



MANJUSHREE FINANCE LIMITED

मञ्जुश्री फाइनान्स लिमिटेड

नेपाल राष्ट्र बैंकबाट 'ग' वर्गको इजाजतपत्र प्राप्त संस्था

THIRTEENTH  
ANNUAL REPORT  
तेह्रौं वार्षिक प्रतिवेदन

२०७६/७७  
(2019/2020)

# संचालक समिति



**दामोदर प्रसाद गौतम**  
अध्यक्ष



**चिन्तामणि गौतम**  
संचालक



**दिलमान सिंह चन्द**  
संचालक



**ईन्दिरा पण्डित धिमिरे**  
संचालक



**अरुण न्यौपाने**  
स्वतन्त्र संचालक

सिए. हेमन्त राज रमाली  
पी.आर.एस.एच. एण्ड एसोसिएट्स,  
चार्टर्ड एकाउन्टेन्ट्स



**सन्तोष निरौला**  
प्रमुख कार्यकारी अधिकृत



**नारायण सुवेदी**  
कम्पनी सचिव

## प्रोक्सी फारम

श्री सञ्चालक समिति,  
मञ्जुश्री फाइनेन्स लिमिटेड,  
केन्द्रीय कार्यालय, अंकार भवन, नयाँबानेश्वर, काठमाण्डौ

### बिषय: प्रतिनिधि (प्रोक्सी) नियुक्त गरिएको बारे

महाशय,

.....जिल्ला.....न.पा./गा.पा., वडा नं ..... वस्ने म/हामी  
.....ले मञ्जुश्री फाइनेन्स लिमिटेडको शेयरधनीको हैसियतले मिति २०७७ पौष २९ गते  
(तदनुसार जनवरी १३, २०२९), बुधवारका दिन हुने तेह्रौं साधारण सभामा स्वयं उपस्थित भई छलफल तथा निर्णयमा  
सहभागी हुन नसक्ने भएकोले उक्त सभामा भाग लिन तथा मतदान गर्नको लागि ..... जिल्ला,  
.....न.पा./गा.पा., वडा नं..... वस्ने श्री/श्रीमती.....  
लाई मेरो/हाम्रो प्रतिनिधि मनोनित गरी पठाएको छु/छौं

प्रतिनिधि

हस्ताक्षर नमुना :

शेयरधनी परिचय नं :-

वा BOID NO. :

निवेदक

दस्तखत :

नाम :

शेयरधनी परिचय नं.:

वा BOID No. :

शेयर संख्या:

मिति :

**नोट :** यो निवेदन साधारण सभा हुनुभन्दा कम्तीमा ४८ घण्टा अगावै कम्पनीको रजिष्टर्ड कार्यालय, अंकार भवन,  
नयाँबानेश्वर, काठमाण्डौमा पेश गरी सक्नु पर्नेछ

## प्रवेश -पत्र

शेयरधनीको नाम : श्री.....

शेयरधनी परिचय नं. वा BOID No.: .....शेयर संख्या : .....

मञ्जुश्री फाइनेन्स लिमिटेडको तेह्रौं वार्षिक साधारण सभामा उपस्थित हुन जारी गरिएको प्रवेशपत्र



.....  
शेयरधनीको दस्तखत

.....  
कम्पनीको छाप

.....  
कम्पनी सचिव

द्रष्टव्य: शेयरधनी आफैले खाली कोष्टहरु भर्नु होला

(सभा कक्षमा प्रवेश गर्न यो प्रवेश पत्र प्रस्तुत गर्नु अनिवार्य छ )



## मञ्जुश्री फाइनेन्स लिमिटेड रजिष्टर्ड कार्यालय, नयाँबानेश्वर, काठमाण्डौंको तेह्रौं वार्षिक साधारण सभा बस्ने सम्बन्धी सूचना

मिति २०७७ साल पौष ७ गते मंगलवार बसेको सञ्चालक समितिको १९२ औं बैठकको निर्णय बमोजिम यस मञ्जुश्री फाइनेन्स लिमिटेडको तेह्रौं वार्षिक साधारण सभा निम्न लिखित विषयहरू उपर छलफल तथा निर्णय गर्नका लागि भिडियो कन्फरेन्स (Virtual Zoom Meeting) मार्फत समेत सहभागि हुन सकिने गरि निम्न मिति, समय र स्थानमा बस्ने भएकोले सम्पूर्ण शेयरधनी महानुभावहरूको जानकारीको लागि अनुरोध गर्दै यो सूचना प्रकाशित गरिएको छ ।

### सभा हुने मिति, समय र स्थान :

मिति : २०७७ पौष २९ गते बुधवार (तदनुसार १३ जनवरी २०२१)  
समय : विहान ११:०० बजे  
स्थान : मञ्जुश्री फाइनेन्स ली., नयाँबानेश्वर, काठमाण्डौं

### तेह्रौं वार्षिक साधारण सभामा छलफलका लागि प्रस्तुत गरिने प्रस्तावहरू :

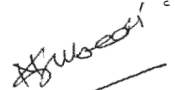
#### (क) सामान्य प्रस्ताव :

१. आर्थिक वर्ष २०७६/७७ को सञ्चालक समितिको वार्षिक प्रतिवेदन माथि छलफल गरि पारित गर्ने ।
२. लेखापरिक्षकको प्रतिवेदन सहित २०७७ आषाढ मसान्तको वासलात, आ.व. २०७६/७७ को नाफा नोक्सान हिसाब, सोही अवधिको नाफा नोक्सान बाँडफाँड हिसाब तथा नगद प्रवाह विवरण लगायतका वित्तीय विवरणहरू माथि छलफल गरी पारित गर्ने ।
३. कम्पनी ऐन, २०६३ को दफा १११ अनुसार लेखापरिक्षण समितिको सिफारिसमा आर्थिक वर्ष २०७७/७८ को लागि लेखा परिक्षक नियुक्ति गर्ने र निजको पारिश्रमिक निर्धारण गर्ने ।
४. सञ्चालक समितिले प्रस्ताव गरे बमोजिम हाल कायम चुक्ता पूँजि रु. ८१,८१,३१,२६४।- (एकासी करोड एकासी लाख एकतीस हजार दुई सय चौसठ्ठी रुपियाँ मात्र) को ५.५०% (पाँच दशमलव पचास प्रतिशत) ले हुन आउने रकम रु. ४,४९,९७,२१९.५० (अक्षरुपी चार करोड उन्नपचास लाख सन्तानव्वे हजार दुई सय उन्नाईस रुपैया पचास पैसा मात्र) बराबरको नगद लाभांश (बोनस शेयर तथा नगद लाभांशको कर समेत) वितरण गर्न स्वीकृत प्रदान गर्ने ।
५. यस वित्तीय संस्थाको सञ्चालक समितिमा संस्थापक समूहका शेयरधनिहरूका तर्फबाट प्रतिनिधित्व गर्ने ३ (तीन) जना र सर्वसाधारण शेयरधनिहरूका तर्फबाट प्रतिनिधित्व गर्ने १ (एक) जना गरि जम्मा ४ (चार) जना सञ्चालकहरूको पद रिक्त हुने हुँदा वित्तीय संस्थाको नियमावली बमोजिम रिक्त रहने उक्त ४ (चार) जना सञ्चालकहरूको निर्वाचन गर्ने ।

#### (ख) विशेष प्रस्तावहरू :

१. सञ्चालक समितिले प्रस्ताव गरे बमोजिम हाल कायम चुक्ता पूँजि रु. ८१,८१,३१,२६४।- (एकासी करोड एकासी लाख एकतीस हजार दुई सय चौसठ्ठी रुपियाँ मात्र) को १८% (अठार प्रतिशत) ले हुन आउने रकम रु. १४,७२,६३,६२७.४६ (अक्षरुपी चौध करोड बहत्तर लाख त्रिसठ्ठी हजार छ सय सत्ताईस रुपैया छयालिस पैसा मात्र) बराबरको बोनस शेयर वितरण गर्न स्वीकृत प्रदान गर्ने ।
२. प्रबन्ध पत्रमा संशोधन गर्ने
- (क) सञ्चालक समितिले प्रस्ताव गरे बमोजिमको उल्लेखित बोनस शेयर समायोजन गर्न हाल कायम जारी पूँजी रु. ८१,८१,३१,२६४।- (एकासी करोड एकासी लाख एकतीस हजार दुई सय चौसठ्ठी रुपियाँ मात्र) लाई वृद्धि गरि रु. ९६,५३,९४,८९२।- (अक्षरुपी छयान्नव्वे करोड त्रिपन्न लाख चौरानव्वे हजार आठ सय वाउन्न रुपियाँ मात्र) र चुक्ता पूँजी रु. ८१,८१,३१,२६४।- (एकासी करोड एकासी लाख एकतीस हजार दुई सय चौसठ्ठी रुपियाँ मात्र) लाई वृद्धि गरि रु. ९६,५३,९४,८९२।- (अक्षरुपी छयान्नव्वे करोड त्रिपन्न लाख चौरानव्वे हजार आठ सय वाउन्न रुपियाँ मात्र) बनाई यस वित्तीय संस्थाको प्रबन्ध पत्रको सम्बन्धित दफा संशोधन गर्ने ।
३. सञ्चालक समितिले प्रस्ताव गरे बमोजिम प्रबन्ध-पत्रलाई उपरोक्त बमोजिमको संशोधनलाई अभिलेख गर्ने क्रममा नियमनकारी निकायहरूबाट प्राप्त हुन आउने निर्देशन वा सुझाव बमोजिम परिवर्तन, परिमार्जन वा थपघट लगायत आवश्यक संशोधन गर्नु पर्ने भएमा त्यस्तो परिवर्तन, परिमार्जन वा थपघट लगायत आवश्यक संशोधन गर्न सञ्चालक समितिलाई पूर्ण अख्तियारी प्रदान गर्ने ।
४. यस वित्तीय संस्था र अन्य कुनै पनि उपयुक्त बैंक वा वित्तीय संस्थाहरू एक आपसमा गाभ्ने गाभिने (Merger) गर्ने वा प्राप्ती (Acquisition) गर्ने तथा वैदेशिक रणनीतिक साझेदारीमा जान उपयुक्त देखिएमा यस वित्तीय संस्थाको चल अचल सम्पत्ति र दायित्व तथा कारोवारको मुल्यांकन (Due Diligence Audit) गर्न राष्ट्रिय वा अन्तर्राष्ट्रिय मान्यता प्राप्त मुल्यांकनकर्ता नियुक्त गर्न तथा निजको पारिश्रमिक तोक्न, गाभ्ने वा गाभिने वा प्राप्ति गर्ने सम्बन्धी प्रारम्भिक तथा अन्तिम सम्झौता गर्ने र सो प्रकृया पुरा गर्न आवश्यक पर्ने सम्पूर्ण कार्य गर्नको लागि सञ्चालक समितिलाई पूर्ण अख्तियारी प्रदान गर्ने ।

#### (ग) विविध :

  
सञ्चालक समितिको आज्ञाले,  
कम्पनी सचिव

## तेह्रौं वार्षिक साधारण सभा सम्बन्धी थप जानकारी

१. यस संस्थाको तेह्रौं वार्षिक साधारण सभा, सञ्चालक निर्वाचन तथा नगद लाभांश/वोनश शेयरको प्रयोजनका लागि यस संस्थाको शेयर दाखिल खारेजको काम २०७७ साल पौष महिना १५ गते का दिन बन्द रहनेछ। नेपाल स्टक एक्सचेन्ज लि. तथा सिडिएस एण्ड क्लियरिङ लिमिटेडमा मिति २०७७/०९/१५ गते भन्दा अघिल्लो दिनसम्म कारोबार भई मिति २०७७/०९/२२ गते कार्यालय समय भित्र यस संस्थाको शेयर रजिष्ट्रार श्री एन आई वि एल एस क्यापिटल लिमिटेडको कार्यालय लाजिम्पाट, काठमाण्डौमा प्राप्त शेयर नामसारी लिखतको आधारमा शेयरधनी किताबमा कायम शेयरधनीहरूले सो तेह्रौं वार्षिक साधारण सभा र सञ्चालक निर्वाचन प्रकृत्यामा भाग लिन तथा नगद लाभांश/वोनश शेयर प्राप्त गर्न योग्य हुने छन्।
२. यस संस्थाको तेह्रौं वार्षिक साधारण सभामा भाग लिन प्रतिनिधि नियुक्त गर्न चाहने शेयरधनी महानुभावहरूले सभा शुरु हुने समय भन्दा कम्तीमा ४८ घण्टा अगावै यस संस्थाको शेयर रजिष्ट्रार श्री एनआईविएल एस क्यापिटल लिमिटेडको कार्यालय, काठमाण्डौ वा यस संस्थाको रजिष्टर्ड कार्यालय, अँकार भवन, नयाँवानेश्वर, काठमाण्डौमा प्रोक्सी फाराम दर्ता गरी सक्नु पर्नेछ। तेह्रौं वार्षिक साधारण सभामा भाग लिन प्रतिनिधि नियुक्त गरी सकेपछि उक्त प्रतिनिधि बदर गरी अर्कै मुकरर गर्ने भएमा सो को लिखित सूचना समेत तत्काल यस संस्थाको शेयर रजिष्ट्रार श्री एनआईविएल एस क्यापिटल लिमिटेडको कार्यालय, काठमाण्डौ वा यस संस्थाको रजिष्टर्ड कार्यालय, अँकार भवन, नयाँवानेश्वर, काठमाण्डौमा दर्ता गरी सक्नु पर्नेछ।
३. यस संस्थाको तेह्रौं वार्षिक साधारण सभामा भाग लिन प्रतिनिधि (प्रोक्सी) नियुक्त गरि सकेपछि सम्बन्धित शेयरधनि सभामा उपस्थित हुनु भएमा शेयरधनिको प्रतिनिधि (प्रोक्सी) स्वतः बदर हुनेछ।
४. नाबालक तथा अशक्त शेयर धनिहरूको तर्फबाट यस संस्थाको शेयर लगत किताबमा संरक्षकको रूपमा नामदर्ता भएको व्यक्तिले तेह्रौं वार्षिक साधारण सभामा भाग लिन वा प्रतिनिधि (प्रोक्सी) तोक्न सक्नु हुनेछ।
५. शेयरधनी महानुभावहरूको सुविधाको लागि हाजिरी पुस्तिका तेह्रौं वार्षिक साधारण सभा स्थलमा सभा हुने दिन १० बजे देखि सभा चालु रहेसम्म खुल्ला रहनेछ।
६. यस संस्थाको संचालक समितिमा संस्थापक समूहका शेयरधनिहरूका तर्फबाट प्रतिनिधित्व गर्ने ३ (तीन) जना र सर्वसाधारण शेयर धनिहरूका तर्फबाट प्रतिनिधित्व गर्ने १ (एक) जना गरि जम्मा ४ (चार) जना सञ्चालकहरूको पद रिक्त हुने हुँदा वित्तीय संस्थाको नियमावली बमोजिम रिक्त रहने उक्त ४ (चार) जना सञ्चालकहरूको निर्वाचन सम्बन्धी निर्वाचन कार्यक्रम निर्वाचन अधिकृतको कार्यालय रहने यस संस्थाको रजिष्टर्ड कार्यालय, अँकार भवन, नयाँवानेश्वर, काठमाण्डौको सूचनापाटी तथा संस्थाको वेबसाइटमा समेत निर्वाचन हुनु भन्दा १५ दिन अघि प्रकाशित गरिनेछ। साथै निर्वाचनका सम्बन्धमा थप जानकारी आवश्यक परेमा यस संस्थाको रजिष्टर्ड कार्यालय, अँकार भवन, नयाँवानेश्वर, काठमाण्डौमा सम्पर्क राख्नु हुन समेत यसै सूचनाबाट अनुरोध गरिन्छ।
७. यस संस्थाको तेह्रौं वार्षिक साधारण सभाका सम्बन्धमा अन्य आवश्यक जानकारीका लागि यस संस्थाको रजिष्टर्ड कार्यालय, अँकार भवन, नयाँवानेश्वर, काठमाण्डौमा सम्पर्क राख्नुहुन अनुरोध गरिन्छ।

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## मञ्जुश्री फाईनान्स लिमिटेडको तेह्रौं वार्षिक साधारण सभामा प्रस्तुत

### अध्यक्षको मन्तव्य

#### आदरणीय शेयरधनी महानुभावहरु,

यस मञ्जुश्री फाईनान्स लिमिटेडको तेह्रौं वार्षिक साधारण सभामा उपस्थित हुनु भएका र भिडियो कन्फ्रेन्स (Virtual Zoom Meeting) मार्फत सहभागिता जनाउनु भएका सम्पूर्ण शेयरधनी महानुभावहरुमा सर्वप्रथम सञ्चालक समितिको तर्फबाट हार्दिक स्वागत गर्दछु। विश्वव्यापी रुपमा फैलिएको कोभिड-१९ को महामारीले हामी र हाम्रो देशलाई नै अप्ठेरो स्थितिमा पुर्याउँदा समेत त्यस्तो विषम परिस्थितिसँग डटेर सामना गर्दै विगतका वर्षभै यस संस्थाले आर्थिक वर्ष ०७६/०७७ मा पनि उत्कृष्ट कार्य सम्पादन गरेको कुरा जानकारी गराउन पाउँदा म अत्यन्त हर्षित छु।

विगत वर्षमा भै यस वर्ष पनि बैंक तथा वित्तिय संस्थाहरुमा रहेको तीव्र प्रतिस्पर्धाका बिच मञ्जुश्री फाईनान्स लिमिटेडले वित्तीय क्षेत्रमा आफ्नो सफल तथा फरक पहिचानलाई निरन्तरता दिन सक्षम रहेको व्यहोरा यहाँहरुलाई विदितै छ। हामीले खर्च र पूँजी दुवैको व्यवस्थापनमा कुशलता कायम राख्दै आयलाई दरिलो, सुरक्षित र दिगो तरिकाले वृद्धि गरेका छौं। यसका लागि आ-आफ्नो ठाँउबाट महत्वपूर्ण योगदान पुऱ्याउनु हुने सम्पूर्ण शेयरधनी महानुभावहरु, ग्राहकवर्गहरु, संस्थाका कर्मचारीहरु, शुभेच्छुक तथा अन्य सम्पूर्ण सम्बद्ध निकायहरुलाई समेत विशेष धन्यवाद ज्ञापन गर्दछु।

संस्थाले आ.व. ०७६/०७७ मा रु. २६,३२,४३,८६४।- (अक्षरेपी छब्बीस करोड बत्तीस लाख त्रिचालिस हजार आठ सय चौसठ्ठी) खुद मुनाफा गर्न सफल भएकोले सो मुनाफा सहितको संचित मुनाफाबाट शेयरधनी महानुभावहरुलाई १८ प्रतिशत बोनस शेयर तथा ५.५० प्रतिशत नगद लाभांश वितरण गर्न सक्षम रहेकाले वितरण गर्ने स्वीकृतिका लागि यस गरीमामय सभा समक्ष प्रस्ताव पेश गरेको छु।

बैंक तथा वित्तिय संस्थाहरुमा रहेको तीव्र प्रतिस्पर्धाले समग्र अर्थतन्त्र र व्यक्तिको जीवनमा अहम भूमिका खेल्ने र देशको आर्थिक वृद्धिमा टेवा पुऱ्याउने हुनाले यस संस्थाले पनि त्यस तर्फ सजग रहँदै हाम्रा ग्राहकवर्गहरुलाई आवश्यक सेवाहरु सरल र सुलभदङ्गले प्रदान गरेको छु। संस्थागत सामाजिक उत्तरदायित्व अन्तरगत हाम्रो समुदायहरुको दिगो आर्थिक र सामाजिक विकासको प्रवर्द्धन गर्न योगदान दिँदै आएको र भोलिका दिनमा पनि यसलाई निरन्तरता दिनेमा थप विश्वास दिलाउन चाहन्छौं। यस संस्थाले आवश्यक प्रविधि, जोखिम व्यवस्थापन, कर्मचारी व्यवस्थापन, सुदृढ, विश्वसनीय एवं उत्कृष्ट सेवा सुविधाहरु आदिमा जोड दिँदै आएको र संस्थाले परिष्कृत Core Banking Software लागु गरेकोले यसले संस्थालाई सबल, सक्षम, र उत्कृष्ट बनाउन मद्दत गरेको हुँदा भोलिका दिनमा पनि सोलाई निरन्तरता दिने विश्वास दिलाउछु।

संस्थाले हालसम्म गरेका गतिविधिहरु तथा हासिल गरेका उपलब्धिहरुका बारेमा सञ्चालक समितिको वार्षिक प्रतिवेदनमा विस्तृत रुपमा उल्लेख गरिएको छ। हामीले हाम्रा ग्राहक वर्गहरुलाई प्रवाह गर्ने सेवामा सुधार गर्न, हाम्रा लगानीकर्ताहरुलाई उत्कृष्ट मुनाफा प्रदान गर्न तथा हामीले प्रवाह गरेका सेवाले समाजमा अझ बढी योगदान दिन सकोस भन्नेमा केन्द्रितरही कार्य गर्ने गरेको र भोलिका दिनमा समेत यसलाई निरन्तरता दिने व्यहोरा गरिमामय सभालाई अवगत गराउछु।

अन्तमा यस गरिमामय सभामा उपस्थित शेयरधनी महानुभावज्यूहरु एवं अतिथिज्यूहरु प्रति हार्दिक कृतज्ञता व्यक्त गर्दै यहाँहरुबाट प्राप्त निरन्तरको सहयोग तथा सद्भावका लागि समेत आभार प्रकट गर्दछु। संस्थालाई प्राप्त अमूल्य मार्गदर्शनका लागि नेपाल राष्ट्र बैंक, कम्पनी रजिष्ट्रारको कार्यालय, नेपाल धितोपत्र बोर्ड, नेपाल स्टक एक्सचेन्ज लगायतका सम्पूर्ण नियामक निकायहरुलाई समेत धन्यवाद ज्ञापन गर्दछु। साथै, बैंकको सञ्चालक समितिको मार्गदर्शन, कर्मचारी वर्गहरुको मेहनत, लगनशीलता, शेयरधनी महानुभावहरु, अन्य शुभचिन्तक एवं सरोकारवालाहरुबाट प्राप्त विश्वास एवं सुभावहरु निरन्तर र यथावत रहनेमा समेत विश्वस्त छु। अन्त्यमा, यस गरिमामय तेह्रौं वार्षिक साधारण सभामा पुनः स्वागत गर्दै उत्तरोत्तर उन्नति र प्रगतिको कामना गर्दछु।

#### धन्यवाद

दामोदर प्रसाद गौतम

अध्यक्ष

पौष २९, २०७७



## मञ्जुश्री फाइनेन्स लिमिटेडको तेह्रौं वार्षिक साधारण सभामा प्रस्तुत संचालक समितिको प्रतिवेदन

### आदरणीय शेयरधनी महानुभावहरु,

यस मञ्जुश्री फाइनेन्स लिमिटेडको कार्य सम्पादन आर्थिक वर्ष २०७६/७७ मा पनि उत्कृष्ट रही सही दिशानिर्देश तथा कुशल रणनीतिका साथ अगाडी बढि रहेकोले संस्थाले वित्तीय परिसूचकहरुमा आफ्नो स्थान निरन्तर रुपमा सुदृढ गर्दै आफूलाई एउटा सबल एवं विश्वसनीय वित्तीय संस्थाको रुपमा स्थापित गर्न सफल रहदै आएको छ। हामी यस संस्थालाई अझ बढि सुदृढ बनाउन व्यवसायिक, रणनीतिक एवं नयाँ नयाँ कार्य योजनाहरु कार्यान्वयन गर्दै अग्रपंक्तिमा लैजान निरन्तर प्रयत्नरत रहेका छौ। स्थापनाकाल देखि नै मुनाफा गर्न सफल रहेको यस मञ्जुश्री फाइनेन्स लिमिटेडले बैकिङ क्षेत्रमा रहेका विविध प्रतिकुलता र कोभिड-१९ ले श्रृजना गरेको विषम परिस्थितिका बावजुद पनि आफ्नो व्यवसाय सुदृढ गरी मुनाफा वृद्धिलाई निरन्तरता दिदै आएको यथार्थ सवैका सामु छलङ्गे छ। यस संस्थाले गरेको प्रगति र संस्था सञ्चालनमा देखिएका चुनौतिहरु एवं समग्र बैकिङ कार्यहरुको समिक्षा र पुनरावलोकन गर्न कम्पनी ऐन, २०६३ र नेपाल राष्ट्र बैंकबाट जारी गरिएको निर्देशनहरुको अधिनमा रही तयार भएको २०७७ आषाढ मसान्तको यस संस्थाको वासलाल, आर्थिक वर्ष २०७६/७७ को नाफा-नोक्सान हिसाव, अन्य विस्तृत आम्दानीको विवरण, नगद प्रवाह विवरण तथा अन्य सम्पूर्ण वित्तीय विवरणहरु गरिमामय सभाको स्वीकृतिका लागि प्रस्तुत गर्न पाउँदा सञ्चालक समिति हर्षित छ।

### विगत वर्षको कारोवारको सिंहावलोकन :

यस संस्थाको विगत आ.व. र यस आ.व. को निम्नानुसारको तुलनात्मक आर्थिक विवरणबाट समीक्षा अवधिमा संस्थाले गरेको प्रगतिको फलक स्पष्ट हुने व्यहोरा गरिमामय सभा समक्ष सादर अवगत गराउँदछौ।

(रु. हजारमा)

विवरण	आ.व. २०७५/७६	आ.व. २०७६/७७	बृद्धि/(कमी) (प्रतिशतमा)
निक्षेप	७,३०७,०७०	७,८२३,६३९	७.०७%
लगानी	१,१०२,४९०	५९५,३४४	(४६.१०)%
कूल कर्जा	६,५५०,६८१	६,९००,१५८	५.३३%
कूल आम्दानी	१,०३९,२५०	१,१९३,५०४	७.९८%
संचालन मुनाफा	१०३,९४५	३७८,७७६	२६४.४०%
खुद मुनाफा	७३,९९३	२६३,२४४	२६०.०५%

