



## Unaudited Financial Results (Quarterly)

As on Quarter ended 30th Chaitra 2079

### Condensed Statement of Financial Position

As on Quarter ended 30th Chaitra 2079

NPR In Thousands		
Assets	This Quarter Ending	Immediate Previous Year Ending
Cash and cash equivalent	945,972	2,743,683
Due from Nepal Rastra Bank	576,866	317,679
Placement with Bank and Financial Institutions	-	-
Derivative financial instruments	-	-
Other trading assets	-	-
Loan and Advances to B/FIs	838,515	981,079
Loans and advances to customers	11,350,082	9,712,405
Investment in securities	2,492,260	1,863,899
Current Tax Assets	2,247	-
Investment in subsidiaries	-	-
Investment in Associates	-	-
Investment property	25,906	25,906
Property and equipment	184,781	192,362
Goodwill and Intangible Assets	1,927	1,426
Deferred tax assets	16,771	16,771
Other assets	42,938	72,559
<b>Total Assets</b>	<b>16,478,264</b>	<b>15,927,769</b>
<b>Liabilities</b>		
Due to Bank and Financial Institutions	1,098,787	1,872,544
Due to Nepal Rastra Bank	176,040	1,100,988
Derivative Financial Instruments	-	-
Deposit from customers	12,523,756	10,411,002
Borrowings	-	-
Current Tax Liabilities	-	11,751
Provisions	-	-
Deferred tax liabilities	-	-
Other liabilities	199,853	223,330
Debt securities issued	500,000	500,000
Subordinated Liabilities	-	-
<b>Total liabilities</b>	<b>14,498,437</b>	<b>14,119,616</b>
<b>Equity</b>		
Share Capital	1,351,553	1,351,553
Share Premium	-	-
Retained Earning	2,203	1,519
Reserves	626,071	455,081
Total equity attributable to equity holders	1,979,826	1,808,153
Non-controlling interests	-	-
<b>Total equity</b>	<b>1,979,826</b>	<b>1,808,153</b>
<b>Total liabilities and equity</b>	<b>16,478,264</b>	<b>15,927,769</b>

### Condensed Statement of Profit or Loss

For the year Period Ended from 1st shrawan 2079 to Chaitra End 2079

Particular	Current Year		Previous Year Corresponding	
	This Quarter	Up to This Quarter (YTD)	This Quarter	Up to This Quarter (YTD)
Interest Income	555,697	1,544,419	363,470	1,025,105
Interest Expense	371,635	1,035,650	252,514	716,423
<b>Net interest income</b>	<b>184,062</b>	<b>508,769</b>	<b>110,956</b>	<b>308,682</b>
Fees and Commission Income	14,433	44,199	16,791	67,102
Fees and Commission Expense	-	-	-	-
<b>Net fee and commission income</b>	<b>14,433</b>	<b>44,199</b>	<b>16,791</b>	<b>67,102</b>
<b>Net interest fee and commission income</b>	<b>198,495</b>	<b>552,969</b>	<b>127,747</b>	<b>375,785</b>
Net Trading Income	-	-	-	-
Other Operating Income	1	45	59	8,266
<b>Total operating income</b>	<b>198,496</b>	<b>553,013</b>	<b>127,806</b>	<b>384,050</b>
Impairment charge/(reversal) for loans and other losses	94,389	96,782	10,890	39,612
<b>Net Operating income</b>	<b>104,107</b>	<b>456,231</b>	<b>116,916</b>	<b>344,438</b>
<b>Operating expenses</b>				
Personal Expense	22,567	127,621	34,781	104,148
Other Operating Expenses	19,951	64,877	22,548	63,922
Depreciation and amortisation	6,231	18,417	5,828	14,912
<b>Operating Profit</b>	<b>55,358</b>	<b>245,315</b>	<b>53,759</b>	<b>161,457</b>
Non operating income	-	-	-	-
Non operating expense	-	-	-	-
<b>Profit before income tax</b>	<b>55,358</b>	<b>245,315</b>	<b>53,759</b>	<b>161,457</b>
Income tax expense	20,166	73,595	16,110	48,420
Current tax	20,166	73,595	16,110	48,420
Deferred tax income	-	-	-	-
<b>Profit for the period</b>	<b>35,192</b>	<b>171,721</b>	<b>37,649</b>	<b>113,038</b>
<b>Condensed Consolidated Statement of Other Comprehensive Income</b>				
Profit/(loss) for the period	35,192	171,721	37,649	113,038
Other comprehensive income	-	-	-	-
<b>Total Comprehensive income for the period</b>	<b>35,192</b>	<b>171,721</b>	<b>37,649</b>	<b>113,038</b>
Basic earnings per share (Annualised)	-	16.94	-	11.15
Diluted earnings per Share	-	16.94	-	11.15
Profit attributable to:				
Equity holders of the bank	35,192	171,721	37,649	113,038
Non-controlling interest	-	-	-	-
<b>Profit for the period</b>	<b>35,192</b>	<b>171,721</b>	<b>37,649</b>	<b>113,038</b>

