest in the program.



*Glimpse of 28<sup>th</sup> ICAN Anniversary Celebration; Left: CA Sujan Kumar Kafle, Immediate Past President; Mr. Santosh Narayan Shrestha, Chairman, Securities Board of Nepal; CA Nil Bahadur Saru Magar, Vice-President, ICAN; Hon'ble Finance Minister, Mr. Bishnu Prasad Paudel; CA Prabin Kumar Jha, President, ICAN; Dr. Ganesh Prasad Pandey, Financial Comptroller General and CA Surendra Bhusan Shrestha, Executive Director*

CA Prabin Kumar Jha, President ICAN delivered a speech highlighting the major activities undertaken by the Institute during FY 2023/24 and vision of tenth Council and activities planned for FY 2024/25. Addressing, as a Chief Guest of the Program, Hon'ble Finance Minister Mr. Bishnu Prasad Paudel, congratulated ICAN on its 28th Anniversary Celebration and stressed on the significance of accounting professionals for ensuring credible financial reporting by the corporate. During the celebration, Hon'ble Finance Minister Mr. Bishnu Prasad Paudel unveiled the ICAN Annual Report for FY 2023/24 and Strategic Plan 2024/25 to FY 2028/29.

Moreover, while delivering remarks at the program, Dr. Ganesh Prasad Pandey, Financial Comptroller General also highlighted on the role of ICAN and accounting professionals in strengthening public financial management in Nepal and financial transparency, taxation and governance. The program concluded with the closing remarks and vote of thanks from CA Nil Bahadur Saru Magar, Vice-President, ICAN. The program was held in Kathmandu, Nepal and was attended by more than 200 members and stakeholders.



*Glimpse of group photo of Staffs with President, ICAN*

Similarly, the branch offices of the Institute also organized multiple programs to mark the celebration of the 28<sup>th</sup> Anniversary of ICAN as below:

S.N.	Branch Office	Program Organized
1	Biratnagar	Interaction program with authorities of Educational Institution
2	Dhangadhi	Open Mic interaction program
3	Pokhara	Blood donation program
4	Butwal	ICAN Day celebration program along with public speaking session by students
5	Nepalgunj	Interaction Program on Challenges and Way Forward of Accounting Profession
6	Birgunj	Interaction Program on Working Capital Guidelines issued by Nepal Rastra Bank

### **Farewell and Appointment Program of the Executive Director**

The Institute bid a heartfelt farewell to CA Sanjay Kumar Sinha, Executive Director on Bhadra 2, 2081. The farewell program was organized at the premises of the Institute whereby, President and Vice-President along with staff from the Institute honored the remarkable legacy led by him during his tenure as an Executive Director of the Institute. CA Sanjay Kumar Sinha served as the Executive Director of the Institute for seven years and resigned with effective from Bhadra 3, 2081.

The Institute then appointed CA Surendra Bhusan Shrestha as an Executive Director of the Institute with effective from 25<sup>th</sup> Kartik 2081. CA Surendra Bhusan Shrestha resigned from his position with effective from 31<sup>st</sup> Jestha 2082.



After which, CA Bimal Dangol was appointed in the position of the Executive Director with effective from Asar 24, 2082.

## Staff Training, Development and Other Program

The Institute has been organizing various In-house and Out-Sourced training for the staff of the Institute for their overall development. Following was the training organized for the staff of the Institute during the reporting period:

### ➤ Training on Nepal Public Sector Accounting Standards (NPSAS)

The Institute nominated Mr. Ashim Adhikari, Officer, ICAN for participation in two days training on NPSAS organized by Finance Comptroller General Office (FCGO) on Asar 10 & 11, 2082.

### ➤ Employee Training on Cyber Security and Related Contemporary Issues

The Institute organized a seven-day Training on "Virtualization and Networking Essentials" for three employees working in the Information Technology Division of the Institute. The training commenced on Magh 8, 2081.

### ➤ Staff Residential Training

The Institute organized a residential training to staff on topic "Revitalizing Leadership through Mindful Engagements" on Chaitra 8 & 9, 2081 in Hotel Country Villa, Nagarkot. The training was facilitated by Rajendra Manandhar and altogether 67 staff from head and branch office participated in the training program.

### ➤ Staff Training on Information Technology

The Institute organized seven days training on "Fundamentals of MS Office" from Bhadra 24 to 31, 2081, for all the assistant-level staff at head and branch offices. Similarly, a session was organized for officer level staffs on Microsoft 365 on Asoj 9, 2081 at ICAN premises.

### ➤ Staff Training on Cyber Security and Related Contemporary Issues

Staff Training on Cyber Security and Related Contemporary Issues was organized for staff of the Institute on Poush 9, 2081 at ICAN premises. The training was facilitated by SP Pashupati Kumar Ray, Nepal Police, Cyber Bureau.

### ➤ Staff Training

Mr. Surendra Paudel, Senior Officer participated in 3 Days Training of Trainers on "Adult Training & Methodologies" organized by Nepal Administrative Staff College from Jestha 12 to 14, 2082.

### ➤ Staff Picnic 2081

The Institute organized a staff picnic on Falgun 3, 2081, to provide employees with a refreshing break and encourage team bonding.

### ➤ All Staff Meeting with Newly Elected President and Vice President

The Institute organized all staff meeting with newly elected ICAN President, CA Prabin Kumar Jha and Vice-President, CA Nil Bahadur Saru Magar on Shrawan 23, 2081 at ICAN Premises whereby, staffs at branch offices participated in the meeting via virtual mode. In the meeting, newly elected President and Vice-President shared their envisioned plans and priorities and expressed their hope for continued support from management and staffs to honor their commitment and initiatives for overall development of the Institute and accounting professionals.



### ➤ Yoga Session in ICAN

The Institute in collaboration with the Patanjali Yoga Samiti Nepal organized 4-days Yoga Session, for the staffs of the Institute from Bhadra 5 to 9, 2081 at ICAN premises located at Satdobato. The session was focused on rejuvenating minds and bodies, strengthening connections, and embracing the peace and wellness that yoga brings. A total of 45 participants actively took part in the Yoga session.

### Program Organized by the Employee Union of ICAN

Employee Union of the Institute organized following programs during the fiscal year:

#### ➤ Staff Motivation Program

A program on staff motivation on Kartik 30, 2081 at ICAN premises for the staff of the Institute. The program started with a welcome speech of CA Surendra Bhusan Shrestha, Executive Director, ICAN. Whereby, CA Prabin Kumar Jha, President, ICAN deliver a session on "Success and its aspects/ Dimensions" and Mr. Binod Prasad Neupane, Administration Director, ICAN facilitated session on "Anger Management." The program concluded with vote of thanks from Mr. Kishor Parajuli, President, ICAN-EU. Altogether, 40 staff of the Institute participated in the program.

#### ➤ Inter regulatory bodies Futsal match

An Inter regulatory bodies Futsal match between and among the employee of ICAN, Electricity Regulatory Authority, Press Council Nepal and Civil Aviation Authority of Nepal.

#### ➤ Teej Program 2081

Teej program for the staffs of the Institute was organized on Bhadra 15, 2081 in Goodwill Green Resort, Dahachowk, Kathmandu. The program was also addressed by President, ICAN.

#### ➤ Staff Health Checkup 2081

Whole Body health checkup was organized for all staffs of ICAN.

### Communication of Information

The Institute has been timely communicating the activities of Institute via various platform including following:

- ICAN website
- Routine Publication of Institute (Quarterly Journal and Monthly E-News)
- Social Media





## BRANCH ACTIVITIES

Branch Office of ICAN delivers services to members such as facilitating online registration and document verification of newly enrolled students, study material and card distribution, scholarship form collection and verification, new membership/CoP/ firm registration, re-registration, renewal, conduction of CA/ CA membership examination along with conducting various training program for members and students. The program conducted by Branch is presented below:

### Biratnagar Branch

S.N.	Date	Program
1	7 & 8 Mangshir 2081	Training on consideration of misstatement scenario in forming an audit opinion
2	17 Magh 2082	Interaction Program with authorities of educational institutions
3	25 Magh 2081	Training on NAS for MEs for NPOs
4	20 Falgun 2081	Training on Review and Analysis of Financial Statements
5	13 Chaitra 2081	Pre-Budget Interaction
6	26 Jestha 2082	NFRS for SMEs for Members & Account Preparers (Merged Program)
7	6 Asar 2082	CPE Training Program

### Birgunj Branch

S.N.	Date	Program
1	25 Kartik 2081	Conduction of "Interaction with Bankers and auditors Program" on the occasion of International Accounting Day, 2024.
2	17 Magh 2081	ICAN Day Celebration
3	2-4 Falgun 2081	CPE Training
4	11 Chaitra 2081	Pre-budget Interaction Program
5	20 Jestha 2082	Post-Budget Interaction

### Pokhara Branch

S.N.	Date	Program
1	24 Kartik 2081	Conduction of "Walkathon and Stress management Program" on the occasion of International Accounting Day, 2024.
2	17 Magh 2081	ICAN Day Celebration. Blood donation program
3	4 - 6 Magh 2081	CPE Training
4	14 Chaitra 2081	Pre-budget Interaction Program
5	24 Falgun 2081	International Women's Day
6	14 Jestha 2082	Interaction with bank and financial institution
7	14-16 Asar 2082	Training on NFRS for SMEs and NAS for MEs



### Butwal Branch

S.N.	Date	Program
1	25 Kartik 2081	International Accounting Day-Interaction Program
2	17 Magh 2081	ICAN Day Celebration Program
3	24 Falgun 2081	Members' Capacity Development Program on consideration of Misstatement Scenarios in forming an Audit Opinion
4	11 Chaitra 2081	Pre-Budget Interaction Program
5	4 - 6 Jestha 2082	CPE Training Program
6	21 Jestha 2082	Post-Budget Interaction Program

### Nepalgunj Branch

S.N.	Date	Program
1	25 Kartik 2081	International Accounting Day
2	14 & 19 Poush 2081	Career Counselling on Chartered Accountancy Education
3	17 Magh 2081	Celebration of ICAN Day
4	11 Magh 2081	Scenario Based Audit Report Training
5	7-9 Falgun 2081	CPE Training
6	15 Chaitra 2081	Pre-Budget Interaction Program
7	18-31 Chaitra 2081	Career Counselling program on Accounting Technician Education
8	5 Asar 2082	Interaction program with Authorities of Educational Institutions
9	14-17 Mangsir 2081	Career Counselling Program on Chartered Accountancy Education

### Dhangadhi Branch

S.N.	Date	Program
1	25 Kartik 2081	International Accounting Day Celebration
2	25 Mangsir 2081	CA Career Counseling Program
3	17 Magh 2081	ICAN Day Celebration
4	14-17 Chaitra 2081	CPE Training Program
5	17 Chaitra 2081	Pre-Budget Interaction Program
6	20 & 21 Baisakh 2082	Members Capacity Development Program



# SUSTAINABILITY

As an autonomous body established by the Government of Nepal and the member body of the IFAC, the ICAN aims towards advancing the SDGs. ICAN's works align with and contributes to advancing the SDGs.

## SUSTAINABLE DEVELOPMENT GOALS



Source: United Nations. Communications materials. United Nations.<sup>2</sup>

ICAN's works align with and contributes to advancing the SDGs.

<b>SDG 4</b>	<p><b>Quality Education:</b></p> <ul style="list-style-type: none"> <li>Developed and launched new CA syllabus in accordance with International Education Standards in technical consultation with the ICAEW.</li> <li>Launched digital learning platform (Virtual Learning Environment) for students</li> <li>Updated material on various contemporary issues relevant to professional in online Learning Management System -LMS for members</li> </ul>
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<sup>2</sup> <https://www.un.org/sustainabledevelopment/news/communications-material/>

<https://www.un.org/sustainabledevelopment/>, The content of this publication has not been approved by the United Nations and does not reflect the views of the UN or its officials or Member States”.



SDG 5	<p><b>Gender Equality:</b></p> <ul style="list-style-type: none"> <li>Developed and implemented Non-Discrimination Bylaw, 2025 and Sexual Harassment Prevention Bylaw, 2025</li> </ul>
SDG 8	<p><b>Decent Work and Economic Growth:</b></p> <ul style="list-style-type: none"> <li>Developed and implemented Grievance &amp; Complaint Redressal Bylaw, 2025</li> <li>Encouraged participative management and inclusiveness in decision making within Organization</li> <li>Conducted open consultation prior to issuance of guidance and regulatory enforcement.</li> <li>Provided policy suggestion to Government on Federal Budget</li> </ul>
SDG 10	<p><b>Reduced Inequalities:</b></p> <p>Advocated for recognition of professional accountants in strengthening public financial management in Nepal</p>
SDG 12 and SDG 13	<p><b>Responsible Consumption and Production And Climate Action</b></p> <ul style="list-style-type: none"> <li>Developed ICAN ESG Policy, 2082 highlighting the Environment, Social and Governance Responsive Policy to be adopted by ICAN</li> <li>Coordinating with the Accounting Standards Board in course of development of sustainability disclosure standards</li> <li>Formed Sustainability Reporting Committee as a focal for sustainability reporting initiatives in ICAN</li> </ul>
SDG 16	<p><b>Peace, Justice and Strong Institutions:</b></p> <ul style="list-style-type: none"> <li>Develop a robust regulation and supervision system within Institute</li> <li>Advocacy for recognition of Accounting Professionals</li> <li>Engagement with students and Members</li> <li>Recruitment and Retentions of highly qualified human resources and timely capacity development program for staffs</li> <li>Collaborating with various stakeholders in matter of anti-money laundering</li> </ul>
SDG 17	<p><b>Partnership for the Goals:</b></p> <ul style="list-style-type: none"> <li>MoU and MRA with various National and International Institutions to support the development of a resilient profession and sustainable organizations</li> </ul>

## Synopsis of Activities During 1<sup>st</sup> Half of FY 2082/83

Continuing with the commitment to pave path for institutional and professional development, the Institute has developed Institute's Five-Year Strategic Plan 2081/82 to 2085/86. The Institute's activities during the first half of the current fiscal year 2082/83:

### Oath Taking Ceremony of Newly Elected President and Vice-President of ICAN

The Oath Taking Ceremony of newly elected President, CA Nil Bahadur Saru Magar and newly elected Vice-President, CA Ananda Raj Sharma Wagle for the second tenure of the tenth Council (i.e. for Fiscal

Year 2025/26) was held on Friday, Bhadra 2, 2082 in Kathmandu. The Institute held election of President and Vice-President of ICAN for second tenure of tenth Council on Asar 32, 2082.