उल्लेखित आ.व. को आर्थिक कारोवारलाई सिंहावलोकन गर्दा सो अवधिमा यस संस्थाले कर्जा विस्तार ५.३३ प्रतिशत तथा निक्षेप परिचालन ७.०७ प्रतिशत बृद्धि गर्न सफल भएको छ। समिक्षा अवधिमा कुल आम्दानीमा करिब ७.९८ प्रतिशत बृद्धि आएको र खुद नाफामा २६०.०५ प्रतिशतको उच्च बृद्धि गर्न सफल भएको छ। हाल यस संस्था कर्जाको गुणस्तर प्रति पूर्ण सजग रहदै अनुशासित ढंगले कर्जा विस्तार गर्न सफल भएको छ। उपरोक्त तालिकाबाट देशमा विद्यमान प्रतिकुल व्यवसायिक वातावरण तथा र कोभिड-१९ ले श्रृजना गरेको विषम परिस्थितिका बावजुद पनि संस्थाले सन्तोषजनक उपलब्धि हासिल गर्न सफल भएको छ, जसलाई शेयरधनी महानुभावहरुले सकारात्मक रुपमा लिनु हुनेछ भन्ने विश्वास लिएका छौ।

### संस्थाको कारोवारमा राष्ट्रिय तथा अन्तर्राष्ट्रिय आर्थिक क्षेत्रको प्रभाव :

अघिल्ला वर्षहरु भै समीक्षा वर्षमा पनि विश्व अर्थतन्त्रले विविध किसिमका आरोह अवरोहहरु पार गरे। हाल विश्व व्यापी रुपमा फैलिएको कोभिड-१९ को महामारीले विश्वलाई नै आक्रान्त पारेको र विभिन्न देशहरुका बीचमा रहेको आपसी द्वन्दका कारण विश्वको आर्थिक वृद्धिलाई प्रत्यक्ष रुपमा असर पार्नेमा दुई मत नहोला। शक्तिशाली राष्ट्रहरु विचको ध्रुवीकरणले साना र गरिब राष्ट्रहरुलाई असुरक्षित

महशुस गर्न बाध्य बनाएको स्थितिमा ठुलो हिस्सा आयातमुखी रहेको हाम्रो जस्तो अर्थतन्त्र भएको देशलाई छिमेकमा रहेका ठुला दुई देशले अवलम्बन गर्ने व्यापारिक रणनीतिले समेत पनि प्रत्यक्ष वा अप्रत्यक्ष रूपमा प्रभाव पार्नेमा दुई मत हुन सक्दैन ।

कोभिड-१९ ले श्रृजना गरेको विषम परिस्थितिका कारण आ.व. २०७६/७७ बैक तथा वित्तीय संस्थाहरुको लागि त्यती अनुकुलको वर्षको रूपमा रहन सकेन । यद्यपि यस संस्था साना तथा मझौला ग्राहक केन्द्रित व्यवसायमा केन्द्रित रहेको कारण अपेक्षित रूपमा व्यापार वृद्धि गर्न सफल रहेको छ ।

#### चालु आ.व.को २०७७ असोज मसान्त सम्मको संस्थाको उपलब्धि :

विवरण	रु. हजारमा
निक्षेप	८,५६५,५७०
कूल कर्जा	६,८०४,२७५
सञ्चालन मुनाफा	५२,२३३

चालु आर्थिक वर्षमा संस्थाको समग्र कारोबारको स्थिति सन्तोषप्रद नै छ । यस संस्थाले चालु आ.व. को लागि निर्धारण गरेको लक्ष्य हासिल भई शेयरधनीहरुलाई राम्रो प्रतिफल दिन सक्षम हुनेछ, भन्ने विश्वास राखेको छ ।

#### भावी योजना

- ◆ कर्जा तथा निक्षेप वृद्धिको लागि नयाँ प्रकृतिका सेवाहरु शुरु गर्ने,
- ◆ अन्य सुविधामा केन्द्रित रहने,
- ◆ दीर्घकालिन रूपमा सम्पत्ति वृद्धि गर्नका लागि प्रमुख निक्षेप आधारहरुको सिर्जना गर्ने,
- ◆ संस्थागत निक्षेप भन्दा उपभोक्ता उन्मुख निक्षेपको आकार बढाउने ।

#### संस्थाको व्यवसायिक सम्बन्ध

यस संस्थाले आफ्ना ग्राहकवर्गहरु, विभिन्न संघ संस्था तथा निकायहरूसँग सदैव पारदर्शिताको आधारमा व्यवसायिक एवं सुमधुर सम्बन्ध कायम गर्दै आएको छ । यसले क्रमिक रूपमा आफ्नो सेवालाई चौतर्फी रूपमा विस्तार गर्दै लगेकाले संस्थाको व्यवसायिक सम्बन्ध समाजका सबै तह र तप्कामा सुमधुर रहेको छ ।

#### सञ्चालक समिति र अन्य समितिहरु

नेपाल राष्ट्र बैकको निर्देशन र बैक तथा वित्तीय संस्था सम्बन्धी ऐन २०७३, को दफा २६ र २७ मा भएको व्यवस्था अनुसार सञ्चालक समितिले आफ्नो जवाफदेहीतामा सञ्चालक संयोजक हुने गरी विभिन्न समिति तथा उपसमितिहरु गठन गरी संस्थाको नियमित क्रियाकलापहरुलाई नजिकबाट नियाली जोखिमहरुलाई कम गर्न र ग्राहक तथा शेयरधनीहरुको हितलाई सर्वोपरी मानी संस्थालाई अगाडि बढाउन निर्देशन दिने गरेको छ ।

#### मानव संशाधन

कर्मचारीहरु संस्थाका अमूल्य सम्पत्ति हुन् भन्ने मान्यतालाई आत्मसात गर्दै यस संस्थाको मानव संशाधन सम्बन्धी नीति तर्जुमा गरिएको छ । कर्मचारीको स्तर वृद्धिका लागि प्रशिक्षण दिने, विभिन्न गोष्ठी, सेमिनारहरुमा भाग लिन पठाउने कार्यलाई निरन्तरता दिइएको छ । संस्थाको मानव संशाधन विकासमा कर्मचारीहरुको वार्षिक कार्य सम्पादन मूल्यांकन गरी सोही बमोजिम निजहरुको स्तर, पारिश्रमिक एवं सुविधा वृद्धि गर्ने परिपाटी लिइएको छ । यसका अतिरिक्त यो संस्था सदैव योग्य, दक्ष, लगनशील तथा इमान्दार कर्मचारीहरु नियुक्त गर्ने र त्यस्ता योग्य कर्मचारीहरुलाई संस्थाको सेवामा कायमै राख्न उत्प्रेरित गर्नेमा प्रतिबद्ध छ । संस्थामा कार्यरत कर्मचारीहरुलाई वृत्ति विकासको अवसर प्रदान गरी अन्यत्र जानुपर्ने परिस्थिति सिर्जना नहोस् भन्ने कुरामा संस्था सजग छ ।

#### संस्थागत सुशासन

संस्थागत सुशासनको स्तरलाई सदैव अत्यन्त उच्च कायम राख्ने कुरामा संस्था पूर्ण प्रतिबद्ध छ । संस्थागत सुशासन संस्थाको काम कारवाहीको मार्ग दर्शनको रूपमा रहेको मनन गर्दै सोही अनुरूप सञ्चालक समितिका काम कारवाहीहरु अगाडी बढाइएका छन् । यस संस्थाका अन्य सबै क्रियाकलापहरु पारदर्शी रूपमा संचालन गरी संस्थागत सुशासनको विकास गर्न एवं सो को अनुभूति गराउन संस्था सदैव

कृयाशिल छ । यस संस्थाले नेपाल राष्ट्र बैंक एवं सम्बन्धित निकायहरुबाट समय समयमा जारी भएका नीति निर्देशनलाई सजगताका साथ कार्यान्वयन गर्दै आएको छ । साथै यसले अवलम्बन गरेको नीति, सवल व्यवस्थापन एवं कर्मचारीहरुको अथक परिश्रमको परिणाम स्वरुप आगामी दिनहरुमा संस्थाले अझ बढी उपलब्धि हासिल गर्ने छ भन्ने हामीले विश्वास लिएका छौं ।

### आन्तरिक नियन्त्रण प्रणाली

व्यवसाय विस्तारसंगै त्यसमा अन्तरनिहित जोखिमहरु न्यूनीकरण गर्नको लागि आन्तरिक नियन्त्रण प्रणालीको महत्वपूर्ण भूमिका रहेको हुन्छ । सोही अनुरूप बैकिङ्ग व्यवसायमा निहित कर्जा, बजार तथा संचालन लगायतका जोखिमहरुलाई मध्यनजर गर्दै संस्थाले आन्तरिक नियन्त्रण प्रणालीलाई दृढो बनाउने नीति लिएको छ । यसै गरी संचालन प्रक्रिया तर्फ आर्थिक प्रशासन विनियमावली, कर्मचारी विनियमावली, कर्जा अपलेखन विनियमावली, कर्जा नीति, तथा आवश्यक नीति निर्देशिकाहरु तयार गरी लागू गरिरहेको छ । यसको अलावा संस्थाको आवश्यकता अनुसार ग्राहक विवरण पहिचान कार्यविधि, सम्पत्ति शुद्धीकरण तथा आतंकवादी निवारण कार्यविधि तथा अन्य कार्यविधिहरु तैयार गरी सोही अनुरूप क्रियाकलापहरु संचालन गरेको छ । लेखापरीक्षण समितिले आन्तरिक नियन्त्रण प्रक्रियाको नियमित अनुगमन गर्ने परिपाटीको विकास गरेको छ ।

### वित्तीय संस्थाको कारोवारलाई असर पार्ने मुख्य कुराहरु

- (१) यस संस्थाबाट प्रदान गरिने दीर्घकालीन, मध्यकालीन लगानी तथा जमानत पत्र जारी गर्ने जस्ता गैरकोषीय सेवाहरु उपलब्ध गराउंदा हुनसक्ने संभावित जोखिमहरु,
- (२) नेपाल सरकार वा नेपाल राष्ट्र बैंक सम्बन्धी नीतिमा परिवर्तन हुँदा सिर्जना हुनसक्ने संभावित जोखिमहरु,
- (३) नेपाल राष्ट्र बैंकको निर्देशन अनुसार व्याजदरमा हुने परिवर्तन तथा थपघटले उत्पन्न हुनसक्ने संभावित जोखिमहरु,
- (४) निक्षेप तथा कर्जा लगानीको व्याजदरमा हुने परिवर्तनबाट असर गर्ने जोखिमहरु,
- (५) यथासमयमा कर्जा असुली नभई उत्पन्न हुनसक्ने जोखिमहरु,
- (६) कर्जा तथा लगानीको व्याजदरमा हुने परिवर्तनबाट हुनसक्ने आर्थिक जोखिमहरु,
- (७) अन्तर्राष्ट्रिय बजारमा हुने मन्दीबाट नेपाली बजारमा पर्न सक्ने असरबाट हुने आर्थिक जोखिमहरु तथा
- (८) देशको आर्थिक अवस्थामा आउने उतार चढावबाट पर्नसक्ने जोखिमहरु ।

यस संस्थाको कर्जा तथा सापट र लगानी खराब भई हुन सक्ने जोखिमहरुको लागि नेपाल राष्ट्र बैंकको निर्देशानुसार संस्थाले कर्जा नोक्सानी व्यवस्था जस्ता कोषको व्यवस्था गरेको छ । संस्थाले वित्त बजारमा हुने प्रतिस्पर्धाको लागि जनशक्ति विकासमा आवश्यक ध्यान पुऱ्याएको छ । यस बाहेक व्यवसायिक जोखिमहरुबाट श्रृजना हुनसक्ने हानि नोक्सानीको लागि व्यवस्थापन चनाखो भई सम्भावित हानी नोक्सानी कम गर्न सक्षम तथा प्रतिबद्ध छ ।

### लेखापरीक्षण प्रतिवेदनमा कुनै कैफियत भएको भए सो उपर संचालक समितिको प्रतिक्रिया

आ.व. २०७६/७७ को लेखापरीक्षण प्रारम्भिक प्रतिवेदनमा औल्याइएका कैफियतहरु उपर कार्रवाही भइसकेको छ । यस्ता कमजोरीहरु आगामी दिनमा दोहरिन नदिन व्यवस्थापनलाई आवश्यक निर्देशन दिइएको छ ।

### लेखापरीक्षण, वासलात र अन्य विवरण

आ.व. २०७६/७७ को वासलात, नाफा नोक्सान हिसाव, नगद प्रवाह विवरण, सम्बन्धित अनुसूचीहरु र लेखापरीक्षकको प्रतिवेदन यसै प्रतिवेदनको अंगको रुपमा राखिएका छन् । साथै कम्पनी ऐन, २०६३ को दफा १०९(४) बमोजिमका कुराहरुलाई अनुसूचीको रुपमा प्रस्तुत गरिएको छ । यहाँहरुको सहभागितामुलक छलफल एवं समर्थन पछि उक्त विवरणहरु अनुमोदित हुनेछ भन्ने विश्वास लिएको छ ।

### लेखापरीक्षकको नियुक्ति

लेखापरीक्षक पि.आर.एस.एच. एण्ड एसोसिएट्स, चार्टर्ड एकाउन्टेन्ट्सले आर्थिक वर्ष २०७६/७७ को यस संस्थाको लेखापरीक्षण सु-सम्पन्न गर्नु भएकोमा धन्यवाद ज्ञापन व्यक्त गर्दछु । साथै कम्पनी ऐन, २०६३ को दफा १११ अनुसार आर्थिक वर्ष २०७७/७८ को लागि लेखापरीक्षक पनि यसै सभाबाट नियुक्ति गर्नुपर्ने व्यहोरा पनि प्रस्तुत गर्दछु ।

## अन्त्यमा,

यस संस्थाको प्रगतिको लागि सहयोग, सद्भाव, अमूल्य सुझाव तथा मार्गदर्शन दिनुहुने सम्पूर्ण महानुभावहरु, नेपाल राष्ट्र बैंक, कम्पनी रजिष्ट्रारको कार्यालय, नेपाल धितोपत्र बोर्ड, नेपाल स्टक एक्सचेन्ज लि. तथा आदरणीय ग्राहकवर्ग तथा समस्त सरोकारवालाहरुप्रति हार्दिक कृतज्ञता सहित धन्यवाद व्यक्त गर्दछौं । साथै संस्थालाई यस उचाइमा पुऱ्याउन सहयोग गर्ने व्यवस्थापन तथा कर्मचारीहरुलाई धन्यवाद ज्ञापन गर्दछौं ।

## धन्यवाद

सञ्चालक समितिको तर्फबाट  
दामोदर प्रसाद गौतम  
अध्यक्ष

## कम्पनी ऐन, २०६३ को दफा १०८(४) अनुसारको वितरण

- (क) विगत वर्षको कारोवारको सिंहावलोकन,  
वार्षिक प्रतिवेदनमा उल्लेख छ ।
- (ख) राष्ट्रिय तथा अन्तर्राष्ट्रिय परिस्थितिबाट कम्पनीको कारोवारलाई कुनै असर परेको भए सो असर,  
वार्षिक प्रतिवेदनमा उल्लेख छ ।
- (ग) प्रतिवेदन तयार भएको मिति सम्म चालू वर्षको उपलब्धि र भविष्यमा गर्नुपर्ने कुराको सम्बन्धमा सञ्चालक समितिको धारणा,  
वार्षिक प्रतिवेदनमा उल्लेख छ ।
- (घ) कम्पनीको औद्योगिक वा व्यवसायिक सम्बन्ध,  
वार्षिक प्रतिवेदनमा उल्लेख छ ।
- (ङ) सञ्चालक समितिमा भएको हेरफेर र सोको कारण,  
समिक्ष अवधिमा संस्थाको सञ्चालक समितिमा हेरफेर भई देहाय बमोजिमका सञ्चालकहरु रहनु भएको छ ।

क्र. सं.	सञ्चालकको नाम, थर	ठेगाना	पद	नियुक्ति मिति	कैफियत
१.	दामोदर प्रसाद गौतम	ल.पु.जि. ल. म.पा. वडा नं. ५	अध्यक्ष (संस्थापक)	२०७३।०९।२९	
२.	सुमन प्रसाद अधिकारी	भापा जिल्ला भद्रपुर न.पा. वडा नं. १५,	सञ्चालक (संस्थापक)	२०७३।०९।२९	
३.	शिव प्रसाद शर्मा पुडासैनी	का.जि.का.म.न.पा. वडा नं. १० नयाँ वानेश्वर	स्वतन्त्र सञ्चालक	२०७५।०९।२७	मिति २०७६।०५।१८ गते देखि नै लागु हुने गरी राजिनामा स्वीकृत भई स्वतन्त्र सञ्चालक नरहेको
४.	इन्दिरा पण्डित (धिमिरे)	चितवन जिल्ला भरतपुर म.न.पा. वडा नं. २०	सञ्चालक (सर्वसाधारण समूह)	२०७६।०९।२९	
५.	चिन्तामणी गौतम	दाङ जिल्ला घोराही न.पा वडा नं. १० नार यणपुर	सञ्चालक (सर्वसाधारण समूह)	२०७६।०९।२९	
६.	दिलमान सिंह चन्द	सल्यान जिल्ला छत्रेश्वरी गाउँपालिका वडा नं. १	सञ्चालक (सर्वसाधारण समूह)	२०७६।०५।१८	

- (च) कारोवारलाई असर पार्ने मुख्य कुराहरु  
वार्षिक प्रतिवेदनमा उल्लेख छ ।
- (छ) लेखापरीक्षण प्रतिवेदनमा कुनै कैफियत उल्लेख भएको भए सो उपर सञ्चालक समितिको प्रतिक्रिया,  
वार्षिक प्रतिवेदनमा उल्लेख छ ।
- (ज) लाभांश बाँडफाँड गर्न सिफारिश गरिएको रकम  
आर्थिक वर्ष २०७६/७७ को मुनाफाबाट चुक्ता पूंजीको ५.५० प्रतिशत नगद लाभांश र १८ प्रतिशत बोनस शेयर वितरण गर्न सिफारिश गरिएको छ ।
- (झ) शेयर जफत भएको भए जफत भएको शेयर संख्या र त्यस्तो शेयरको अंकित मूल्य, त्यस्तो शेयर जफत हुनुभन्दा अगावै सो बापत कम्पनीले प्राप्त गरेको जम्मा रकम र त्यस्तो शेयर जफत भएपछि सो शेयर बिक्री गरी कम्पनीले प्राप्त गरेको रकम तथा जफत भएको शेयर बापत रकम फिर्ता गरेको भए सोको विवरण,  
संस्थाले आर्थिक वर्ष २०७६/७७ मा कुनै शेयर जफत गरेको छैन ।

- (ग) **बिगत आर्थिक वर्षमा कम्पनी र त्यसको सहायक कम्पनीको कारोवारको प्रगति र सो आर्थिक वर्षको अन्तमा रहेको स्थितिको पुनरावलोकन,**  
 विगत आर्थिक वर्षमा यस संस्थाको प्रगतिको सम्बन्धमा मूल प्रतिवेदनमा उल्लेख भैसकेको छ । यस संस्थाको कुनै सहायक कम्पनी छैन ।
- (ट) **कम्पनी र त्यसको सहायक कम्पनीले आर्थिक वर्ष २०७६/७७ मा सम्पन्न गरेको प्रमुख कारोवारहरु र सो अवधिमा कम्पनीको कारो वारमा आएको कुनै महत्वपूर्ण परिवर्तन,**  
 संस्थाको प्रमुख कारोवारहरु वा कारोवारमा आएको महत्वपूर्ण परिवर्तन सम्बन्धमा मूल प्रतिवेदनमा उल्लेख भैसकेको छ । यस संस्थाको कुनै सहायक कम्पनी छैन ।
- (ठ) **विगत आर्थिक वर्षमा कम्पनीको आधारभूत शेयरधनीहरुले संस्थालाई उपलब्ध गराएको जानकारी,**  
 संस्थाको आधारभूत शेयरधनीहरुले संस्थालाई कुनै व्यहोरा जानकारी नगराएको जानकारी गराउँदछौ ।
- (ड) **विगत आर्थिक वर्षमा वित्तीय संस्थाका सञ्चालक तथा पदाधिकारीहरुले लिएको शेयरको स्वामित्व विवरण र वित्तीय संस्थाको शेयर कारोवारमा निजहरु संलग्न रहेको भए सो सम्बन्धमा निजहरुबाट वित्तीय संस्थाले प्राप्त गरेको जानकारी,**

सञ्चालक	शेयरको स्वामित्वको विवरण (कित्तामा)
दामोदर प्रसाद गौतम	१,१३,५३७
सुमन प्रसाद अधिकारी	७,८७,४५३
शिव प्रसाद शर्मा पुडासैनी	२,०४४
चिन्तामणि गौतम	८,१८१
इन्दिरा पण्डित घिमिरे	२,००४
दिलमान सिंह चन्द	३०५
सन्तोष निरौला, प्रमुख कार्यकारी अधिकृत	४०,९०७

यस संस्थाका सञ्चालक तथा पदाधिकारीहरुले यस संस्थाको शेयर कारोवारमा संलग्न नरहेको व्यहोरा जानकारी गराउँदछौ ।

- (ढ) **विगत आर्थिक वर्षमा कम्पनीसंग सम्बन्धित सम्भौताहरुमा कुनै संचालक तथा निजको नातेदारको व्यक्तिगत स्वार्थको बारेमा उपलब्ध गराइएको जानकारीको व्यहोरा,**  
 यस संस्था कुनै सम्भौताहरुमा सञ्चालक तथा निजको नजिकको नातेदारको व्यक्तिगत स्वार्थ भएको जानकारी संस्थालाई उपलब्ध भएको छैन ।
- (ण) **कम्पनीले आफ्नो शेयर आफैले खरिद गरेको भए त्यसरी आफ्नो शेयर आफै खरिद गर्नुको कारण, त्यस्तो शेयरको संख्या र अंकित मूल्य तथा त्यसरी शेयर खरीद बापत कम्पनीले भुक्तानी गरेको रकम,**  
 हालसम्म यस संस्थाले आफ्नो शेयर आफैले खरीद गरेको छैन ।
- (त) **आन्तरिक नियन्त्रण प्रणाली भए वा नभएको र भएको भए सोको विस्तृत विवरण,**  
 संस्थाले नेपाल राष्ट्र बैंकको निर्देशनको अधिनमा रही आन्तरिक लेखापरीक्षण गराई रहेको छ र आवश्यकता अनुसार नीति नियमहरु बनाई कार्य गर्दै आईरहेको छ । यसका अतिरिक्त आन्तरिक नियन्त्रण प्रणाली सहित अन्य कुराहरुको उच्च स्तरबाट रेखदेख गर्न गैर कार्यकारी सञ्चालकको संयोजकत्वमा एक लेखापरीक्षण समिति रहेको छ ।
- (थ) **विगत आर्थिक वर्षको कुल व्यवस्थापन खर्चको विवरण,**  
 आ. व. ०७६/०७७ मा कर्मचारी खर्च रु. १६,०९,५३,६३९।- (सोढ करोड नौ लाख त्रिपन्न हजार छ सय उनन्चालिस रुपियाँ मात्र) र कार्यालय सञ्चालन खर्च रु. ८,१२,८६,३६५।- (आठ करोड बाह्र लाख छयासी हजार तीन सय पैसठ्ठी रुपियाँ मात्र) गरी कुल व्यवस्थापन खर्च रु. २४,२२,४०,००४।- (चौबीस करोड बाइस लाख चालिस हजार चार रुपियाँ मात्र) रहेको छ ।

- (द) लेखापरीक्षण समितिका सदस्यहरूको नामावली, निजहरूले प्राप्त गरेको पारिश्रमिक, भत्ता तथा सुविधा, सो समितिले गरेको काम कारवाहीको विवरण र सो समितिले कुनै सुझाव दिएको भए सो को विवरण,
- क) लेखापरीक्षण समितिका सदस्यहरूको नामावली देहाय बमोजिम रहेको छ :
- |                               |            |
|-------------------------------|------------|
| १) श्री चिन्तामणि गौतम,       | संयोजक     |
| २) श्री इन्दिरा पण्डित घिमिरे | सदस्य      |
| ३) श्री गोपाल के.सी.          | सदस्य सचिव |
- ख) समितिका सदस्यहरूलाई बैठक भत्ता बाहेक कुनै पारिश्रमिक र सुविधा प्रदान गरिएको छैन । सदस्य सचिव बाहेक संयोजक र सदस्यलाई प्रति बैठक भत्ता रु. ७,०००/- प्रदान गरिएको छ ।
- ग) आ.व. २०७६।७७ मा १० पटक लेखापरीक्षण समितिको बैठक बसेको र सो बैठकले आन्तरिक लेखापरीक्षणको प्रतिवेदनको समीक्षा गरी सुधारका लागि व्यवस्थापनलाई आवश्यक निर्देशन दिएकोमा व्यवस्थापनले निर्देशन अनुरूप कार्य गरेको छ ।
- (ध) संचालक, प्रबन्ध संचालक कार्यकारी प्रमुख, कम्पनीका आधारभूत शेयरधनी वा निजका नजिकका नातेदार वा निज संलग्न रहेको फर्म, कम्पनी वा संगठित संस्थाले कम्पनीलाई कुनै रकम बुझाउन बाँकि भए सो कुरा, यस संस्थाका सञ्चालकहरू, कार्यकारी प्रमुख, आधारभूत शेयरधनी तथा निजका नजिकका नातेदार वा निज संलग्न रहेको फर्म, कम्पनी वा संगठित संस्थाले कम्पनीलाई कुनै रकम बुझाउन बाँकि रहेको छैन ।
- (न) संचालक, प्रबन्ध संचालक, कार्यकारी प्रमुख, तथा पदाधिकारीहरूलाई भुक्तान गरिएको पारिश्रमिक, भत्ता तथा सुविधाको रकम,
- क) यस संस्थाको सञ्चालकको बैठक भत्ता वार्षिक रु ७,४५,२७० ।
- ख) प्रमुख कार्यकारी अधिकृतको मासिक तलब रु ४,००,००० ।
- ग) व्यवस्थापन समूहको खर्च रु १,४०,४३,०४१ ।
- टिप्पणी**
- क) अध्यक्ष तथा सञ्चालकलाई बैठक भत्ता बाहेक अन्य सुविधा उपलब्ध गराएको छैन ।
- ख) प्रमुख कार्यकारी अधिकृतलाई तलब तथा भत्ताको अतिरिक्त १ महिनाको तलब बराबर औषधी उपचार खर्च, बोनस ऐन बमोजिम कर्मचारीलाई दिने बोनस र संस्थाको स्विकृत कर्मचारी विनियमावली बमोजिम संचित विदाको सुविधा प्रदान गरिएको छ ।
- (प) शेयरधनीहरूले बुझिलिन बाँकी रहेको लाभाशको रकम, नरहेको ।
- (फ) कम्पनी ऐन, २०६३ को दफा १४१ बमोजिम सम्पत्ति खरिद वा बिक्री गरेको कुराको विवरण, कम्पनी ऐन, २०६३ को दफा १४१ बमोजिम सम्पत्ति खरिद वा बिक्री गरिएको छैन ।
- (ब) कम्पनी ऐन, २०६३ को दफा १७५ बमोजिम सम्बद्ध कम्पनीबीच भएको कारोवारको विवरण, कम्पनी ऐन, २०६३ को दफा १७५ बमोजिम सम्बद्ध कम्पनी बीच कारोवार भएको छैन ।
- (भ) कम्पनी ऐन, २०६३ तथा प्रचलित कानून बमोजिम संचालक समितिको प्रतिवेदनमा खुलाउनुपर्ने अन्य कुनै कुरा, प्रचलित कानून बमोजिम खुलाउनुपर्ने सबै कुरा खुलाइएको छ ।
- (म) अन्य आवश्यक कुराहरू, केही छैन ।

