कम्पनीको नवनिर्मित नेपालगंज भवन

नेशनल लाईफ इन्स्योरेन्स कम्पनी लिमिटेड

३६औं वार्षिक प्रतिवेदन
36TH ANNUAL REPORT

आ.व. २०७९/०८० (FY2022-2023)

National Life...
for a Secure Future !

संचालक समिति

प्रेमा राज्यलक्ष्मी सिंह
अध्यक्ष
संस्थापक शेयरधनी समूहको तर्फबाट

सरस्वती अधिकारी
संचालक
श्री राष्ट्रिय बाणिज्य बैंकको तर्फबाट

रथी पवन बहादुर पाँडे (अ.प्रा.)
संचालक
संस्थापक शेयरधनी समूहको तर्फबाट

कुशल मल्ली
संचालक
संस्थापक शेयरधनी समूहको तर्फबाट

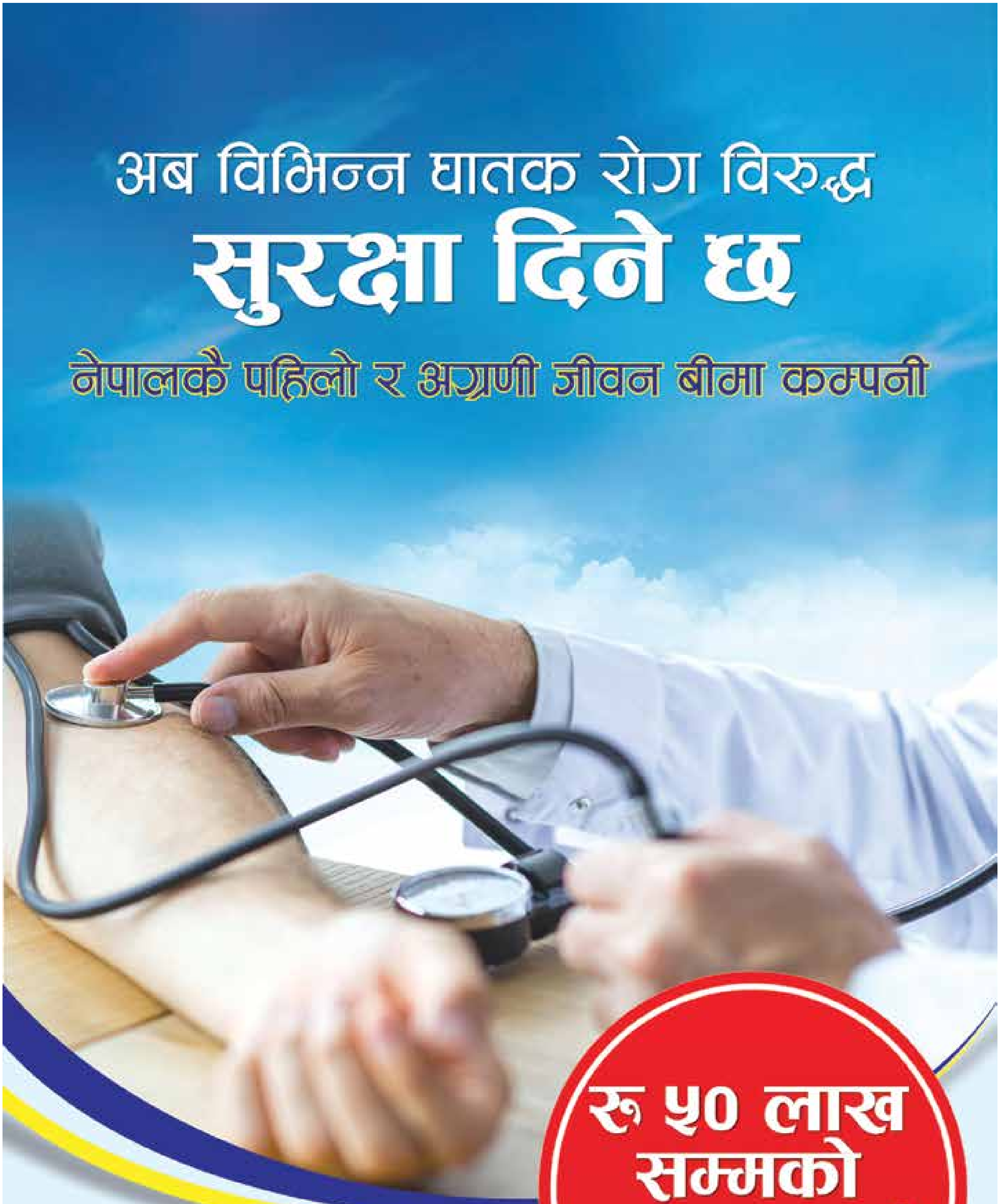
भवानी राणा
संचालक
सर्वसाधारण शेयरधनी समूहको तर्फबाट

