



Unaudited Financial Results (Quarterly)

Condensed Consolidated Statement of Financial Position As on Quarter ended 29th Poush 2080

NPR In Thousands		
Assets	This Quarter Ending	Immediate Previous Year Ending
Cash and cash equivalent	416,501	1,007,859
Due from Nepal Rastra Bank	716,810	655,466
Placement with Bank and Financial Institutions	-	-
Derivative financial instruments	-	-
Other trading assets	-	-
Loan and Advances to B/FIs	1,011,035	959,036
Loans and advances to customers	12,452,622	11,291,008
Investment in securities	3,460,645	2,597,152
Current Tax Assets	27,621	15,510
Investment in subsidiaries	-	-
Investment in Associates	-	-
Investment property	25,906	25,906
Property and equipment	194,614	192,860
Goodwill and Intangible Assets	2,791	1,636
Deferred tax assets	19,005	17,020
Other assets	120,291	99,131
TOTAL ASSETS	18,447,841	16,862,585
Liabilities	This Quarter Ending	Immediate Previous Year Ending
Due to Bank and Financial Institutions	842,648	1,124,171
Due to Nepal Rastra Bank	298,897	195,679
Derivative Financial instruments	-	-
Deposit from customers	14,457,813	12,741,296
Borrowings	-	-
Current Tax Liabilities	-	-
Provisions	-	-
Deferred tax liabilities	-	-
Other liabilities	263,394	237,473
Debt securities issued	500,000	500,000
Subordinated Liabilities	-	-
Total liabilities	16,362,752	14,798,618
Equity	This Quarter Ending	Immediate Previous Year Ending
Share Capital	1,351,553	1,351,553
Share Premium	-	-
Retained Earning	(25,655)	79,439
Reserves	759,191	632,975
Total equity attributable to equity holders	2,085,089	2,063,966
Non-controlling interests	-	-
Total equity	2,085,089	2,063,966
Total liabilities and equity	18,447,841	16,862,585

Condensed Consolidated Statement of Profit or Loss For the Period Ended from 1st Shrawan 2080 to Poush End 2080

Particulars	Current year		Previous Year Corresponding	
	This Quarter	Up to this Quarter (YTD)	This Quarter	Up to this Quarter (YTD)
Interest Income	566,585	1,138,804	499,843	988,722
Interest Expense	(382,706)	(765,418)	(346,195)	(664,015)
Net interest income	183,879	373,385	153,648	324,707
Fees and Commission Income	14,879	37,431	17,908	29,766
Fees and Commission Expense	-	-	-	-
Net fee and Commission income	14,879	37,431	17,908	29,766
Net interest fee and commission income	198,758	410,817	171,556	354,473
Net Trading Income	-	-	-	-
Other Operating Income	1,317	6,471	53	44
Total operating income	200,075	417,288	171,609	354,517
Impairment charge/(reversal) for loans and other losses	88,869	98,314	(1,139)	2,393
Net Operating income	111,206	318,973	172,748	352,124
Operating expense	This Quarter	Up to this Quarter (YTD)	This Quarter	Up to this Quarter (YTD)
Personal Expense	42,269	103,631	55,905	105,055
Other Operating Expenses	24,072	45,477	22,384	44,926
Depreciation and amortisation	6,492	12,757	6,127	12,186
Operating Profit	38,373	157,109	88,332	189,957
Non operating income	-	-	-	-
Non operating expense	-	-	-	-
Profit before income tax	38,373	157,109	88,332	189,957
Income tax expense	15,678	51,638	22,942	53,429
Current tax	15,164	47,960	22,942	53,429
Deferred tax expenses/ (income)	514	3,678	-	-
Profit/(loss) for the period	22,695	105,471	65,391	136,529
Condensed Consolidated Statement of Other Comprehensive Income				
Profit/(loss) for the period	22,695	105,471	65,391	136,529
Other comprehensive income	(13,213)	(13,213)	-	-
Total Comprehensive income for the period	9,482	92,258	65,391	136,529
Basic earnings per share (Annualised)	-	15.61	-	20.20
Diluted earnings per Share	-	15.61	-	20.20
Profit attributable to:				
Equity holders of the bank	9,482	92,258	65,391	136,529
Non-controlling interest	-	-	-	-
Profit for the period	9,482	92,258	65,391	136,529