## मञ्जुश्री फाइनेन्स लिमिटेडको धितोपत्र दर्ता तथा निष्काशन नियमावली, २०७३ को नियम २६(२) सँग सम्बन्धित अनुसूची १५ बमोजिमको वार्षिक विवरण

१. संचालक समितिको प्रतिवेदन: सम्बन्धित शीर्षक अर्न्तगत राखिएको
२. लेखापरिक्षकको प्रतिवेदन: सम्बन्धित शीर्षक अर्न्तगत राखिएको
३. लेखापरिक्षण भएको विवरण: सम्बन्धित शीर्षक अर्न्तगत राखिएको
४. कानुनी कारवाही सम्बन्धी विवरण:

- (क) त्रैमासिक अवधिमा संगठित संस्थाले वा संस्थाका विरुद्ध कुनै मुद्दा दायर भएको भए  
 - यस संस्थाको कर्जा सँग सम्बन्धी बाहेक अन्य मुद्दा दर्ता नभएको
- (ख) संगठित संस्थाका संस्थापक वा संचालकले वा संस्थापक वा संचालकको विरुद्धमा प्रचलित नियमको अवज्ञा वा फौजदारी अपराध गरेको सम्बन्धमा कुनै मुद्दा दायर गरेको वा भएको भए,  
 - मुद्दा दर्ता नभएको
- (ग) कुनै संस्थापक वा संचालक विरुद्ध आर्थिक अपराध गरेको सम्बन्धमा कुनै मुद्दा दायर गरेको वा भएको भए  
 - यस वित्तीय संस्थाको जानकारीमा नरहेको

### ५. संगठित संस्थाको शेयर कारोबार तथा प्रगतिको विश्लेषण :

- (क) धितो बजारमा भएको संगठित संस्थाको शेयर कारोबार सम्बन्धमा व्यवस्थापनको धारण :  
 - नेपाल स्टक एक्सचेन्ज तथा धितोपत्र बोर्डको सुपरिवेक्षण व्यवस्थाको अधिनमा रही कारोबार गरि रहेको
- (ख) आ.व. २०७६/०७७ मा संगठित संस्थाको शेयरको अधिकतम, न्युनतम र अन्तिम मूल्यका साथै कुल कारोबार, शेयर संख्या र कारोबार दिन:

त्रैमासिक	अधिकतम मूल्य	न्युनतम मूल्य	अन्तिम मूल्य	कुल कारोबार दिन	कुल कारोबार संख्या	कुल कारोबार शेयर संख्या
प्रथम त्रैमासिक	१३०	१२०	१२७	५८	३१६	१४९,२७७
दोस्रो त्रैमासिक	१७०	१२४	१६९	५०	७७१	४,७२,८८८
तेस्रो त्रैमासिक	३३४	१७१	२५०	४६	४,७५५	२३,८८,४१८
चौथो त्रैमासिक	३१६	२१९	३०८	१४	६०५	२,०७,४३१

### ६. समस्या तथा चुनौति:

- (क) आन्तरिक समस्या तथा चुनौति:  
 - आयको विविधिकरण
- (ख) बाह्य समस्या तथा चुनौति:  
 - वित्तीय संस्थाको विच तिव्र प्रतिस्पर्धा  
 - आर्थिक संकुचनले गर्दा कर्जा भएको न्युन माग ।
- (ग) रणनीति:  
 - निक्षेप तथा कर्जाको विविधिकरण ।  
 - समय सापेक्ष प्रविधिमा आधारित नयाँ सेवाहरुको विकास ।  
 - पुँजीकोष वृद्धि



**७ संस्थागत सुशासन:**

- बैंक तथा वित्तीय संस्था सम्बन्धी ऐन, २०७३, नेपाल राष्ट्र बैंक द्वारा जारी गरिएका निर्देशन तथा परिपत्रहरूको पुर्णरूपमा पालना गरिएको छ। संस्थागत सुशासनलाई सदैव उच्च प्राथमिकतामा राख्दै आएको र संस्थागत सुशासन सम्बन्धी निर्देशन तथा परिपत्रहरूको पुर्ण रूपले पालना गरिएको छ।
- आन्तरिक नियन्त्रण प्रणाली व्यवस्थित गर्न लेखापरिक्षण समिति (Audit Committee) गठन छ, जसले बाह्य र आन्तरिक नियन्त्रण प्रणालीलाई अझ सुदृढ बनाउन व्यवस्थापनलाई सल्लाह र सुझावहरू दिदै आईरहेको छ।
- नेपाल राष्ट्र बैंकको निर्देशन, स्थलगत निरिक्षण प्रतिवेदन, आन्तरिक तथा बाह्य लेखापरिक्षण प्रतिवेदनमा औल्याइएका सुझाव तथा निर्देशनहरूलाई यस वित्तीय संस्थाले सदैव पालना गर्दै आएको छ। संस्थागत सुशासनको पुर्ण पालना गर्दै यसलाई अझ सुदृढ बनाउदै लैजान यस वित्तीय संस्थाको सञ्चालक समिति र व्यवस्थापन पुर्ण प्रतिवद्ध रहेको छ।

**८. विवरण पत्रमा प्रक्षेपण गरिएका र लेखापरिक्षण भएको विवरणहरूमा बीस प्रतिशत वा सो भन्दा बढी फरक सम्बन्धी विवरण नभएको।**

**९. नियम २६ को उपनियम ५ संग सम्बन्धीत विशेष घटना वा परिस्थिति सम्बन्धी विवरण नभएको।**

**P.R.S.H. & Associates**  
Chartered Accountants

Corporate Office

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**INDEPENDENT AUDITOR'S REPORT  
TO THE SHAREHOLDERS OF MANJUSHREE FINANCE LIMITED**

**Opinion**

We have audited the accompanying financial statements of Manjushree Finance Ltd., which comprise statement of financial position as at Ashad 31, 2077 (July 15, 2020), statement of profit or loss, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended and a summary of significant accounting policies and notes to the financial statements.

In our opinion, accompanying financial statements give a true and fair view of the financial position of the company as at Ashad 31, 2077, its financial performance and its cash flows for the year then ended in accordance with Nepal Financial Reporting Standards (NFRSs), except the fact mentioned in Key Audit Matters Para.

**Basis for Opinion**

We conducted our audit in accordance with Nepal standards on Auditing (NSAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of the financial statements section of our report. We are independent of the company 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 the 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.

**Key Audit Matters**



Key audit matters are matters based on our judgment, are of most significance in the audit of the financial statements of the current period, which were addressed in the context of the audit of the financial statements as a whole, and in forming our opinion thereon. We do not provide separate opinion on these matters.

The results of our audit procedures, including the procedures performed to address the matters below provides the basis for our audit opinion on the accompanying financial statements.



Following are the Key audit matters:

S.No.	Key Audit Matters	How the matters were addressed in our audit
1.	<p><b>Investment Securities Valuation</b> Ref. Note no. 4.8 and accounting policies to the financial statements.</p> <p>The company has total investment securities of Rs. 735,132,261 as at 31<sup>st</sup> Ashadh 2077 classified into different categories as "Available-for-sale", "Held for trading" and "Held to maturity", which in aggregate represent 7.95 % of the total assets of the company.</p> <p>Classification of investment into different categories as Available-for-sale', "Held for trading" and "Held to maturity" warrant management judgement and it impacts on valuation of investment securities and impairment allowance.</p> <p>Due to the percentage of volume over total assets and the requirement of management judgment for measurement of impairment, considered this as key audit matter.</p> <p>The company has followed the practice of considering bonus share while calculating per unit cost on the basis of actual receipt in De-Materialized account rather than on the basis of date of right to receive.</p>	<p>We applied following procedures in respect of Investment verification:</p> <ul style="list-style-type: none"> <li>➤ Review of accounting policies adopted by the company based on Nepal Financial Reporting Standards and the Directives issued by NRB and compliance of the same.</li> <li>➤ Evaluation of management's assessment to categorize investments into different categories as "Available-for-sale", "Held for trading" and "Held to maturity"</li> <li>➤ Verification of valuation of investment on sampling basis in reference to its cost and quoted market price as the case may be.</li> <li>➤ Verification of impairment allowance provided for different investments in commensurate with NFRSs and NRB Directives.</li> <li>➤ Bonus share shall be considered for valuation of per unit cost when the right to receive dividend has been established.</li> </ul>
2.	<p><b>Covid 19 Impact</b> Ref. Note no. 4.29 and accounting policies to the financial statements.</p> <p>Long period of lock down due to Covid 19 has impacted operational revenue as well as profitability of the company. Further, the circulars issued by NRB for granting interest discount, rebate on interest rate as well as relaxation on repayment of loan to Covid impacted borrowers has also significantly impacted financial</p>	<p>We applied following procedures in respect of Covid 19 impact verification:</p> <ul style="list-style-type: none"> <li>➤ Verification of interest discount provided to the borrowers who has paid interest before specified date on sampling basis.</li> <li>➤ Verification of rebate of interest in the IT system on sampling basis.</li> <li>➤ Verification of additional loan loss provision</li> </ul>

	performance of the company, accordingly we considered this as key audit matter.	required as per NRB circulars for those borrowers who were categorized as pass loan on Poush end 2076 and categorized differently at the end of financial year due to overdue of interest and installment of loan.
<b>3.</b>	<b>Merger/Acquisition Related Accounting</b> Ref. Note no. 5.8 and accounting policies to the financial statements.	
	During the financial year, the company has not undertaken any mergers and acquisition during the year.	We applied following procedures in respect of merger/acquisition related verification: > Review of AGM Minute delegating the Board to take any decisions related to merger & acquisition. > Review of minutes and procedures of Board.
<b>4.</b>	<b>Loan Loss Provision</b> Ref. Note no. 4.7 and accounting policies to the financial statements.	
	The company's advances to the customers represent 66.63 % of its total assets at the end of period under review and are stated at Rs. 5,882,919,041 which is net of provision of Rs. 281,027,695. The provision against advances was identified as a key audit matter as it involves a considerable degree of management judgment and compliance with Directives and Circulars issued by Nepal Rastra Bank.	We applied following procedures for verification of loans & advances: > Review of borrower's files, which includes evaluation of borrowers' repayment behavior, assessment of financial strength based on the available financial statements, adequacy of security / collateral, obtainment of required legal documents, CIC reports, and compliance with prudential regulations. > Business sites visit of the borrowers on sampling basis. > Review of IT system to provide loan loss provision based on overdue payments. > On sampling basis, verification of accuracy of provision against non-performing loan calculated by the IT system and manual calculation sampling basis. > Evaluation of appropriateness of subjective judgement made by the management for calculating impairment allowance. > Review of Board's evaluation and decisions on loans.



### **Responsibilities of the Management and Those charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Nepal Financial Reporting standards (NFRSs) and for such internal control as management determines is necessary to enable the preparation of 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 company's ability to continue as a going concern, disclosing as applicable matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or to cease operations or has no realistic alternative but to do so, those charged with governance are responsible for overseeing the company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with NSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with NSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
- Obtain an understanding of internal 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.

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



### Report on Other Legal and Regulatory Requirements

On the basis of our examination, we would like to further report that:

- I. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of audit.
- II. The accounts and records of the company have been maintained as required by law.
- III. Financial statements are in agreement with the books of account maintained by the company.
- IV. The capital fund, risk bearing fund and the provision for possible impairment of assets of the company are adequate as per the Directives issued by Nepal Rastra Bank.
- V. In our opinion and to the best of our information and according to the explanations given to us, the Board of Directors, the representative or any employee of the company has not acted contrary to the provision of law relating to accounts nor caused direct loss or damage to the company deliberately or acted in a manner that would jeopardize the interest and security of the company.
- VI. The operations of the company are within its jurisdiction.
- VII. The company has not acted in a manner to jeopardize the interest and security of the depositors and investors.
- VIII. The company has a centralized core accounting system and details received from branches of the company though the statements are independently not audited, were adequate for our audit, and
- IX. We have not come across any fraudulence in the accounts, so far as it appeared from our examination of the books of account.



CA. Hemanta Raj Ramali  
Partner  
P.R.S.H. & Associates  
Chartered Accountants  
UDIN No. 201208CA00897jhydN

Date : 2077.08.23

Place: Anamnagar, Kathmandu

## Manjushree Finance Limited

### Statement of Financial Position

#### As on 31st Ashad 2077

NPR

Particulars	Notes	31st Ashad 2077	31st Ashad 2076	Restated 32nd Ashad 2075
<b>Assets</b>				
Cash and cash equivalent	4.1	1,044,530,953	1,768,360,411	1,602,273,646
Due from Nepal Rastra Bank	4.2	421,524,875	352,574,286	162,673,859
Placement with Bank and Financial Institutions	4.3	-	-	-
Derivative financial instruments	4.4	-	-	-
Other trading assets	4.5	-	-	-
Loan and Advances to B/FIs	4.6	995,263,900	777,429,589	-
Loans and advances to customers	4.7	5,882,919,041	5,644,443,959	5,123,675,286
Investment in securities	4.8	735,132,261	1,103,624,698	106,962,317
Current Tax Assets	4.9	2,339,957	41,650,876	9,191,911
Investment in subsidiaries	4.10	-	-	-
Investment in Associates	4.11	-	-	-
Investment property	4.12	36,345,733	36,345,733	41,345,733
Property and equipment	4.13	44,550,047	44,982,762	46,739,276
Goodwill and Intangible Assets	4.14	1,174,733	1,194,962	921,875
Deferred tax assets	4.15	-	4,955,315	596,652
Other assets	4.16	87,271,558	72,945,606	22,691,961
<b>Total Assets</b>		<b>9,251,053,057</b>	<b>9,848,508,197</b>	<b>7,117,072,515</b>
<b>Liabilities</b>				
Due to Bank and Financial Institutions	4.17	1,964,340,534	3,976,624,861	1,078,848,667
Due to Nepal Rastra Bank	4.18	10,907,294	11,100,000	98,808,330
Derivative Financial instruments	4.19	-	-	-
Deposit from customers	4.20	5,848,382,807	4,789,345,587	4,926,739,097
Borrowings	4.21	-	-	-
Current Tax Liabilities	4.9	-	-	-
Provisions	4.22	-	-	-
Deferred tax liabilities	4.15	33,837,232	-	-
Other liabilities	4.23	89,088,784	44,900,694	36,400,564
Debt securities issued	4.24	-	-	-
Subordinated Liabilities	4.25	-	-	-
<b>Total liabilities</b>		<b>7,946,556,651</b>	<b>8,821,971,142</b>	<b>6,140,796,659</b>
<b>Equity</b>				
Share Capital	4.26	818,131,264	804,060,210	804,060,210
Share Premium		-	660,563	660,563
Retained Earning		193,242,499	92,438,158	114,539,286
Reserves	4.27	293,122,644	129,378,125	57,015,797
<b>Total equity attributable to equity holders</b>		<b>1,304,496,406</b>	<b>1,026,537,055</b>	<b>976,275,856</b>
<b>Non-controlling interests</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>Total equity</b>		<b>1,304,496,406</b>	<b>1,026,537,055</b>	<b>976,275,856</b>
<b>Total liabilities and equity</b>		<b>9,251,053,057</b>	<b>9,848,508,197</b>	<b>7,117,072,515</b>
Contingent liabilities and commitment	4.28	300,000	2,300,000	600,000
Net assets value per share		159.45	127.67	121.42

As per our report of even date

Bikas Raj Shakya  
Chief Operation

Santosh Niraula  
Chief Executive Officer

Damodar Prasad Gautam  
Chairman

CA. Hemanta Raj Ramali  
Partner

Arun Neupane  
Director

Chinta Mani Gautam  
Director

Dilman Singh Chand  
Director

Indira Pandit Ghimire  
Director

PRSH& Associates  
Chartered Accountants

Date: 2077/8/21  
Place: Kathmandu, Nepal

**Manjushree Finance Limited**  
**Statement of Profit or Loss**  
 For the year ended 31st Ashad 2077

Particulars	Notes	2076-77	2075-76
		NPR	NPR
Interest Income	4.29	1,113,504,152	1,031,250,439
Interest Expense	4.30	(719,761,325)	(672,484,692)
<b>Net interest income</b>		<b>393,742,827</b>	<b>358,765,747</b>
Fees and Commission Income	4.31	33,256,931	41,095,379
Fees and Commission Expense	4.32	-	19,400
<b>Net fee and Commission income</b>		<b>33,256,931</b>	<b>41,075,979</b>
<b>Net interest fee and commission income</b>		<b>426,999,759</b>	<b>399,841,726</b>
Net Trading Income	4.33	-	-
Other Operating Income	4.34	204,275,048	-
<b>Total operating income</b>		<b>631,274,807</b>	<b>399,841,726</b>
Impairment charge/(reversal) for loans and other losses	4.35	10,258,317	135,073,809
<b>Net Operating income</b>		<b>621,016,489</b>	<b>264,767,917</b>
<b>Operating expenses</b>			
Personnel Expense	4.36	160,953,639	82,193,379
Other Operating Expenses	4.37	62,900,423	57,155,684
Depreciation and amortisation	4.38	18,385,942	21,474,114
<b>Operating Profit</b>		<b>378,776,485</b>	<b>103,944,740</b>
Non operating income	4.39	-	-
Non operating expense	4.40	-	-
<b>Profit before income tax</b>		<b>378,776,485</b>	<b>103,944,740</b>
Income tax expense	4.41	115,532,621	30,832,060
Current tax		116,857,983	35,531,249
Deferred tax income		(1,325,362)	(4,699,189)
<b>Profit for the period</b>		<b>263,243,864</b>	<b>73,112,680</b>
<b>Profit attributable to:</b>			
Equity holders of the bank		263,243,864	73,112,680
Non-controlling interest		-	-
<b>Profit for the period</b>		<b>263,243,864</b>	<b>73,112,680</b>
<b>Earnings per share:</b>			
Basic earnings per share		34.28	9.52
Diluted earnings per Share			

As per our report of even date

**Bikas Raj Shakya**  
Chief Operation

**Santosh Niraula**  
Chief Executive Officer

**Damodar Prasad Gautam**  
Chairman

**CA. Hemanta Raj Ramali**  
Partner

**Arun Neupane**  
Director

**Chinta Mani Gautam**  
Director

**Dilman Singh Chand**  
Director

**Indira Pandit Ghimire**  
Director

**PRSH& Associates**  
Chartered Accountants

Date: 2077/8/21  
Place: Kathmandu, Nepal



## Manjushree Finance Limited

### Statement of Other Comprehensive Income

#### For the year ended 31st Ashad 2077

	Notes	2076-77	2075-76
		NPR	NPR
<b>Profit for the period</b>		263,243,864	73,112,680
<b>Other comprehensive income, net of income tax</b>			
<b>a) Items that will not be reclassified to profit or loss</b>			
• Gains/(losses) from investment in equity instruments measured at fair value		133,726,361	1,135,088
• Gains/(losses) on revaluation			
• Actuarial gain/(losses) on defined benefit plans		-	-
• Income tax relating to above items		(40,117,908)	(340,527)
<b>Net other comprehensive income that will not be reclassified to profit or loss</b>		93,608,453	794,562
<b>b) Items that are or may be reclassified to profit or loss</b>			
• Gains/(losses) on cash flow hedge			
• Exchange gains/(losses)(arising from translating financial assets of foreign operation)			
• Income tax relating to above items			
• Reclassify to profit or loss			
<b>Net other comprehensive income that are or may be reclassified to profit or loss</b>		-	-
<b>c) Share of other comprehensive income of associate accounted as per equity method</b>			
Other comprehensive income for the period, net of Income Tax		93,608,453	794,562
<b>Total comprehensive income for the period</b>		356,852,317	73,907,242
<b>Total comprehensive income attributable to:</b>		-	-
Equity holders of the Bank		356,852,317	73,907,242
Non-controlling interest		-	-
<b>Total Comprehensive income for the period</b>		356,852,317	73,907,242

As per our report of even date

**Bikas Raj Shakya**  
Chief Operation

**Santosh Niraula**  
Chief Executive Officer

**Damodar Prasad Gautam**  
Chairman

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Partner

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Director

**Dilman Singh Chand**  
Director

**Indira Pandit Ghimire**  
Director

PRSH& Associates  
Chartered Accountants

Date: 2077/8/21  
Place: Kathmandu, Nepal

## Manjushree Finance Limited

### Statement of Changes in Equity

For the year ended 31st Ashad 2077

NPR

Particulars	Attributable to Equity-Holders of the Bank										Non-Controlling Interest	Total Equity	
	Share Capital	Share Advance	Share Premium	General Reserve	Exchange Equalisation Reserve	Regulatory Reserve	Fair Value Reserve	Revaluation Reserve	Retained Earning	Other Reserve			Total
Balance at Shrawan 01, 2076	804,060,210	-	660,563	70,213,012	-	56,214,103	794,562	-	92,438,158	2,156,449	1,026,537,056	-	1,026,537,056
Adjustment/Restatement													
Adjustment/Restated Balance as at Shrawan 01, 2076	804,060,210	-	660,563	70,213,012	-	56,214,103	794,562	-	92,438,158	2,156,449	1,026,537,056	-	1,026,537,056
<b>Comprehensive Income for the year</b>													
Profit for the year									263,243,864		263,243,864		263,243,864
Other Comprehensive Income, Net of Tax									93,608,453		93,608,453		(93,608,453)
Gains/(losses) from investment in equity instruments measured at fair value									93,608,453		93,608,453		(93,608,453)
Gains/(losses) on revaluation													
Actuarial gain/(losses) on defined benefit plans													
Gains/(losses) on cash flow hedge													
Exchange gains/(losses) arising from translating financial assets of foreign operation													
<b>Total Comprehensive Income for the year</b>									355,682,022		355,682,022		1,289,780,920
Transfer to Reserves during the year									(52,648,713)		(52,648,713)		
Transfer Deferred Tax Reserve to Retained Earnings during the year													
Creation of CSR Fund													
Creation of Training Fund													
Utilization of Training Fund													
Utilization of CSR Fund													
Transfer from Reserves during the year due to AIR													
Transfer from Reserves during the year due to NBA													
Transfer from Reserves during the year due to deferred tax assets													
<b>Transactions with Owners, directly recognized in Equity</b>													
Amount transferred from premium to share capital													
Share Issued													
<b>Share Based Payments</b>													
Share Issued Expenses													
Share Issued Expenses-Tax Impact													
Dividend to Equity-Holders													
Bonus Shares Issued	14,071,054		(660,563)										
Cash Dividend Paid													(78,797,901)

Particulars	Attributable to Equity-Holders of the Bank										Non-Controlling Interest	Total Equity				
	Share Capital	Share Advance	Share Premium	General Reserve	Exchange Equalisation Reserve	Regulatory Reserve	Fair Value Reserve	Revaluation Reserve	Retained Earning	Other Reserve			Total			
Adjustment for Loss on valuation of share investment																
Current Tax on Gain on Disposal of Share Classified into OCI																
Other																
Total Contributions by and Distributions																
Balance at Ashad 31, 2077	818,131,264	-	-	122,861,784	-	71,164,023	94,403,015	-	193,242,499	4,693,822	1,304,496,406	-	1,304,496,406			

As per our report of even date

**Bikas Raj Shakya** Chief Operation      **Santosh Niraula** Chief Executive Officer      **Damodar Prasad Gautam** Chairman      **CA. Hemanta Raj Ramali** Partner  
**Arun Neupane** Director      **Chintia Mani Gautam** Director      **Dilman Singh Chand** Director      **Indira Pandit Ghimire** Director  
**PRSH& Associates** Chartered Accountants

Date: 2077/8/21  
 Place: Kathmandu, Nepal

**Manjushree Finance Limited**  
**Statement of Cash Flows**  
**As on 31st Asadh 2077**

	2076-77	2075-76
	NPR	NPR
<b>Cash flows from operating activities</b>		
Interest Received	947,197,076	984,049,342
Fee and other income received	33,256,931	41,095,379
Dividend Received	3,207,401	-
Receipts from other operating activities	-	-
Interest paid	(719,719,703)	(674,080,054)
Commission and fee paid	-	(19,400)
Cash payments to employee	(94,502,829)	(78,340,957)
Other expense paid	(56,292,657)	(49,044,963)
<b>Operating cash flows before change in operating assets and liabilities</b>	<b>113,146,220</b>	<b>223,659,347</b>
(Increase)/Decrease in operating assets	(412,363,920)	(1,628,561,695)
Due from Nepal Rastra Bank	(68,950,589)	(189,900,427)
Placement with bank and financial institutions	-	-
Other Trading assets	-	-
Loan and advances to bank and financial institutions	(217,834,311)	(777,429,589)
Loan and advances to customer	(105,695,110)	(610,978,034)
Other Assets	(19,883,910)	(50,253,645)
<b>Increase/(Decrease) in operating liabilities</b>	<b>(953,439,813)</b>	<b>2,672,674,353</b>
Due to bank and financial institutions	(2,012,284,327)	2,897,776,194
Due to Nepal Rastra Bank	(192,706)	(87,708,330)
Deposits from customers	1,059,037,220	(137,393,510)
Borrowings	-	-
Other Liabilities	-	-
<b>Net Cash flow from operating activities before tax paid</b>	<b>(1,252,657,514)</b>	<b>1,267,772,006</b>
Income taxes paid	(77,547,063)	(67,849,517)
<b>Net Cash flow from operating activities</b>	<b>(1,330,204,577)</b>	<b>1,199,922,489</b>
<b>Cash flows from investing activities</b>		
Purchase of investment securities	502,218,798	(995,527,293)
Receipts from sale of investment securities	201,030,855	-
Purchase of plant and equipment	(17,397,024)	(19,717,599)
Receipt from sale of property and equipment	221,000	-
Purchase of intangible assets	(450,305)	(273,087)
Receipt from sale of intangible assets	(450,305)	-
(Purchase)/Sale of investment properties	-	5,000,000
Receipt from the sale of investment properties	-	-
Interest received	-	-
Dividend received	-	-
<b>Net cash used in investing activities</b>	<b>685,173,019</b>	<b>(1,010,517,978)</b>
<b>Cash flows from financing activities</b>		
Receipt from issue of debt securities	-	-
Repayment of debt securities	-	-
Receipt from issue of subordinated liabilities	-	-
Repayment of subordinated liabilities	-	-
Receipt from issue of shares	-	-
Dividend paid	(78,797,901)	(23,317,746)
Interest paid	-	-
Other receipt/payment	-	-
<b>Net cash from financing activities</b>	<b>(78,797,901)</b>	<b>(23,317,746)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(723,829,458)</b>	<b>166,086,765</b>
Cash and Cash Equivalents at Shrawan 01, 2076	1,768,360,411	1,602,273,646
Effect of exchange rate fluctuations on cash and cash equivalents held	-	-
<b>Closing Cash and Cash Equivalents</b>	<b>1,044,530,953</b>	<b>1,768,360,411</b>