The Oath Taking Ceremony of newly elected President, CA Nil Bahadur Saru Magar was held in the premises of the Office of the Auditor General (OAG) in presence of the Council Members and Officials from OAG. Hon'ble Auditor General, Mr. Toyam Raya administered the oath to the newly elected President, CA Nil Bahadur Saru Magar.



*Hon'ble Auditor General, Mr. Toyam Raya administering oath to newly elected President, CA Nil Bahadur Saru Magar*

Subsequently, the second phase of the program was organized at Radisson Hotel, Kathmandu. CA Nil

Bahadur Saru Magar administered oath to the newly elected Vice-President, CA Ananda Raj Sharma Wagle.



*Newly elected President, CA Nil Bahadur Saru Magar administering oath to newly elected Vice-President, CA Ananda Raj Sharma Wagle*

### **Signed Memorandum of Understanding with National Cooperative Regulatory Authority (NCRA)**

The Institute signed Memorandum of Understanding with the National Cooperative Regulatory Authority (NCRA) on Asoj 10, 2082. The MoU was formally

signed by CA Nil Bahadur Saru Magar, President of ICAN, and Dr. Khagaraj Sharma, President of NCRA. The MoU is focused on strengthening oversight and regulation of cooperatives, enabling ICAN members to conduct prudential audits of cooperative and facilitating implementation of NFRS in Cooperatives for standardized and high-quality financial reporting.



*Glimpse of MoU Signing Ceremony between ICAN and NCRA*

### **Signed Memorandum of Understanding (MoU) with the Public Procurement Monitoring Office (PPMO)**

The Institute signed Memorandum of Understanding for Conducting Certification Course on Public Procurement Management with the Public Procurement Monitoring

Office (PPMO) on Asoj 7, 2082 at PPMO. The MoU is focused on joint development of certification course on Public Procurement for Members of ICAN that is expected to strengthen the knowledge, skill and capacity of ICAN members in public procurement management. The MoU signing ceremony was also



attended by CA Nil Bahadur Saru Magar, President; CA Ananda Raj Sharma Wagle, Vice-President, ICAN.

### **ICAN Signed Memorandum of Understanding (MoU) with Manipal University Jaipur (MUJ)**

The Institute has signed MoU with Manipal University Jaipur (MUJ) for the Enhancement of Professional

and Academic Excellence in Accounting, Auditing, and Related Disciplines on Mangsir 14, 2082 which shall be effective for 3 years and shall be renewed on mutual consent. The MoU was signed by CA Nil Bahadur Saru Magar, President ICAN and Dr. Niti Nipun Sharma, President, MUJ.



*Left: Dr. Niti Nipun Sharma, President, MUJ and Right: CA Nil Bahadur Saru Magar, President, ICAN sharing MoU between ICAN and MUJ*

The MoU intends to collaborate in areas of academic outreach for accounting professionals in Nepal, mutual recognition of qualification, collaboration in research and academic development faculty and professional exchange, development of specialized academic module and access to educational resources and digital infrastructure.

### **ICAN Signed Memorandum of Understanding (MoU) with Central Investigation Bureau (CIB)**

The Institute signed MoU with the Central Investigation Bureau (CIB) of Nepal Police for collaborative action against corporate financial crimes on Kartik 18, 2082. The MoU was signed by CA Nil Bahadur Saru Magar, President of ICAN, and Dr. Manoj Kumar K.C., A.I.G. P and Chief of CIB. The signing ceremony took place at the premises of CIB located at Lazimpat, Kathmandu and was attended by senior officials from both institutions.



*Glimpse of MoU signing Ceremony between ICAN and CIB, Nepal Police*

### **ICAN Signed Memorandum of Understanding (MoU) with Institute of Internal Auditors (IIA, India)**

The Institute has signed MoU with Institute of Internal Auditors India (IIA, India) as renewal of previous MoU. The MoU aims to facilitate ICAN members in obtaining membership of IIA India along with all associated benefits, including membership of IIA Inc. This collaboration enables ICAN members to gain global recognition through IIA's certifications and qualifications, including the Certified Internal Auditor (CIA) certification, at concessional rates.

### **Signed Agreement with ALINEA International**

The Institute has signed agreement with ALINEA International on Shrawan 22, 2082 for the development of format of Annual Financial Statements for Community schools (Excel Format in Nepali Language), along with Audit Manual and Training Manual. The agreement shall provide funding for GBP 21,964 and shall remain valid till Mangsir 29, 2082.

### **Participation in the Ordinary Meeting of the IFAC Council**

CANil Bahadur Saru Magar, President, ICAN along with Council Member RA Hari Bahadur Karki, Mr. Shyam Prasad Bhandari attended the Ordinary Meeting of the International Federation of Accountants (IFAC) Council followed by an IFAC Global Connect: Better Together ("IFAC Global Connect") program on Kartik 26 & 27, 2082 in Mexico City, Mexico.



*Delegation from ICAN along with IFAC CEO, Lee White in the IFAC Council and Global Connect Event in Mexico*

### **Publication of Continued Professional Education (CPE) Guideline, 2082**

The Institute has published Continued Professional Education (CPE) Guideline, 2082 on the website of ICAN. The Guideline was approved by 352<sup>nd</sup> Council dated Asar 27, 2082.

### **Publication of Model Financial Statements - Cooperatives**

The Institute has published a model Financial Statements of Cooperatives based on full NFRS, NFRS for SMEs and NAS or MEs along with a Guidance Note both in English and Nepali language.

### **Publication of Guidance Note on Audit Report of Different Audit Scenarios, 2082**

The Institute has published Guidance Note on Audit Report of Different Audit Scenarios, 2082.

### **Changes in Fees for Members and Students**

The Institute has issued notice regarding changes in fees for members and students which shall be effective from FY 2082/83.

### **Biometric Made Voluntary for Renewal of Membership**

The Institute has made biometric optional for renewal of membership from FY 2082/83 which was previously mandatory.

### **Donation to Satdobato Police Station under Corporate Social Responsibility (CSR)**

The institute donated building materials and office equipment worth NPR 90,000 to Satdobato Police Station, which was affected by Gen Z movement.



# WAY FORWARD

In accordance with the Strategic Intent and priorities laid down in the fourth strategic plan for the period from 2081/82 to 2085/86, the Institute shall prioritize following initiation during the upcoming Fiscal Year 2082/83.

## Creating Large Practices

Audit Firms in Nepal are small reflecting capacity and specialization constraints. There is also a legal barrier restraining for Limited Liability Partnership (LLPs), Multi-Disciplinary Partnership (MDPs) and partnership across different class of Members. Hence, ICAN aims to establish an environment conducive to the formation of Large Accounting Practices in the form LLPs, MDPs and bigger Partnership Accounting Firms without barriers of restrictions against class of auditors.

## Global Accounting Initiatives in Nepal

Considering the unexplored potential of Nepal to export accounting service, the Institute has undertaken initiation to position Nepal as a credible hub for international accounting and financial services outsourcing. For the FY 2082/83 the Institute plans to formalize and scale existing accounting and finance outsourcing activities through ecosystem development, infrastructure strengthening, regulatory reform and skill enhancement.

## Digitalization of ICAN

Technology innovation and adaptation has always been the area of key strategic importance of ICAN. During FY 2082/83, ICAN intends to implement the integrated ERP system for digitalization of ICAN's operation. Alongside, ICAN also plans to launch updated digital learning platform for Members and Students and digital service delivery for all stakeholders.

## ICAN Brand Building

The Institute has realized the necessity for establishing ICAN's compelling and recognizable presence. Hence, a strategic brand building of ICAN shall be one of the major priorities of ICAN in upcoming years. For this, ICAN shall focus on promoting collaboration, continuous dialogue with stakeholders and increasing market visibility via various digital platforms.



# INDEPENDENT AUDITOR'S REPORT AND FINANCIAL STATEMENTS

For the year ended Asar 32, 2082 (16<sup>th</sup> July, 2025)





# J. B. Rajbhandary & DiBins

CHARTERED ACCOUNTANTS

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## INDEPENDENT AUDITOR'S REPORT TO THE COUNCIL OF THE INSTITUTE OF CHARTERED ACCOUNTANTS OF NEPAL

### REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS OPINION

We have audited the accompanying financial statements of The Institute of Chartered Accountants of Nepal (hereafter referred to as "ICAN"), which comprise the Statement of Financial Position as at 32<sup>nd</sup> Ashadh, 2082 (July 16<sup>th</sup>, 2025), Income Statement, Statement of Other Comprehensive Income, Statement of Cash Flows and Statement of Changes in Funds and Reserves for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the ICAN as at 32<sup>nd</sup> Ashadh, 2082 (July 16<sup>th</sup>, 2025), and of its financial performance and its cash flows for the year then ended in accordance with Nepal Financial Reporting Standards (NFRS).

### BASIS FOR OPINION

We conducted our audit in accordance with Nepal Standard 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 audit report. We are independent in accordance with the ICAN's Handbook of Code of Ethics for Professional Accountants, and we have fulfilled our other ethical responsibilities in accordance with the ICAN's Handbook of Code of Ethics for Professional Accountants. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### 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 Standard (NFRS), 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 or error.

In preparing the Financial Statements, management is responsible for assessing the ICAN 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 ICAN or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the ICAN'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 it 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 in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.



Page 1 of 2



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

- i. 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 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 the internal control.
- ii. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the ICAN's internal control.
- iii. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- iv. 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 ICAN's ability to continue as a going concern. If we conclude that 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 auditors' report. However, future events or conditions may cause the ICAN to cease to continue as a going concern.
- v. Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
- vi. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within ICAN to express an opinion on the Financial Statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

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 the relevant ethical requirement regarding independence, and to communicate with them all relationship and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

CA Kiran Dongol  
Partner

COP No: 212

Place: Lalitpur, Nepal

Date: 16<sup>th</sup> October 2025 (30 Ashwin, 2082)

UDIN: 251016CA00249NSj37





## THE INSTITUTE OF CHARTERED ACCOUNTANTS OF NEPAL

### STATEMENT OF FINANCIAL POSITION

AS AT ASAR 32, 2082 (JULY 16, 2025)

Amount in NPR.

Particulars	Note	As at 32-03-2082	As at 31-03-2081
<b>ASSETS</b>			
<b>Non-current Assets</b>			
Property and Equipment	4	206,193,066	217,233,952
Intangible Assets	5	68,247,607	35,578,543
ROU Assets	6	5,109,466	6,264,053
Loan and Advances	7	7,213,176	7,357,199
Deferred Employee Expenditure	8	1,924,894	2,535,728
Deferred Tax Assets	9	47,450,077	40,427,556
<b>Total Non-current Assets (A)</b>		<b>336,138,286</b>	<b>309,397,031</b>
<b>Current Assets</b>			
Inventories	10	8,989,815	11,329,776
Current Tax Assets	15	8,007,904	5,143,022
Short Term Investment	11	302,000,000	355,000,000
Earmarked Investment	12	88,505,694	88,803,524
Loan and Advances	7	5,936,922	6,549,579
Prepayment and Other receivables	13	17,773,067	11,808,244
Cash and Cash Equivalents	14	57,730,199	50,441,133
<b>Total Current Assets (B)</b>		<b>488,943,601</b>	<b>529,075,277</b>
<b>Total Assets (A+B)</b>		<b>825,081,888</b>	<b>838,472,308</b>
<b>FUND AND LIABILITIES</b>			
<b>Fund and Reserves</b>			
Reserves	16	542,352,981	571,672,538
Earmarked Fund	17	97,503,724	87,283,509
ICAN Main Building Fund	17	48,070,661	49,484,504
<b>Total Funds and Reserves (C)</b>		<b>687,927,366</b>	<b>708,440,551</b>
<b>LIABILITIES</b>			
<b>Non-current Liabilities</b>			
Staff Liabilities & Provision	18	32,391,795	39,363,914
Lease Liability against ROU Assets	19	3,415,645	4,353,504
<b>Total Non-current Liabilities (D)</b>		<b>35,807,440</b>	<b>43,717,420</b>
<b>Current Liabilities</b>			
Creditors and Other liabilities	20	98,581,595	81,093,185
Staff Liabilities & Provision	18	522,805	2,909,249
Current Tax Liabilities	15	-	-
Lease Liability against ROU Assets	19	2,242,682	2,311,902
<b>Total Current Liabilities (E)</b>		<b>101,347,082</b>	<b>86,314,337</b>
<b>Total Liabilities (D+E)</b>		<b>137,154,522</b>	<b>130,031,757</b>
<b>Total Fund and Liabilities (C+D+E)</b>		<b>825,081,888</b>	<b>838,472,308</b>

The accounting policies and notes form an integral part of the financial statements.

As per our report of even date.

CA Yangchen Lama  
Head-Accounts & Finance Division

CA Bimal Dangol  
Executive Director

RA Bharat Kumar Shrestha  
Executive Committee Member

CA Aman Uprety  
Executive Committee Member

CA Ananda Raj Sharma Wagle  
Vice-President

CA Nil Bahadur Saru Magar  
President

CA Kiran Dongol  
Partner  
J.B. Raibhandary & DiBins  
Chartered Accountants

30 Ashwin, 2082  
Place: Lalitpur, Nepal



## THE INSTITUTE OF CHARTERED ACCOUNTANTS OF NEPAL

## INCOME STATEMENT

FOR THE YEAR ENDED ASAR 32, 2082 (JULY 16, 2025)

Amount in NPR.