ई. कुलदीप शरण सिंह
संचालक
सर्वसाधारण शेयरधनी समूहको तर्फबाट

सुमन प्रसाद शर्मा
संचालक
स्वतन्त्र संचालक

सुरेश प्रसाद खत्री
प्रमुख कार्यकारी अधिकृत

शर्मिला श्रेष्ठ
कम्पनी सचिव


अब विभिन्न घातक रोग विरुद्ध
सुरक्षा दिने छ
नेपालकै पहिलो र अग्रणी जीवन बीमा कम्पनी
रू ५० लाख
सम्मको
उपचार खर्च
थप जानकारीको लागि आजै सम्पर्क गर्नुहोस्

विषय सूची

नेशनल लाईफ इन्स्योरेन्स कम्पनी लिमिटेड
NATIONAL LIFE INSURANCE COMPANY LIMITED

३६ (छत्तिस) औं वार्षिक साधारण सभाको सूचना

यस कम्पनीको मिति २०८१/०४/०७ गते सोमबार अपरान्ह ४:०० बजे सम्पन्न सञ्चालक समितिको ५२८ औं बैठकवाट यस कम्पनीको छत्तिसौं वार्षिक साधारण सभा निम्न लिखित मिति, समय र स्थानमा निम्न लिखित विषय उपर छलफल गर्नका लागि बस्ने निर्णय भएको हुंदा सम्पूर्ण शेयरधनी महानुभावहरुलाई आफु स्वयं वा रीतपूर्वकको प्रतिनिधी मार्फत उपस्थितिको लागि हार्दिक अनुरोध गर्दछु ।

सभा हुने मिति, समय र स्थान

मिति : २०८१ साल भाद्र ७ गते शुक्रबार (तदानुसार २३ अगस्ट, २०२४)

समय : बिहान १०:३० बजे

स्थान : नेशनल लाईफ भवन, केन्द्रीय कार्यालय, लाजिम्पाट, काठमाण्डौं ।

छलफलका विषयहरु :

विषय सूची :

क) साधारण प्रस्ताव :

१. सञ्चालक समितिको तर्फवाट अध्यक्षज्यूवाट पेश हुने आ.व.२०७९/०८० को वार्षिक प्रतिवेदन उपर छलफल गरी पारित गर्ने ।

२. आर्थिक वर्ष २०७९/०८० को वासलात, आय-व्यय हिसाब, नाफा-नोक्सान हिसाब एवम् लेखापरीक्षकको प्रतिवेदन उपर छलफल गरी पारित गर्ने ।

३. लेखापरीक्षण समितिको सिफारिस वमोजिम आर्थिक वर्ष २०८०/०८१ को लागि लेखापरीक्षक नियुक्ति एवम् पारिश्रमिक निर्धारण गर्ने ।

४. संचालक समितिले प्रस्ताव गरे बमोजिम हाल अद्यावधिक रुपमा कायम रहेको चुक्ता पूँजी रु.५,०१,१६,६६,४२५/- मा १० (दश) प्रतिशतका दरले रु.५०,११,६६,६४२/५० नगद लाभांश पारित गर्ने ।

५. संचालक समितिले प्रस्ताव गरे वमोजिम नगद लाभांश र वोनस शेयर वापतको कर प्रयोजनको लागि रु.३,६९,२८,०६८/३९ नगद लाभांश स्विकृत गर्ने ।