**Bikas Raj Shakya**  
Chief Operation

**Santosh Niraula**  
Chief Executive Officer

**Damodar Prasad Gautam**  
Chairman

As per our report of even date  
**CA. Hemanta Raj Ramali**  
Partner

**Arun Neupane**  
Director

**Chinta Mani Gautam**  
Director

**Dilman Singh Chand**  
Director

**Indira Pandit Ghimire**  
Director

PRSH& Associates  
Chartered Accountants

Date: 2077/8/21  
Place: Kathmandu, Nepal

## Shareholders holding 0.5% and more

S.No	Name	No. of Shares	Paid amount	%age
1	Suman Prasad Adhikari	787,453	78,745,300	9.63
2	Paras Adhikari	444,073	44,407,300	5.43
3	Kamal Kumar Begani	324,054	32,405,400	3.96
4	Kalyan Raj Baral	244,912	24,491,200	2.99
5	Samriddhi Capital Limited	213,106	21,310,600	2.60
6	Sharad Koirala	176,179	17,617,900	2.15
7	Damodar Prasad Gautam	155,834	15,583,400	1.90
8	Vinay Kumar Sharma	149,263	14,926,300	1.82
9	Hathway Investment Nepal	147,558	14,755,800	1.80
10	Ramesh Kumar Sharma	123,440	12,344,000	1.51
11	Lp Bhanu Sharma	121,029	12,102,900	1.48
12	Rishikesh Gautam	102,266	10,226,600	1.25
13	Rabi Raj Aryal	102,264	10,226,400	1.25
14	Rekha Oli Upreti	102,173	10,217,300	1.25
15	Numanath Poudel	96,013	9,601,300	1.17
16	Santosh Kumar Rathi	81,318	8,131,800	0.99
17	Shova Mishra	81,318	8,131,800	0.99
18	Shankar Prasad Dahal	81,270	8,127,000	0.99
19	Prem Naryan Sapkota	80,649	8,064,900	0.99
20	Saurav Dahal	80,649	8,064,900	0.99
21	Satyabhama Niraula	80,469	8,046,900	0.98
22	Sagar Kumar Ghimire	80,185	8,018,500	0.98
23	Pratima Upadhaya Dahal	79,752	7,975,200	0.97
24	Bishnu Subedi	74,506	7,450,600	0.91
25	Usha K.C. Ranabhat	73,601	7,360,100	0.90
26	Captive Investment Company Pvt.Ltd	72,808	7,280,800	0.89
27	Nabaraj Thapa	72,227	7,222,700	0.88
28	Vijaya Bahadur Shah	70,617	7,061,700	0.86
29	Binod Kumar Pokhrel	66,897	6,689,700	0.82
30	Divya Koirala	66,656	6,665,600	0.81
31	Shovita Shrestha Dhakal	61,744	6,174,400	0.75
32	Shrichand Jain	59,609	5,960,900	0.73
33	Shivangi Agrawal	59,187	5,918,700	0.72
34	Raj Kumar Agrawal	58,409	5,840,900	0.71
35	Sunita Agrawal	58,153	5,815,300	0.71
36	Sujeet Agrawal	54,744	5,474,400	0.67
37	Kishore Dhungana	54,643	5,464,300	0.67
38	Diwakar Kucheria	51,889	5,188,900	0.63
39	Ananta Kumar Paudel	51,251	5,125,100	0.63
40	Bhoj Raj Aryal	50,383	5,038,300	0.62
41	Manoj Kumar Agrawal	45,915	4,591,500	0.56
42	Balaram Sapkota	44,785	4,478,500	0.55
43	Rabi Dhital	44,672	4,467,200	0.55
44	Tanka Prasad Dhakal	41,788	4,178,800	0.51
45	Santosh Niraula	40,907	4,090,700	0.50
46	Sharada Sharma Gautam	40,907	4,090,700	0.50

# Manjushree Finance Company Limited

## Notes to the Financial Statements For the year ended 31st Ashadh, 2077

### 1. General Information

Manjushree Finance Limited (referred to as “the financial institution” hereinafter) is a National level finance company domiciled in Nepal, registered as a Public Limited Company under Companies Act 2063 & Banking and Financial Institution Act, 2063. The registered address of the financial institution is located at New Baneshwor, Kathmandu, Nepal. The financial institution is listed on Nepal Stock Exchange and is trading under the code “MFIL”.

### 2. Basis of Preparation

#### 2.1 Statement of Compliance

The financial statements have been prepared in accordance with Nepal Financial Reporting Standards (NFRS) issued by the Accounting Standards Board of Nepal on 13th September 2013.

NFRS conform, in all material respect, to International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

#### 2.2 Reporting Period and Approval of financial statement

The financial institution follows the Nepalese financial year based on the Nepalese calendar.

The accompanied financial statements have been approved by the Board of Directors on its meeting held on 2077.08.21 and have been recommended for adoption by shareholders in the Annual General Meeting.

#### 2.3 Functional and Presentation currency

Financial statements are denominated in Nepalese Rupees, which is the functional and presentation currency of the financial institution.

#### 2.4 Use of Estimates, assumption and judgments

The financial institution, under NFRS, is required to apply accounting policies to most appropriately suit its circumstances and operating environment. Further, the financial institution is required to make judgement in respect of items where the choice of specific policy, accounting estimate or assumption to be followed could materially affect the financial statements. Later on this may be determined that a different choice could have been more appropriate.

NFRS requires the financial institution to make estimates and assumptions that will affect the assets, liabilities, disclosure of contingent assets and liabilities, and profit or loss as reported in the financial statements.

The financial institution applies estimates in preparing and presenting the financial statements. The estimates and underlying assumptions are reviewed periodically. Revision to accounting estimates are recognised in the period in which the estimates is revised, and are applied prospectively.

Disclosures of the accounting estimates have been included in the relevant section of the notes wherever the estimates have been applied along with the nature and effect of changes of accounting estimates, if any.

#### 2.5 Changes in Accounting policies

There has been no significant change in the accounting policies adopted by the bank except where required due to adoption of Nepal Financial Reporting Standards.

#### 2.6 New standards in issue but not yet effective

The standards and interpretations that are issued, but not yet effective, up to the date of issuance of the financial institution’s financial statements are disclosed below. The financial institution intends to adopt these standards, if applicable, when they become effective.

✓ **IFRS 9 – Financial Instruments**

IFRS 9 – Financial Instruments having expected credit loss model has been issued and effective from 1st January 2018 internationally but is not yet pronounced by The Institute of Chartered Accountants of Nepal (ICAN). For the reporting of financial instruments, NAS 32-Financial Instruments, Presentation, NAS 39- Financial Instruments Recognition and Measurements and NFRS 7- Financial Instruments – Disclosures have been applied.

A number of new standards and amendments to the existing standards and interpretations have been issued by IASB after the pronouncements of NFRS with varying effective dates. Those become applicable when ASB Nepal incorporates them within NFRS.

A significant impact on classification and measurement including impairment of financial instruments, will arise as a result of application of IFRS 9.

**2.7 New Standards and Interpretation not adopted**

Although IFRS 9 is applicable internationally from 1st of January 2018, it has not been applied as it is yet to be adopted by ICAN.

Further the Institute of Chartered Accountants of Nepal (ICAN) has provided carve out on various standards with different time frame; some of which are compulsory and others optional for banks and financial institutions. The list of carve-out and its compliance status while preparation of financial statement of the financial institution is as given below;

NFRS 10 : Consolidated Financial Statements-Preparation of consolidated financial statement using uniform accounting policies is necessary unless it is impracticable to do so- Optional-up to FY 2019-20-This carve out has no implication to the financial institution as it does not have any subsidiaries.

NAS 28 : Investments in Associates and Joint Ventures

Accounting for Investment in Associates as per equity method using uniform accounting policies Optional-up to FY 2019-20-Not applicable

NAS 34 : Interim Financial Reporting

Impracticable to restate the corresponding previous interim period information-Optional-up to FY 2018-19-The financial institution has utilized this carve out.

NAS 39: Financial Instruments: Recognition and Measurement- Incurred Loss Model to measure the Impairment Loss on Loan and Advances or impairment provision as per Nepal Rastra Bank (NRB) directive whichever is higher- compulsory-up to FY 2019-20. The Bank loans and advances are greater as per NRB Directive as compared to NFRS. Therefore, loans and advances are impaired as per NRB Directive.

NAS 39: Financial Instruments: Recognition and Measurement-Impracticability to determine transaction cost of all previous years which is the part of effective interest rate-Optional-up to FY 2018-19-The financial institution has utilized this carve out.

NAS 39 : Financial Instruments: Recognition and Measurement- Impracticability to determine interest income on amortized cost Optional-up to FY 2019-20-The financial institution has utilized this carve out.

**2.8 Discounting**

Discounting has been applied where assets and liabilities are non-current and the impact of the discounting is material.

**2.9 Limitation of NFRS implementation**

If the information is not available and the cost to develop would exceed the benefit derived, such exception to NFRS implementation has been noted and disclosed in respective section.

**3. Significant Accounting Policies**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

**3.1 Basis of Measurement**

The financial statements have been prepared on a historical cost basis, except for available –for-sale investments,

assets held for sale and discontinued operations, other financial assets and liabilities held for trading and financial assets and liabilities designated at fair value through profit or loss (FVTPL), all of which have been measured at fair value.

The financial statements have been prepared on a going concern basis where the accounting policies and judgements as required by the standards are consistently used and in case of deviations disclosed specifically.

### 3.2 Basis of Consolidation

The financial institution does not have control over any other entity for consolidation of Financial Statements.

### 3.3 Cash & Cash Equivalent

The fair value of cash is the carrying amount. Cash and cash equivalent represent the amount of cash in hand, balances with other bank and financial institutions, money at short notice and highly liquid financial assets with original maturities of three months or less from the acquisition date that are subject to an insignificant risk of changes in their value and used by the financial institution in the management of short-term commitment.

### 3.4 Financial Assets and Financial Liabilities

#### 3.4.1 Recognition

Financial assets and liabilities, with the exception of loans and advances to customers and balances due to customers, are initially recognised on the trade date i.e. the date that the financial institution becomes a party to the contractual provisions of the instrument. This includes regular way trades: purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place. Loans and advances to customers are recognised when funds are transferred to the customers' account at fair value inclusive of transaction costs. The financial institution recognises due to customer balances when funds reach the bank.

#### 3.4.2 Classification

The financial institution classifies its financial assets into the following measurement categories:

✓ **Financial assets and liabilities held for trading**

The financial institution classifies financial assets or financial liabilities as held for trading when they have been purchased or issued primarily for short term profit making through trading activities or form part of a portfolio of financial instruments that are managed together for which there is evidence of a recent pattern of short-term profit taking. Included in this classification are Government bonds, NRB Bonds, Domestic Corporate bonds, Treasury bills, Equities etc. held primarily for the trading purpose.

✓ **Financial assets and financial liabilities designated at fair value through profit or loss**

Financial assets and financial liabilities classified in this category are those that have been designated by management upon initial recognition. Management may only designate an instrument at FVTPL upon initial recognition when one of the following criteria are met, and designation is determined on an instrument-by-instrument basis:

• The designation eliminates, or significantly reduces, the inconsistent treatment that would otherwise arise from measuring the assets or liabilities or recognising gains or losses on them on a different basis

Or

• The assets and liabilities are part of a group of financial assets, financial liabilities, or both, which are managed, and their performance evaluated on a fair value basis, in accordance with a documented risk management or investment strategy

Or

• The financial instrument contains one or more embedded derivatives, unless they do not significantly modify the cash flows that would otherwise be required by the contract, or it is clear with little or no analysis when a similar instrument is first considered that separation of the embedded derivative(s) is prohibited.



✓ **Loans and receivables to Customers**

After initial measurement, loans and advances to customers are subsequently measured at amortisation over the period of loan. This practice is almost nearer to the effective interest method prescribed by NFRS. The method has been adopted as the cost for computation for interest on effective interest method is huge in terms of benefits to be received from the computation in the short run.

✓ **Held-to-maturity**

Held-to-maturity assets are non-derivative financial assets with fixed or determinable payments and fixed maturities that the financial institution's management has the intention and ability to hold to maturity.

✓ **Available-for-sale.**

Available-for-sale assets are those non-derivative financial assets intended to be held for an indefinite period of time, which may be sold in response to liquidity requirements or changes in interest rates, exchange rates, commodity prices or equity prices.

✓ **Financial liabilities held at amortised cost**

Financial liabilities not classified held at fair value through profit or loss includes borrowings which are classified as amortised cost instruments.

### 3.4.3 Measurement

✓ **Initial measurement**

All financial instruments are initially recognised at fair value plus transaction cost except in the case of financial assets and financial liabilities recorded at fair value through profit or loss.

✓ **Subsequent measurement**

Financial assets and liabilities designated at fair value through profit or loss are subsequently carried at fair value, with gains and losses arising from changes in fair value taken directly to the statement of profit or loss. Interest and dividend income or expense is recorded in revenue according to the terms of the contract, or when the right to payment has been established.

Available-for-sale financial assets are subsequently carried at fair value, with gains and losses arising from changes in fair value taken to Other Comprehensive Income. The Bank makes irrevocable election to route fair value changes through Other Comprehensive Income.

Loans and receivables and held-to-maturity financial assets are subsequently measured at amortised cost. Within this category loans and advances to the customers have been recognised at amortised cost using the method that very closely approximates effective interest rate method. The losses arising from impairment of such investments are recognised in the income statement within credit loss expense. If the financial institution were to sell or reclassify more than an insignificant amount of held-to-maturity investments before maturity (other than in certain specific circumstances), the entire category would be tainted and would have to be reclassified as available-for-sale.

Financial liabilities are subsequently measured at amortised cost, with any difference between proceeds net of directly attributable transaction costs and the redemption value recognised in the statement of profit or loss over the period of the borrowings using the effective interest method.

### 3.4.4 De-recognition

Financial assets are derecognised when the rights to receive cash flows from the assets have expired or where the financial institution has transferred substantially all risks and rewards of ownership. If substantially all the risks and rewards have been neither retained nor transferred and the financial institution has retained control, the assets continue to be recognised to the extent of the financial institution's continuing involvement.

Financial liabilities are derecognised when the obligation under the liability is discharged, cancelled or expires. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a de-recognition of the original liability and the recognition of a new liability. The difference between the carrying value of the original financial liability and the consideration paid is recognised in profit or loss.

### 3.4.5 Impairment of Loans and Advances

The financial institution reviews its individually significant loans and advances at each Reporting date to assess whether an impairment loss should be provided in the Statement of Profit or loss. In particular, the Management's judgment is required in the estimation of the amount and timing of future cash flows when determining the impairment loss. These estimates are based on assumptions about a number of factors and hence actual results may differ, resulting in future changes to the provisions made.

The individual impairment provision applies to financial assets evaluated individually for impairment and is based on Management's best estimate of the present value of the future cash flows that are expected to be received. In estimating these cash flows, Management makes judgments about a borrower's financial situation and the net realisable value of any underlying collateral. Each impaired asset is assessed on its merits, and the workout strategy and estimate of cash flows considered recoverable.

Individual assessment of impairment of exposures means establishing whether objective evidence of impairment exists, estimation of the present value of future cash flows, and calculation of the value of impairment for each individual receivable from the borrower included in this assessment.

The financial institution has considered all loans and advances for individual assessment of impairment. The bank determines, for each individual loan to be assessed for individual impairment, whether they expect to collect their receivables from expected future cash flows (going concern) or from collateral realization (gone concern). If a financial institution identifies objective evidence of impairment, the financial institution indicates, at single debtor level, the most realistic sources of repayment (collection approach/strategy) based on all available information regarding such borrower's financial position and performances. The financial institution assesses whether collection will be made from the borrower's expected future operating cash flows (borrower continues to perform business activities – going concern) or on the basis of collateral enforcement and realization (expectation that the borrower ceases to exist – gone concern). In both cases, financial institution uses conservative assumptions relating to the estimation of the expected cash flows, taking into account current economic conditions and the financial institution's own economic forecasts.

When estimating impairment based on collateral realization, the recoverable amount is the present value of the net inflow from collateral realization (taking into account the priority of claims), discounted by applying the original effective interest rate to the expected time to realization.

A collective impairment provision is established for:

- ◆ Groups of homogeneous loans and advances that are not considered individually significant; and
- ◆ Groups of assets that are individually significant but that were not found to be individually impaired

Since, the financial institution has considered all loans and advances for individual assessment of impairment, collective impairment provision has not been considered.

As stated in 2.7 the financial institution loans and advances is greater considering the NRB directive as compared to NFRS impairment provisioning. Therefore, provisioning as per NRB directive is applied.

### 3.4.6 Impairment of Financial Investments – Available-for-Sale

The financial institution also records impairment charges on available-for-sale equity investments when there has been a significant or prolonged decline in the fair value below their cost along with the historical share price movements, duration and extent up to which the fair value of an investment is less than its cost.

### 3.4.7 Impairment of Non-Financial Assets

The financial institution assesses whether there are any indicators of impairment for an asset or a cash generating unit (CGU) at each Reporting date or more frequently, if events or changes in circumstances necessitate to do so. This requires the estimation of the 'Value in use' of such individual assets or the CGUs. Estimating 'Value in use' requires the Management to make an estimate of the expected future cash flows from the asset or the CGU and also to select a suitable discount rate in order to calculate the present value of the relevant cash flows. This valuation requires the financial institution to make estimates about expected future cash flows and discount rates and hence, they are subject to uncertainty.

### 3.5 Trading Assets

Trading assets are those assets that the financial institution acquires principally for the purpose of selling in the near term or holds as part of a portfolio that is managed together for short-term profit shall be presented under this account head. The other trading asset includes non-derivative financial assets. It includes Government bonds, NRB Bonds, Domestic Corporate bonds, Treasury bills, Equities etc held primarily for the trading purpose.

### 3.6 Derivatives Assets and Derivative Liabilities

Financial institution doesn't deal with any derivative financial instruments.

### 3.7 Property and Equipment

All property and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the assets.

Subsequent costs are included in the asset's carrying amount or are recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the financial institution and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of profit or loss during the financial period in which they are incurred.

Freehold land is not depreciated although it is subject to impairment testing. Depreciation on other assets is calculated using the straight- line method to allocate their cost to their residual values over their estimated useful lives, as follows:

➤ Vehicle	7 Years
➤ Furniture and Fixture	5 Years
➤ Leasehold	5 Years
➤ Computer and Office Equipment	5 Years
➤ Machinery	5 Years

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each statement of financial position date. The value of the assets fully depreciated but continued to be in use is considered not material.

At each reporting date, assets are also assessed for indicators of impairment. In the event that an asset's carrying amount is determined to be greater than its recoverable amount, the asset is written down immediately to the recoverable amount.

Assets with costs less than NPR 5,000 are charged off on purchase as revenue expenditure.

Gains and losses on disposals are included in the Statement of Profit or Loss.

### 3.8 Intangible assets

#### Acquired Intangible Assets

Intangible assets are initially measured at fair value, which reflects market expectations of the probability that the future economic benefits embodied in the asset will flow to the Bank and are amortised on the basis of their expected useful lives.

#### Computer software

Acquired computer software licences are capitalised on the basis of the costs incurred to acquire and bring to use the specific software. Costs associated with the development of software are capitalised where it is probable that it will generate future economic benefits in excess of its cost. Computer software costs are amortised over the period of 5 years in Straight Line method (SLM). Costs associated with maintaining software are recognised as an expense as incurred.

At each reporting date, these assets are assessed for indicators of impairment. In the event that an asset's carrying amount is determined to be greater than its recoverable amount, the asset is written down immediately.

### 3.9 Investment Property

Land or Land and Building other than those classified as property and equipment and non-current assets held for sale under relevant accounting standard are presented under this account head. The Non-Banking Assets acquired by the financial institution is classified as investment property.

### 3.10 Income Tax

#### 3.10.1 Current tax

Current tax assets and liabilities for the current and prior years are measured at the amount expected to be recovered from, or paid to, the taxation authorities of Nepal. The tax rates and tax laws used to compute the amount are those that are enacted, or substantively enacted, by the reporting date in Nepal. The liabilities recognised for the purpose of current Income tax, including fees, penalties are included under this head.

#### 3.10.2 Deferred Tax Assets/Liabilities

Deferred tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is determined using tax rate applicable to the financial institution as at the reporting date which is expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised where it is probable that future taxable profit will be available against which the temporary differences can be utilised.

Deferred tax relating to items which are charged or credited directly to equity, is credited or charged directly to equity and is subsequently recognised in the statement of profit or loss together with the deferred gain or loss.

### 3.11 Deposits, Debt securities issued and subordinate Liabilities

The deposits held by the financial institution on behalf of its customers are classified as financial liabilities and measured at amortised cost under effective interest method. The financial institution does not have any debt securities issued and subordinated liabilities.

### 3.12 Provisions

Provisions are recognised in respect of present obligations arising from past events where it is probable that outflow of resources will be required to settle the obligations and they can be reliably estimated.

### 3.13 Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the financial institution and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised.

#### 3.13.1 Interest Income

Interest Income include interest income on loan and advance, investment securities except on those investment securities measure at fair value through profit or loss, cash and cash equivalent, due from Nepal Rastra Bank, due from BFIs, loan and advances to staff etc.

Interest income on loans and advances is recognized on amortised principal which is nearer to the effective interest method suggested by NFRS. The adoption of effective interest method is not possible due to constraints of time, effort and cost in short term compared to the benefits it provides. Interest of loans and advances which are significantly impaired are not recognized.

Interest income on government bond, treasury bills and bank balances are recognized under effective interest method.

Accrued Interest on Loan (except for bad loan) has been recognised.

#### 3.13.2 Fees and commissions

Fees and commissions are generally recognised on an accrual basis when the service has been provided or significant act performed. Service Fee Income/Expenses are recognized on accrual basis unless it is impracticable to recognize as allowed through carve-out on NFRS.

### 3.13.3 Dividend Income

Dividend income is recognised when the financial institution's right to receive the payment is established, which is generally when the shareholders approve the dividend.

### 3.13.4 Net Trading Income

Net trading income includes all gains and losses from changes in fair value and the related interest income or expense and dividends, for financial assets and financial liabilities held for trading.

### 3.13.5 Net income from other financial instrument at fair value through Profit or Loss

Gains and losses arising from changes in the fair value of financial instruments designated at fair value through profit or loss are included in the statement of profit or loss in the period in which they arise. Contractual interest income and expense on financial instruments held at fair value through profit or loss is recognised within net interest income.

### 3.14 Interest Expense

For all financial instruments measured at amortised cost, interest bearing financial assets classified as available-for-sale and financial instruments designated at FVTPL, interest expense is recorded using the EIR unless it is impracticable.

### 3.15 Employee Benefits

#### 3.15.1 Retirement Benefits

The financial institution has schemes of retirement benefits namely Gratuity, Provident Fund and Medical Allowance.

Retirement benefit obligations

The financial institution operates a defined contribution plans as provident fund contribution.

For Provident Fund, the financial institution pays contributions to the publicly administered provident fund plans (named Employee's Provident Fund) on a mandatory basis, and such amounts are charged to operating expenses. The financial institution has no further payment obligations once the contributions have been paid.

The new Labour Act 2074 is applicable from Bhadra 19, 2074 which requires payment of minimum Gratuity of at least 8.33% of basic salary to all staff (equal to one month salary per year). The financial institution has not yet decided for the revision of its Employees Byelaws as per New Labour Act. Further the bye laws also needs to be approved from the regulator. As the act is already in force, the financial institution is in the process of adopting new laws. Since, the liability of gratuity is significantly immaterial for current year, the financial institution has not carried out actuarial valuation.

#### 3.15.2 Long Term Benefit Liability (Accumulated Leave)

##### Long Term Benefit Liability

The financial institution provides accumulated leave benefit under its staff byelaw. The Home Leave is accumulated up to 90 days and Sick Leave is accumulated up to 45 days.

Accumulated leave benefits are treated as long term benefit liability. Accumulated leave obligations are estimated on the basis of actuarial Valuation. Long term benefit liability are not subject to same degree of uncertainty as defined benefit plan. Therefore re-measurement gain/(loss) on accumulated leave is charged to Profit and Loss account.

The financial institution has no further payment obligations once the contributions have been paid.

Since, the liability of leave is significantly immaterial for current year, the financial institution has not carried out actuarial valuation.

#### 3.15.3 Staff Bonus

Provision for bonus has been made at 10% of net profit including such bonus as prescribed by the directive of Nepal Rastra Bank.

### 3.16 Leases

The determination of whether an arrangement is a lease, or contains a lease, is based on the substance of the arrangement and requires an assessment of whether the fulfilment of the arrangement is dependent on the use of a specific asset or assets or whether the arrangement conveys a right to use the asset.

#### ✓ Financial Institution as a lessee

Leases that do not transfer to the financial institution substantially all of the risks and benefits incidental to ownership of the leased items are operating leases. Operating lease payments are recognised as an expense in the income statement on a straight-line basis over the lease term.

#### ✓ Financial Institution as a lessor

Leases where the financial institution does not transfer substantially all of the risk and benefits of ownership of the asset are classified as operating leases. Rental income is recorded as earned based on the contractual terms of the lease in other operating income.

### 3.17 Foreign Currency Translation

Foreign currency transactions are translated into the NPR using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from translation at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the profit or loss, except when recognised in other comprehensive income. Non-monetary assets that are measured at fair value are translated using exchange rate at the date that fair value was determined.

The financial institution is not involved in any kind of foreign currency transaction during this year.

### 3.18 Financial Guarantee and Loan Commitment

In the ordinary course of business, the financial institution issues performance guarantees, bid bond guarantees and advance payment guarantee. These guarantees are initially recognised in the financial statement (within 'contingent liabilities') at guaranteed value. The premium received is recognised in the income statement in net fees and commission income on a straight-line basis over the life of the guarantee.