Particulars	Note	FY 2081/82	FY 2080/81
<b>Income</b>			
Income from Operational Activities	21	275,497,248	296,516,677
Grant Income	22	1,727,199	1,200,000
Other Income	23	3,985,754	4,797,364
<b>Total Income</b>		<b>281,210,201</b>	<b>302,514,041</b>
<b>Expenses</b>			
Operational Expenses	24	123,470,316	146,083,424
Employee Benefit Expenses	25	141,662,670	129,356,552
Depreciation and Amortization	26	20,407,987	17,739,545
Administrative Expenses	27	44,194,234	50,471,327
Finance Costs	28	509,584	663,408
<b>Total Expenses</b>		<b>330,244,791</b>	<b>344,314,256</b>
<b>Surplus/(Deficit) from Operational Activities</b>		<b>(49,034,590)</b>	<b>(41,800,215)</b>
Interest Income	29	30,801,234	47,621,452
Specific Fund Based Expenses	30	5,447,911	5,875,766
<b>Surplus/(Deficit) before Tax</b>		<b>(23,681,268)</b>	<b>(54,530)</b>
<b>Income Tax</b>			
Current Tax Expenses		(832,271)	(7,898,425)
Previous Year Tax (Expenses)/Income		(144,332)	
Deferred Tax Income	9	5,510,273	8,295,304
<b>Surplus/(Deficit)</b>		<b>(19,147,597)</b>	<b>342,350</b>
<b>Attributable To:</b>			
General Fund		(17,347,312)	1,821,108
Earmarked Fund		(1,800,285)	(1,478,758)
<b>Surplus/(Deficit)</b>		<b>(19,147,597)</b>	<b>342,350</b>

The accounting policies and notes form an integral part of the financial statements.

As per our report of even date.

CA Yangchen Lama  
Head-Accounts & Finance Division

CA Bimal Dangol  
Executive Director

RA Bharat Kumar Shrestha  
Executive Committee Member

CA Aman Uprety  
Executive Committee Member

CA Ananda Raj Sharma Wagle  
Vice-President

CA Nil Bahadur Saru Magar  
President

CA Kiran Dongol  
Partner  
J.B. Raibhandary & DiBins  
Chartered Accountants

30 Ashwin, 2082  
Place: Lalitpur, Nepal



**THE INSTITUTE OF CHARTERED ACCOUNTANTS OF NEPAL**  
**STATEMENT OF OTHER COMPREHENSIVE INCOME**  
 FOR THE YEAR ENDED ASAR 32, 2082 (JULY 16, 2025)

*Amount in NPR.*

Particulars	FY 2081/82	FY 2080/81
<b>Surplus for the year as per Income Statement (A)</b>	<b>(19,147,597)</b>	<b>342,350</b>
<b>Other comprehensive income that will not be reclassified to Income Statement in subsequent periods</b>		
Actuarial (loss)/gain on defined benefit plan schemes	(6,048,993)	(18,896,498)
Revaluation gain on building		4,198,918
Income Tax (Expenses)/Income relating to items of OCI	1,512,248	3,674,395
<b>Other Comprehensive Income/(Loss) for the year (B)</b>	<b>(4,536,745)</b>	<b>(11,023,185)</b>
<b>Total Comprehensive Income for the year (A+B)</b>	<b>(23,684,342)</b>	<b>(10,680,835)</b>

The accounting policies and notes form an integral part of the financial statements.

As per our report of even date.

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30 Ashwin, 2082  
Place: Lalitpur, Nepal



**THE INSTITUTE OF CHARTERED ACCOUNTANTS OF NEPAL**  
**STATEMENT OF CASH FLOWS**  
 FOR THE YEAR ENDED ASAR 32, 2082 (JULY 16, 2025)

Amount in NPR.

Particulars	FY 2081/82	FY 2080/81
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Surplus Before Tax	(23,681,268)	(54,529)
<b>Adjustment For:</b>		
Depreciation and Amortization	20,407,987	17,739,545
Amortization of Building Fund	(1,413,843)	(1,413,843)
(Gain)/Loss on Sale of PPE	51,167	-
Interest from Investment	(30,801,234)	(47,621,452)
Interest Expenses on lease liability against Right of Use (ROU) Assets	509,584	663,408
Variable lease payments	(5,705)	(5,611)
Increase/(Decrease) in Provision	(15,407,557)	(17,509,878)
Increase/(Decrease) in Account Payable	17,488,409	(19,278,900)
(Increase)/Decrease in Inventories	2,339,960	2,033,799
(Increase)/Decrease in Advances, Prepayments and other receivables	(1,835,487)	9,627,215
<b>Cash Generated from Operation</b>	<b>(32,347,986)</b>	<b>(55,820,247)</b>
Tax Paid	(3,841,485)	(6,103,362)
<b>Net Cash Inflow from Operating Activities</b>	<b>(36,189,472)</b>	<b>(61,923,610)</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of Property and Equipment	(4,557,625)	(18,864,398)
Purchase of Intangible Assets	(35,335,371)	(2,770,232)
Sale of Property and Equipment	297,350	-
(Increase)/Decrease in Investments	53,297,830	5,645,000
Interest Received on Investments	28,039,412	44,467,406
<b>Net Cash Flow from/(used in) Investing Activities</b>	<b>41,741,595</b>	<b>28,477,776</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Contribution to/ Refund from Earmarked Fund	4,585,000	5,693,625
Lease liability against ROU Assets	(2,338,473)	(2,007,780)
Finance cost on lease liability against ROU Assets	(509,584)	(663,408)
<b>Net Cash Flow from/(used in) Financing Activities</b>	<b>1,736,943</b>	<b>3,022,437</b>
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>	<b>7,289,066</b>	<b>(30,423,397)</b>
<b>Cash and Cash Equivalents at the Beginning of the Year</b>	<b>50,441,133</b>	<b>80,864,530</b>
<b>Cash and Cash Equivalents at the End of the Year</b>	<b>57,730,199</b>	<b>50,441,133</b>

The accounting policies and notes form an integral part of the financial statements.

As per our report of even date.

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30 Ashwin, 2082  
Place: Lalitpur, Nepal



**THE INSTITUTE OF CHARTERED ACCOUNTANTS OF NEPAL**  
**STATEMENT OF CHANGES IN FUNDS AND RESERVES**  
 FOR THE YEAR ENDED ASAR 32, 2082 (JULY 16, 2025)

PARTICULARS	CAPITAL FUND	GENERAL RESERVE	BUILDING RESERVE	REVALUATION RESERVE	ACTUARIAL RESERVE	ICAN MAIN BUILDING FUND	EARMARKED FUND	TOTAL
<b>Balance as at 31-03-2080</b>	<b>1,225,500</b>	<b>546,382,664</b>	<b>10,000,000</b>	<b>27,386,311</b>	<b>3,501,340</b>	<b>50,898,347</b>	<b>75,447,442</b>	<b>714,841,604</b>
Surplus/(Deficit) for the year	-	1,821,108	-	-	-	-	(1,478,758)	342,350
Other Comprehensive Income	-	-	-	3,149,189	(14,172,374)	-	-	(11,023,185)
Appropriation of Net Surplus:								
To Scholarship Fund	-	(6,351,000)	-	-	-	-	6,351,000	-
To Disaster & Pandemic Scholarship Fund	-	(1,270,200)	-	-	-	-	1,270,200	-
Inter Fund Transfer:								
Revaluation Reserve to General Reserve	-	760,731	-	(760,731)	-	-	-	-
Amortization of Building Fund	-	-	-	-	-	(1,413,843)	-	(1,413,843)
Contribution to/(refund from) Fund	-	-	-	-	-	-	5,693,625	5,693,625
<b>Balance as at 31-03-2081</b>	<b>1,225,500</b>	<b>541,343,303</b>	<b>10,000,000</b>	<b>29,774,769</b>	<b>(10,671,034)</b>	<b>49,484,504</b>	<b>87,283,509</b>	<b>708,440,551</b>
Surplus/(Deficit) for the year	-	(17,347,312)	-	-	-	-	(1,800,285)	(19,147,597)
Other Comprehensive Income	-	-	-	-	(4,536,745)	-	-	(4,536,745)
Appropriation of Net Surplus:								
To Scholarship Fund	-	(6,196,250)	-	-	-	-	6,196,250	-
To Disaster & Pandemic Scholarship Fund	-	(1,239,250)	-	-	-	-	1,239,250	-
Inter Fund Transfer:								
Revaluation Reserve to General Reserve	-	850,708	-	(850,708)	-	-	-	-
Amortization of Building Fund	-	-	-	-	-	(1,413,843)	-	(1,413,843)
Contribution to/(refund from) Fund	-	-	-	-	-	-	4,585,000	4,585,000
<b>Balance as at 32-03-2082</b>	<b>1,225,500</b>	<b>517,411,198</b>	<b>10,000,000</b>	<b>28,924,061</b>	<b>(15,207,779)</b>	<b>48,070,661</b>	<b>97,503,724</b>	<b>687,927,366</b>

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# THE INSTITUTE OF CHARTERED ACCOUNTANTS OF NEPAL

## SIGNIFICANT ACCOUNTING POLICIES & NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED ASAR 32, 2082 (JULY 16, 2025)

### 1. GENERAL INFORMATION

#### 1.1 Legal and Domicile Form

The Institute of Chartered Accountants of Nepal (hereafter referred as “ICAN”, or “The Institute”) is a Statutory Body established under a Separate Act, “ Nepal Chartered Accountants Act, 1997” (hereafter referred as “Act”) to enhance social recognition and faith of people at large in the accounting profession by raising public awareness towards the importance of accounting profession as well as towards economic and social responsibility of the accountants, and to contribute towards economic development of the country.

The Institute is an autonomous body with its Council fully authorized by the Act to undertake regulation of the accountancy profession and issue standards for accounting and financial reporting, auditing, and other areas relevant to the accounting profession. The Institute operates through its registered office located at ICAN Marg, Satdobato, Lalitpur, Bagmati Province, and six branches across Nepal.

#### 1.2 Objective and Principal Activities

Major objective and principal activities of the Institute as mandated by Preamble and Section 5 of the Act is to:

- Encourage its members to carry on accounting profession within the ambit of the prescribed ethical code of conduct in order to consolidate and develop accounting profession as a means for economic development of the nation.
- Play the role of regulatory body to enhance social recognition and faith in accounting profession by raising awareness of general public towards the importance of accounting profession and the economic and social responsibility of professional accountants.
- Develop, protect and promote the accounting profession by enabling professional accountants to understand their responsibility towards accounting profession and accountancy.
- Develop and operate mechanisms of registration, evaluation, and examination of accounting professionals in consonance with international norms and practices so as to make the accounting profession respectable and reliable.

### 2. BASIS OF PREPARATION

#### 2.1 Statement of Compliance

The accompanying Financial Statements have been prepared in accordance with Nepal Financial Reporting Standards (NFRSs), pronounced for implementation by The Institute of Chartered Accountants of Nepal.

The Financial Statements comprise the Statement of Financial Position, Income Statement, Statement of Other Comprehensive Income, Statement of Cash Flows, Statement of Changes in Fund and Reserve, and Notes to the Financial Statements, comprising significant Accounting Policies and other explanatory information. The significant accounting policies applied in the preparation of financial statements are set out below in point number 3. These policies are consistently applied to all the years presented, except for the changes in accounting policies disclosed specifically.

#### 2.2 Reporting Period and Authorization for Issue of Financial Statement

The reporting period of the Institute covers a twelve-month period from Shrawan 1, 2081 (July 16, 2024) to Asar 32, 2082 (July 16, 2025). The comparative figures in Statement of Financial Position, Income Statement,



Statement of Other Comprehensive Income, Statement of Cash Flows, and Statement of Changes in Fund & Reserves are presented for the year ended Asar 31, 2081 (July 15, 2024).

The Financial Statements are approved and authorized for issue by the decision of ICAN Council meeting held on Ashwin 16, 2082 (October 16, 2025). The Financial Statements of the Institute are presented in Nepalese Rupees (NPR), which is the Institute's functional currency. All the financial information presented in Nepalese Rupees has been rounded to the nearest rupee, except otherwise indicated.

### 2.3 Functional and Presentation Currency

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

### 2.4 Use of Estimates, Assumptions and Judgments

For the preparation of Financial Statements, management has made critical accounting judgments, estimates, and assumptions that affect the application of accounting policies and the reported amounts of assets (including contingent assets), liabilities (including contingent liabilities), income, and expenses. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable but actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis with historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Any revision to accounting estimates is recognized prospectively in current and future periods.

Information about significant areas of estimate, uncertainty, and critical judgments in applying accounting policies that have the potential material impact on the amounts recognized in these financial statements are included in the relevant sections of following notes:

- Determination of useful life of property and equipment
- Determination of useful life of intangible assets
- Recognition of Learning Materials developed under new course as intangible assets
- Measurement of employee benefits and liabilities
- Provision and contingencies
- Determination of net realizable value
- Key assumption used in discounting future cashflows

### 2.5 Going Concern

The Financial Statements have been prepared on going concern basis, as the Council of the Institute is satisfied that the Institute has, at the time of authorization of financial statement, adequate resources to continue its operation for the foreseeable future and there are no material uncertainties about its ability to continue as a going concern.

### 2.6 Changes in Accounting Policies

The Institute has applied its accounting policies consistently from year to year except for some comparatives that have been grouped or regrouped to facilitate comparison, corrections of errors and changes in accounting policy, and such exceptions have been disclosed explicitly with detail explanations in the relevant notes.

### 2.7 Prior Period Adjustments

Prior Period Adjustments are omissions or misstatements in the Institute's Financial Statements. Such omissions may relate to one or more prior period(s). Such omissions and misstatements are adjusted by calculating the cumulative effect of the changes in the financial statements of the period as if a 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 a corresponding adjustment to the opening balance of the period. Prior period adjustments have been disclosed separately with detailed explanation in the relevant notes.

## 2.8 Materiality and Aggregation

Each material class of similar items is presented separately in the financial statements. Items of dissimilar nature or functions are presented separately unless they are immaterial.

## 2.9 Comparatives

Previous year's figures have been grouped or regrouped wherever necessary to facilitate comparison of figures in financial statements.

## 3. SIGNIFICANT ACCOUNTING POLICIES

### 3.1 Basis of Measurement

The financial statements are prepared at a historical cost except for certain items that have been measured at fair value as required by the relevant NFRS and explained in the relevant portion of ensuing policies below.

