



MANJUSHREE FINANCE LIMITED

मञ्जुश्री फाइनेन्स लिमिटेड

(नेपाल राष्ट्र बैंकबाट "ग" वर्गको इजाजतपत्रप्राप्त संस्था)

प्रधान कार्यालय ओमकार भवन, नयाँ बानेश्वर-१०, काठमाण्डौ

फोन नं. ०१-४७८२५१७, फ्याक्स: ०१-४७८२५३४

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Unaudited Financial Results (Quarterly)

As on Quarter ended 30th Chaitra 2076 (12th April 2020)

Condensed Consolidated Statement of Financial Position As on Quarter ended 30th Chaitra 2076 (12th April 2020)

Assets	Figures in NPR '000	
	This Quarter Ending	Immediate Previous Year Ending
Cash and cash equivalent	918,223	1,838,074
Due from Nepal Rastra Bank	163,183	227,695
Placement with Bank & Financial Institutions	-	-
Derivative financial instruments	-	-
Other trading assets	-	-
Loans and advance BFIs	1,094,734	242,400
Loans and advance to customers	5,612,015	5,397,555
Investment securities	1,721,333	143,884
Current tax assets	-	84,871
Investment in subsidiaries	-	-
Investment in associates	-	-
Investment Property	36,346	41,346
Property and equipment	46,149	42,856
Goodwill and Intangible assets	888	619
Deferred tax assets	5,154	4,468
Other Assets	132,802	112,178
Total Assets	9,730,828	8,135,946
Liabilities		
Due to Bank and Financial Institutions	2,600,590	2,353,033
Due to Nepal Rastra Bank	313,696	129,072
Derivative financial instruments	-	-
Deposit from customers	5,506,239	4,615,542
Borrowing	-	-
Current Tax Liabilities	14,103	-
Provisions	-	-
Deferred Tax Liabilities	-	-
Other Liabilities	169,857	136,807
Debt Securities issued	-	-
Subordinate Liabilities	-	-
Total Liabilities	8,604,485	7,234,455
Equity		
Share capital	818,131	804,060
Share Premium	-	661
Retained earnings	110,962	828
Reserves	197,251	95,941
Total equity attributable to equity holders	1,126,344	901,490
Non -controlling interest	-	-
Total equity	1,126,344	901,490
Total Liabilities and equity	9,730,828	8,135,946

Condensed Consolidated Statement of Profit or Loss For the Quarter ended 30th Chaitra 2076 (12th April 2020)

Particular	Current Year		Previous Year Corresponding	
	This Quarter	Up to This Quarter (YTD)	This Quarter	Up to This Quarter (YTD)
Interest Income	268,274	841,565	224,425	681,715
Interest Expenses	174,085	550,409	159,531	492,544
Net Interest Income	94,188	291,155	64,894	189,171
Fees and Commission income	9,078	26,248	9,862	27,997
Fees and Commission expenses	-	-	-	-
Net fee and commission income	9,078	26,248	9,862	27,997
Net interest, fee and commission income	103,266	317,403	74,756	217,168
Net trading income	-	-	-	-
Other operating income	-	-	-	-
Total operating income	103,266	317,403	74,756	217,168
Impairment charge/(reversal) for loans and other losses	175	10,065	10,585	64,636
Net operating income	103,091	307,338	64,171	152,532
Operating expenses				
Personnel expenses	25,310	88,471	18,231	52,080
Other operating expenses	11,160	43,608	13,429	37,173
Depreciation & Amortization	3,991	12,498	2,462	6,733
Operating Profit	62,630	162,761	30,049	56,545
Non operating income	2,714	100,888	-	-
Non operating expenses	-	-	-	-
Profit before income tax	65,344	263,649	30,049	56,545
Income tax expenses	15,492	70,422	3,994	10,808
Current Tax	17,739	70,621	7,614	14,679
Deferred Tax	(2,248)	(199)	(3,620)	(3,871)
Profit/(loss) for the period	49,853	193,227	26,055	45,737

Condensed Consolidated Statement of Comprehensive Income				
Particular	This Quarter	Up to This Quarter (YTD)	This Quarter	Up to This Quarter (YTD)
Profit/(loss) for the period	49,853	193,227	26,055	45,737
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	49,853	193,227	26,055	45,737
Earning Per Share				
Basic Earning per share	-	31.49	-	7.58
Diluted Earning per share	-	31.49	-	7.58
Profit attributable to:				
Equity holders of the bank	49,853	193,227	26,055	45,737
Non-controlling interest	-	-	-	-
Total	49,853	193,227	26,055	45,737