### 3.19 Share Capital and Reserves

#### 3.19.1 Share Capital

Financial instruments issues are classified as equity when there is no contractual obligation to transfer cash, other financial assets or issue available number of own equity instruments. Incremental costs directly attributable to the issue of new shares are shown in equity as deduction net of taxes from the proceeds.

Dividends on ordinary shares classified as equity are recognised in equity in the period in which they are declared.

The issue expenses for the issue was charged in the year of issue and though the impact from past of the financial institutions' equity the amount has not been adjusted with the share capital and the financial institution considered the impact to be immaterial.

#### 3.19.2 Reserves

The reserves include regulatory and free reserves.

##### ✓ General Reserve

There is a regulatory requirement to set aside 20% of the net profit to the general reserve until the reserve is twice the paid up share capital. The reserve is the accumulation of setting aside profits over the years.

No Dividend (either cash dividend or bonus share) are distributed from the amount in General/ Statutory Reserve.

##### ✓ Assets Revaluation Reserve

Any Reserve created from revaluation of assets (such as Property & Equipment, Intangible Assets, Investment Property) shall be presented under this heading. Revaluation reserves often serve as a cushion against unexpected losses but may not be fully available to absorb unexpected losses due to the subsequent deterioration in market value and tax consequences of revaluation. The financial institution has followed cost model therefore no assets revaluation reserve is created.

✓ **Capital Reserve**

The capital reserve represents the amount of those reserves which are in nature of capital and which shall not be available for distribution of cash dividend. The amount from share forfeiture due to non-payment of remaining amount for the unpaid shares, capital grants received in cash or kind, capital reserve arising out of merger and acquisition etc are presented under this heading.

✓ **Special Reserve**

Any special reserve that is created as per the specific requirement of NRB directive or special instruction of NRB are represented as special reserve. The amount allocated to this reserve by debiting retained earning account are presented under this heading.

✓ **Corporate Social Responsibility Fund**

The fund created for the purpose of corporate social responsibility by allocating 1% of Net profit as per NRB Directive is presented under this account head.

✓ **Investment Adjustment Reserve**

It is a regulatory reserve created as a cushion for adverse price movements in Bank's investments as directed by the Directives of Nepal Rastra Bank. Bank & Financial Institutions are required to create Investment Adjustment Reserve equal to 2% of Value of investment.

✓ **Regulatory Reserve**

The amount that is allocated from profit or retained earnings of the financial institution to this reserve as per the Directive of NRB for the purpose of implementation of NFRS and which shall not be regarded as free for distribution of dividend (cash as well as bonus shares) shall be presented under this account head. The amount allocated to this reserve shall include interest income recognized but not received in cash, difference of loan loss provision as per NRB directive and impairment on loan and advance as per NFRS (in case lower impairment is recognized under NFRS), amount equals to deferred tax assets, actual loss recognized in other comprehensive income, amount of goodwill recognized under NFRS etc. Details are as presented under:

Details	This Year
Opening Regulatory Reserve	56,214,103
<b>Adjustment:</b>	
Interest Receivable	19,905,235
Provision on Non- Banking Assets	
Deferred Tax Assets	(4,955,315)
Provision for Loss on valuation of share Investment	
<b>Closing Regulatory Reserve</b>	<b>71,164,023</b>

✓ **Other reserve**

Any reserve created with specific or non-specific purpose (except stated in above) are presented under thus by disclosing accounting heads.

### 3.20 Earnings per share

The financial institution measures earning per share on the basis of the earning attributable to the equity shareholders for the period. The number of shares is taken as the weighted average number of shares for the relevant period as required by NAS 33 - Earnings Per Share.

There are no instruments, such as convertibles, that would require dilution of EPS, therefore diluted EPS has not been computed and disclosed.

### 3.21 Segmental Reporting

The financial institution's segmental reporting is in accordance with NFRS 8 geographical segments. Geographical segments are reported in a manner consistent with the internal reporting provided to the financial institution's

management, which is responsible for allocating resources and assessing performance of the geographical segments. All transactions between geographical segments are conducted on an arm's length basis, with intra-segment revenue and costs being eliminated in Head Office. Income and expenses directly associated with each segment are included in determining geographical segment performance.

Segmental information has been provided under Disclosures & Additional Information.

No revenue from transactions with a single external customer or counterparty amounted to 10% or more of the financial institution's total revenue in any of the periods reported.

### 3.22 Interim Financial Reporting

Interim reports corresponding to the financial statements had been reported in accordance with the regulatory reporting requirements. Those statements have been published quarterly in national level newspaper.

### 3.23 Proposed Dividend

The financial institution has proposed 18% bonus share amounting to Rs. 147,263,627.46 and 5.5 % cash dividend amounting to Rs.44,997,219.50 for the financial year 2076/77.



## Manjushree Finance Limited

### Schedules to Financial Statement

#### 4.1 Cash and cash equivalent

NPR

Particulars	2076-77	2075-76	2074-75
Cash in Hand	111,736,025	109,178,643	112,078,435
Balances with B/Fis	932,794,928	1,659,181,768	1,490,195,211
Money at call and short notice			
Other	-	-	-
<b>Total</b>	<b>1,044,530,953</b>	<b>1,768,360,411</b>	<b>1,602,273,646</b>

#### 4.2 Due from Nepal Rastra Bank

NPR

Particulars	2076-77	2075-76	2074-75
Statutory balances with NRB	421,524,875	352,574,286	162,673,859
Securities purchased under resale agreement	-	-	-
Other deposit and receivable from NRB	-	-	-
<b>Total</b>	<b>421,524,875</b>	<b>352,574,286</b>	<b>162,673,859</b>

#### 4.3 Placements with Bank and Financial Institutions

NPR

Particulars	2076-77	2075-76	2074-75
Placement with domestic B/Fis	-	-	-
Placement with Foreign B/Fis	-	-	-
Less: Allowances for impairment	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

#### 4.4 Derivative Financial Instruments

NPR

Particulars	2076-77	2075-76	2074-75
<b>Held for trading</b>			
Interest rate swap			
Forward exchange contract			
Others			
<b>Held for risk management</b>			
Interest rate swap			
Forward exchange contract			
Others			
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

#### 4.5 Other Trading assets

NPR

Particulars	2076-77	2075-76	2074-75
<b>Treasury Bills</b>	-	-	
Government bond	-	-	-
NRB bonds	-	-	-
Domestic Corporate bonds	-	-	-
<b>Equities</b>	-	-	-
Other	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>
Pledged	-	-	-
Non- Pledged	-	-	-

#### 4.6 Loans and advances to B/FIs

NPR

Particulars	2076-77	2075-76	2074-75
Loan to Microfinance Institutions	1,005,313,900	785,279,589	-
Other	-	-	-
Less: Allowances for Impairment	(10,050,000)	(7,850,000)	-
<b>Total</b>	<b>995,263,900</b>	<b>777,429,589</b>	<b>-</b>

#### 4.6.1 Allowances for Impairment

NPR

Particulars	2076-77	2075-76	2073-74
Balance as at Shrawan 1	7,850,000		310,000
<b>Impairment loss for the year:</b>			
Charge for the year	2,200,000	7,850,000	
Recoveries/Reversal			(310,000)
Amount written off			
<b>Balance as at Ashad end</b>	<b>10,050,000</b>	<b>7,850,000</b>	<b>-</b>

#### 4.7 Loans and advances to customers

NPR

Particulars	2076-77	2075-76	2074-75
Loans and advances measured at amortized	6,163,946,736	5,917,413,337	5,269,420,854
Less: Impairment allowances			
Individual Impairment	(281,027,695)	(272,969,377)	(145,745,568)
Portfolio Impairment	-	-	-
<b>Net amount</b>	<b>5,882,919,041</b>	<b>5,644,443,959</b>	<b>5,123,675,286</b>
Loan and advances measured at FVTPL	-	-	-
<b>Total</b>	<b>5,882,919,041</b>	<b>5,644,443,959</b>	<b>5,123,675,286</b>

#### 4.7.1 Analysis of loan and advances - By product

NPR

Particulars	2076-77	2075-76	2074-75
<b>Product</b>			
Term Loans	1,998,420,386	1,845,333,613	653,613,549
Overdraft	-	-	-
Trust Receipt/Import Loans	-	-	-
Demand and other Working Capital Loans	494,917,814	511,112,363	700,470,892
Personal Residential Loans	1,821,888,715	1,764,279,894	1,523,207,156
Real Estate Loans	286,625,736	340,570,081	1,104,054,866
Margin Lending Loans	387,434,949	268,592,982	277,736,662
Hire Purchase Loans	330,550,686	360,457,416	417,558,153
Deprived Sector Loans	51,099,492	120,372,949	205,231,034
Bills Purchased	-	-	-
Staffs Loans	81,513,584	77,257,231	54,488,200
Other	523,906,537	554,961,558	307,078,543
<b>Sub-total</b>	<b>5,976,357,898</b>	<b>5,842,938,087</b>	<b>5,243,439,055</b>
<b>Interest Receivable</b>	<b>187,588,838</b>	<b>74,475,249</b>	<b>25,981,798</b>
<b>Grand Total</b>	<b>6,163,946,736</b>	<b>5,917,413,337</b>	<b>5,269,420,854</b>

#### 4.7.2 Analysis of loan and advances - By Currency

NPR

Particulars	2076-77	2075-76	2074-75
Nepalese Rupee	6,163,946,736	5,842,938,087	5,243,439,055
Indian Rupee			
United States Dollar			
Great Britain Pound			
Euro			
Japanese Yen			
Chinese Yuan			
Other			
<b>Grand Total</b>	<b>6,163,946,736</b>	<b>5,842,938,087</b>	<b>5,243,439,055</b>

#### 4.7.3 Analysis of loan and advances - By Collateral

NPR

Particulars	2076-77	2075-76	2074-75
<b>Secured</b>			
Moveable/Immoveable Assets	5,417,135,196	5,389,599,893	4,888,699,103
Non Governmental Securities	387,434,950	-	-
Gold and Silver	-	-	-
Guarantee of Domestic BFIs	-	-	-
Government Guarantee	-	-	-
Guarantee of International Rated Bank	-	-	-
Collateral of Export Document	-	39,842,090	30,330,000
Collateral of Fixed Deposit Receipt	23,621,000	-	-
Collateral of Government Securities	-	-	-
Institutional Guarantee	-	-	-
Counter Guarantee	-	336,238,872	269,921,752
Personal Guarantee	324,475,260	-	-
Other Collateral	11,280,330	77,257,231	54,488,200
<b>Sub Total</b>	<b>6,163,946,736</b>	<b>5,842,938,087</b>	<b>5,243,439,055</b>
Unsecured	-	-	-
<b>Grand Total</b>	<b>6,163,946,736</b>	<b>5,842,938,087</b>	<b>5,243,439,055</b>

#### 4.7.4 Allowances for Impairment

NPR

Particulars	2076-77	2075-76	2074-75
<b>Specific allowances for impairment</b>			
Balance at Shrawan 1	280,819,377	145,745,568	126,346,357
Impairment loss for the year:			
Charge for the year	10,258,317	135,073,809	19,399,211
Recoveries/reversal during the year	-	-	-
Write-offs	-	-	-
Exchange rate variance on foreign currency			
Other movement			
<b>Balance at Ashad end</b>	<b>291,077,695</b>	<b>280,819,377</b>	<b>145,745,568</b>
<b>Collective allowances for impairment</b>			
Balance at Shrawan 1	-	-	-
Impairment loss for the year:			
Charge/(reversal) for the year	-	-	-
Exchange rate variance on foreign currency	-	-	-
Other movement	-	-	-
<b>Balance at Ashad end</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total allowances for impairment</b>	<b>291,077,695</b>	<b>280,819,377</b>	<b>145,745,568</b>

#### 4.8 Investment in securities

NPR

Particulars	2076-77	2075-76	2074-75
Investment securities designated at FVTPL	-	-	-
Investment securities measured at amortized cost	304,926,822	1,005,507,320	106,962,317
Investment in equity measured at FVTOCI	430,205,439	98,117,378	-
<b>Total</b>	<b>735,132,261</b>	<b>1,103,624,698</b>	<b>106,962,317</b>

#### 4.8.1 Investment in securities measured at amortized cost

NPR

Particulars	2076-77	2075-76	2074-75
Debt Securities	-	-	-
Government Bond	304,926,822	910,000,000	-
Government treasury bills	-	95,507,320	106,962,317
Nepal Rastra Bank bonds	-	-	-
Nepal Rastra Bank deposit instruments	-	-	-
Other	-	-	-
Less: Specific allowances for impairment	-	-	-
<b>Total</b>	<b>304,926,822</b>	<b>1,005,507,320</b>	<b>106,962,317</b>

#### 4.8.2 Investment in equity measured at fair value through other Other comprehensive income

NPR

Particulars	2076-77	2075-76	2074-75
Equity Instrument			
Quoted equity securities	430,205,439	98,117,378	-
Unquoted equity securities	-	-	-
<b>Total</b>	<b>430,205,439</b>	<b>98,117,378</b>	<b>-</b>

**4.8.3 Information relating to investment in equities**

NPR

Particulars	2076-77		2075-76		2074-75	
	Cost	Fair Value	Cost	Fair Values	Cost	Fair Values
<b>Investment in quoted equity</b>						
1. Deprosc Laghubitta Bittiya Sanstha Limited 89,668 shares of Rs. 713.32 each	63,961,711	77,831,824	38,830,886	39,567,766		
2. Swabalamban Bikas Bank Ltd. 27,203 shares of Rs.878.54 each	23,898,998	33,568,502	23,898,998	23,802,625		
3. Nirdhan Utthan Bank Ltd. 26,239 shares of Rs.834.36 each	21,892,695	26,370,195	16,056,521	16,237,187		
4. Chhimek Laghubitta Bikas Bank Ltd. 66,036 shares of Rs.965.75 each	63,774,048	72,243,384	18,195,883	18,509,800		
5. Global IME Laghubitta 25,000 shares of Rs.685 each	17,125,000	32,650,000				
6. Neco Insurance Co. Ltd. 68,411 shares of Rs.376.49 each	25,755,843	45,561,726				
7. IME General Insurance Co. Ltd. 14,568 shares of Rs.284.29 each	4,141,477	6,788,688				
8. Lumbini General Insurance Co. Ltd. 63,584 shares of Rs.319.97 each	20,344,784	31,283,328				
9. Prabhu Insurance Co. Ltd. 30,812 shares of Rs.310.04 each	9,553,080	16,207,112				
10. Asian Life Insurance Co. Ltd. 35,894 shares of Rs.315.58 each	11,327,380	21,787,658				
11. Surya Life Insurance Co. Ltd. 50,000 shares of Rs. 236 each	11,800,000	23,850,000				
12. United Insurance Co. Ltd. 100,000 shares of Rs.200 each	20,000,000	39,500,000				
13. Sana Kisan Bikas Bank Ltd. 1958 shares of Rs.903.46 each	1,768,975	2,563,022				
<b>Subtotal</b>	<b>295,343,990</b>	<b>430,205,439</b>	<b>96,982,290</b>	<b>98,117,378</b>	-	-
<b>Investment in Unquoted equity</b>						
<b>Subtotal</b>	-	-	-	-	-	-
<b>Grand Total</b>	<b>295,343,990</b>	<b>430,205,439</b>	<b>96,982,290</b>	<b>98,117,378</b>	-	-

#### 4.9 Current tax Assets/Liability

NPR

Particulars	2076-77	2075-76	2074-75
Current tax assets	119,197,940	77,182,126	48,871,830
Current year Income Tax Assets	119,197,940	77,182,126	48,871,830
Tax Assets of Prior Periods			
Current tax liabilities	116,857,983	35,531,249	39,679,920
Current year Income Tax Liabilities	116,857,983	35,531,249	39,679,920
Tax Liabilities of Prior Periods	-	-	-
	116,857,983	35,531,249	39,679,920
Total of income tax assets/(liabilities)	2,339,957	41,650,876	9,191,911

#### 4.10 Investment In subsidiaries

NPR

Particulars	2076-77	2075-76	2074-75
Investment in Quoted Subsidiaries	-	-	-
Investment in Unquoted Subsidiaries	-	-	-
Total Investment	-	-	-
Less: Impairment Allowances			
Net Carrying Amount	-	-	-

##### 4.10.1 Investment In quoted subsidiaries

NPR

Particulars	2076-77		2075-76		2074-75	
	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value
.....Ltd						
.....shares of Rs.... Each	-	-	-	-	-	-
.....Ltd						
.....shares of Rs.... Each	-	-	-	-	-	-
Total	-	-	-	-	-	-

##### 4.10.2 Investment In unquoted subsidiaries

NPR

Particulars	2076-77		2075-76		2074-75	
	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value
.....Ltd						
.....shares of Rs.... Each	-	-	-	-	-	-
.....Ltd						
.....shares of Rs.... Each	-	-	-	-	-	-
Total	-	-	-	-	-	-

##### 4.10.3 Information relating to subsidiaries of the bank

NPR

Particulars	Percentage of ownership					
	2076-77		2075-76		2074-75	
.....Ltd						
.....Ltd						

#### 4.10.4: Non Controlling Interest of the Subsidiaries

	Group
	2076-77
	.....
Equity Interest held by NCI (%)	
Profit (Loss) allocated during the year	
Accumulated Balances of NCI as on Ashad End	
Dividend Paid to NCI	
	2075-76
	.....
Equity Interest held by NCI (%)	
Profit (Loss) allocated during the year	
Accumulated Balances of NCI as on Ashad End	
Dividend Paid to NCI	

#### 4.11 Investment In associates

NPR

Particulars	2076-77		2075-76		2074-75	
	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value
Investment in Quoted associates	-	-	-	-	-	-
Investment in Unquoted associates	-	-	-	-	-	-
<b>Total Investment</b>	-	-	-	-	-	-
Less: Impairment Allowances						
<b>Net Carrying Amount</b>	-	-	-	-	-	-

#### 4.11.1 Investment In quoted associates

NPR

Particulars	2076-77		2075-76		2074-75	
	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value
.....Ltd						
.....shares of Rs.... Each	-	-	-	-	-	-
.....Ltd						
.....shares of Rs.... Each	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	-	-

#### 4.11.2 Investment In unquoted associates

NPR

Particulars	2076-77		2075-76		2074-75	
	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value
		-		-	-	-
<b>Total</b>	-	-	-	-	-	-

#### 4.11.3 Information relating to associates of the bank

NPR

Particulars	Percentage of ownership					
	2076-77		2075-76		2074-75	

#### 4.11.4: Equity value of associates

NPR

	Group			
	2076-77		2075-76	

#### 4.12 Investment Properties

NPR

Particulars	2076-77	2075-76	2074-75
<b>Investment Properties measured at Fair Value</b>			
Balance as on Shrawan 01	36,345,733	41,345,733	41,345,733
Addition/(Disposal) during the year		(5,000,000)	-
Net Changes in fair value during the year			
Adjustment/Transfer			
<b>Net Amount</b>	<b>36,345,733</b>	<b>36,345,733</b>	<b>41,345,733</b>
<b>Investment Properties measured at Cost</b>			
Balance as on Shrawan 01	-	-	-
Addition/(Disposal) during the year			
Adjustment/Transfer			
Accumulated depreciation			
Accumulated impairment loss			
Net Amount	-	-	-
<b>Total</b>	<b>36,345,733</b>	<b>36,345,733</b>	<b>41,345,733</b>



#### 4.13 Property and Equipment

NPR

Particulars	Land	Building	Leasehold Properties	Computer & Accessories	Vehicles	Furniture & Fixtures	Machinery	Equipment & others	Total Ashad end 2077	Total Ashad end 2076
Cost										
As on Shrawan 2076	-	-	21,492,730	7,088,841	22,929,113	13,251,618	-	26,879,017		91,641,319
Addition during the year	-	-	4,471,295	312,000	6,238,300	3,019,565	-	2,174,764		16,215,924
Acquisition	-	-	4,471,295	312,000	7,419,400	3,019,565	-	2,174,764		17,397,024
Capitalization	-	-	-	-	-	-	-	-		-
Disposal during the year	-	-	-	-	(1,181,100)	-	-	-		(1,181,100)
Adjustment/Revaluation	-	-	-	-	-	-	-	-		-
Balance as on Ashad end 2077	-	-	25,964,025	7,400,841	29,167,413	16,271,182	-	29,053,781		107,857,242
Depreciation and Impairment										
As on Shrawan 01. 2076	-	-	10,995,876	4,353,907	8,541,849	6,725,421	-	16,041,504		46,658,557
Depreciation charge for the year	-	-	4,905,928	1,052,413	4,545,263	2,775,976	-	4,635,829		17,915,408
Impairment for the year	-	-	-	-	-	-	-	-		-
Disposals	-	-	-	-	(996,892)	-	-	-		(996,892)
Adjustment	-	-	-	-	-	-	-	-		(269,878)
As on Ashad end 2077	-	-	15,901,804	5,406,320	12,090,220	9,501,397	-	20,677,333		63,307,195
Capital Work in Progress 2076										
Capital Work in Progress 2077										
Net Book Value										
As on Ashad end 2076	-	-	10,496,854	2,734,934	14,387,264	6,526,197	-	10,837,513		44,982,762
As on Ashad end 2077	-	-	10,062,221	1,994,521	17,077,193	6,769,786	-	8,376,448		44,550,047

#### 4.14 Goodwill and Intangible Assets

NPR

Particulars	Goodwill	Software		Other	Total Ashad end
		Purchased	Developed		
<b>Cost</b>					
As on Shrawan 01 2076	-	3,920,442	-	-	3,920,442
Addition during the year	-		-	-	-
Acquisition	-	450,305	-	-	450,305
Capitalization	-	-	-	-	-
Disposal during the year	-	-	-	-	-
Adjustment/Revaluation	-		-	-	-
<b>Balance as on Ashad end 2077</b>	-	<b>4,370,747</b>	-	-	<b>4,370,747</b>
<b>Amortisation and Impairment</b>					
As on Shrawan 01. 2076	-	2,725,480	-	-	2,725,480
Amortisation charge for the year	-	470,534	-	-	470,534
Impairment for the year	-		-	-	-
<b>Disposals</b>	-		-	-	-
<b>Adjustment</b>	-		-	-	-
As on Ashad end 2077		3,196,014	-	-	3,196,014
<b>Capital Work in Progress</b>					
<b>Net Book Value</b>					
As on Ashad end 2076	-	1,194,962	-	-	1,194,962
As on Ashad end 2077	-	1,174,733	-	-	1,174,733

**4.15 Deferred Taxes Assets/(Liabilities)**

NPR

Particulars	Deferred Tax Assets	Deferred Tax Liabilities	2074-75
			Net Deferred Tax Assets /(Liabilities)
<b>Deferred tax on temporary differences on following items</b>			
Loans and Advances to BFIs	-	-	-
Loans and Advances to Customers	-	-	-
Investment Properties	-	-	-
Investment Securities	-	-	-
Investment In Associates	-	-	-
Property and Equipment	-	(641,796)	(641,796)
Employees' Defined Benefit Plan	349,668	-	349,668
Employees' Leave Liability	888,780	-	888,780
Lease Liabilities	-	-	-
Provisions LLP	-	-	-
Other Temporary Differences	-	-	-
Deferred tax on temporary differences	1,238,448	(641,796)	596,652
Deferred tax on carry forward of unused tax losses	-	-	-
Deferred tax due to changes in tax rate	-	-	-
<b>Net Deferred Tax Asset (Liabilities) as on year end of 2073/74</b>			<b>596,652</b>
<b>Deferred Tax (Asset)/ Liabilities as on Shrawan 01, 2073</b>			<b>(470,469)</b>
Origination/(Reversal) during the year			126,183
Deferred Tax (expense)/income recognized in profit or loss			126,183
Deferred Tax (expense)/income recognized in Other Comprehensive Income			-
Deferred Tax (expense)/income recognized directly in equity			-

NPR

Particulars	Deferred Tax Assets	Deferred Tax Liabilities	2075-76
			Net Deferred Tax Assets /(Liabilities)
<b>Deferred tax on temporary differences on following items</b>			
Loans and Advances to BFIs	-	-	-
Loans and Advances to Customers	-	-	-
Investment Properties	-	-	-
Investment Securities	-	(340,527)	(340,527)
Investment In Associates	-	-	-
Property and Equipment	3,313,039	-	3,313,039
Employees' Defined Benefit Plan	975,845	-	975,845
Employees' Leave Liability	1,006,958	-	1,006,958
Lease Liabilities	-	-	-
Provisions LLP	-	-	-
Other Temporary Differences	-	-	-
Deferred tax on temporary differences	5,295,841	(340,527)	4,955,315
Deferred tax on carry forward of unused tax losses	-	-	-
Deferred tax due to changes in tax rate	-	-	-
<b>Net Deferred Tax Asset (Liabilities) as on year end of 2074/75</b>			<b>4,955,315</b>
<b>Deferred Tax (Asset)/ Liabilities as on Shrawan 01, 2074</b>			<b>(596,652)</b>
Origination/(Reversal) during the year			4,358,663
Deferred Tax (expense)/income recognized in profit or loss			4,699,189
Deferred Tax (expense)/income recognized in Other Comprehensive Income			(340,527)
Deferred Tax (expense)/income recognized directly in equity			-

NPR

Particulars	Deferred Tax Assets	Deferred Tax Liabilities	2076-77
			Net Deferred Tax Assets /(Liabilities)
Deferred tax on temporary differences on following items	-	-	-
Loans and Advances to BFIs	-	-	-
Loans and Advances to Customers	-	-	-
Investment Properties	-	-	-
Investment Securities	-	(40,458,435)	(40,458,435)
Investment In Associates	-	-	-
Property and Equipment	2,597,668	-	2,597,668
Employees' Defined Benefit Plan	2,473,555	-	2,473,555
Employees' Leave Liability	1,549,981	-	1,549,981
Lease Liabilities	-	-	-
Provisions LLP	-	-	-
Other Temporary Differences	-	-	-
Deferred tax on temporary differences	6,621,203	(40,458,435)	(33,837,232)
Deferred tax on carry forward of unused tax losses	-	-	-
Deferred tax due to changes in tax rate	-	-	-
<b>Net Deferred Tax Asset (Liabilities) as on year end of 2076/77</b>			<b>(33,837,232)</b>
<b>Deferred Tax (Asset)/ Liabilities as on Shrawan 01, 2076</b>			<b>(4,955,315)</b>
Origination/(Reversal) during the year			(38,792,547)
Deferred Tax (expense)/income recognized in profit or loss			1,325,362
Deferred Tax (expense)/income recognized in Other Comprehensive Income			(40,117,908)
Deferred Tax (expense)/income recognized directly in equity			-