### 3.2 Property and Equipment

The Institute recognizes a tangible item as property and equipment when the asset is held for administrative purposes or for supply of goods or services; inflow of future economic benefits associated with the asset to the entity is probable and the cost of asset can be measured reliably.

An item of property and equipment that qualifies for recognition as an asset is initially measured at cost. Cost includes purchase price including import duties and non-refundable taxes and other costs directly attributable to bringing the asset to the location and condition necessary for capable of operating in the manner intended by the management. Subsequent expenditure is capitalized if it is probable that the future economic benefit from the expenditure will follow to the Institute. Repair and maintenance costs are recognized in the Income Statement as incurred. Assets with value of less than NPR. 10,000 are expensed irrespective of their useful life in the year of purchase.

The Institute applies the cost model to all Property & Equipment except building and records these at cost of asset less accumulated depreciation and any accumulated impairment losses. The Institute applies revaluation model for recognition of building. The revaluation is done with sufficient regularity to ensure that the carrying amount does not differ materially from that which would be determined using fair value at the end of the reporting period.

The carrying amount of an item of property and equipment is derecognized upon disposal or when no future economic benefits are expected from its use. Any gain or loss arising from de-recognition of an asset is recognized in the Income Statement in the year in which it is derecognized.

The Institute assesses at the end of each reporting period whether there is any indication that any asset may be impaired. If any such condition exists, the recoverable amount of the asset is estimated and if the recoverable amount is less than the carrying amount, the carrying amount of the asset will be reduced to its recoverable amount. That reduction is recognized immediately in the Income Statement as an impairment loss.

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted as appropriate. The details of useful lives and depreciation methods are provided in note 4.

Capital Work-in-Progress is stated at cost less impairment loss, if any, and includes expenditures incurred and advance made for the construction of property and equipment which will be transferred to specific asset as and when the assets are available for use.



### 3.3 Intangible Assets

Intangible assets are recognized when its cost can be measured reliably, and it is probable that future economic benefits associated with the asset will flow to the Institute.

Intangible assets are measured initially at cost. The cost of separately acquired intangible assets comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates; and any directly attributable cost of preparing assets for its intended use. The cost of an internally generated intangible asset comprises all directly attributable costs necessary to create, produce, and prepare the asset to be capable of operating in the manner intended by the management. The Institute applies the cost model for the recognition of intangible assets and measured at cost less accumulated amortization and impairment losses. Cost incurred in maintenance of intangible assets are expensed immediately as incurred.

Intangible assets are amortized on a straight-line method over the estimated useful life.

### 3.4 Financial Instrument

#### Financial Assets

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through Income Statement, transaction costs that are attributable to the acquisition of the financial asset.

For subsequent measurement at each reporting date, financial assets are classified in three categories:

- Financial assets at fair value through Income Statement
- Financial assets at fair value through other comprehensive income
- Financial assets at amortized cost.

The Institute currently holds only financial assets subsequently measured at amortized cost mainly comprising receivables, loans to staff, salary advances to staff, cash and cash equivalents, and term deposits with banks.

#### a) Receivables & Advances

Receivables are initially measured at their transaction price which is approximate to their fair value and subsequently measured at amortized cost. The Institute provides salary advances and vehicle loans to employees free of interest in accordance with the Financial Administration Byelaws and Employee Vehicle Facility Scheme of the Institute. The fair value of such advances and loans is measured as the present value of future cash flows discounted at the prevailing market rate of interest. The difference between the present value of cash flows and the actual transaction amount is recognized as Deferred Employee Expenditure.

#### b) Cash and Cash Equivalent

Cash and cash equivalents include cash on hand, demand deposits, and cash equivalents. Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

#### c) Term Deposits

Term deposits are measured initially at fair value and subsequently at amortized cost less impairment, (if any). Term deposits of the Institute comprise deposits made with banks with a maturity period exceeding three months.

Receivables and advances considered as bad (when there is no reasonable expectation of recovery) are written off from books of accounts and charged to Income Statement.

#### Financial Liabilities

Financial liabilities of the Institute are initially recognized as fair value and subsequently measured and classified at amortized cost.



### 3.5 Fair Value Measurement of Financial Instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. The Institute uses the fair value hierarchy below for the measurement of fair value of financial instruments:

**Level 1:** Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

**Level 2:** Level 2 inputs are inputs other than quoted price included within Level 1 that are observable for the asset or liability, either directly or indirectly.

**Level 3:** Level 3 inputs are unobservable inputs for the asset or liability.

For the valuation of financial instruments, the Institute gives the highest priority to Level 1 inputs while minimizing the use of unobservable inputs.

### 3.6 Inventories

Inventories are stated at lower of cost or net realizable value. The cost is determined on First-In First-Out (FIFO) method and includes expenditure incurred in acquiring the inventories and bringing them to their present location and condition.

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

### 3.7 Employee Benefits

#### a) Short Term Employee Benefits

Short term employee benefits obligations are measured on an undiscounted basis and are expensed as the related service is provided.

#### b) Post-Employment Benefits

Post-employment benefit plan includes:

##### i. Defined Contribution Plans

A defined contribution plan is a post-employment benefit plan under which the Institute pays fixed contributions into a separate entity and has no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution plans are recognized as employee benefit expenses in Income Statement in the period during which the related service is rendered by the employees.

##### ii. Defined Benefit Plans

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. This plan includes gratuity and medical facility. The defined benefit is calculated by an independent actuary using Projected Unit Credit (PUC) method. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows, using interest rates denominated in Nepalese Rupees with maturity terms of the related liability. The present value of the defined benefit obligations depends on a number of factors that are determined on an actuarial basis using a number of assumptions about discount rate, future salary increment rate, mortality rates etc. Due to the long-term nature of these plans, such estimates are subject to significant uncertainty. All assumptions are reviewed at each reporting date. Accordingly, the employee benefit liability is based on the actuarial valuation at end of reporting period. Actuarial gains and losses (remeasurement) of gratuity and medical facility is recognized in the period of their occurrence in the Statement of Other Comprehensive Income.

Interest is calculated by applying the discount rate to the defined benefit obligation. The Institute recognizes the following changes in the defined benefit obligations to the Income Statement:



- Service costs comprising current service costs and past service costs
- Interest expenses

Any changes in the liabilities over the year due to changes in assumptions or experience within the scheme are recognized in Statement of Other Comprehensive Income in the period in which they arise.

### iii. Other Long-Term Employee Benefits

Other long-term employee benefits include benefits that are not expected to be settled wholly before twelve months after the end of the fiscal year in which employees render the related service. Sick and Home Leave are the other long-term employee benefit plans provided by the Institute to its employees.

The Institute recognizes all measurement gains and losses including all service cost and interest cost related to other long-term employee benefits and are expensed in Income Statement.

## 3.8 Revenue Recognition

Revenue is the increase in assets, or decrease in liabilities, that results in increases in equity, other than those increases relating to contributions from holders of equity claims and arising from the course of the ordinary activities of the Institute.

The Institute recognizes revenue from contracts with customers when the Institute satisfies the performance obligation by transferring a promised goods or service to a customer. The Institute determines at contract inception whether it satisfies the performance obligation over time or satisfies the performance obligation at a point of time. For each performance obligation satisfied over time, the Institute recognizes revenue over time measuring the progress toward complete satisfaction of that performance obligation.

When a performance obligation is satisfied the entity recognizes as revenue the amount of the transaction price (the amount of consideration to which the Institute expects to be entitled in exchange for transferring promised goods or services to a customer) that is allocated to the performance obligation.

The policies of the Institute on evaluation of the performance obligation of various sources of revenue and their recognition is as below:

- Student registration fees in connection with the registration of students in different levels of Chartered Accountancy (CA) education and Accounting Technician (AT) are recognized as income at the point of time when the Institute registers the name of the student in the record of the Institute for defined course and payment is collected.
- Membership, issuance of Certificate of Practice (COP) and firm registration fee in connection with registration of membership, firm, and issuance of COP are recognized as income at the point of time when approval for registration is granted by the Institute and registration fee is collected.
- Membership, COP and Firm Renewal fee are accounted on receipt basis and recognized as income in the reporting period for which membership/COP/firm is renewed. Fees related to renewal of membership/COP/firm of previous years are recognized as income in the reporting period in which the membership/COP/firm is renewed along with collection of previous year's fee. Fees received for period beyond the reporting period are shown as fees received in advance.
- Examination fee is recognized as income in the period in which examination is conducted. Fee collected in the reporting period for the exam to be conducted in upcoming reporting periods are shown as fees received in advance.
- Training fee is recognized as income in the period in which the training is provided.
- Amount collected from sale of study material and publication is recognized as income when study materials and publications are sold and dispatched from store.



### 3.9 Government Grants

Government grants are assistance by the Government in the form of transfers of resources to the Institute in return for past or future compliance with certain conditions relating to the operating activities of the Institute. Government grants, including non-monetary grants at fair value, will not be recognized until there is reasonable assurance that the Institute will comply with the conditions attaching to them and the grants will be received.

Government grants are recognized in Income Statement on a systematic basis over the periods in which the Institute recognizes as expenses the related costs for which the grants are intended to compensate.

A Government grant that becomes receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the Institute with no future related costs are recognized in Income Statement of the period in which it becomes receivable.

Government grant related to the assets including non-monetary grants at fair value will be presented in the statement of financial position by setting up Deferred Grant Income.

The Institute receives grant from the Ministry of Finance (MoF) every year which is recognized as income upon compliance of the recognition criteria. Grant obtained for capital expenditure has been recognized as deferred grant income at the time of receipt of income. Deferred grant income are recognized in income statement on a systematic basis over the life of the asset.

### 3.10 Lease

In accordance with NFRS 16, assets taken on a lease are recognized as right-of-use (ROU) Assets and a lease liability at the commencement date. At the inception of a contract, the Institute assesses whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

The right-of-use (ROU) asset is initially recognized at cost which comprises the initial amount of lease liability plus any lease payment made at or before the commencement date plus any initial direct costs incurred and an estimate of costs to be incurred to dismantle and remove the underlying asset or to restore the underlying asset less any lease incentives received. The right-of-use asset is measured subsequently applying the cost model and presented at cost less any accumulated depreciation, any accumulated impairment losses, and adjusted for any remeasurement of the lease liability. ROU assets are depreciated using straight-line method from the commencement date to end of the lease term.

The lease liability is initially measured at the present value of the lease payments that are not paid at that date discounted using the Institute's incremental borrowing rate. Subsequently, lease liability is remeasured increasing the carrying amount to reflect interest on lease liability, reducing the carrying amount to reflect the lease payments made, and remeasuring the carrying amount to reflect any reassessment or lease modifications or to reflect revised in-substance fixed lease payments.

### 3.11 Provision and Contingencies

A provision is recognized in the statement of financial position when the Institute has a legal or constructive obligation as a result of a past event, it is probable that an outflow of assets will be required to settle the obligation and the obligation can be measured reliably. Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate.

A disclosure for contingent liabilities is made when there is a possible obligation or a present obligation as a result of past event that may but probably will not require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, any disclosure is not provided.

The Institute has been undertaking development of ERP system through an external IT vendor which is currently under testing and validation phase with iterations of debugging. Should the project be completed and the



deliverables received in a condition as intended by management of the Institute, an outflow to the extent of NPR. 14,025,278 may be necessary for settlement of obligation.

Litigation regarding staff termination is pending for settlement at the Supreme Court which if decided against the Institute may require an outflow of NPR. 731,519 for settlement.

A disclosure for contingent assets is made when it is probable that an economic benefit will inflow to the Institute, that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Institute.

### **3.12 Taxation**

#### **Income Tax**

Tax expense comprises current and deferred tax. Current tax and deferred tax are recognized in Income Statement except to the extent that they relate to items recognized directly in reserve or in Other Comprehensive Income.

#### **Current Tax**

Current tax is the expected tax payable or recoverable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the reporting date and any adjustment to tax payable in respect of previous years. Corporate income tax liability is calculated as per the provisions of Income-Tax Act, 2058; the rate of income tax applicable to the Institute is 25%. Any variation occurring in the course of final tax assessment is adjusted in the year of acceptance by the Institute.

#### **Deferred Tax**

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is determined using tax rate applicable to the Institute as at the reporting date which is expected to apply when the related deferred tax asset is realized or the deferred tax liability is settled.

Deferred tax assets are recognized where it is probable that future taxable profit will be available against which the temporary differences can be utilized.