Ratios as per NRB Directives

Particular	Current Year		Previous Year Corresponding	
	This Quarter	Up to This Quarter (YTD)	This Quarter	Up to This Quarter (YTD)
Capital fund to RWA	-	15.21%	-	14.56%
Non-performing loan (NPL) to total loan	-	3.43%	-	2.96%
Total loan loss provision to Total NPL	-	124.94%	-	121.45%
Cost of Funds	-	9.21%	-	9.86%
Credit to Deposit Ratio	-	79.67%	-	77.96%
Base Rate	-	10.71%	-	12.05%
Interest Rate Spread	-	4.52%	-	4.89%

Note

- Above financials have been prepared in accordance with NRB Directive No. 4 and applicable Nepal Financial Reporting Standards (NFRS) by applying certain Carve-outs in NFRS as issued by The Institute of Chartered Accountants of Nepal (ICAN).
- The above figures are subject to change if directed by the Regulators and/or External Auditor.
- Figures have been regrouped and rearranged wherever necessary.
- Loans and advance consists of accrued interest receivable net of interest suspense and have been presented in net of impairment charges.
- Loans and advance to customer include staff loan as well which have been measured at amortised cost.
- Personnel expenses include provision for staff bonus.
- The detailed interim financial report has been published in the Finance's website : www.manjushreefinance.com.np

Statement of Distributable Profit

Figures in NPR '000

Particulars	Upto This Quarter (YTD)
Net profit for the period as on Chaitra quarter 2076/77	193,227
Appropriations:	
1.1 Profit required to be appropriated to:	(40,578)
a. General reserve	(38,645)
b. Foreign exchange fluctuation fund	-
c. Capital redemption reserve	-
d. Corporate social responsibility fund	(1,932)
e. Employees training fund	-
f. Other	-
1.2 Profit required to be transferred to Regulatory Reserve:	(42,013)
a. Transferred to Regulatory Reserve	(42,013)
b. Transferred from Regulatory Reserve	-
Net Profit for the period ended Chaitra quarter 2076 available for distribution	110,637

Disclosure as prescribed by Securities Registration and Issue Regulation, 2073

(Related to Sub rule (1) of Rule 26, for the Third Quarter of F.Y. 2076/77)

- Financial Statements (as per un-audited figures of 2076.12.30)**
 - Financial detail as at the end of Third Quarter (2076.12.30) of F.Y. 2076/77 has been published along with this disclosure.
 - Major Financial Indicators**

	NPR 31.49	b) Market Value Per Share	NPR 250
a) Earnings Per Share (Annualized)	7.59	d) Net Worth Per Share	NPR 125.08
c) Price Earnings Ratio	1189.40	f) Liquidity Ratio	20%

- Management Analysis**
 - Details relating to the change in the FI's reserve, income and liquidity in the quarter (if any) and its main reason.**
FI's reserve and liquidity position remained strong throughout the quarter.
 - Management's analytical details regarding future business plan.**
FI seeks to achieve sustainable growth in business and profitability as per its strategic management plan.
 - Analytical details of the incidents that may have major impact on reserve, profit or cash flow (if any) based on previous experience.**
No specific incident occurred during the period that could have impact on reserve, profit or cash flow.
- Legal Proceedings**
 - Case filed by or against the FI in this quarter.**
Except in the regular course of business, there is no law suits filed against the FI in this quarter.
 - Case relating to disobedience of prevailing law or commission of criminal offence filed by or against the promoter or Director of the FI.**
No such information has been received.
 - Case relating to commission of financial crime filed against any Promoter or Director of the FI.**
No such information has been received.
- Analysis of Stock Performance of the FI**
 - Management view on the transaction of the shares of the FI in the Share Market.**
Transaction of Shares and share price are determined by open market at Nepal Stock Exchange Ltd.
 - Maximum, minimum and last share price, total transaction days and total transacted number of shares in the quarter (as per nepalstock.com)**

Maximum Share price	334	Minimum Share Price	171
Closing Share Price	250	Total No. of Transaction	4,755
No. of days of transaction	46	Total Traded no. of share	2,388,418

5. Problems and Challenges

- Internal**
- To maintain the level of interest spread.
 - Recruitment, retention and development of quality manpower.
- External**
- Tough competition in banking industry.
 - Lack of favorable environment for the investment.
- Strategy to overcome the problems and challenges**
- Development and Introduction of customer-oriented products / services.
 - Strict portfolio management with emphasis on quality rather than quantity.
 - Identification of new business avenues.
 - Focus on development of staffs by training, counseling and monitoring them.
- 6. Corporate Governance**
Clear separation of roles and responsibilities of Board of Directors and Management has ensured high standard of corporate Governance. Audit Committee has been functioning independently and actively. Manjushree is committed for transparency, high standard of professionalism and data integrity.
- 7. Declaration**
I, CEO of the FI, am accountable individually on the factual accuracy of the information submitted as of the date in this report. I also declare that to the best of my knowledge, no material information for investors has been concealed.