#### 4.16 Other Assets

NPR

Particulars	31-03-2077	31-03-2076	32-03-2075
Assets held for Sale	-	-	-
Other Non-Banking Assets	-	-	-
Bills Receivable	-	-	-
Accounts Receivable	10,968,369	36,938,255	2,248,728
Accrued Income	-	-	-
Prepayments and Deposits	4,103,030	3,805,597	7,487,220
Income Tax Deposit	-	-	-
Deferred Employee Expenditure	71,118,200	31,219,798	12,457,483
Other	1,081,959	981,956	498,530
Stationery Stock	1,081,959	981,956	498,530
Commission Receivable	-	-	-
Deposit	-	-	-
Staff Advances	-	-	-
<b>Grand Total</b>	<b>87,271,558</b>	<b>72,945,606</b>	<b>22,691,961</b>

**4.17 Due to Bank and Financial Institutions**

NPR

Particulars	2076-77	2075-76	2074-75
Money Market Deposits			-
Interbank Borrowing	-	1,470,000,000	-
Other Deposits from BFIs	1,964,340,534	2,506,624,861	1,078,848,667
Settlement and Clearing Accounts	-	-	-
Other Deposits from BFIs	-	-	-
<b>Total</b>	<b>1,964,340,534</b>	<b>3,976,624,861</b>	<b>1,078,848,667</b>

**4.18 Due to Nepal Rastra Bank**

NPR

Particulars	2076-77	2075-76	2074-75
Refinance from NRB	-	-	30,357,000
Standing Liquidity Facility	-	-	-
Lender of Last Resort facility from NRB	-	-	-
Securities sold under repurchase agreements	-	-	-
Other Payable to NRB	10,907,294	11,100,000	68,451,330
<b>Total</b>	<b>10,907,294</b>	<b>11,100,000</b>	<b>98,808,330</b>

**4.19 Derivative Financial instruments**

NPR

Particulars	2076-77	2075-76	2074-75
<b>Held for Trading</b>			
Interest Rate Swap	-	-	-
Currency Swap	-	-	-
Forward Exchange Contracts			
Others			
<b>Held for Risk Management</b>			
Interest Rate Swap			
Currency Swap			
Forward Exchange Contracts.			
Others	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

**4.20 Deposits from customers**

NPR

Particulars	2076-77	2075-76	2074-75
<b>Institutions Customers:</b>	<b>1,512,592,226</b>	<b>1,430,855,304</b>	<b>1,544,617,617</b>
Term deposits	815,331,000	840,794,000	891,365,365
Call deposits	697,261,226	590,061,304	653,252,253
Current deposits	-	-	-
Other	-	-	-
<b>Individual Customers:</b>	<b>4,335,790,581</b>	<b>3,358,490,283</b>	<b>3,382,121,480</b>
Term deposits	3,140,378,437	2,319,064,375	2,463,596,036
Saving deposits	1,172,368,655	991,597,873	858,902,842
Current deposits	-	-	-
Other	23,043,489	47,828,035	59,622,602
<b>Total</b>	<b>5,848,382,807</b>	<b>4,789,345,587</b>	<b>4,926,739,097</b>

#### 4.20.1 Currency wise analysis of deposit from customers

NPR

Particulars	2076-77	2075-76	2074-75
Nepalese Rupee	5,848,382,807	4,789,345,587	4,926,739,097
Indian Rupee	-	-	-
United State dollar	-	-	-
Great Britain pound	-	-	-
Euro	-	-	-
Japenese yen	-	-	-
Chinese Yuan	-	-	-
Other	-	-	-
<b>Total</b>	<b>5,848,382,807</b>	<b>4,789,345,587</b>	<b>4,926,739,097</b>

#### 4.21 Borrowings

NPR

Particulars	2076-77	2075-76	2074-75
<b>Domestic Borrowing</b>			
Nepal Government			
Other Institutions	-	-	-
Other			
Sub total	-	-	-
<b>Foreign Borrowing</b>			
Foreign Bank and Financial Institutions			
Multilateral Development Banks			
Other institutions			
Sub total	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

#### 4.22 Provisions

NPR

Particulars	2076-77	2075-76	2074-75
Provisions for redundancy	-	-	-
Provision for restructuring	-	-	-
Pending legal issues and tax litigation	-	-	-
Onerous contracts	-	-	-
Other	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

#### 4.22.1 Movement in Provisions

NPR

Particulars	2076-77	2075-76	2074-75
Balance at Sawan 1	-	-	-
Provisions made during the year			
Provisions used during the year			
Provisions reversed during the year			
Unwind of discount			
<b>Balance at Ashad end</b>	<b>-</b>	<b>-</b>	<b>-</b>

#### 4.23 Other Liabilities

NPR

Particulars	2076-77	2075-76	2074-75
Liabilities for employees defined benefit obligations	8,245,182	3,252,815	1,165,560
Liabilities for employees defined contribution obligations	-	-	-
Liabilities for leave	5,166,603	3,356,525	2,962,601
Short term employee benefits	162,766	162,766	67,554
Bills payable	-	-	-
Creditors and accruals	12,578,053	12,468,488	3,271,847
Interest payable on deposits	3,450,650	3,409,028	5,004,390
Interest payable on borrowing	-	-	-
Liabilities on deferred grant income	-	-	-
Unpaid Dividend	-	-	-
Liabilities under Finance Lease	-	-	-
Employee bonus payable	43,871,981	13,135,724	14,196,341
Other Liabilities	15,613,550	9,115,348	9,732,271
Audit Fee Payable	334,500	334,500	334,500
TDS Payable	9,630,743	8,775,135	9,393,471
Others	5,648,306	5,714	4,300
	-	-	-
<b>Total</b>	<b>89,088,784</b>	<b>44,900,694</b>	<b>36,400,564</b>

#### 4.23.1. Defined Benefit Obligation

The amounts recognised in the statements of financials positions are as follows :

NPR

Particulars	2076-77	2075-76	2074-75
Present value of unfunded obligations	7,079,622	2,087,255	-
Present value of funded obligations	-	-	-
Total present value of obligations	7,079,622	2,087,255	-
Fair value of plan assets	7,079,622	2,087,255	-
Present value of net obligations	-	-	-
Recognised liability for defined benefit obligations	-	-	-

#### 4.23.2: Plan Assets

Plan assets comprise

NPR

Particulars	2076-77	2075-76	2074-75
Equity securities	-	-	-
Government bonds	-	-	-
Bank deposit	-	-	-
Other	7,079,622	2,087,255	-
<b>Total</b>	<b>7,079,622</b>	<b>2,087,255</b>	<b>-</b>

#### 4.23.3: Movement in the present value of defined benefit obligations

NPR

Particulars	2076-77	2075-76	2074-75
Defined benefit obligations at Shrawan 1	2,087,255	-	-
Actuarial losses	-	-	-
Benefits paid by the plan	4,992,367	2,087,255	-
Current service costs; Past Service Cost and interest	-	-	-
<b>Defined benefit obligations at Ashad end</b>	<b>7,079,622</b>	<b>2,087,255</b>	<b>-</b>

#### 4.23.4: Movement in the fair value of plan assets

NPR

Particulars	2076-77	2075-76	2074-75
Fair value of plan assets at Shrawan 1	2,087,255	-	-
Contributions paid into the plan	-	-	-
Benefits paid during the year	4,992,367	2,087,255	-
Actuarial (losses) gains	-	-	-
Expected return on plan assets	-	-	-
<b>Fair value of plan assets at Ashad end</b>	<b>7,079,622</b>	<b>2,087,255</b>	<b>-</b>

#### 4.23.5: Amount recognised in profit or loss

NPR

Particulars	2076-77	2075-76	2074-75
Current service costs	-	-	-
Past service costs-(non Vested)	-	-	-
Past service costs (Vested)	-	-	-
Interest on obligation	-	-	-
Expected return on plan assets	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

#### 4.23.6: Amount recognised in other comprehensive income

Bank

NPR

Particulars	2076-77	2075-76	2074-75
Acturial (gain)/loss	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

#### 4.23.7: Actuarial assumptions

NPR

Particulars	2076-77	2075-76	2074-75
Discount rate			
Expected return on plan asset			
Future salary increase			
Withdrawal rate			



**4.24 Debt securities issued**

NPR

Particulars	2076-77	2075-76	2074-75
Debt securities issued designated as at fair value through profit or loss	-	-	-
Debt securities issued at amortised cost	-	-	-
<b>Total</b>	-	-	-

**4.25 Subordinate Liabilities**

NPR

Particulars	2076-77	2075-76	2074-75
Redeemable preference shares	-	-	-
Irredeemable cumulative preference shares (liabilities component)			
Other			
<b>Total</b>	-	-	-

**4.26 Share Capital**

NPR

Particulars	2076-77	2075-76	2074-75
Ordinary Shares	818,131,264	804,060,210	804,060,210.
Convertible Preference Shares (Equity component)	-	-	-
Irredeemable Preference Shares (Equity component)	-	-	-
Perpetual debt (Equity component only)	-	-	-
Calls in Advance in Ordinary Shares	-	-	-
<b>Total</b>	<b>818,131,264</b>	<b>804,060,210</b>	<b>804,060,210</b>

**4.26.1 Share capital detail**

NPR

Particulars	2076-77	2075-76	2074-75
<b>Authorised capital</b>			
100,000,000 Ordinary Share of Rs. 100 each	1,000,000,000	1,000,000,000	1,000,000,000
<b>Issued Capital</b>			
8,040,602.10 Ordinary Share of Rs. 100 each (FY 75/76)		804,060,210	804,060,210
8,181,312.64 Ordinary Share of Rs. 100 each (FY 76/77)	818,131,264		
<b>Suscribed and paid up capital</b>			
8,040,602.10 Ordinary Share of Rs. 100 each (FY 2075/76)		804,060,210	804,060,210
8,181,312.64 Ordinary Share of Rs. 100 each (FY 76/77)	818,131,264		
<b>Total</b>	<b>818,131,264</b>	<b>804,060,210</b>	<b>804,060,210</b>

#### 4.26.2 Ordinary Share Ownership

NPR

Particulars	2076-77		2075-76		2074-75	
	% of holding	Amount	% of holding	Amount	% of holding	Amount
<b>Domestic ownership</b>	100.00%	818,131,264	100.00%	804,060,210	100%	804,060,210
Nepal Government						
"A" Class licenced institutions						
Other Licenced institutions						
Other institutions & individuals	2.13%	17,426,196	2.16%	17,405,133	2.16%	17,405,133
Public	97.87%	800,705,068	97.84%	786,655,077	97.84%	786,655,077
Other	-	-	-	-	-	-
<b>Foreign Ownership</b>						
<b>Total</b>	<b>100.00%</b>	<b>818,131,264</b>	<b>100.00%</b>	<b>804,060,210</b>	<b>100.00%</b>	<b>804,060,210</b>

#### 4.27 Reserves

NPR

Particulars	2076-77	2075-76	2074-75
Statutory general reserve	122,861,784	70,213,012	55,590,476
Exchange equilisation reserve			
Corporate social responsibility reserve	4,693,822	2,156,448	1,425,321
Capital redemption reserve			
Regulatory reserve	71,164,023	56,214,103	-
Investment adjustment reserve	-	-	-
Capital reserve			
Assets revaluation reserve	-	-	-
Fair value reserve	94,403,015	794,562	-
Dividend Equalisation Reserve			
Actuarial gain/(Loss) Reserve	-	-	-
Special reserve			
Other reserve	-	-	-
<b>Total</b>	<b>293,122,644</b>	<b>129,378,125</b>	<b>57,015,797</b>

#### 4.28 Contingent liabilities and commitments

NPR

Particulars	2076-77	2075-76	2074-75
Contingent liabilities	300,000	2,300,000	600,000
Undrawn and undisbursed facilities	-	-	-
Capital commitment	-	-	-
Lease Commitment	-	-	-
Litigation	-	-	-
<b>Total</b>	<b>300,000</b>	<b>2,300,000</b>	<b>600,000</b>

**4.28.1: Contingent Liabilities**

NPR

Particulars	2076-77	2075-76	2074-75
Acceptance and documentary credit	-	-	-
Bills for collection	-	-	-
Forward exchange contracts	-	-	-
Guarantees	-	-	-
Underwriting commitment	-	-	-
Other commitments	300,000	2,300,000	600,000
<b>Total</b>	<b>300,000</b>	<b>2,300,000</b>	<b>600,000</b>

**4.28.2: Undrawn and undisbursed facilities**

NPR

Particulars	2076-77	2075-76	2074-75
Undisbursed amount of loans	-	-	-
Undrawn limits of overdrafts	-	-	-
Undrawn limits of credit cards	-	-	-
Undrawn limits of letter of credit	-	-	-
Undrawn limits of guarantee	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

**4.28.3: Capital commitments**

Capital expenditure approved by relevant authority of the bank but provision has not been made in financial statements

NPR

Particulars	2076-77	2075-76	2074-75
<b>Capital commitments in relation to Property and Equipment</b>			
Approved and contracted for	-	-	-
Approved but not contracted for	-	-	-
<b>Sub total</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Capital commitments in relation to Intangible assets</b>			
Approved and contracted for	-	-	-
Approved but not contracted for	-	-	-
<b>Sub total</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

#### 4.28.4: Lease commitments

NPR

Particulars	2076-77	2075-76	2074-75
<b>Operating lease commitments</b>			
Future minimum lease payments under non cancellable operating lease, where the bank is lessee			
Not later than 1 year	-	-	-
Later than 1 year but not later than 5 years	-	-	-
Later than 5 years	-	-	-
<b>Sub total</b>	-	-	-
<b>Finance lease commitments</b>			
Future minimum lease payments under non cancellable operating lease, where the bank is lessee			
Not later than 1 year	-	-	-
Later than 1 year but not later than 5 years	-	-	-
Later than 5 years	-	-	-
<b>Sub total</b>	-	-	-
<b>Grand total</b>	-	-	-

#### 4.28.5: Litigation

Contingent Tax Liabilities

#### 4.29 Interest Income

NPR

Particulars	2076-77	2075-76
Cash and cash equivalent	-	-
Due from Nepal Rastra Bank	-	-
Placement with bank and financial institutions	59,274,859	95,430,490
Loan and advances to bank and financial institutions	139,260,113	543,122
Loans and advances to customers	835,529,533	918,635,569
Investment securities	48,163,400	14,304,610
Loan and advances to staff	36,919,567	2,336,648
Other Interest Income		
Less: Interest Refund to Customer	(5,643,320)	
<b>Total interest income</b>	<b>1,113,504,152</b>	<b>1,031,250,439</b>

#### 4.30 Interest Expense

NPR

Particulars	2076-77	2075-76
Due to bank and financial institutions	-	-
Due to Nepal Rastra Bank	-	-
Deposits from customers	703,166,661	652,338,308
Borrowing	16,594,664	20,146,384
Debt securities issued	-	-
Subordinated liabilities	-	-
Other Charges	-	-
<b>Total Interest expense</b>	<b>719,761,325</b>	<b>672,484,692</b>

**4.31 Fees and commission income**

NPR

Particulars	2076-77	2075-76
Loan administration fees	-	-
Service fees	23,546,400	30,766,573
Consortium fees		
Commitment fees		
DD/TT/Swift fees	-	-
Credit card/ATM issuance and renewal fees	-	18,441
Renewal fees		
Prepayment and swap fees	-	-
Investment banking fees		
Asset management fees		
Brokerage fees		
Remittance fees	-	648,612
Commission on letter of credit	-	-
Commission on guarantee contracts issued	-	36,000
Commission on share underwriting/issue		
Locker rental	-	-
Other fees and commission income	9,710,532	9,625,753
<b>Total Fees and Commission Income</b>	<b>33,256,931</b>	<b>41,095,379</b>

**4.32 Fees and commission Expense**

NPR

Particulars	2076-77	2075-76
ATM management fees	-	-
VISA/Master card fees	-	-
Guarantee commission	-	-
Brokerage	-	-
DD/TT/Swift fees.	-	-
Remittance fees and commission	-	19,400
Other fees and commission expense	-	-
<b>Total Fees and Commission Expense</b>	<b>-</b>	<b>19,400</b>

**4.33 Net Trading Income**

NPR

Particulars	2076-77	2075-76
Changes in fair value of trading assets	-	-
Gain/loss on disposal of trading assets	-	-
Interest income on trading assets	-	-
Dividend income on trading assets	-	-
Gain/loss foreign exchange transaction	-	-
Other	-	-
<b>Net Trading Income</b>	<b>-</b>	<b>-</b>

#### 4.34 Other Operating Income

NPR

Particulars	2076-77	2075-76
Foreign exchange revaluation gain	-	-
Gain/loss on sale of investment securities	201,030,855	-
Fair value gain/loss on investment properties		
Dividend on equity instruments	3,207,401	-
Gain/loss on sale of property and equipment	36,792	-
Gain/loss on sale of investment property	-	-
Operating lease income	-	-
Gain/loss on sale of gold and silver	-	-
Other Operating Income	-	-
<b>Total</b>	<b>204,275,048</b>	<b>-</b>

#### 4.35 Impairment charge/(reversal) for loan and other losses

NPR

Particulars	2076-77	2075-76
Impairment charge/(reversal) on loan and advances to BFIs	-	-
Impairment charge/(reversal) on loan and advances to customers	10,258,317	135,073,809
Impairment charge/(reversal) on financial Investment	-	-
Impairment charge/(reversal) on placement with BFIs		
Impairment charge/(reversal) on property and equipment		
Impairment charge/(reversal) on goodwill and intangible assets		
Impairment charge/(reversal) on investment properties		
Impairment charge/(reversal) on Other Assets	-	-
<b>Total</b>	<b>10,258,317</b>	<b>135,073,809</b>

#### 4.36 Personnel Expenses

NPR

Particulars	2076-77	2075-76
Salary	43,279,964	35,077,092
Allowances	25,365,330	17,342,992
Gratuity Expense	4,992,367	2,087,255
Provident Fund	3,733,098	2,852,229
Uniform	-	-
Training & development expense	1,823,091	1,564,010
Leave encashment	3,291,917	4,068,494
Medical	3,450,536	2,811,211
Insurance	-	-
Employees incentive	-	-
Cash-settled share-based payments	-	-
Pension expense	-	-
Finance expense under NFRS	28,912,108	2,336,648
Other expenses related to staff	2,592,505	1,276,981
<b>Subtotal</b>	<b>117,440,915</b>	<b>69,416,912</b>
Employees bonus	43,512,723	12,776,467
<b>Grand Total</b>	<b>160,953,639</b>	<b>82,193,379</b>

#### 4.37 Other Operating Expenses

NPR

Particulars	2076-77	2075-76
Directors' fee	645,270	874,000
Directors' expense	110,571	21,434
Auditors' remuneration	339,000	339,000
Other audit related expense	31,077	5,475
Professional and legal expense	-	-
Office administration expense (4.37 A)	48,284,595	44,718,814
Operating Lease expense	13,489,911	11,196,961
Operating expense of investment properties	-	-
Corporate social responsibility expense	-	-
Onerous lease provisions	-	-
Other Expenses	-	-
<b>Total</b>	<b>62,900,423</b>	<b>57,155,684</b>

#### 4.37A Office Administration Expenses

NPR

Particulars	2076-77	2075-76
Water & Electricity	3,529,207	3,506,835
Repair & Maintenance		
(a) Building		
(b) Vehicle	477,727	422,984
(c) Computer & accessories		
(d) Office Equipment & Furniture		
(e) Others	2,126,828	3,708,836
Insurance	2,512,738	2,427,364
Postage, Telex, Telephone, Fax	3,511,754	3,534,088
Printing & Stationery	4,057,510	4,638,762
Newspapers & Books & Journals	49,410	8,568
Advertisements	10,975,764	7,161,859
Donation		
Security Expenses	8,503,594	7,645,909
Deposit & Loan Guarantee Premium		
Travel Allowance & Expenses	2,062,273	2,666,863
Entertainment	151,930	431,825
Annual/Special General Meeting Expenses	438,546	312,518
<b>Other</b>		
Fuel Expenses	1,332,119	-
Share Issue Expenses	268,774	-
Annual Fee	1,607,474	807,509
Office Expenses	5,354,527	7,331,895
Technical Service Fees	633,500	113,000
Miscellaneous Expenses	690,919	-
<b>Total</b>	<b>48,284,595</b>	<b>44,718,814</b>

#### 4.37B Operating Lease Expenses

NPR

Particulars	2076-77	2075-76
House Rent Expenses	11,196,961	9,784,694
Electricity Expenses	3,506,835	3,228,388
Security Expenses	7,645,909	5,904,443
<b>Total</b>	<b>22,349,706</b>	<b>18,917,525</b>

#### 4.38 Depreciation and Amortisation

NPR

Particulars	2076-77	2075-76
Depreciation on property and equipment	17,915,408	21,029,651
Depreciation on investment property	-	-
Amortisation of intangible assets	470,534	444,463
<b>Total</b>	<b>18,385,942</b>	<b>21,474,114</b>

#### 4.39 Non Operating Income

NPR

Particulars	2076-77	2075-76
Recovery of Loan written off	-	-
Other Income	-	530,000
<b>Total</b>	<b>-</b>	<b>530,000</b>

#### 4.40 Non Operating expense

NPR

Particulars	2076-77	2075-76
Loan written off	-	-
Redundancy provision	-	-
Expense of restructuring	-	-
Other expense.	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

#### 4.41 Income Tax Expenses

NPR

Particulars	2076-77	2075-76
<b>Current Tax Expenses</b>	<b>116,857,983</b>	<b>35,531,249</b>
Current Year	116,857,983	35,531,249
Adjustment for Prior Years	-	-
<b>Deferred tax Expenses</b>	<b>(1,325,362)</b>	<b>(4,699,189)</b>
Origination and Reversal of Temporary Differences	(1,325,362)	(4,699,189)
Change in tax Rate	-	-
Recognition of Previously unrecognized Tax Losses	-	-
<b>Total Income tax expense</b>	<b>115,532,621</b>	<b>30,832,060</b>

#### 4.41.1: Reconciliation of Tax Expenses and Accounting Profit

NPR

Particulars	2076-77	2075-76
Profit Before Tax	378,776,485	103,944,740
Tax Amount at the Rate of 30%	113,632,946	31,183,422
Add: Tax Effect of the expenses that are not deductible for tax purpose	3,225,037	4,207,129
Less: Tax Effect on Exempt Income	-	-
Add/Less: Tax Effect on other Items	-	140,699
<b>Total Income Tax Expenses</b>	<b>116,857,983</b>	<b>35,531,249</b>
<b>Effective Tax Rate</b>	<b>30.85%</b>	<b>34.18%</b>



## Manjushree Finance Limited

### Statement of Distributable Profit or Loss

As on 31st Ashad 2077  
(As per NRB Regulation)

NPR

Particulars	31st Ashad 2077	31st Ashad 2076
Opening Retained Earning	92,438,159	114,539,286
<b>Net profit or (loss) as per statement of profit or loss</b>	<b>263,243,864</b>	<b>73,112,680</b>
<b>Appropriations:</b>		
a. General reserve	(52,648,773)	(14,622,536)
b. Foreign exchange fluctuation fund	-	-
c. Capital redemption reserve	-	-
d. Corporate social responsibility fund	(2,632,439)	(731,127)
e. Employees' training fund	-	-
f. Dividend Distribution of Previous Year	(92,208,392)	(23,317,746)
g. Share Issue Expenses directly charged to equity	-	(328,297)
f. Other		-
<b>Profit or (loss) before regulatory adjustment</b>	<b>208,192,419</b>	<b>148,652,261</b>
<b>Regulatory adjustment :</b>		
a. Interest receivable (-)/previous accrued interest received (+)	(19,905,235)	(28,264,603)
b. Short loan loss provision in accounts (-)/reversal (+)	-	-
c. Short provision for possible losses on investment (-)/reversal (+)	-	(96,373)
d. Short loan loss provision on Non Banking Assets (-)/reversal (+)	-	(22,897,812)
e. Deferred tax assets recognised (-)/ reversal (+)	4,955,315	(4,955,315)
f. Goodwill recognised (-)/ impairment of Goodwill (+)		
g. Bargain purchase gain recognised (-)/resersal (+)		
h. Acturial loss recognised (-)/reversal (+)	-	-
i. Acturial loss recognised (-)/reversal (+)		
j. Acturial loss recognised (-)/reversal (+)		
i. Other (+/-)	-	
<b>Distributable profit or (loss)</b>	<b>193,242,499</b>	<b>92,438,158</b>

## Manjushree Finance Limited

### Disclosures & Additional Information

Ashad End 2077

#### 5.1 Risk Management

In compliance with Nepal Rastra Bank Directive on 6 "Corporate Governance", the Board of Finance Company has established a Risk Management Committee with clear terms of reference. As at the date of this report, the Finance Company's Risk Management Committee comprised of the following:

S.N.	Members of Risk Management Committee	Designation
1	Mr. Dilman Singh Chand (Director)	Co-ordinator
2	Mr. Arun Neupane (Director)	Member
3	Mr. Chinta Mani Gautam(Director)	Member
4	Mr.Narayan Subedi	Member
5	Mrs. Shweta Pande	Member Secretary

The Committee meets at least four times annually. The committee oversees and reviews the fundamental prudential risks including operational, credit, market, reputational, capital and liquidity risk etc.

The responsibilities of Risk Management Committee are as follows:

- Formulate policies and guidelines for identification, measurement, monitoring and control all major risk categories.
- Ensuring the Finance Company has clear, comprehensive and well documented policies and procedure.
- Defining the Finance Company's overall risk tolerance in relation to credit risk.
- Ensuring that Finance Company's significant risks exposure is maintained at prudent levels and consistent with the available capital.

Apart from Board Level Risk Management Committee the other committees and groups as mentioned below supports for Overall Risk Management.

#### i) Risk Governance

Risk management committee of the Finance Company has formed to review the credit risk, market risk and liquidity risk of the Finance. Apart from this the Finance Company has formed the Assets Liability Committee (ALCO) to monitor Liquidity risk as well as market risk and Anti-Money Laundering Prevention committee (AML) in order to monitor the operational risk. The committee and subcommittee has effectively discharged their duties & responsibility.

Risk management committee analyse the Stress testing of the Finance Company as required by Nepal Rastra Bank and its impact and corrective action to mitigate the risk.

Through its risk management framework, the Finance Company seeks to efficiently manage credit, market and liquidity risks which arise directly through the Finance Company's commercial activities as well as operational, regulatory and reputational risks which arise as a normal consequence of any business undertaking. As part of this framework, the Finance Company uses a set of principles that describe its risk management culture. The Finance has developed Risk Management Policy to manage Credit risk, Market risk and liquidity risk.