## The Institute of Chartered Accountants of Nepal Notes to the Financial Statements

### Note 4

#### Property and Equipment

Property and equipment comprises vehicles, computer and accessories, furniture and fixture, office equipment, other fixed assets and building. Property and equipment except building is stated at cost less accumulated depreciation. Carrying amount of property and equipment has been de-recognized upon disposal and gain/(loss) on de-recognition of asset is recognized in the income statement. Depreciation on property and equipment has been charged using straight line method over the estimated useful life from the date when the asset is available for use. The useful life of vehicles and furniture and fixtures has been estimated up to 10 years whereas the useful life of computer and accessories, office equipment and other fixed assets has been estimated up to 5 years. The useful life of property and equipment was reviewed and any adjustment was not deemed necessary as on reporting date. Depreciation expense on property and equipment is presented as separate line item in income statement. (See Accounting Policy in Note 3.2)

Particulars	Vehicles	Computer and Accessories	Furniture and Fixtures	Office Equipment	Other Fixed Assets	Building	Leasehold Properties	Capital WIP	Total
<b>Cost</b>									
<b>Balance as at 1-04-2081</b>	<b>18,815,193</b>	<b>22,384,694</b>	<b>25,734,345</b>	<b>17,404,462</b>	<b>4,702,883</b>	<b>218,140,314</b>	<b>1,628,497</b>	-	<b>308,810,388</b>
Additions/(Transfer)	-	1,691,390	700,714	1,250,758	914,764	-	-	-	4,557,625
Disposal	-	(544,000)	(42,375)	(205,140)	(116,500)	-	-	-	(908,015)
Revaluation	-	-	-	-	-	-	-	-	-
<b>Balance as at 32-03-2082</b>	<b>18,815,193</b>	<b>23,532,084</b>	<b>26,392,684</b>	<b>18,450,080</b>	<b>5,501,147</b>	<b>218,140,314</b>	<b>1,628,497</b>	-	<b>312,459,998</b>
<b>Accumulated Depreciation</b>									
<b>Balance as at 1-04-2081</b>	<b>7,478,224</b>	<b>12,795,281</b>	<b>15,665,808</b>	<b>10,400,567</b>	<b>3,754,672</b>	<b>40,904,026</b>	<b>577,858</b>	-	<b>91,576,436</b>
Depreciation for the year	1,868,622	3,204,157	2,031,371	2,461,592	365,072	5,063,894	255,287	-	15,249,994
Disposal	(283,313)	(42,185)	(168,668)	(65,333)	-	-	-	-	(559,499)
<b>Balance as at 32-03-2082</b>	<b>9,346,846</b>	<b>15,716,126</b>	<b>17,654,994</b>	<b>12,693,491</b>	<b>4,054,411</b>	<b>45,967,920</b>	<b>833,145</b>	-	<b>106,266,931</b>
<b>Net Book Value</b>									
<b>Balance as at 31-03-2081</b>	<b>11,336,969</b>	<b>9,589,413</b>	<b>10,068,537</b>	<b>7,003,895</b>	<b>948,211</b>	<b>177,236,288</b>	<b>1,050,639</b>	-	<b>217,233,952</b>
<b>Balance as at 32-03-2082</b>	<b>9,468,347</b>	<b>7,815,958</b>	<b>8,737,690</b>	<b>5,756,589</b>	<b>1,446,736</b>	<b>172,172,394</b>	<b>795,352</b>	-	<b>206,193,066</b>

The Institute has constructed a building at Satdobato, Lalitpur on a land obtained in lease from Government of Nepal for the period of 50 years. The building has been recognized at revalued amount less accumulated depreciation. The building is being revaluated through independent valuer on regular interval; latest revaluation was done as at 31st Ashad 2081. Had the building been recognized under cost model, the carrying amount of the building would have been NPR. 133,488,661 as on 32nd Ashad 2082. The difference in depreciation arising from revaluation of the building as compared with that based on the building's original cost is transferred from revaluation reserve to general reserve.



## The Institute of Chartered Accountants of Nepal

### Notes to the Financial Statements

#### Note 5

#### Intangible Assets

The Institute's intangible assets comprise software purchased and developed by the Institute and learning material developed/procured by the Institute. Intangible assets are stated at cost less accumulated amortization. Software has been amortized using straight-line method over the estimated useful life of each individual software which is not more than 10 years. Learning Material developed under existing syllabus has been amortized using straight-line method over the estimated useful life of 5 years. Amortization expense on intangible assets is presented as separate line item in income statement. (See Accounting Policy in Note 3.3)

Particulars	Software	Learning Material	Capital WIP (Software)	Capital WIP (Learning Material)	Total
<b>Cost</b>					
Balance as at 1-04-2081	6,934,655	1,021,300	1,138,173	29,278,033	38,372,161
Additions	569,500	51,468,316	446,350	1,469,760	53,953,926
Disposal	-	-	(400,000)	(18,218,555)	(18,618,555)
<b>Balance as at 32-03-2082</b>	<b>7,504,155</b>	<b>52,489,616</b>	<b>1,184,523</b>	<b>12,529,238</b>	<b>73,707,532</b>
<b>Accumulated Amortization</b>					
Balance as at 1-04-2081	2,652,088	141,528.65	-	-	2,793,617
Amortization Charge	702,946	1,963,362	-	-	2,666,308
<b>Balance as at 32-03-2082</b>	<b>3,355,034</b>	<b>2,104,891</b>	<b>-</b>	<b>-</b>	<b>5,459,925</b>
<b>Net Book Value</b>					
<b>Balance as at 31-03-2081</b>	<b>4,282,567</b>	<b>879,771</b>	<b>1,138,173</b>	<b>29,278,033</b>	<b>35,578,543</b>
<b>Balance as at 32-03-2082</b>	<b>4,149,121</b>	<b>50,384,725</b>	<b>1,184,523</b>	<b>12,529,238</b>	<b>68,247,607</b>

A new ERP system is under development through an IT vendor at a contract price of NPR. 14,763,450 (inclusive of VAT) and costs relating thereto have been recognized as Capital WIP. The Institute is undertaking development of new course of study for Chartered Accountancy Education in collaboration with ICAEW and local resource persons. The cost associated with development of syllabus and learning materials have been recognized as Capital WIP which are transferred to relevant head of Intangible Asset once it attains the necessary condition for it to be capable of operating in the manner intended by management of the Institute. During the reporting period, development of learning material for Foundation (all subjects) and Application level (except locally developed) concluded. The materials were approved by the Board of Studies, resulting in transfer of related costs from Capital WIP in proportion of payment to consultants.



## The Institute of Chartered Accountants of Nepal

### Notes to the Financial Statements

**Note 6****Right-Of-Use (ROU) Assets**

ROU assets of the Institute comprise the land taken on lease by the Institute on which the Institute has constructed its building and property taken on lease for the operation of branch offices. At the date of initial application, ROU asset has been recognized at an amount equal to lease liability adjusted by the amount of prepaid or accrued lease payments relating to lease recognized in the statement of financial position in previous year. Lease liability has been measured at present value of the remaining lease payments, discounted using the Institute's incremental borrowing rate determined at the commencement of the lease. ROU Assets have been depreciated on straight line basis over the lease term of the assets taken on lease. (See Accounting Policy in Note 3.10)

Particulars	As at 32-03-2082	As at 31-03-2081
Cost	12,075,943	10,395,915
Add: Addition during the year	1,337,098	1,680,027
Less: Accumulated Depreciation (2081.04.01)	(5,811,890)	(3,581,943)
Less: Depreciation charged during the year	(2,491,685)	(2,229,947)
Less: Impairment charged during the year	-	-
Add/(Less): Remeasurement of lease liability		
<b>TOTAL</b>	<b>5,109,466</b>	<b>6,264,053</b>

**Note 7****Loan and Advances**

Loan and advances includes salary advance, vehicle loan, staff advance and other advances. Loan and advances that are expected to be settled within 12 months from reporting date are classified as current assets and remaining advances are classified as non current assets. (See Accounting Policy in Note 3.4 (a))

Particulars	As at 32-03-2082	As at 31-03-2081
<b>Non-current</b>		
Salary Advance	1,214,338	993,501
Other Advance	351,400	350,000.00
Staff Vehicle Loan	5,647,438	6,013,698
<b>TOTAL</b>	<b>7,213,176</b>	<b>7,357,199</b>
<b>Current</b>		
Staff Advance	24,975	759,895
Salary Advance	3,526,943	3,739,035
Staff Vehicle Loan	2,101,997	1,790,688
Advance to Vendors	223,175	224,858
Other Advance	59,832	35,103
<b>TOTAL</b>	<b>5,936,922</b>	<b>6,549,579</b>

**Note 8****Deferred Employee Expenditure**

Deferred employee expenditure are the benefits arising from interest free loan and advances provided to employees. The benefits are amortized over the term of the loans and advances availed by the employees. (See Accounting Policy in Note 3.4 (a) and see further explanation in Note 7)

Particulars	As at 32-03-2082	As at 31-03-2081
Deferred Employee Expenditure	1,924,894	2,535,728
<b>TOTAL</b>	<b>1,924,894</b>	<b>2,535,728</b>



## The Institute of Chartered Accountants of Nepal

### Notes to the Financial Statements

#### Note 9

#### Deferred Tax

The Institute recognises deferred tax asset on deductible temporary difference and deferred tax liabilities on taxable temporary difference. Deductible temporary difference arise on provision on employee benefit, employee welfare fund and operating lease liability whereas taxable temporary difference arise on property, equipment and intangible assets. (See Accounting Policy in Note 3.12)

Particulars	As at 32-03-2082		
	Deferred Tax Assets	Deferred Tax Liabilities	Net Deferred Tax Assets/(Liabilities)
<b>Deferred Tax on Temporary Differences on</b>			
Property, Equipment & Intangible Assets		(10,546,307)	(10,546,307)
ROU Assets		(1,277,366)	(1,277,366)
Provision For Employee Benefit	54,408,357		54,408,357
Employee Welfare Fund	3,450,813		3,450,813
Lease Liability against ROU Assets	1,414,582		1,414,582
<b>Net Deferred Tax Assets/(Liabilities) as at 32-03-2082</b>	<b>59,273,751</b>	<b>(11,823,673)</b>	<b>47,450,077</b>
Net Deferred Tax Asset/(Liabilities) as at 31-03-2081			40,427,556
<b>Origination/(Reversal) During the Year</b>			<b>7,022,521</b>
Deferred Tax Income / (Expenses) in SOCI			1,512,248
Deferred Tax Income / (Expenses) in Income Statement			5,510,273

Particulars	As at 31-03-2081		
	Deferred Tax Assets	Deferred Tax Liabilities	Net Deferred Tax Assets/(Liabilities)
<b>Deferred Tax on Temporary Differences on</b>			
Property, Equipment & Intangible Assets		(10,300,392)	(10,300,392)
ROU Assets		(1,566,013)	(1,566,013)
Provision For Employee Benefit	47,138,573		47,138,573
Employee Welfare Fund	3,489,037		3,489,037
Lease Liability against ROU Assets	1,666,351		1,666,351
<b>Net Deferred Tax Assets/(Liabilities) as at 31-03-2081</b>	<b>52,293,961</b>	<b>(11,866,405)</b>	<b>40,427,556</b>
Net Deferred Tax Asset/(Liabilities) as at 31-03-2080			28,457,857
<b>Origination/(Reversal) During the Year</b>			<b>11,969,699</b>
Deferred Tax Income / (Expenses) in SOCI			3,674,395
Deferred Tax Income / (Expenses) in Income Statement			8,295,304



## The Institute of Chartered Accountants of Nepal

### Notes to the Financial Statements

#### Note 10 Inventories

Inventories comprises study materials, publications, stationery items, gift items, electrical items and others. Study materials and publications are purchased and published for distribution and sale. Stationery, gift and electrical items are held for internal consumption. Inventory are stated at cost less allowances for obsolete and non moving items. (See Accounting Policy in Note 3.6)

Particulars	As at 32-03-2082	As at 31-03-2081
Stock-Publications	1,053,666	777,798
Stock-Study Materials	3,284,922	4,018,674
Stock-IT & Electrical Items	685,910	627,206
Stock-Gift Items	907,353	628,282
Stock-Student and Members Affairs	1,102,760	1,698,493
Stock-Stationery Items	3,721,042	4,723,833
Stock-Library	461,325	206,281
Less: Loss allowance	(2,227,165)	(1,350,790)
<b>TOTAL</b>	<b>8,989,815</b>	<b>11,329,776</b>

#### Note 11 Short Term Investment

Short term investment includes surplus invested in fixed deposits of commercial banks. (See Accounting Policy in Note 3.4 (c))

Particulars	As at 32-03-2082	As at 31-03-2081
Term Deposit in Banks	302,000,000	355,000,000
<b>TOTAL</b>	<b>302,000,000</b>	<b>355,000,000</b>

#### Note 12 Earmarked Investment

Earmarked Investment includes Investment in Fixed Deposit from Medal Fund, Scholarship Fund, Benevolent Fund, Building Fund and Employee Welfare Fund. (See Accounting Policy in Note 3.4(c))

Particulars	As at 32-03-2082	As at 31-03-2081
Medal Fund	4,601,000	4,601,000
ICAN Scholarship Fund	26,500,000	26,500,000
Members Benevolent Fund	640,000	640,000
ICAN Building Fund	43,000,000	43,000,000
Employee Welfare Fund	13,764,694	14,062,524
<b>TOTAL</b>	<b>88,505,694</b>	<b>88,803,524</b>



## The Institute of Chartered Accountants of Nepal

### Notes to the Financial Statements

#### Note 13

##### Prepayments and Other Receivables

Expenses which are incurred for the future period other than reporting period are recognized as prepayments. Prepayment recognized as at reporting date mainly includes insurance expense, international membership expenses, and other office expenses paid by the Institute related to future reporting period. Prepayments of previous years related to current reporting period has been recognized as expenses in income statement.

Particulars	As at 32-03-2082	As at 31-03-2081
Prepaid Expenses	6,793,827	5,234,922
Account Receivables	3,793,286	2,035,182
Security Deposits	389,999	389,999
VAT Receivable	3,647,415	277,909
Accrued Interest on Term Deposit	3,148,540	3,870,233
<b>TOTAL</b>	<b>17,773,067</b>	<b>11,808,244</b>

#### Note 14

##### Cash and Cash Equivalents

Cash and cash equivalents includes balance held at bank and term deposit in banks with maturity period less than three months at the time of placement. (See Accounting Policy in Note 3.4 (b))

Particulars	As at 32-03-2082	As at 31-03-2081
Cash on Hand	-	-
Balance at Bank	44,369,065	48,368,721
Balance at Bank -Earmarked Fund	13,361,133	2,072,411
Fixed Deposit in Banks-Earmarked Fund	-	-
<b>TOTAL</b>	<b>57,730,199</b>	<b>50,441,133</b>

#### Note 15

##### Current Tax Assets

Particulars	As at 32-03-2082	As at 31-03-2081
Current Tax Assets	38,655,093	34,813,608
Current Tax Liabilities	(30,647,189)	(29,670,586)
<b>TOTAL</b>	<b>8,007,904</b>	<b>5,143,022</b>

#### Note 16

##### Reserves

Reserve includes capital fund, general reserve, building reserve, revaluation reserve and actuarial reserve. Appropriation of net surplus of the current reporting period to various funds are explained in Note 31.