### Ratios as per NRB Directive

Particular	This Quarter Ending	Immediate Previous Year Ending
	Up to this Quarter (YTD)	Up to This Quarter (YTD)
Capital fund to RWA	17.67%	21.49%
Non-performing loan (NPL) to total loan	3.36%	1.54%
Total loan loss provision to Total NPL	112.48%	186.22%
Cost of Funds	10.79%	9.16%
Credit to Deposit Ratio	86.73%	91.43%
Base Rate	12.98%	10.72%
Interest Rate Spread	4.76%	3.77%

#### Note

- Above financials have been prepared in accordance with NRB Directive No. 4 and applicable Nepal Financial Reporting Standards (NFRS) issued by The Institute of Chartered Accountants of Nepal (ICAN).
- Loans and advances are presented net of loan impairments. Loans and advance include interest receivable on loan.
- The above figures are subject to change if directed by the Regulators and/or External Auditor.
- Figures have been regrouped and rearranged wherever necessary
- Dividend for Fiscal Year 2079/80 is yet to be declared .
- The detailed interim financial report has been published in the Finance's website : [www.manjushreefinance.com.np](http://www.manjushreefinance.com.np)

### Statement of Distributable Profit or Loss

NPR In Thousands	
Particulars	Current Year
<b>Opening Retained Earning</b>	<b>1,519</b>
<b>Net profit or (loss) for the quarter</b>	<b>171,721</b>
<b>Appropriations:</b>	
a. General reserve	(34,344)
b. Foreign exchange fluctuation fund	-
c. Debenture Redemption Reserve	(62,500)
d. Corporate social responsibility fund	(1,717)
e. Employees' training fund	-
f. Other	-
<b>Profit or (loss) before regulatory adjustment</b>	<b>74,679</b>
<b>Regulatory adjustment :</b>	
a. Transferred to Regulatory Reserve	(72,476)
b. Transferred From Regulatory Reserve	-
<b>Net Profit for the period ended chaitra Quarter 2079 available for distribution</b>	<b>2,203</b>

### Disclosure as prescribed by Securities Registration and Issue Regulation, 2073

(Related to Sub rule (1) of Rule 26, for the Third Quarter of F.Y. 2079/80)

- Financial Statements (as per un-audited figures of 2079.12.30)**
  - Financial detail as at the end of Third Quarter (2079.12.30) of F.Y. 2079/80 has been published along with this disclosure.
  - Major Financial Indicators**

a) Earnings Per Share (Annualized)	NPR 16.94	b) Market Value Per Share	NPR 445
c) Price Earnings Ratio	26.27	d) Net Worth Per Share	NPR 132.96
e) Total Assets / No. of Share	1219	f) Liquidity Ratio	27.74

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

Maximum Share price	Minimum Share Price	Closing Share Price	Total No. of Transaction	No. of days of transaction	Total Traded no. of share
492	413.2	445	8866	56	1,177,541

### 5. Problems and Challenges

- Internal**
- To maintain the level of interest spread.
  - Managing overheads.
  - Recruitment, retention, and development of quality manpower.
- External**
- COVID-19 Novel Coronavirus Pandemic is expected to have severe negative impacts on the global economy along with national economy.
  - Tough competition in banking industry.
  - Unstable socio-political situation of the country.
  - Lack of favorable environment for the investment.
  - Slow-down in remittance growth
  - Competitive deposit market due to lack of liquidity
- Strategy to overcome the problems and challenges**
- Development and Introduction of customer-oriented products / services.
  - Strict portfolio management with emphasis on quality rather than quantity.
  - Identification of new business avenues.
  - Focus on development of staffs by training, counseling and monitoring them.
- 6. Corporate Governance**  
Clear separation of roles and responsibilities of Board of Directors and Management has ensured high standard of corporate Governance. Audit Committee has been functioning independently and actively. Manjushree is committed for transparency, high standard of professionalism and data integrity.
- 7. Declaration**  
I, CEO of the FI, am accountable individually on the factual accuracy of the information submitted as of the date in this report. I also declare that to the best of my knowledge, no material information for investors has been concealed.