The major risk areas and mitigation mechanism is as given below;

#### 1) Credit Risk

Credit risk is the potential for loss due to failure of counterparty to meet its obligations to pay the Finance Company in accordance with agreed terms.

A standardized loan application forms has been in use for facilitating collection and analysis of all the relevant data for evaluating credit worthiness and proper evaluation of the credit risk of the prospective borrower. The factors considered in evaluating loan applications normally included prospects of the business, management of the firm/company, financial analysis- income statement, balance sheet, cash flow statement, key financial indicators, key risk and mitigates. Further, inspection and supervision are also conducted before approval of the loan for pre-analysis and after the disbursement of loan as well for monitoring the utilization of loan.

## 2) Operational Risk

Operational risk is the prospect of loss of resulting from inadequate or failed procedures, systems or policies, employee errors, system failures, fraud or other criminal activity, any event that disrupts business processes.

For the control of operational risk of institution, it has Financial Administration Policy, Employee Bylaws, Operational manual, AML, KYC & CFT policy, and Guidelines for AML, KYC & CFT, Suspicious Transaction identification Procedure, Politically exposed person identification procedure, which guides the day to day operation.

Each risk control owner is responsible for identifying risks that are material and for maintaining an effective control environment across the organization. Risk control owners have responsibility for the control of operational risk arising from the management of the following activities: External Rules & Regulations, Liability, Legal Enforceability, Damage or Loss of Physical Assets, Safety & Security, Internal Fraud or Dishonesty, External Fraud, Information Security, Processing Failure, and Model. Operational risks can arise from all business lines and from all activities carried out by the Finance Company.

## 3) Market Risk

Risks arising out of adverse movements in interest rates and equity prices are covered under Market Risk Management. Market Risk is the potential for loss of earnings or economic value due to adverse changes in financial market rates or prices. Institution exposure to market risk arises principally from customer driven transactions.

## 4) Liquidity Risk

Liquidity risk is the potential that the Finance Company either does not have sufficient liquid financial resources available to meet all its obligations as they fall due, or can only access these financial resources at excessive cost.

## 5) Reputational Risk

Reputational risk is a risk of loss resulting from damages to reputation of institution, in lost revenue; increased operating, capital or regulatory costs; or destruction of shareholder value.

Reputational risk is managed by the management committee which are responsible for protecting the institution's reputation locally and has the responsibility to ensure that the Finance Company does not undertake any activities that may cause material damage to the reputation of institution.

## 6) Employee Benefit Risk

Employee benefit risk is the potential risk of loss due to having to meet shortfall in the Finance Company's defined benefits gratuity and leave encashment schemes.

The gross obligation for gratuity is calculated considering the salary at the time of retirement of the individual staff and number of years' service with the finance. The home leave can be accumulated for maximum period of 60 days for total period served by individual staff. The gross obligation for leave encashment is calculated considering the last drawn salary multiplied by no of eligible days for leave encashment.

## 7) Internal Control

The Board is committed to managing risks and in controlling its business and financial activities in a manner which enables it to maximize profitable business opportunities, avoid or reduce risks which can cause loss or reputational damage, ensure compliance with applicable laws and regulations and enhance resilience to external events. To achieve this, the Board has adopted policies and procedures of risk identification, risk evaluation, risk mitigation and control/monitoring.

The effectiveness of the Company's internal control system is reviewed regularly by the Board, its Committees, Management and Internal Audit. The Audit Committee has reviewed the effectiveness of the Finance Company's system of internal control during the year and provided feedback to the Board as appropriate. The Internal Audit monitors compliance with policies/standards and the effectiveness of internal control structures across the Company through its program of business/unit audits. Internal Audit reports are quarterly forwarded to the Audit Committee. The findings of all audits are reported to the Chief Executive Officer and Business Heads for initiating immediate corrective measures.

## 8) Any Other Risk

### **Compliance Risk**

Compliance risk is the risk of legal or regulatory sanctions, material financial loss, or loss to reputation due to failure to comply with laws, rules and standards.

MFL is committed to follow best practices and market standards in the areas of accountability, transparency and business ethics. The Finance Company aims at a zero tolerance of misconduct and corruption.

### **Strategic Risk**

Strategic risk is the risk in achieving Finance Company's strategic objectives, both from internal and external events and scenarios which prevent from achieving strategic objectives.

### **Interest Rate Risk**

Interest rate risk arises when there is a mismatch between positions, which are subject to interest rate adjustment within a specified period.

### **AML/CFT Risk**

AML/CFT risk is related with providing financial services to money launders and terrorists for channelling of money derived from crime or aimed at funding terrorism.

The strictness of the provisions made in laws and directives reflect the seriousness of this issue; non-compliance of which may cause significant reputational risk as well as may result in adverse consequences

A separate AML, KYC & CFT Unit is established which looks after the effective implementation and compliance of AML, KYC & CFT related prevailing Acts, Rules and Directives.

**Hierarchy of fair value measurement of financial assets at fair value**

NPR

Particulars	2076-77			2075-2076			2074-75		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
<b>Fair Value through profit or loss</b>									
Fair Value through OCI									
Equity investments	430,205,439		-	98,117,378		-	-		-
<b>Fair Value of Financial Assets – Held at Amortised Cost</b>									
Cash in hand	111,736,025			109,178,643			112,078,435		
Balances with B/FIs			932,794,928			1,659,181,768			1,490,195,211
Money at call and short notice			-			-			-
Interbank placement			-			-			-
Balance at NRB			421,524,875			352,574,286			162,673,859
Derivative financial instrument			-			-			-
Loans & Advances			7,169,260,636			6,702,692,926			5,269,420,854
Government bonds			304,926,822			910,000,000			-
Government treasury bills			-			95,507,320			106,962,317
Equity investments			-			-			-
<b>Other assets</b>			<b>15,071,398</b>			<b>40,743,852</b>			<b>9,735,948</b>
<b>Fair Value of Financial Liabilities – Held at Amortised Cost</b>									
Deposits from customers			5,848,382,807			4,789,345,587			4,926,739,097
Due to Banks			10,907,294			3,987,724,861			1,177,656,998
Debt Securities			-			-			-
Employee related liabilities			57,446,532			19,907,830			18,392,056
Bills payable			-			-			-
Creditors and accruals			12,578,053			12,468,488			3,271,847
Interest payable on deposit			3,450,650			3,409,028			5,004,390
Interest payable on borrowing			-			-			-
Unpaid Dividend			-			-			-
Other liabilities			15,613,550			9,115,348			9,732,271

## 5.2 Capital Management

### i. Qualitative disclosures

The Finance Company has maintained the capital adequacy as per Capital adequacy framework, 2007 (Updated July 2008) as required by Nepal Rastra Bank. The main objective of this framework is to develop a safe and sound financial system by way of sufficient amount of qualitative capital and risk management practices. The total equity of the Finance Company comprises of paid up capital, statutory reserves and other reserves. The Finance Company does not have any other complex or hybrid capital instruments. Core Capital fund and Total Capital Fund as per Basel II is 15.89% and 16.83% as on Asadh End 2077.

Assessment of capital adequacy of Finance Company is done on regular basis taking into considerations the exposure of bank. Also, the analysis of possible impact on capital adequacy is being done on regular basis taking into consideration the future impacts on assumptive basis. Capital adequacy of Finance Company and impact in capital due to future change in nature and size of business is discussed in Risk Management Committee and is summarized in board. Regular monitoring of nature of business is being done so that unexpected negative impact could not take place in capital adequacy of Finance Company. Reporting to regulatory body is being done as prescribed by compliance department.

The internal capital adequacy assessment process (ICAAP) is a comprehensive process which requires board and senior management oversight, monitoring, reporting and internal control reviews at regular intervals to ensure the alignment of regulatory capital requirement with the true risk profile of the Finance Company and thus ensure long-term safety and soundness of the Finance Company. The key components of an effective ICAAP are discussed below.

#### a. Board and senior management oversight

Board and senior management oversight management is responsible for understanding the nature and level of risk being taken by the Finance Company and how this risk relates to adequate capital levels. It is also responsible for ensuring that the formality and sophistication of the risk management processes is commensurate with the complexity of its operations. A sound risk management process, thus, is the foundation for an effective assessment of the adequacy of a Finance Company's capital position.

The board of directors of the Finance Company is responsible for setting the Finance Company's tolerance for risks. The board also ensures that management establishes a mechanism for assessing various risks; develops a system to relate these risks to the Finance Company's capital level and sets up a method for monitoring compliance with internal policies. It is equally important that the board instills strong internal controls and thereby an effective control environment through adoption of written policies and procedures and ensures that the policies and procedures are effectively communicated throughout the Finance Company.

#### b. Sound Capital Assessment

Another crucial component of an effective ICAAP is the assessment of capital. In order to be able to make a sound capital assessment the Finance Company should, at minimum, have the following:

- Policies and procedures designed to ensure that the Finance Company identifies, measures, and reports all material risks;
- A process that relates capital to the level of risk;
- A process that states capital adequacy goals with respect to risk, taking account of the Finance Company's strategic focus and business plan; and
- A process of internal control, reviews and audit to ensure the integrity of the overall management process.

#### c. Comprehensive assessment of risk

All material risks faced by the Finance Company should be addressed in the capital assessment process. Nepal Rastra Bank recognizes that not all risks can be measured precisely. However, Finance Company should develop a process to estimate risks with reasonable certainties. In order to make a comprehensive assessment of risks, the process should, at minimum, address the following forms of risk.

1. Credit Risk
2. Credit Concentration Risk
3. Operational Risk
4. Market Risk
5. Liquidity Risk

#### d. Monitoring and reporting

The Finance Company has established an adequate system for monitoring and reporting risk exposures and assessing how the Finance Company's changing risk profile affects the need for capital. The Finance Company's senior management or board of directors, on a regular basis, receives reports on the Finance Company's risk profile and capital needs. These reports allow senior management to:

- Evaluate the level and trend of material risks and their effect on capital levels;
- Evaluate the sensitivity and reasonableness of key assumptions used in the capital assessment measurement system;
- Determine that the Finance Company holds sufficient capital against the various risks and is in compliance with established capital adequacy goals; and
- Assess its future capital requirements based on the Finance Company's reported risk profile and make necessary adjustments to the Finance Company's strategic plan accordingly.

#### e. Internal Control Review

The Finance Company's internal control structure is essential to a sound capital assessment process. Effective control of the capital assessment process includes an independent review and, where appropriate, the involvement of internal or external audits. The Finance Company's board of directors has a responsibility to ensure that management establishes a system for assessing the various risks, develops a system to relate risk to the Finance Company's capital level, and establishes a method for monitoring compliance with internal policies. The board should regularly verify whether its system of internal controls is adequate to ensure well-ordered and prudent conduct of business. The bank should conduct periodic reviews of its risk management process to ensure its integrity, accuracy, and reasonableness. Key areas that should be reviewed include:

- Appropriateness of the Finance Company's capital assessment process given the nature, scope and complexity of its activities;
- Identification of large exposures and risk concentrations;
- Accuracy and completeness of data inputs into the Finance Company's assessment process;
- Reasonableness and validity of scenarios used in the assessment process; and
- Stress testing and analysis of assumptions and inputs.

## 5.2.2 Quantitative Disclosures

### 1. Capital Structure & Capital Adequacy

#### • Tier I Capital & Breakdown of Its Components

Particulars	Amount (NPR)
Paid up Equity Share Capital	818,131.26
Irredeemable Non-cumulative preference shares	-
Share Premium	-
Proposed Bonus Equity Shares	-
Statutory General Reserves	122,861.78
Retained Earnings	193,242.50
Un-audited current year cumulative profit/(loss)	-
Capital Redemption Reserve	-
Capital Adjustment Reserve	-
Dividend Equalization Reserves	-

Other Free Reserve	-
Less: Goodwill	-
Less: Deferred Tax Assets	-
Less: Fictitious Assets	-
Less: Investment in equity in licensed Financial Institutions	-
Less: Investment in equity of institutions with financial interests	-
Less: Investment in equity of institutions in excess of limits	-
Less: Investments arising out of underwriting commitments	-
Less: Reciprocal crossholdings	-
Less: Purchase of land & building in excess of limit and unutilized	-
Less: Other Deductions	-
<b>Total Tier I Capital</b>	<b>1,134,235.55</b>

• **Tier II Capital & Breakdown of Its Component**

Particulars	Amount (NPR)
Cumulative and/or Redeemable Preference Share	-
Subordinated Term Debt	-
Hybrid Capital Instruments	-
General loan loss provision	67,446.35
Exchange Equalization Reserve	-
Investment Adjustment Reserve	-
Asset Revaluation Reserve	-
Other Reserves	-
<b>Total Tier II Capital</b>	<b>67,446.35</b>

• **Total Qualifying Capital**

Particulars	Amount (NPR)
Core Capital (Tier I)	1,134,235.55
Supplementary Capital (Tier II)	67,446.35
<b>Total Capital Fund</b>	<b>1,201,681.89</b>

• **Capital Adequacy Ratio**

Tier I and Total Capital Fund of the Finance Company as per Base II as on Ashad 2077 is 15.89% and 16.83% of Risk Weighted Exposures

**2. Risk Exposure**

• **Risk Weighted Exposure For Credit Risk, Market Risk & Operational Risk**

Risk Weighted Exposures	Current Period	NPR
Risk Weighted Exposure for Credit Risk		6,721,302.26
Risk Weighted Exposure for Operational Risk		417,268.11
Risk Weighted Exposure for Market Risk		-
<b>Total Risk Weighted Exposures (Before Adjustment of Pillar II)</b>		<b>7,138,570.37</b>

**5.2.3 Compliance With External Requirement**

The Finance Company, at all times, has complied the externally imposed capital requirement after it has been released from Problematic Status by Nepal Rastra Bank.



### 5.3 Classification of Financial assets & financial liabilities

NPR

Financial Assets	Amortized Cost	Fair value through other comprehensive income	Fair value through profit or loss	Total
Cash in hand	111,736,025			111,736,025
Balances with B/FIs	932,794,928			932,794,928
Money at call and short notice	-			-
Interbank placement	-			-
Balance at NRB	421,524,875			421,524,875
Derivative financial instrument				-
Loans & Advances	7,169,260,636			7,169,260,636
Government bonds	304,926,822			304,926,822
Government treasury bills	-			-
Equity investments		430,205,439		430,205,439
Other assets	15,071,398			15,071,398
<b>Total Financial Assets</b>	<b>8,955,314,684</b>	<b>430,205,439</b>	<b>-</b>	<b>9,385,520,123</b>

NPR

Financial Liabilities	Amortized Cost	Fair value through profit or loss (FVTPL)		Total
		Held for trading	Designated at FVTPL	
Deposits from customers	5,848,382,807			5,848,382,807
Due to Banks & Financial Institutions	1,964,340,534			1,964,340,534
Due to Nepal Rastra Banks	10,907,294			10,907,294
Debt Securities	-			-
Employee related liabilities	57,446,532			57,446,532
Bills payable	-			-
Creditors and accruals	12,578,053			12,578,053
Interest payable on deposit	3,450,650			3,450,650
Interest payable on borrowing	-			-
Unpaid Dividend	-			-
Liabilities under Finance Lease	-			-
Other liabilities	15,613,550			15,613,550
<b>Total Financial Liabilities</b>	<b>7,912,719,419</b>	<b>-</b>	<b>-</b>	<b>7,912,719,419</b>

## 5.4 Operating Segment Information

### 1. General information

- Factors that management used to identify the entity's reportable segments  
-Based on geographical segment
- Description of the types of products and services from which each reportable segment derives its revenues  
- Loan & Advances to customer and other ancillary services

### 2. Information about profit or loss, assets and liabilities

								NPR
	Particulars	Province no 1	Province no 2	Bagmati	Lumbini	Sudur Paschim	Ganadaki	Total
a	Revenues from external customers	156,559,086.91	52,293,981.47	703,538,116.34	141,141,226.88	63,520,485.18	29,708,186.97	1,146,761,083.74
b	Intersegment revenues		-					-
c	Net Revenue	156,559,086.91	52,293,981.47	703,538,116.34	141,141,226.88	63,520,485.18	29,708,186.97	1,146,761,083.74
d	Interest revenue	152,018,755.98	50,777,416.79	683,134,983.37	137,048,025.45	61,678,343.47	28,846,627.27	1,113,504,152.33
e	Interest expense	73,383,852.89	19,366,586.46	507,941,398.63	69,122,977.16	18,420,629.49	31,525,880.34	719,761,324.97
f	Net interest revenue	78,634,903.09	31,410,830.33	175,193,584.73	67,925,048.29	43,257,713.98	(2,679,253.07)	393,742,827.36
g	Depreciation and amortisation	2,510,101.18	838,425.84	11,279,778.69	2,262,907.68	1,018,419.61	476,309.34	18,385,942.34
h	Segment profit /(loss)	76,124,801.92	30,572,404.49	163,913,806.04	65,662,140.62	42,239,294.37	(3,155,562.41)	375,356,885.02
i	Entity's interest in the profit or loss of associates accounted for using equity method							-
j	Other material non-cash items:							-
	Provision for loan loss	1,400,494.69	467,794.27	6,293,479.43	1,262,574.67	568,220.62	265,753.71	10,258,317.39
k	Impairment of assets	-	-	-	-	-	-	-
l	Segment assets	1,262,980,092.48	421,861,540.26	5,675,522,595.08	1,138,602,449.02	512,427,032.02	239,659,348.20	9,251,053,057.06
m	Segment liabilities	810,197,664.21	213,817,651.86	5,607,949,412.56	763,155,277.79	203,373,772.24	348,062,872.21	7,946,556,650.86

### 3.Reconciliations of reportable segment revenues, profit or loss, assets and liabilities

#### (a) Revenue

NPR

Total revenues for reportable segment	1,146,761,084
Other revenues	-
Elimination of intersegment revenues	-
Entity's revenues	1,146,761,084

#### (b) Profit or loss

NPR

Total profit or loss for reportable segments	375,356,885
Other profit or loss	-
Elimination of intersegment profits	-
Unallocated amounts:	
<b>Profit before income tax</b>	<b>375,356,885</b>

#### (c) Assets

NPR

Total assets for reportable segments	9,251,053,057
Other assets	-
Unallocated amounts	
Entity's assets	9,251,053,057

**(d) Liabilities**

NPR

Total liabilities for reportable segments	7,946,556,651
Other liabilities	-
Unallocated liabilities	
Entity's liabilities	7,946,556,651

**4. Information about products and services**

Revenue from each type of product and services described in point no. 1(b) above

**5. Information about geographical areas**

Revenue from following geographical areas

NPR

(a)	Domestic	1,146,761,084
	Province 1	156,559,087
	Province 2	52,293,981
	Bagmati	703,538,116
	Lumbini	141,141,227
	Sudurpaschim	63,520,485
	Gandaki	29,708,187
(b)	Foreign	-
	Total	1,146,761,084

**6. Information about major customers**

Revenue from a single external customer doesnot exceed 10 percent or more of the entitys revenue.

**5.5 Share options and share based payment**

The financial institution does not have any share option and share based payment.

**5.6 Contingent liabilities and commitment**
**Contingent Liabilities:**

Where the financial institution undertakes to make a payment on behalf of its customers for guarantees issued for which an obligation to make a payment has not arisen at the reporting date, those are included in these financial statements as contingent liabilities.

**Commitments:**

Where the financial institution has confirmed its intention to provide funds to a customer or on behalf of a customer in the form of loans, overdrafts, future guarantees, whether cancellable or not and the Bank has not made payments at the reporting date, those instruments are included in these financial statement as commitments.

Details of contingent liabilities and commitments are given in note 4.28.

## 5.7 Related parties disclosures

Following has been identified as Related Parties for the financial institution under NAS 24 Related Parties:

- Directors
- Key Management Personnel of the Bank
- Relatives of Directors and Key Managerial Personnel

FY 2076-77	FY 2075-76
Directors	Directors
<b>Damodar Prasad Gautam</b>	<b>Damodar Prasad Gautam</b>
Suman Prasad Adhikari	Shiva Prasad Sharma Pudasaini
Indira Pandit Ghimire	Indira Pandit Ghimire
Chintamani Gautam	Chintamani Gautam
Dilman Singh Chand	Suman Prasad Adhikari
<b>Key Managerial Personnel</b>	<b>Key Managerial Personnel</b>
Santosh Niraula	Santosh Niraula
Narayan Subedi	Narayan Subedi

## Transaction during the Year

NPR

Particulars	2076-77	2075-76	2074-75
<b>Directors</b>			
Directors Sitting Fees	645,270.00	703,500.00	562,000.00
Interest Paid to directors on deposits	907,407.04	157,558.82	405,474.16
Other directors' expenses (if any)	110,570.51	21,434.00	36,596.82
<b>Total</b>	<b>1,663,247.55</b>	<b>882,492.82</b>	<b>1,004,070.98</b>
<b>Key Management Personnel</b>			
Remuneration and Benefit Paid	14,043,041.47	14,052,757.64	79,668,958.68
Post-Retirement Benefits			
Other Long-term Benefits			
Borrowing during the year			
Interest on Borrowing			
Interest on account balances	55,470.17	49,267.80	48,340.98
Other transactions benefits if any			
<b>Total</b>	<b>14,098,511.64</b>	<b>14,102,025.44</b>	<b>79,717,299.66</b>

## Reporting Date Balances

NPR

Particulars	2076-77	2075-76	2074-75
Directors Deposits	7,612,443.64	1,713,844.80	3,816,963.94
KMP Deposits	198,373.70	213,977.47	442,006.12
Borrowings			
Other Receivable payables if any			
<b>Total</b>	<b>7,810,817.34</b>	<b>1,927,822.27</b>	<b>4,258,970.06</b>

## 5.8 Merger and acquisition

The financial institution has not undertaken any mergers and acquisition during the year.

## 5.9 Additional disclosures of non consolidated entities

Not Applicable

## 5.10 Events after reporting date.

The financial institution monitors and assess events that may have potential impact to qualify as adjusting and / or non-adjusting events after the end of the reporting period. All adjusting events are adjusted in the books with additional disclosures and non-adjusting material events are discloses in the notes with possible financial impact, to the extent ascertainable. There are no material events that have occurred subsequent to 31 Ashad 2077 till the signing of this financial statement.

## Other Disclosures

### Corporate Social Responsibility Fund

NRB Directive 6 requires BFIs to create Corporate Social Responsibility Fund and appropriate an amount equivalent to 1% of net profit annually into this fund for covering expenditure related to CSR activities in the subsequent year. Accordingly, the institution had opening reserve of NPR 2,156,448. Rs. 95,066 CSR expenses has been occurred during the year. This year, the institution has also appropriated 1% of net profit i.e. NPR 2,632,439 and therefore total fund in this amount is NPR 4,693,821 and shown as Other Reserve in Statement of Changes in Equity. NPR

Particulars	As at Ashadh 31, 2077	As at Ashadh 31, 2076
Opening CSR Fund	2,156,448	1,425,321
Add : 1% of profit this year	2,632,439	731,127
Less : CSR Expenses	(95,066)	-
Closing CSR Fund	4,693,821	2,156,448

### Employee's Training Fund

No amount has been transferred to employee's training fund, as Nepal Rastra Bank has given relaxation for the year for transfer of amount to employee's training fund. NPR

Particulars	As at Ashadh 31, 2077	As at Ashadh 31, 2076
Opening Training Fund	-	-
Add : 3% of Last year staff expenses	-	1,466,089
Actual Staff Training Expenses	-	1,564,010
Closing Training Fund	-	-

### Non Performing Assets

The Finance's non performing assets stood at 3.36% as at balance sheet date The total non performing assets as at Balance sheet date is NPR 231,905,920 and loan loss provision calculated as per NRB Directives is NPR 291,077,695. NPR

Particulars	This Year	Previous Year
Performing loan	6,668,252,294	6,322,141,400
Good	6,649,156,708	6,289,611,718
Watch List	19,095,585	32,529,682
<b>Non-Performing Loan(NPL)</b>	<b>231,905,920</b>	<b>228,539,456</b>
Sub Standard	2,369,431	3,550,000
Doubtful	12,994,996	23,100,000
Bad	216,541,493	201,889,456
Gross Loans and Advances	6,900,158,213	6,550,680,856

### Loan Loss Provision calculated as per NRB Directives

Particulars	This Year	Previous Year
Performing loan	67,446,346	66,492,422
Good	66,491,567	64,865,937
Watch List	954,779	1,626,484
<b>Non-Performing Loan(NPL)</b>	<b>223,631,348</b>	<b>214,326,956</b>
Sub Standard	592,358	887,500
Doubtful	6,497,498	11,550,000
Bad	216,541,493	201,889,456
<b>Total Loan Loss Provision</b>	<b>291,077,695</b>	<b>280,819,377</b>

### Non Banking Assets

Non-Banking Assets are the assets obtained as security for loans & advances and subsequently taken over by the fiancne in the course of loan recovery. Such assets are booked at fair market value or total amount due from the borrower, whichever is lower.

NPR

Name & Address of Borrower	Date of Assuming of Non Banking Assets	Total Non Banking Assets
Adrit General Suppliers Koteshwor-35 Kathmandu	3/22/73	2,350,510
Mukunda prasad Parajuli Saapin - 4 kavre	3/22/73	2,267,181
Januka Publication Minbhawan -34 , Kathmandu	3/22/73	5,802,162
New Ishwori Books & Stationery Minbhawan -34 , Kathmandu	3/22/73	25,905,880
<b>Total</b>		<b>36,325,733</b>

### Impact of COVID 19

Due to the pandemic situation created by COVID 19, the financial institution has provided following subsidies in interest rate and amount as per the direction of NRB.

#### 2% interest deduction:

Particulars	Amount (NPR)
Interest rate Reduction in system from Jestha after circular	9,834,538.04
Manual credit into respective customer accounts before interest rate reduction in system.	5,643,320.00

#### 10% interest amount rebate:

NPR 797,562.78

#### Adjustment for AIR & Interest Recovered till Ashwin End

The financial institution has recognized interest income of Rs.143,038,289 out of AIR of loan other than classified as bad loan and Rs. 19,905,235

to regulatory reserve after deducting the interest recovered till Ashwin End amounting to Rs.111,442,678.