Particulars	As at 32-03-2082	As at 31-03-2081
Capital Fund	1,225,500	1,225,500
General Reserves	517,411,198	541,343,303
Building Reserve	10,000,000	10,000,000
Revaluation Reserve	28,924,061	29,774,769
Actuarial Reserve	(15,207,779)	(10,671,034)
<b>TOTAL</b>	<b>542,352,981</b>	<b>571,672,538</b>



## The Institute of Chartered Accountants of Nepal Notes to the Financial Statements

### Note 17

#### Earmarked Fund

Earmarked Fund includes the amount contributed by various donors and amount transferred from surplus of the Institute. Medal Fund includes amount contributed by various donors. Scholarship Fund includes amount appropriated by the Institute as well as amount contributed by various donors. Members Benevolent Fund includes amount transferred from General Reserve to the fund for the welfare of members. Building fund includes amount contributed by members and students for construction of building of ICAN. Interest earned from investment of fund balance and expenses incurred from fund are routed through Income Statement and net surplus/(deficit) is added/(deducted) to the Fund Balance.

Particulars	Balance at 1-04-2081	Addition /transfer from Surplus	Interest Income	Expenses/ Refund	Income Tax Expense	Net Surplus/ (Deficit)	Balance at 32-03-2082
KBC Gold Medal Fund	670,816	31,000	38,112	50,294	-	(12,182)	689,634
BKA Gold Medal Fund	346,328	29,000	19,347	50,283	-	(30,936)	344,392
Narayan Bajaj Silver Medal Fund	114,916	21,000	6,231	27,324	-	(21,093)	114,823
Prakash Jung Thapa Gold Medal Fund	344,298	31,000	18,080	50,283	-	(32,203)	343,095
Shiva Man Singh and Chandra Bhandari Silver Medal Fund	486,264	5,000	26,947	27,324	-	(377)	490,887
Dr. Govind Ram Agrawal Gold Medal Fund	560,016	-	6,670	30,957	-	(24,287)	535,729
Narendra Vasistha Gold Medal Fund	314,978	33,000	17,630	50,283	-	(32,653)	315,325
Subhash Jhunjhunwala Gold Medal Fund	438,724	100,000	24,449	50,288	-	(25,839)	512,885
Nawal Kishor Dukhani Yadav Gold Medal Fund	1,121,773	-	60,325	50,289	-	10,037	1,131,810
N. Krishnaswamy Memorial Gold Medal	1,012,716	-	60,697	25,147	-	35,551	1,048,267
ICAN Scholarship Fund	22,305,527	6,196,250	878,423	4,801,500	-	(3,923,077)	24,578,700
Disaster & Pandemic Scholarship Fund	7,772,500	1,239,250	359,945	6	89,985	269,954	9,281,704
Batuk Bdr. Rajbhandari Scholarship Fund	540,671	-	21,857	27,500	-	(5,643)	535,028
Binod Bdr. Rajbhandari Scholarship Fund	545,440	-	22,043	27,500	-	(5,457)	539,983
Narendra Vasistha Scholarship Fund	532,185	-	20,907	6	-	20,902	553,087
Dr. Govind Ram Agrawal Scholarship Fund	-	-	-	-	-	-	-
Kuber Prasad Sharma Scholarship Fund	2,961,306	-	231,220	137,505	-	93,715	3,055,021
Bimala Rajbhandari Scholarship Fund	684,514	-	42,958	27,500	-	15,458	699,972
AT Scholarship Fund	257,012	-	3,739	-	935	2,804	259,816
Building Fund	45,618,681	4,335,000	2,446,083	-	611,521	1,834,562	51,788,243
ICAN Members Benevolent Fund	654,844	-	40,638	-	10,159	30,479	685,323
<b>TOTAL</b>	<b>87,283,509</b>	<b>12,020,500</b>	<b>4,346,301</b>	<b>5,433,987</b>	<b>712,600</b>	<b>(1,800,285)</b>	<b>97,503,724</b>

#### ICAN Main Building Fund

ICAN Main Building fund includes amount collected from the members, students and amounts transferred from the surplus which is amortized over the life of building.

Particulars	As at 32-03-2082	As at 31-03-2081
Balance at the beginning	49,484,504	50,898,347
Amortization during the year	(1,413,843)	(1,413,843)
<b>TOTAL</b>	<b>48,070,661</b>	<b>49,484,504</b>



## The Institute of Chartered Accountants of Nepal

### Notes to the Financial Statements

#### Note 18

#### Staff Liabilities & Provision

Staff Liabilities & Provisions includes short term employee benefit, post employment benefit and other long term employee benefits provided to employees as per the byelaws of the Institute. The Institute provides salary and allowances and interest free advances as short term employee benefit to employees.

The Institute provides provident fund and payment from employee welfare fund as defined contribution post employment benefit to the employees. As per the Employee Byelaws 2066 (Third Amendment 2080), the employees of the Institute are entitled to receive 10 % of the basic salary as provident fund. The provident fund provided by the Institute along with the 10% amount deducted from the salary of the employees is deposited in Employees Provident Fund. The Institute does not assume any liability for provident fund benefits other than its annual contribution.

In accordance with Employee Welfare Fund Management and Operation Procedure 2068 of the Institute, minimum of amount equivalent to salary of one and a half month of employees or 10 % of annual net surplus of the Institute is transferred to employee welfare fund. The amount deposited in the employee welfare fund is provided to employees at the time of retirement / termination of employment as per the policy.

The Institute provides gratuity as defined contribution post employee benefit to employees joining the service after 4<sup>th</sup> Chaitra 2075 and as defined benefit post employee benefit to other employees as per the Employee Byelaws 2066 (Third Amendment 2080) of the Institute.

The Institute provides medical benefit as defined benefit post employee benefit as per the Employee Byelaws 2066 (Third Amendment 2080) of the Institute.

The Institute also provides sick leave and home leave as other long term employee benefits to employees. Provision for post-employment defined benefits are calculated as at reporting date by an independent valuator using Projected Unit Credit method.

See Accounting Policy in Note 3.7

Particulars	As at 32-03-2082	As at 31-03-2081
Provision for Leave Encashment	34,514,873	30,497,522
Provision for Medical Expenses	60,931,901	52,487,991
Provision for Gratuity	122,186,653	105,568,777
Less: Plan Assets	(184,718,829)	(146,281,126)
<b>TOTAL</b>	<b>32,914,600</b>	<b>42,273,164</b>
Non Current	32,391,795	39,363,914
Current	522,805	2,909,249
<b>TOTAL</b>	<b>32,914,600</b>	<b>42,273,164</b>

#### Note 18.1

#### Assumptions

Assumptions employed for the calculation of post employment and other long term employee benefits, other than employee welfare fund, using actuarial technique are as below:

Particulars	As at 32-03-2082	As at 31-03-2081
Discount Rate	7.00 % p.a	8.00 % p.a
Salary Growth Rate	11.00 % p.a	11.00 % p.a
Expected Rate of Return	0	0
Withdrawal Rate (Per annum)	4.00% p.a.	4.00% p.a.



## The Institute of Chartered Accountants of Nepal

### Notes to the Financial Statements

**Note 18.2****Change in Value of Employee Benefit Obligation**

Reconciliation of movement in defined benefit liability during year is given below:

Particulars	F.Y. 2081-82			F.Y. 2080-81		
	Gratuity	Accumulated Leave	Medical benefits	Gratuity	Accumulated Leave	Medical benefits
Opening Liability	105,568,777	30,497,522	52,487,991	77,910,267	21,987,054	38,608,530
Interest Cost	8,326,381	2,253,061	4,010,659	7,664,425	2,159,781	3,772,597
Current Service Cost	7,622,524	3,493,683	6,815,682	6,040,029	3,612,968	5,304,097
Past Service Cost						
Benefit Paid	(2,673,483)	(4,668,530)	(5,088,970)	-	(778,482)	(139,675)
Actuarial (Gain)/Loss	3,342,454	2,939,137	2,706,539	13,954,056	3,516,201	4,942,442
<b>Closing Liability</b>	<b>122,186,653</b>	<b>34,514,873</b>	<b>60,931,901</b>	<b>105,568,777</b>	<b>30,497,522</b>	<b>52,487,991</b>
Recognized in Income Statement	15,948,905	8,685,881	10,826,341	13,704,454	9,288,950	9,076,694
Recognized in Other Comprehensive Income	3,342,454		2,706,539	13,954,056		4,942,442

**Note 18.3****Sensitivity Analysis**

Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate and expected salary increase rate. Effect of change in mortality rate is negligible. Sensitivity analysis presented below may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumption would occur in isolation of one another as some of the assumptions may be correlated. The results of sensitivity analysis are given below:

Sensitivity analysis as at 32-03-2082	Gratuity		Medical	
Defined Benefit Obligation (Base)	122,186,653		60,931,901	
	<b>Decrease</b>	<b>Increase</b>	<b>Decrease</b>	<b>Increase</b>
Discount Rate-Impact of Increase/Decrease in 50 bps on DBO				
DBO in Amount	129,057,081	115,825,586	64,339,332	57,792,373
% Change in DBO	5.62%	-5.21%	5.59%	-5.15%
Salary Growth Rate-Impact of Increase/Decrease in 50 bps on DBO				
DBO in Amount	116,019,710	128,769,336	57,887,962	64,196,286
% Change in DBO	-5.05%	5.39%	-5.00%	5.36%
	Annual Leave		Sick Leave	
Defined Benefit Obligation (Base)	16,716,938		17,797,935	
	<b>Decrease</b>	<b>Increase</b>	<b>Decrease</b>	<b>Increase</b>
Discount Rate-Impact of Increase/Decrease in 50 bps on DBO				
DBO in Amount	17,642,580	15,866,275	18,781,954	16,890,291
% Change in DBO	5.54%	-5.09%	5.53%	-5.10%
Salary Growth Rate-Impact of Increase/Decrease in 50 bps on DBO				
DBO in Amount	15,892,143	17,603,673	16,917,941	18,740,666
% Change in DBO	-4.93%	5.30%	-4.94%	5.30%



## The Institute of Chartered Accountants of Nepal

### Notes to the Financial Statements

#### Note 19

##### Lease Liability Against ROU Assets

See accounting Policy in Note 3.10 and see further explanation in Note 6.

Particulars	As at 32-03-2082	As at 31-03-2081
Opening/Initial Lease Liability Recognized	6,665,405	6,998,769
Add: Additional Lease Liability Recognized	1,337,098	1,680,027
Add: Interest Expenses on lease liability against Right of Use (ROU) Assets	509,584	663,408
Less: Lease Payment	(2,853,761)	(2,676,799)
Add/(Less): Remeasurement of lease liability	-	-
<b>TOTAL</b>	<b>5,658,326</b>	<b>6,665,405</b>
Non-Current	3,415,645	4,353,504
Current	2,242,682	2,311,902
<b>TOTAL</b>	<b>5,658,326</b>	<b>6,665,405</b>

#### Note 20

##### Creditors and other Liabilities

See accounting Policy in Note 3.4.

Particulars	As at 32-03-2082	As at 31-03-2081
Fees Received in Advance	948,000	275,000
Statutory Audit Fee Payable	457,650	457,650
Internal Audit Fee Payable	594,945	594,950
Retention & Deposits	2,862,628	3,245,492
Creditors	31,079,982	13,815,027.68
Other Payables & liabilities	8,856,020	12,298,955
Deferred Income Liability	25,336,712	25,822,303
TDS Payable	5,246,436	3,350,193
VAT Payable	3,001,982	336,687
Payable to Staff	4,447,343	5,243,396
Employee Welfare Fund	13,803,250	13,956,149
Provision for Expenses	1,946,646	1,697,383
<b>TOTAL</b>	<b>98,581,595</b>	<b>81,093,185</b>

#### Note 21

##### Income from Operational Activities

See accounting Policy in Note 3.8.

Particulars	FY 2081/82	FY 2080/81
Income from Educational Activities	146,695,665	156,030,567
Income from Examination Activities	80,507,600	90,594,100
Income from Member's Registration and Renewal	22,859,505	24,158,430
Income from Professional Development Activities	25,026,654	25,553,354
Income from Publications	123,825	180,226
Income from Supervision and Regulation Activity	284,000	
<b>TOTAL</b>	<b>275,497,249</b>	<b>296,516,677</b>



## The Institute of Chartered Accountants of Nepal

### Notes to the Financial Statements

**Note 22****Grant Income**

See accounting Policy in Note 3.9.

Particulars	FY 2081/82	FY 2080/81
Grant from Ministry of Finance	1,200,000	1,200,000
Grant from PEFA Secretariat	527,199	-
<b>TOTAL</b>	<b>1,727,199</b>	<b>1,200,000</b>

Grant from PEFA Secretariat related to development of Learning materials under new course has been recognized in proportion to amortization expense incurred during the year for developed Foundation (all subjects) and Application level (except locally developed) Learning Materials.

**Note 23****Other Income**

Income other than from operational activities are categorized under other income. Write off income/provision written back includes amount written back against the provision recognized in previous year which is no longer required.

Particulars	FY 2081/82	FY 2080/81
Election Nomination Fee	6,300	39,300
Recruitment Form Fee	491,200	1,875,000
Amortization of Building Fund	1,413,843	1,413,843
Interest from Staff Loan and Advance	1,061,773	1,187,148
Write Off Income/Provision Written Back	146,086	-
Miscellaneous Income	866,551	282,073
<b>TOTAL</b>	<b>3,985,754</b>	<b>4,797,364</b>

**Note 24****Operational Expenses**

Operational activities expenses are recognized on accrual basis and classified on the same basis as income are classified.

Particulars	FY 2081/82	FY 2080/81
Educational Activity Expenses	31,526,242	38,930,304
Examination Expenses	62,598,098	64,790,981
Member's Activity Expenses	485,657	736,753
Professional Development Activity Expenses	13,493,566	20,640,933
International Affairs Expenses	9,732,397	13,133,923.03
Research & Publication Expenses	3,891,393	5,908,354
Quality Assurance, Monitoring & Disciplinary related Expenses	1,742,964	1,942,175
<b>TOTAL</b>	<b>123,470,316</b>	<b>146,083,424</b>

**Note 25****Employee Benefit Expenses**

Staff costs include salary and other benefits provided to employees currently working at the institute and recognized in the income statement on accrual basis.