Ratios as per NRB Directive

Particulars	Current year	Previous Year
	Up to this Quarter (YTD)	Up to this Quarter (YTD)
Capital fund to RWA	16.25%	18.00%
Non-performing loan (NPL) to total loan	3.50%	2.02%
Total loan loss provision to Total NPL	116.57%	149.91%
Cost of Funds	9.59%	11.10%
Credit to Deposit Ratio	83.36%	87.90%
Base Rate	12.06%	13.24%
Interest Rate Spread	4.58%	4.72%

Statement of distributable profit and loss

For the Period Ended from 1st Shrawan 2080 to Poush End 2080 (As per NRB Regulation)

Particulars	Current year	Previous Year
	Up to this Quarter (YTD)	Up to this Quarter (YTD)
Net profit or (loss) as per statement of profit or loss	105,471	136,529
Appropriations:		
a. General reserve	(21,094)	(27,306)
b. Foreign exchange fluctuation fund	-	-
c. Capital redemption reserve	(41,667)	(41,667)
d. Corporate social responsibility fund	(1,055)	(1,365)
e. Employees' training fund	-	-
f. Other	-	-
Profit or (loss) before regulatory adjustment	41,655	66,191
Regulatory adjustment:		
a. Interest receivable(-)/previous accrued interest received(+)	(73,632)	(55,675)
b. Short loan loss provision in accounts(-)/reversal(+)	-	-
c. Short provision for losses on investment(-)/reversal(+)	-	-
d. Short loan loss provision on Non Banking Assets (-)/reversal(+)	-	-
e. Deferred tax assets recognized (-)/reversal(+)	(1,985)	-
f. Goodwill recognized (-)/impairment of Goodwill(+)	-	-
g. Bargain purchase gain recognized(-)/reversal(+)	-	-
h. Actuarial loss recognized(-)/reversal(+)	-	-
i. Other(+)/(-)	-	-
Net profit for quarter end Poush 2080 available for distribution	(33,962)	10,516
Opening retained earning as on Shrawan 1st 2080	79,439	1,519
Adjustment (+/-)	-	-
Distribution:		
Bonus shares issued	-	-
Cash dividend paid	(71,132)	-
Total distributable profit or (loss) as on Poush 2080	(25,655)	12,035
Annualised distributable profit/loss per share	(3.80)	1.78
Notes:		
1. 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).		
2. Loans and advances are presented net of loan impairments. Loans and advance include interest receivable on loan and staff loan amortization.		
3. Figures have been regrouped and rearranged wherever necessary.		
4. The above figures are subject to change if directed by the Regulators and/or External Auditor.		
5. The detailed interim financial report has been published in the Finance's website : www.manjushreefinance.com.np.		

Disclosure as prescribed by Securities Registration and Issue Regulation, 2073

(Related to Sub rule (1) of Rule 26, for the Second Quarter of F.Y. 2080/81)

- Financial Statements (as per un-audited figures of 2080.09.29)
 - Financial detail as at the end of Second Quarter (2080.09.29) of F.Y. 2080/81 has been published along with this disclosure.
 - Major Financial Indicators

Earnings Per Share (Annualized)	NPR 15.61	Market Value Per Share	NPR 534
Price Earnings Ratio	34.21	Net Worth Per Share	NPR 154.27
Total Assets / No. of Share	1364.93	Liquidity Ratio	28.43

- 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 (Rs.)	542.60	Minimum share price (Rs.)	532.00
Closing share price (Rs.)	534.00	Total no. of transactions	7,479
No. of days of the transaction	49	Total traded no. of shares	1,189,746

- Problem 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.

- 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.
- 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.