## Manjushree Finance Limited

### Comparison of Statement of Financial Position As on 31st Ashad 2077

NPR

Particulars	Notes	As per Unaudited 31 Ashad 2077	As per Audited 31 Ashad 2077	As per Audited		Reasons for Variance
				In Amount	%	
<b>Assets</b>						
Cash and cash equivalent	4.1	1,044,531	1,044,531	0	0.00	
Due from Nepal Rastra Bank	4.2	421,525	421,525	0	0.00	
Placement with Bank and Financial Institutions	4.3	-	-	-		
Derivative financial instruments	4.4	-	-	-		
Other trading assets	4.5	-	-	-		
Loan and Advances to B/FIs	4.6	995,264	995,264	0	0.00	
Loans and advances to customers	4.7	5,818,222	5,882,919	(64,697)	-1.11	Adjustment of AIR
Investment in securities	4.8	717,851	735,132	(17,281)	-2.41	Change in calculation of fair value
Current Tax Assets	4.9	-	2,339,957	(2,339,957)		
Investment in subsidiaries	4.10	-	-	-		
Investment in Associates	4.11	-	-	-		
Investment property	4.12	36,346	36,346	0	0.00	
Property and equipment	4.13	52,166	44,550	7,616	14.60	Change in depreciation
Goodwill and Intangible Assets	4.14	999	1,175	(176)	-17.59	Change in mortization cost
Deferred tax assets	4.15	5,990	-	5,990	100.00	
Other assets	4.16	88,325	87,272	1,053	1.19	Regrouping of other assets
<b>Total Assets</b>		<b>9,181,219</b>	<b>11,588,670</b>	<b>(2,407,451)</b>	<b>(2,407,451)</b>	
<b>Liabilities</b>						
Due to Bank and Financial Institutions	4.17	1,964,341	1,964,341	0	0.00	
Due to Nepal Rastra Bank	4.18	10,907	10,907	(0)	0.00	
Derivative Financial instruments	4.19	-	-	-		
Deposit from customers	4.20	5,848,383	5,848,383	0	0.00	
Borrowings	4.21	-	-	-		
Current Tax Liabilities	4.9	2,375	-	2,375		
Provisions	4.22	-	-	-		
Deferred tax liabilities	4.15	-	33,837	(33,837)		Calculation of Deferred Tax
Other liabilities	4.23	141,191	89,089	52,102	36.90	Net off incometax payable, bonus payable
Debt securities issued	4.24	-	-	-		
Subordinated Liabilities	4.25	-	-	-		
<b>Total liabilities</b>		<b>7,967,197</b>	<b>7,946,557</b>	<b>20,640</b>	<b>20,640</b>	
<b>Equity</b>						
Share Capital	4.26	818,131	818,131	(0)	0.00	
Share Premium		-	-	-		
Retained Earning		119,800	193,242	(73,442)	-61.30	Due to change in net profit & transfer of regulatory adjustment
Reserves	4.27	276,092	293,123	(17,031)	(61)	Due to transfer of regulatory adjustment
<b>Total equity attributable to equity holders</b>		<b>1,214,023</b>	<b>1,304,496</b>	<b>(90,473)</b>	<b>-7.45</b>	
<b>Non-controlling interests</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Total equity</b>		<b>1,214,023</b>	<b>1,304,496</b>	<b>(90,473)</b>	<b>(7)</b>	
<b>Total liabilities and equity</b>		<b>9,181,219</b>	<b>9,251,053</b>	<b>(69,834)</b>	<b>20,633</b>	
Contingent liabilities and commitment	4.28	-	-	-		
Net assets value per share						



## Manjushree Finance Limited

### Comparison of Statement of Profit or Loss For the year ended 31 Ashad 2077

NPR

Particulars	Notes	As per Unaudited 2076- 77	As per Audited 2076- 77	Variance		Reasons for Variance
				In Amount	%	
Interest Income	4.29	1,100,294	1,113,504	(13,210)	(1.20)	Due to adjustment of AIR and interest on staff loan
Interest Expense	4.30	(719,762)	(719,761)	(1)	0	
<b>Net interest income</b>		<b>380,532</b>	<b>393,743</b>	<b>(13,211)</b>	<b>(3.47)</b>	
Fees and Commission Income	4.31	33,257	33,257	0	0	
Fees and Commission Expense	4.32	-	-	-	-	
<b>Net fee and Commission income</b>		<b>33,257</b>	<b>33,257</b>	<b>-</b>	<b>-</b>	
<b>Net interest fee and commission income</b>		<b>413,789</b>	<b>427,000</b>	<b>(13,211)</b>	<b>(3)</b>	
Net Trading Income	4.33	-	-	-	-	
Other Operating Income	4.34	-	204,275	(204,275)		Reclassification of item of income
<b>Total operating income</b>		<b>413,789</b>	<b>631,275</b>	<b>(217,486)</b>	<b>(53)</b>	
Impairment charge/(reversal) for loans and other losses	4.35	10,258	10,258	(0)	(0.00)	
<b>Net Operating income</b>		<b>403,531</b>	<b>621,017</b>	<b>(217,486)</b>	<b>(54)</b>	
<b>Operating expenses</b>						
Personal Expense	4.36	133,134	160,954	(27,820)	(21)	Adjustment of staff bonus
Other Operating Expenses	4.37	62,034	62,900	(866)	(1)	
Depreciation and amortisation	4.38	11,194	18,386	(7,192)	(64.25)	SLM method
<b>Operating Profit</b>		<b>197,169</b>	<b>378,777</b>	<b>(181,608)</b>	<b>(92)</b>	
Non operating income	4.39	204,275	-	204,275	100	Reclassification of item of income
Non operating expense	4.40	-	-	-	-	
<b>Profit before share of results of Associates &amp; Joint Ventures</b>		<b>401,444</b>	<b>378,777</b>	<b>22,667</b>	<b>5.65</b>	
Share of Results of Associates & Joint Venture		-	-	-	-	
<b>Profit before income tax</b>		<b>401,444</b>	<b>378,777</b>	<b>22,667</b>	<b>5.65</b>	
Income tax expense	4.41	120,538	115,533	5,005	4.15	Due to change in above adjustment
Current tax		121,573	116,858	4,715	3.88	
Deferred tax income		(1,035)	(1,325)	290	(28.05)	
<b>Profit for the period</b>		<b>280,906</b>	<b>263,244</b>	<b>17,662</b>	<b>6.29</b>	
<b>Profit attributable to:</b>						
Equity holders of the bank		280,906	263,244	17,662	6.29	
Non-controlling interest		-	-	-	-	
<b>Profit for the period</b>		<b>280,906</b>	<b>263,244</b>	<b>17,662</b>	<b>6.29</b>	
<b>Earnings per share:</b>						
Basic earnings per share		34.34	31.06			
Diluted earnings per Share						

**Manjushree Finance Limited**  
**Comparative Statement of Other Comprehensive Income**  
**For the year ended 31st Ashad 2077**

NPR

	Notes	As per Unaudited 2076-77	As per Audited 2076-77	Variance		Reasons for Variance
				In Amount	%	
<b>Profit for the period</b>		280,906	263,244	17,662	6.29	
Other comprehensive income, net of income tax			-			
<b>a) Items that will not be reclassified to profit or loss</b>			-			
• Gains/(losses) from investment in equity instruments measured at fair value		0.00	133,726	(133,726)		Recognised through OCI
• Gains/(losses) on revaluation			-	-		
• Actuarial gain/(losses) on defined benefit plans			-	-		
• Income tax relating to above items			(40,118)	40,118		Deferred Tax Liability
<b>Net other comprehensive income that will not be reclassified to profit or loss</b>			93,608	(93,608)	-	
<b>b) Items that are or may be reclassified to profit or loss</b>			-	-		
• Gains/(losses) on cash flow hedge			-	-		
• Exchange gains/(losses)(arising from translating financial assets of foreign operation)			-	-		
• Income tax relating to above items			-	-		
• Reclassify to profit or loss			-	-		
<b>Net other comprehensive income that are or may be reclassified to profit or loss</b>		-	-	-	-	
<b>c) Share of other comprehensive income of associate accounted as per equity method</b>			-	-		
<b>Other comprehensive income for the period, net of Income Tax</b>		-	93,608	(93,608)		
<b>Total comprehensive income for the period</b>		280,906	356,852	(75,946)	6.29	
<b>Total comprehensive income attributable to:</b>		-	-			
Equity holders of the Bank		280,906	356,852	(75,946)	(27.04)	
Non-controlling interest		-	-	-	33	
<b>Total Comprehensive income for the period</b>		280,906	356,852	(75,946)	6.29	



नेपाल राष्ट्र बैंक  
वित्त कम्पनी सुपरिवेक्षण विभाग  
गैर-स्थलगत सुपरिवेक्षण इकाई



केन्द्रीय कार्यालय  
भानुषादार, काठमाडौं  
फोन : ४४१९८०४/४४१९२४०  
फ्याक्स : ४४१५१५८  
इमेल : fsidreportsfo@nrb.org.np  
Web : www.nrb.org.np  
पोस्ट बक्स : ७३

पत्रसंख्या:- वि.क.सु.वि./अफसाइट/एजिएम/०८/२०७७/७८ १९०

मिति २०७७/०९/०७

श्री मञ्जुश्री फाइनेन्स लिमिटेड  
जयार्थ बानेश्वर, काठमाडौं ।

विषय: लाभांश घोषणा/वितरण तथा वित्तीय विवरण प्रकाशन सम्बन्धमा ।

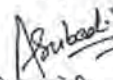
महाराय,

तहाँबाट पेश गरिएका वित्तीय विवरण तथा अन्य कागजातका आधारमा आ.व. २०७६/७७ को वार्षिक हिसाब वार्षिक साधारण सभामा स्वीकृतको लागि पेश गरी सार्वजनिक गर्न र प्रस्तावित नगद लाभांश रु.४,४९,९७,२१९.५०/- र बोनस शेयर रु. १४,७२,६३,६२७.४६/- आयकर ऐन/नियमावली तथा अन्य प्रचलित कानुनी व्यवस्थाको समेत पालना गरी वार्षिक साधारण सभाबाट स्वीकृत भए पश्चात् मात्रै वितरण गर्न देहायको निर्देशन सहित सहमति प्रदान गरिएको व्यहोरा निर्णयानुसार अनुरोध गर्दछु ।

१. यस बैंकले दिएका निर्देशन पालना गर्न तथा लेखापरीक्षण प्रतिवेदनमा उल्लेख गरिएका कैफियतहरू सुधार गर्न तथा त्यस्ता कैफियतहरू पुनः दोहोरिन नदिने व्यवस्था गर्नुहुन ।
२. नियमित रूपमा System Audit गर्ने व्यवस्था मिलाउनु हुन ।
३. सम्पत्ति शुद्धीकरण (मनी लाउन्डरिङ्ग) निवारण ऐन, २०६४ (दोस्रो संशोधन, २०७०), सम्पत्ति शुद्धीकरण (मनी लाउन्डरिङ्ग) निवारण नियमावली, २०७३ तथा नेपाल राष्ट्र बैंकबाट जारी भएका एकीकृत निर्देशन तथा परिपत्रका व्यवस्थाहरूको पूर्ण पालना गर्न संचालक समिति र प्रमुख कार्यकारी अधिकृतको ध्यानाकर्षण गराइन्छ ।

उपर्युक्त निर्देशनहरूलाई त्यस संस्थाको वार्षिक प्रतिवेदनको छुट्टै पानामा प्रकाशित गर्नु हुन समेत अनुरोध गर्दछु ।

भवदीय,

  
(अपिल सुवेदी)  
सहायक निर्देशक

### उपरोक्त निर्देशनको सम्बन्धमा यस संस्थाको प्रतिउत्तर

- तहाँको निर्देशन पूर्ण पालना गरिने र प्रतिवेदनमा भएका कैफियत दोहोरिन नदिने प्रतिबद्धता व्यक्त गर्दछौं ।
- तहाँको निर्देशन बमोजिम System Audit गर्ने व्यावस्था मिलाउने प्रतिबद्धता व्यक्त गर्दछौं ।
- सम्पत्ति शुद्धीकरण (मनी लाउन्डरिङ्ग) निवारण ऐन, २०६४ (दोस्रो संशोधन २०७०) सम्पत्ति शुद्धीकरण (मनी लाउन्डरिङ्ग) निवारण नियमावली २०७३, तथा नेपाल राष्ट्र बैंकबाट जारी भएका निर्देशन तथा परिपत्रका व्यवस्थाहरूको पालना गरिँदै आएकोमा त्यसको पूर्ण पालना गर्न सञ्चालन समिति र प्रमुख कार्यकारीको पूर्ण ध्यान रहेको र रहनेछ ।

## मञ्जुश्री फाइनेन्स लिमिटेडको

### प्रबन्धपत्र संशोधन सम्बन्धी तीनमहले प्रस्ताव

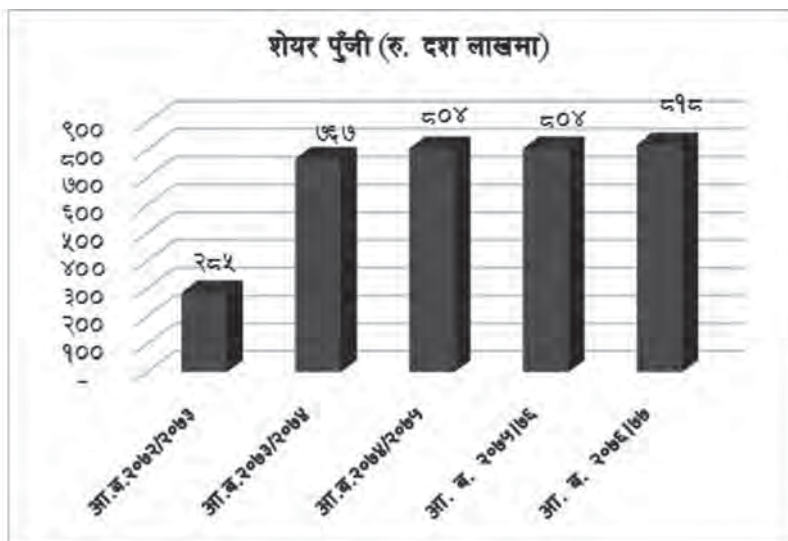
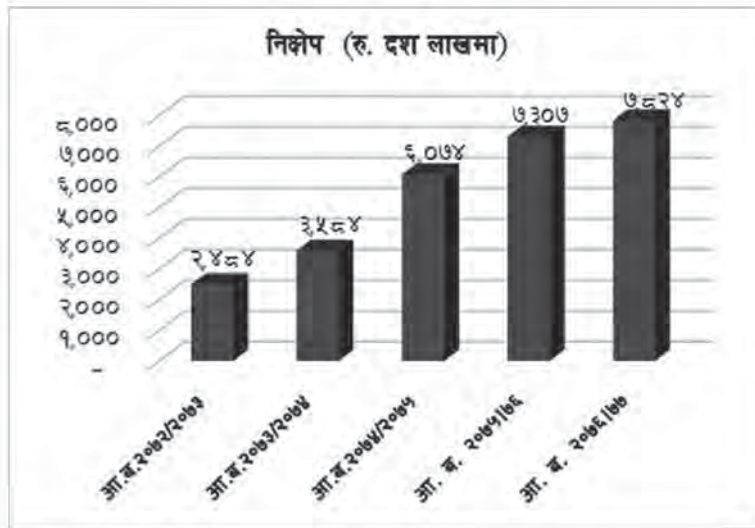
यस वित्तीय संस्थाले विगत पांच (५) आर्थिक वर्षहरूमा हासिल गरेका मुख्य उपलब्धिहरूको प्रगति सूचकाङ्कहरू देहाय बमोजिम रहेका छन् :

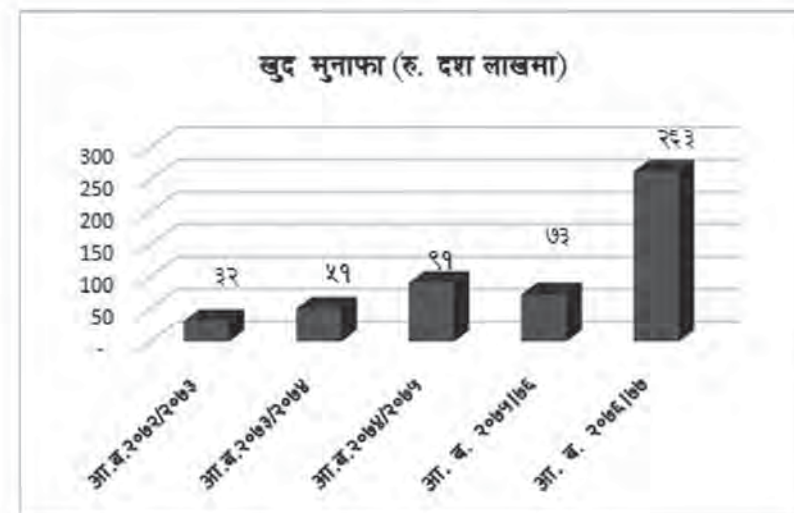
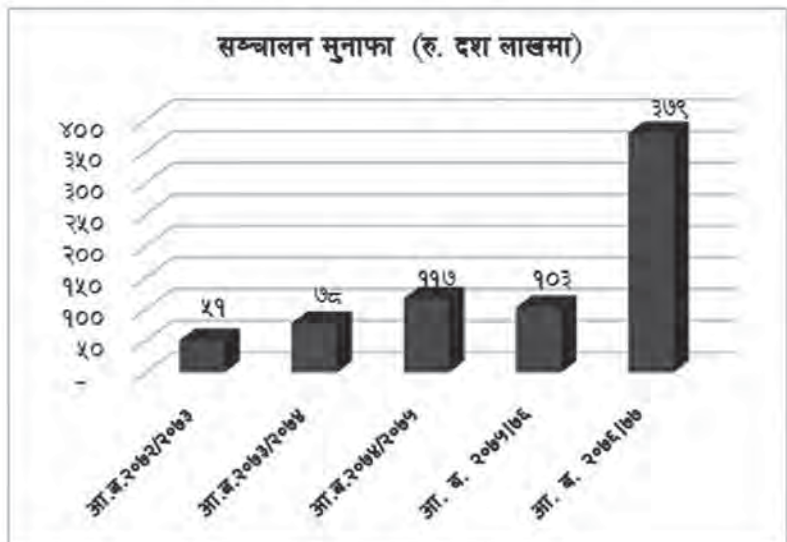
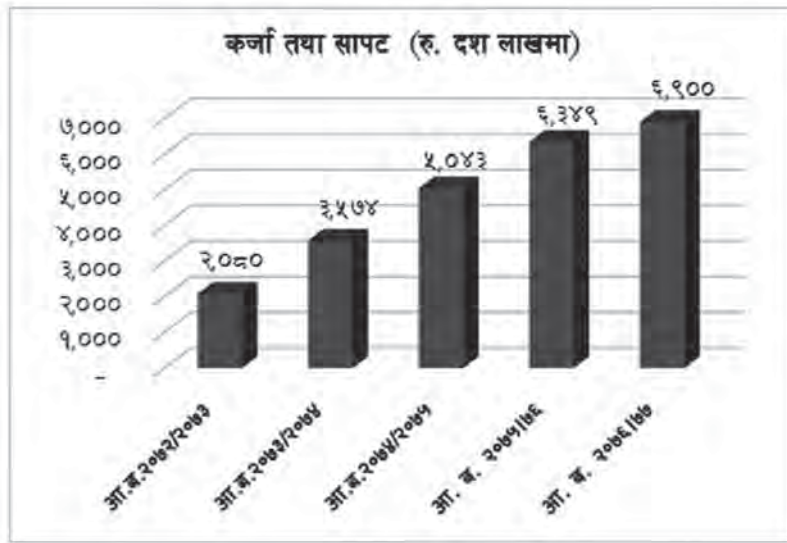
सि.नं.	हाल भएको प्रावधान	संसोधन गर्नु पर्ने प्रावधान	संसोधन गर्नु पर्ने कारण
१.	५ (ख) वित्तीय संस्थाको तत्काल जारी गर्ने शेयर पूँजी रु. ८१,८१,३१,२६४।- (एकासी करोड एकासी लाख एकतीस हजार दुई सय चौसठ्ठी रुपियाँ) हुनेछ	५. (ख) वित्तीय संस्थाको तत्काल जारी गर्ने शेयर पूँजी रु. ९६,५३,९४,८९२।- (अक्षरेपी छयान्नव्वे करोड त्रिपन्न लाख चौरानव्वे हजार आठ सय वाउन्न रुपियाँ मात्र) हुनेछ	वोनस शेयर वितरण पश्चात हुने पूँजी बृद्धिलाई समायोजन गर्नु पर्ने भएकाले
२.	५ (ग) वित्तीय संस्थाको तत्काल चुक्ता पूँजी रु. ८१,८१,३१,२६४।- (एकासी करोड एकासी लाख एकतीस हजार दुई सय चौसठ्ठी रुपियाँ) हुनेछ	५.(ग) वित्तीय संस्थाको चुक्ता पूँजी रु. ९६,५३,९४,८९२।- (अक्षरेपी छयान्नव्वे करोड त्रिपन्न लाख चौरानव्वे हजार आठ सय वाउन्न रुपियाँ मात्र) हुनेछ	वोनस शेयर वितरण पश्चात हुने पूँजी बृद्धिलाई समायोजन गर्नु पर्ने भएकाले

## वित्तीय भलकहरू

यस वित्तीय संस्थाले विगत पाँच (५) आर्थिक वर्षहरूमा हासिल गरेका मुख्य उपलब्धिहरूको प्रगति सूचकाङ्कहरू देहाय बमोजिम रहेका छन् :

विवरण	आ.व. २०७२/०७३	आ.व. २०७३/०७४	आ.व. २०७४/०७५	आ.व. २०७५/०७६	आ.व. २०७६/७७
सेयर पुँजी (रु. दशलाखमा)	२८५	७६७	८०४	८०४	८१८
निकषेप दायित्व (रु. दशलाखमा)	२,४८४	३,५८४	६,०७४	७,३०७	७,८२४
कर्जा तथा सापट (रु. दशलाखमा)	२,०८०	३,५७४	५,०४३	६,३४९	६,९००
सञ्चालनमुनाफा (रु. दशलाखमा)	५१	७८	११७	१०३	३७९
खुदमुनाफा (रु. दशलाखमा)	३२	५१	९१	७३	२६३
प्रति सेयर आमदानी (रु)	१३१४	७०७	११३६	९५२	३४२८
प्रति सेयर बजार मूल्य (रु)	३८५	१५७	११७	११७	३०८
कर्मचारी संख्या	४२	१०५	१३५	१५२	१४७











## व्यवस्थापन समूह



**सन्तोष निरौला**  
प्रमुख कार्यकारी अधिकृत



**नारायण सुवेदी**  
नायब प्रमुख कार्यकारी अधिकृत



**विकास राज शाक्त्य**  
प्रबन्धक-संचालन



**सुनिल जंग शाही**  
प्रबन्धक-सूचना प्रविधि



**मनोज गौतम**  
प्रमुख-कर्जा, मुख्य शाखा



**संगीता डंगोल**  
प्रमुख-कर्जा प्रशासन



**गोपाल के.सी.**  
प्रमुख-आन्तरिक लेखा परीक्षण



**सिजन बुदाथोकी**  
प्रमुख-लेखा तथा प्रशासन



**शर्मिला कायस्थ**  
प्रमुख-मानव संशाधन



**स्वेता पाण्डे**  
प्रमुख-जोखिम व्यवस्थापन



**प्रिस्का थापा**  
बजार प्रबर्धन अधिकृत

## शाखा प्रबन्धक



**अमय मुडमरी**  
प्रबन्धक-नारायणगढ शाखा



**प्रसन्न गर्तौला**  
प्रबन्धक-न्यूरोड शाखा



**रश्मी श्रेष्ठ**  
प्रबन्धक-बुटवल शाखा



**हेम राज बिनाडी**  
प्रबन्धक-धनगढी शाखा



**रतिना श्रेष्ठ**  
प्रबन्धक-इटहरी शाखा



**मावना खरेल**  
प्रबन्धक-बिराटनगर शाखा



**स्नेहा भुषाल**  
प्रबन्धक-नेपालगन्ज शाखा



**बेषराज देवकोटा**  
प्रबन्धक-धरान शाखा



**किशन रन्जित परियार**  
प्रबन्धक-पोखरा शाखा



**बिपिन अधिकारी**  
प्रबन्धक-विरगंज शाखा



MANJUSHREE FINANCE LIMITED

मञ्जुश्री फाइनेन्स लिमिटेड

नेपाल राष्ट्र बैङ्कबाट 'A' वर्गको इजाजतपत्र प्राप्त संस्था

अंककार विल्डिङ्ग (दोस्रो तल्ला) नयाँ बानेश्वर, काठमाडौं, नेपाल  
जि.पि.ओ. बक्स २३१७०, काठमाडौं,

फोन नं.: ९७७-१-४७८२५१७, ४७८४९७०, फ्याक्स: ९७७-१-४७८२५३४  
web: www.manjushreefinance.com, Email: info@manjushreefinance.com.np

### शाखाहरू:

#### नारायणगढ शाखा

कमलनगर, नारायणगढ, चितवन

फोन नं.: ९७७-५६-५७९२०३, फ्याक्स: ९७७-५६-५७०९३४

#### न्यूरोड शाखा

महालक्ष्मी कम्प्लेक्स (दोस्रो तल्ला), न्यूरोड, काठमाडौं

फोन नं.: ९७७-१-४२२२९०३, फ्याक्स: ९७७-१-४२२२९५७

#### बुटवल शाखा

पाल्पारोड, बुटवल, रुपन्देही

फोन नं.: ९७७-७१-५४५९९३/९४, फ्याक्स: ९७७-७१-५४५९९५

#### धनगढी शाखा

चौराहा, धनगढी, कैलाली

फोन नं.: ९७७-९९-५२६८६६, फ्याक्स: ९७७-९९-५२६८६७

#### इटहरी शाखा

धरान लाइन, इटहरी

फोन नं.: ९७७-०२५-५८४२८६, फ्याक्स: ९७७-२५-५८५९४५

#### विराटनगर शाखा

महेन्द्र चोक, विराटनगर

फोन नं.: ९७७-२९-५९९९९४/९५, फ्याक्स: ९७७-२९-५९९२९२

#### नेपालगन्ज शाखा

सुर्खेत रोड, नेपालगन्ज, बाँके

फोन नं.: ९७७-८९-५२७५०८/५०९, फ्याक्स: ९७७-८९-५२४४०९

#### धरान शाखा

महेन्द्र पथ, धरान

फोन नं.: ९७७-२५-५३०२०३/२३८, फ्याक्स: ९७७-२५-५३२६६२

#### पोखरा शाखा

न्यू रोड, पोखरा

फोन नं.: ९७७-६९-५२४२९३/२९४, फ्याक्स: ९७७-६९-४२४३०९

#### विरगंज शाखा

आदर्शनगर, विरगंज

फोन नं.: ९७७-५९-५३२०३७