Particulars	FY 2081/82	FY 2080/81
Salaries and Benefits	97,364,104	86,801,709
Medical and Leave Expenses	19,512,222	18,365,644
Gratuity Expenses	18,030,971	15,376,085
Recruitment and Promotion Expenses	2,178,231	4,463,846
Other Staff Expenses	1,310,339	985,146
Staff Training and Skill Development	2,243,621	2,428,106
Employee Benefit Cost	1,023,181	936,015
<b>TOTAL</b>	<b>141,662,669</b>	<b>129,356,552</b>



## The Institute of Chartered Accountants of Nepal

### Notes to the Financial Statements

#### Note 26

##### Depreciation and Amortization

(See Accounting Policy in Note 3.2, 3.3, and 3.10 and further explanation in Note 4 and Note 5)

Particulars	FY 2081/82	FY 2080/81
Depreciation on Property and Equipment	15,249,994	14,827,230
Depreciation on ROU Assets	2,491,685	2,229,947
Amortization on Intangible Assets	2,666,308	682,367
<b>TOTAL</b>	<b>20,407,987</b>	<b>17,739,545</b>

#### Note 27

##### Administrative Expenses

Administrative expenses include office administration expenses and those expenses that are not directly tied to a specific function and recognized on accrual basis.

Particulars	FY 2081/82	FY 2080/81
Travelling Expenses	204,594	447,599
Fuel and Transportation	689,987	520,550
Communication Expenses	1,472,490	1,430,643
Printing and Stationery	1,239,252	1,351,283
Cleaning & Office maintenance	2,451,412	2,211,034
Low Cost Equipment	224,094	614,424
Notification and Publicity	615,296	867,038
Books and Periodicals	28,800	34,056
Water and Electricity	2,385,618	2,241,062
Insurance	572,308	456,920
Repair and Maintenance	794,203	462,919
IT Related Expenses	7,059,285	8,362,181
Bank Charges	625,694	565,647
Meeting Expenses	9,665,473	11,443,753
Statutory Audit Fees	457,650	457,650
Statutory Audit Expenses	71,270	23,940
Internal Audit Expenses	1,189,890	1,189,890
Function Expenses	3,322,067	3,341,069.82
Professional Service Charges	1,443,694	1,195,168
Property and Vehicle Taxes	782,832	678,839
Office Furnishing Expenses	1,650,387	1,338,946
Other Administrative Expenses	4,056,070	5,801,865
Branch Office Operation Expenses	2,527,168	3,166,584
Miscellaneous Office Expenses	122,719	116,236
Subsidy to Employee Union	750,000	790,500
Fines and Penalty	-	10,000
Loss on Sale of Property and Equipment	(42,348)	
Image Building Expenses	20,000	1,225,711
Foreign Exchange Loss/(gain)	(185,671)	125,819
<b>TOTAL</b>	<b>44,194,234</b>	<b>50,471,327</b>



## The Institute of Chartered Accountants of Nepal

### Notes to the Financial Statements

#### Note 28

##### Finance Costs

Particulars	FY 2081/82	FY 2080/81
Interest Expenses on lease liability against Right of Use (ROU) Assets	509,584	663,408
<b>TOTAL</b>	<b>509,584</b>	<b>663,408</b>

#### Note 29

##### Interest Income

Particulars	FY 2081/82	FY 2080/81
Interest from Call/Current Deposits	771,230	1,324,572
Interest from Term Deposit	19,729,737	33,016,841
Interest from Earmarked Funds	4,346,301	5,274,448
- Medal Fund	278,488	321,760
- Scholarship Fund	1,577,353	1,849,136
- Benevolent Fund	40,638	49,634
- Building Fund	2,446,083	3,048,624
- AT Scholarship Fund	3,739	5,294
Interest Income-Retirement Fund (CIT)	5,953,966	8,005,592
<b>TOTAL</b>	<b>30,801,234</b>	<b>47,621,452</b>

#### Note 30

##### Specific Fund Based Expenses

Particulars	FY 2081/82	FY 2080/81
Expenses-Medal Fund	426,395	393,001
Expenses-Scholarship Fund	5,021,516	5,482,750
Expenses-Members Benevolent Fund	-	15
<b>TOTAL</b>	<b>5,447,911</b>	<b>5,875,766</b>



## OTHER ADDITIONAL DISCLOSURES

### 31. Reserves and Funds

#### Appropriation of Surplus

As required by decision of 258<sup>th</sup> ICAN Council, following transfers have been made during the year:

#### 1. ICAN Scholarship Fund

ICAN scholarship fund was created to encourage students to pursue Chartered Accountancy Course and to provide financial assistance to meritorious and deprived students. An amount of NPR. 6,196,250 (5% of student registration fee) has been allocated to this fund during the year (NPR. 6,351,000 was allocated to this fund in the previous year).

#### 2. Disaster and Pandemic Scholarship Fund

ICAN Disaster and Pandemic Scholarship Fund has been established to provide financial assistance to students who have been suffered from disaster or pandemic. NPR.1,239,250 (1% of student registration fee) has been allocated to this fund during the year. (NPR. 1,270,200 was allocated to this fund in the previous year).

#### Unrestricted Funds

Unrestricted funds are those that are available for use by the Institute at the discretion of the Council in furtherance of the general objectives of the Institute. Unrestricted funds mainly include general reserve.

#### Earmarked Funds

Earmarked fund is designated fund for specific purposes which includes scholarship fund, medal fund, building fund and member's benevolent fund. Income earned from funds and payment made through such funds are accounted for in the Income Statement and net surplus/(deficit) is appropriated from the surplus/(deficit) of the Institute to concerned fund to reflect fund position at the end of each fiscal year.

### 32. Related Party Transaction

A related party transaction is a transfer of resources, services, or obligations between related parties, regardless of whether a price is charged. Following related party transactions have occurred during the current fiscal year:

#### Key Management Compensation:

Key Management Personnel are those having authority and responsibility for planning, directing, and controlling the activities of the Institute, directly or indirectly, including any Council Members (whether Executive or otherwise) of the Institute.

The Council of the institute was composed as below for the Fiscal Year 2081/82 (2024/25)

S.No.	Name	Relationship with The Institute
1	CA Prabin Kumar Jha	President
2	CA Nil Bahadur Saru Magar	Vice-President
3	CA Ananda Raj Sharma Wagle	Council Member
4	CA Umesh Raj Pandeya	Council Member
5	CA Aman Uprety	Council Member
6	CA Hem Kumar Kafle	Council Member
7	CA Hari Kumar Silwal	Council Member
8	CA Thakur Prasad Adhikari	Council Member
9	CA Sunil Devkota	Council Member



S.No.	Name	Relationship with The Institute
10	CA Peeyush Anand	Council Member
11	RA Hari Bahadur Karki	Council Member
12	RA Bharat Kumar Shrestha	Council Member
13	RA Jhalak Mani Lamsal	Council Member
14	RA Pradeep Kumar Yadav	Council Member
15	Mr. Shreekumar Rai	Council Member
16	Mr. Than Prasad Panyani	Council Member
17	Mr. Shyam Prasad Bhandari	Council Member

ICAN provides following meeting allowances to the Council Members:

Particulars	Per Meeting Amount (NPR)
Council Meeting	6,000
Committee Meeting	3,000

- (a) **President:** President of ICAN Council is engaged in decision making role in the Institute. During this reporting period, the Institute paid NPR. 634,790 to President, CA Prabin Kumar Jha as meeting allowance, other allowance and reimbursement of expenses.
- (b) **Vice-President:** Vice-President of ICAN Council is engaged in decision making role in the Institute. During this reporting period, the Institute paid NPR. 707,750 to Vice President, CA Nil Bahadur Saru Magar as meeting allowance, other allowance and reimbursement of expenses.
- (c) **Executive Director (ED):** Executive Director is a full-time employee of the Institute bestowed with specified decision-making role. During the reporting period, CA Sanjay Kumar Sinha resigned from the role of Executive Director on Bhadra 2, 2081 and received salary and allowance of NPR. 611,477 and post-employment benefits payment of NPR. 6,001,939. CA Surendra Bhusan Shrestha served as Executive Director of the Institute till Jestha 31, 2082 and was entitled to NPR. 3,175,604 as salary and allowances, and NPR. 315,000 as meeting allowance during the tenure including NPR. 522,806 as post-employment benefits. CA Bimal Dangol was appointed as Executive Director on Ashad 24, 2082 and received NPR. 118,667 as salary and allowance.
- (d) During the year a sum of NPR.4,295,316 was paid on account of Meeting Allowance and other allowances for engagement in various activities to other Council Members.

### 33. Events After the Reporting Period

There are no material events occurring after the reporting period which would require adjustment or disclosures in the financial statements.



# HONORS AND AWARDS

## HONORS AND FELICITATIONS

### STAFFS

#### Outstanding and Best Staff of the Year - 2080/81

S.N.	Name of Staff	Designation	Award Received
1.	Ms. Kalpana Kumari Sah	Assistant	Outstanding Staff Award
2.	CA Gaurab Khatiwada	Assistant Director	Best Staff Award
3.	Mr. Surendra Paudel	Senior Officer	Best Staff Award
4.	Ms. Anita Bhandari	Officer	Best Staff Award
5.	Ms. Binu Thapa	Assistant	Best Staff Award
6.	Ms. Laxmi Ghimire	Office Helper	Best Staff Award

#### Dirgha Sewa Padak - 2080/81

S.N.	Name of Staff	Designation	Award Received
1.	Mr. Sanoj Bhattarai	Officer	Dirgha Sewa Padak

#### Sport Competition of ICAN Staff Organised during Celebration of 28<sup>th</sup> Anniversary of ICAN

S.N.	Name of Staff	Designation	Award Received
1.	Mr. Kiran Bhattarai	Senior Assistant	Champion - Chess Competition (Male)
2.	Mr. Mahesh Chitrakar	Deputy Director	1 <sup>st</sup> Runner Up - Chess Competition (Male)
3.	Ms. Samita Dangol	Senior Officer	Winner - Table Tennis (Female)
4.	Ms. Sabina Maharjan	Assistant	1 <sup>st</sup> Runner Up - Table Tennis (Female)
5.	Mr. Anup Maharjan	Assistant	Winner - Table Tennis (Male)
6.	Mr. Shiva Hari Nepal	Assistant	1 <sup>st</sup> Runner Up - Table Tennis (Male)

The award for Outstanding and Best Staff of the year 2080/81, Dirgha Sewa Padak and Sport Award was distributed on the occasion of celebration of 28<sup>th</sup> Anniversary of the Institute on Magh 17, 2080 in Kathmandu, Nepal.



## Staff Promotion

During FY 2081/82, the Institute has promoted four staffs based on performance based evaluation. The details of staff being promoted are as below:

S.No.	Name of Staff	Promoted Position
1	Ms. Pragya Aryal	Deputy Director
2	Ms. Sita Adhikari	Assistant Director
3	Mr. Bhakta Bahadur Karki	Senior Officer
4	Mr. Anup Maharjan	Senior Assistant

## STAKEHOLDERS

### Winners of National Best Presented Annual Report Award 2023

Sector	Name of Company	Award
Private Sector Banks	Nabil Bank Limited	Gold
	Nepal SBI Bank Limited	Silver
	Siddhartha Bank Limited	Bronze
	Machhapuchhare Bank Limited	Certificate of Merit
	Standard Chartered Bank Nepal Limited	Certificate of Merit
Financial Services Sector	Muktinath Bikas Bank Limited	Gold
	Kamana Sewa Bikas Bank Limited	Silver
	Lumbini Bikas Bank Limited	Bronze
	Prabhu Capital Limited	Certificate of Merit
	Nepal Clearing House Limited	Certificate of Merit
	Karja Suchana Kendra Limited	Certificate of Merit
	Shine Resunga Development Bank Limited	Certificate of Merit
Manufacturing Sector	Himalayan Distillery Limited	Gold
	Bottlers Nepal Limited	Silver
	Bottlers Nepal (Terai) Limited	Bronze
	Unilever Nepal Limited	Certificate of Merit
Power & Energy	Butwal Power Company Limited	Gold
Service Sector	Oriental Hotels Limited	Gold

National BPA Award 2023 distribution ceremony was organized on Shrawan 5, 2081 in Kathmandu, Nepal.



## Winners of South Asian Federation of Accountants Best Presented Annual Report Award 2023

Category	Contestant	Remarks
Private Sector Banks	Nabil Bank Limited	Certificate of Merit
Financial Services Sector	Muktinath Bikas Bank Limited	Certificate of Merit
	Kamana Sewa Bikas Bank Limited	Certificate of Merit

SAFA BPA Award 2023 was hosted by CA Sri Lanka on Kartik 26, 2081 in Colombo, Sri Lanka.

## STUDENTS

### LIST OF STUDENTS PARTICIPATING IN INTERNATIONAL CONFERENCE

#### 39<sup>th</sup> International CA Students' Conference – 2025

List of Students who participated in 39<sup>th</sup> International CA Students' Conference – 2025 organized by the CA Students' Society (CASS) of the Institute of Chartered Accountants of Sri Lanka (CA Sri Lanka) on Baishk 16, 2082 in Colombo, Sri Lanka.

S.No.	Name of Students	Registration Number	Remarks
1.	Ms. Sadikshya Shrestha	FN003742	Panelist
2.	Mr. Aashish Neupane	FN004788	Participant
3.	Ms. Chetana Dulal	FN004145	Participant

#### List of Students Participating in ICAN Quiz, Public Speaking and Essay Contest, 2025

##### ICAN QUIZ CONTEST 2025

S.No.	Name of Students	Registration Number	Remarks
1.	Dibas Adhikari	FN004274	Winner
2.	Niranjan Shahi	FN002933	1 <sup>st</sup> Runner Up
3.	Sagar Gyawali	FN003421	2 <sup>nd</sup> Runner Up

##### ICAN PUBLIC SPEAKING CONTEST 2025

S.No.	Name of Students	Registration Number	Remarks
1.	Kashyap Raj Shrestha	FN004457	Winner
2.	Rabita Khanal	FN004246	1 <sup>st</sup> Runner Up
3.	Shreya Rajbhandari	FN003891	2 <sup>nd</sup> Runner Up

ICAN Quiz and Elocution Contest, 2025 was conducted at ICAN premises on Magh 11, 2081



### ICAN ESSAY CONTEST 2025

S.No.	Name of Students	Registration Number	Remarks
1.	Ms. Sapana Karki	FN004783	Winner
2.	Mr. Pratik Gelal	FN003518	1 <sup>st</sup> Runner Up
3.	Ms. Anuskha Sapkota	FN004361	2 <sup>nd</sup> Runner Up

ICAN Essay Contest, 2025 was held online during FY 2081/82. Result of the Contest was declared on Shrawan 12, 2082.

