



Accounting Standards Board, Nepal

5th Floor, ICAN Building
Satdobato, Lalitpur Nepal

Defining of Not for Profit Organizations (NPO)

Not-for-Profit Organizations (NPOs) are also often referred to as “Voluntary Organizations”, “Civil Society Organizations” “Non-Governmental Organizations”, “Non-Profit Organizations”, “Charities” and other similar terms. The requirement to register under a statute may apply to all charities and humanitarian agencies.

Not for Profit Organizations include entities that:

- a. are registered under Associations Registration Act, 2034 (1977) or other appropriate Act with objectives that are carrying out social, religious, charitable, philanthropic and communities contributing activities. These registered organizations are generally affiliated with Social Welfare Council for different social or communities or philanthropic activities in the jurisdiction of Nepal and hence those entities are known as NGOs, Clubs, Ethnical Institutions, Political Institutions, Scientific Institutions, religious institutions, Cultural Charitable Institutions, Philanthropic institutions etc.
- b. are registered outside the jurisdiction of Nepal (International Not for profit Organization (INPO) or charitable institutions) who have signed general agreements and project /program agreement with Social Welfare Council or taking other necessary permit where necessary to operate for social, communities or governmental non-profit activities or non- revenue generating activities.
- c. that come into existence in jurisdiction of Nepal following the bilateral agreements with Government of Nepal for carrying out various program or project activities without any revenue generating or profit making activities.



A handwritten signature in black ink, appearing to be 'Raman', written over the seal.