### List of Students Participating in SAFA Quiz and Elocution Contest, 2024

#### SAFA QUIZ CONTEST 2024

S.No.	Name of Students	Registration Number	Remarks
1.	Mr. Dibash Adhikari	FN004274	Champions
2.	Mr. Bibek Jha	FN004314	Champions

#### SAFA ELOCUTION CONTEST 2024

S.No.	Name of Students	Registration Number	Remarks
1.	Mr. Kashyap Raj Shrestha	FN004457	2 <sup>nd</sup> Runner Up
2.	Ms. Rabita Khanal	FN004246	Certificate of Participant

SAFA Quiz and Elocution Contest, 2024 was hosted by CA Sri Lanka in Colombo on Baishak 17, 2082.



## Merit Holders in CA Examination

The Institute recognizes the effort and talent of participants of various programs of Institute. Students who secure rank or score highest marks in different subjects of Chartered Accountancy Examination are awarded with different awards and medal. We are thankful for the personnel who have contributed in establishing the award. Given below is the name list of winners who were awarded by the Institute.

### Recipients of Awards for CA Examination, December 2024

S.N.	Medal Fund	Details	Regd. No.	Name of Recipients
1	KB Chitracar Gold Medal	Standing Rank First in CAP-III (Final Level) Examination	FN002793	Mr. Sachin Oli
2	Shiva Man Singh and Chandra Bhandari Silver Medal	Standing Rank Second in CAP-III (Final Level) Examination	FN001109	Mr. Kashinath Dhakal
3	BK Agrawal Gold Medal	Standing Rank First in CAP-II (Intermediate Level) Examination	KI0018124	Mr. Abhishek Gautam
4	Narayan Bajaj Silver Medal	Standing Rank Second in CAP-II (Intermediate Level) Examination	KI0018345	Mr. Rachit Gyawali
5	Subhash Kumar Jhunjhunwala Gold Medal	Standing Rank First in CAP-I (Foundation Level) Examination	KF0026535	Mr. Saugat Shrestha
6	Prakash Jung Thapa Gold Medal	Securing Highest marks in Advanced Financial Reporting (Advanced Accounting) in CAP-III (Final Level) Examination	FN002987	Ms. Kirpa Marasini
7	Dr. Govind Ram Agrawal Gold Medal	Securing Highest marks in Strategic Management and Decision Making Analysis in CAP-III (Final Level) Examination	FN001109	Mr. Kashinath Dhakal Mr. Sachin Oli
8	Narendra Vashishtha Gold Medal	Securing Highest marks in Advanced Audit and Assurance in CAP-III (Final Level) Examination	FN002793	Mr. Sachin Oli
9	Nawal Kishor Dukhani Yadav Gold Medal	Securing Highest marks in Advanced Cost and Management Accounting in CAP-III (Final Level) Examination	FN002987 FN002964	Ms. Kirpa Marasini Mr. Vivek Bhandari
10	N. Krishnaswamy Memorial Gold Medal	Securing Highest marks in Corporate Laws in CAP-III (Final Level) Examination	FN001109	Mr. Kashinath Dhakal



### Recipients of Awards for CA Examination, June 2025

S.N.	Medal Fund	Details	Regd. No.	Name of Recipients
1	KB Chitracar Gold Medal	Standing Rank First in CAP-III (Final Level) Examination	FN003421	Mr. Sagar Gyawali
2	Shiva Man Singh and Chandra Bhandari Silver Medal	Standing Rank Second in CAP-III (Final Level) Examination	FN003494	Ms. Smriti Paudel
3	BK Agrawal Gold Medal	Standing Rank First in CAP-II (Intermediate Level) Examination	KI0018993	Mr. Abhishek Dahal
4	Narayan Bajaj Silver Medal	Standing Rank Second in CAP-II (Intermediate Level) Examination	KI0018894	Mr. Md Salman
5	Subhash Kumar Jhunjhunwala Gold Medal	Standing Rank First in CAP-I (Foundation Level) Examination	KF0027192	Mr. Prashenjit Shakya
6	Prakash Jung Thapa Gold Medal	Securing Highest marks in Advanced Financial Reporting (Advanced Accounting) in CAP-III (Final Level) Examination	FN003421	Mr. Sagar Gyawali
7	Dr. Govind Ram Agrawal Gold Medal	Securing Highest marks in Strategic Management and Decision Making Analysis in CAP-III (Final Level) Examination	FN003421	Mr. Sagar Gyawali
8	Narendra Vashishtha Gold Medal	Securing Highest marks in Advanced Audit and Assurance in CAP-III (Final Level) Examination	FN003494	Ms. Smriti Paudel
9	Nawal Kishor Dukhani Yadav Gold Medal	Securing Highest marks in Advanced Cost and Management Accounting in CAP-III (Final Level) Examination	FN003395	Mr. Rajat Mani Karn
10	N. Krishnaswamy Memorial Gold Medal	Securing Highest marks in Corporate Laws in CAP-III (Final Level) Examination	FN003479	Mr. Rajan Dev

## The Institute of Chartered Accountant of Nepal

### PAST PRESIDENTS



**Late CA Komal Bahadur Chitracar**  
Founder President (1997-1998)



**Late CA Tirth Raj Upadhyay**  
(1998-1999)



**CA Kaushalendra Kumar Singh**  
(1999-2000)



**Late CA Gopal Prasad Rajbahak**  
(2000-2001)



**CA Prabhu Ram Bhandary**  
(2001-2002)



**CA Bijay Kumar Agrawal**  
(2002-2003)



**CA Pradeep Kumar Shrestha**  
(2003-2004)



**CA Pushpa Lall Shrestha** (2004-  
2005)



**CA Narayan Bajaj**  
(2005-2006)



**Late CA Binod Bahadur Rajbhandary**  
(2006-2007)



**CA Ratna Raj Bajracharya**  
(2007-2008)



**CA Tanka Prasad Paneru**  
(2008-2009)



**CA Suvod Kumar Karn**  
(2009-2010)



**CA Sunir Kumar Dhungel**  
(2010-2011)



**CA Sudarshan Raj Pandey**  
(2011-2012)



**CA Madhu Bir Pande**  
(2012-2013)



**CA Mahesh Kumar Guragain**  
(2013-2014)



**CA Narendra Bhattarai**  
(2014-2015)



**CA Prakash Lamsal**  
(2015-2016)



**CA Mahesh Khanal**  
(2016-2017)



**CA Prakash Jung Thapa**  
(2017-2018)



**CA Jagannath Upadhyay Niraula**  
(2018-2019)



**CA Krishna Prasad Acharya**  
(2019-2020)



**CA Madan Krishna Sharma**  
(2020-2021)



**CA Yuddha Raj Oli**  
(2021-2022)



**CA Bhaskar Singh Lala**  
(2022-2023)



**CA Sujan Kumar Kafle**  
(2023-2024)



**CA Prabin Kumar Jha**  
Immediate Past President (2024-25)  
and Council Member



# Acknowledgment and Appreciation

The Institute of Chartered Accountants of Nepal expresses its sincere appreciation and acknowledges the contribution and support extended to the Institute by the following:

- Government of Nepal, Ministry of Finance, Office of the Auditor General, Financial Comptroller General Office and other Government Offices and their Officials
- Regulatory Bodies including the Nepal Rastra Bank, Securities Board of Nepal, Nepal Insurance Authority, other Regulators, Inland Revenue Department and Office of the Company Registrar.
- International Professional Bodies and Partners
- Members who served in various Committee and Board of the Institute and all the general Members
- Overseer Chapter at Australia and USA
- Resource persons, Trainers, Examiners and Training Partners
- Management Team and Staffs of the Institute
- Service Providers and other stakeholders who made their contributions to ICAN during 2081/82 and are too numerous to mention individually.

**CA Bimal Dangol**

Executive Director, ICAN



## ACRONYMS

ACAN	The Association of Chartered Accountants of Nepal
ACCA	Association of Chartered Certified Accountants
ADB	Asian Development Bank
AG	Auditor General
AICPA	Association of International Certified Professional Accountants
AML/CFT	Anti-Money Laundering and Combating Financing of Terrorism
ASB, Nepal	Accounting Standards Board of Nepal
AUDAN	Auditor's Association of Nepal
AuSB, Nepal	Auditing Standards Board of Nepal
BCC	Branch Coordination Committee
BPA	Best Presented Annual Report
CA ANZ	Chartered Accountants Australia and New Zealand
CAPA	Confederation of Asian and Pacific Accountants
CIPFA	Chartered Institute of Public Finance and Accountancy
CPA	Certified Public Accountant
DMLI	Department of Money Laundering Investigation
ESG	Environmental, Social and Governance
FCGO	Financial Comptroller General Office
FIU	Financial Information Unit
GoN	Government of Nepal
ICAEW	Institute of Chartered Accountants in England and Wales
ICAI	Institute of Chartered Accountants of India
IFAC	International Federation of Accountants
IIA, India	Institute of Internal Auditors, India
IRD	Inland Revenue Department
IT	Information Technology
MEs	Micro Entities
MIA	Malaysian Institute of Accountants
MoF	Ministry of Finance
MoU	Memorandum of Understanding
MPEF	Multipurpose Empanelment Form
MRA	Mutual Recognition Agreement
NCASA	Nepal Chartered Accountant Students' Association
NFRS	Nepal Financial Reporting Standards
NIA	Nepal Insurance Authority
NPOs	Not for Profit Organizations
NPSAS	Nepal Public Sector Accounting Standards
NRB	Nepal Rastra Bank
NSA	Nepal Standards on Auditing
OAG	Office of the Auditor General
OCR	Office of Company Registrar
PAOs	Professional Accountancy Organizations
PEFA	Public Expenditure & Financial Accountability
PFM	Public Finance Management
SAFA	South Asian Federation of Accountants
SDG	Sustainable Development Goals
SEBON	Securities Board of Nepal
SMEs	Small and Medium Enterprises
TCA	Technical Collaboration Agreement
ToT	Training of Trainers
UDIN	Unique Document Identification Number

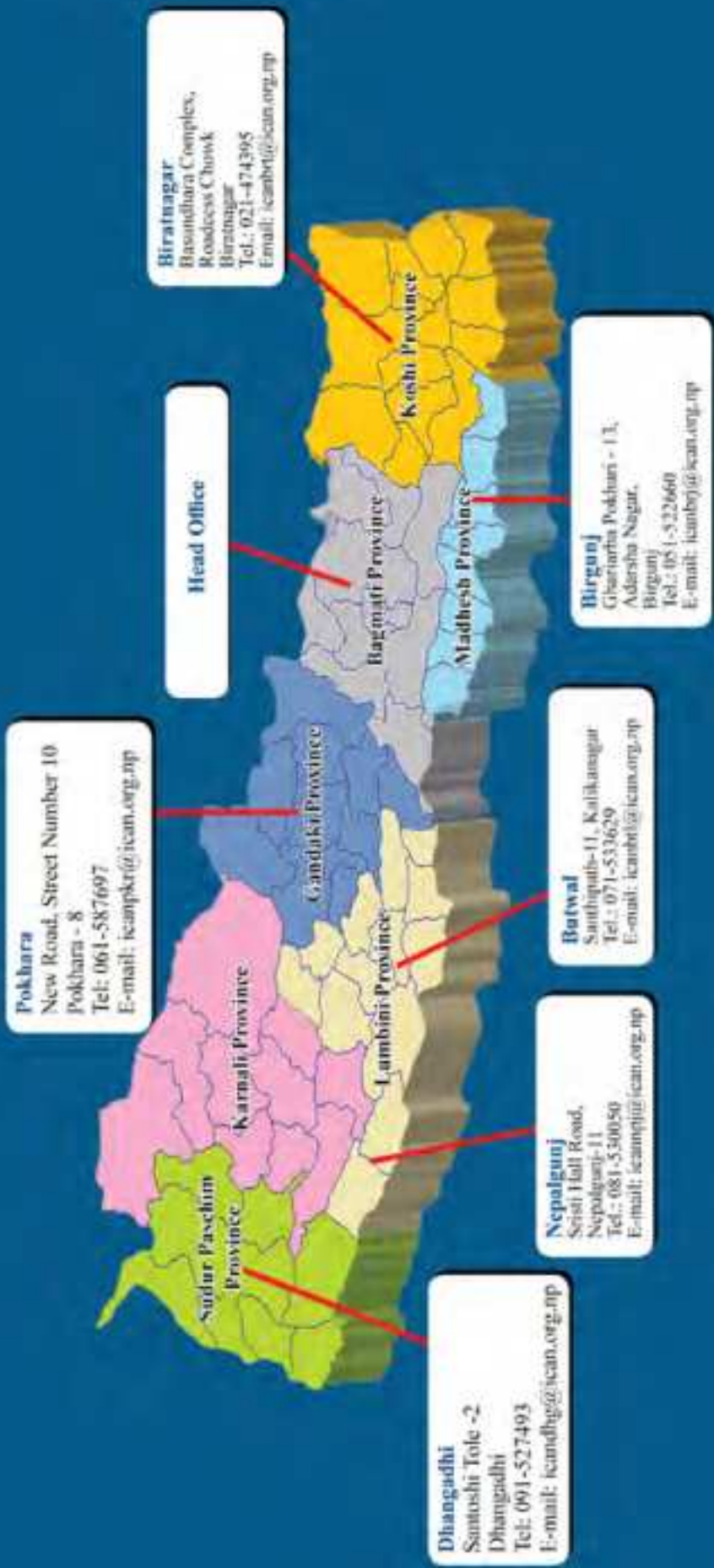


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## Branch Offices





# नेपाल चार्टर्ड एकाउन्टेन्ट्स संस्था

**THE INSTITUTE OF CHARTERED ACCOUNTANTS OF NEPAL**

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