ख) विशेष प्रस्ताव :

१. संचालक समितिले प्रस्ताव गरे वमोजिम कम्पनीको हाल अद्यावधिक रुपमा कायम रहेको चुक्ता पूँजी रु.५,०१,१६,६६,४२५/- मा ४ (चार) प्रतिशतको दरले वोनस शेयरको रुपमा लाभांश रु.२०,०४,६६,६५७/- प्रदान गर्ने प्रस्ताव पारित गर्ने । वोनस शेयर वितरण गर्दा कायम हुन आउने दशमलव पछिको अंकलाई सम्बन्धित शेयरधनीको नाममा पछि समायोजन गर्ने गरी यथावत राख्ने ।

२. कम्पनी ऐन २०६३ को दफा १०५(१)ग वमोजिम आ.व.२०७९/०८० मा भएको खर्च अनुमोदन गर्ने ।

ग) विविध ।

साधारण सभा सम्बन्धि सामान्य जानकारी

१. ३६ औं वार्षिक साधारण सभाको प्रयोजनको लागि २०८१ साल श्रावण २४ गते १ दिनका लागि कम्पनीको शेयरधनी दर्ता किताब बन्द गरिने छ। शेयरधनी दर्ता किताब बन्द भएको मिति २०८१ साल श्रावण २४ गते भन्दा अघिल्लो कार्यरत दिन सम्म नेपाल स्टक एक्सचेन्ज लि. मा कारोबार भई कायम हुन आउने शेयरधनीहरुले मात्र साधारण सभामा भाग लिन पाइने हुदाँ सम्बन्धित शेयरधनी तथा शेयर खरिदकर्ताहरुले सोही अनुसार शेयर नामसारी गर्नु हुन अनुरोध छ।

२. यस कम्पनीको शेयरधनी दर्ता किताबमा नाम दर्ता भएका शेयरधनीहरुले आफै वा प्रतिनिधि मार्फत सभामा भाग लिन, छलफल गर्न र मतदान गर्न सक्नेछ। सभामा स्वयं उपस्थित हुन नसक्ने शेयरधनी महानुभावहरुले कम्पनीको प्रतिनिधिपत्र (प्रोक्सी फारम) मा दस्तखत गरी प्रतिनिधी नियुक्त गर्न सक्नु हुनेछ। सो प्रतिनिधि पत्र सभा शुरु हुनु भन्दा ४८ घण्टा पहिले अर्थात द्दण्डज्ञ भाद्र २ गते आईतबार कार्यालय समय भित्र कम्पनीको केन्द्रीय कार्यालय, लाजिम्पाटमा दर्ता गराई सक्नु पर्नेछ। प्रतिनिधि पत्र (प्रोक्सी) यस कम्पनीले तोकेको ढांचामा हुनु पर्नेछ। प्रतिनिधि पत्र (प्रोक्सी) को ढांचा यस कम्पनीको सूचना पाटीमा समेत राखिएको छ।

३. प्रोक्सी दिने शेयरधनी महानुभावले शेयर किन्दाको अवस्थामा आफुले यस कम्पनीमा गरेको सही मिल्नु पर्दछ। अन्यथा प्रोक्सीले मान्यता पाउने छैन।

४. एक जना शेयरधनीले एक भन्दा बढीलाई प्रतिनिधि (प्रोक्सी) मुकरर गरेमा प्रतिनिधि पत्र (प्रोक्सी) स्वतः बदर हुनेछ। तर प्रतिनिधि पत्र (प्रोक्सी) दिने शेयरधनीले आफुले अघि दिएको प्रतिनिधि पत्र (प्रोक्सी) बदर गरेको ब्यहोरा स्पष्ट उल्लेख गरी तोकिएको म्याद भित्रै छुट्टै निवेदन दिई अर्को शेयरधनीलाई प्रतिनिधि (प्रोक्सी) नियुक्त गरेमा त्यसरी नियुक्त प्रतिनिधि (प्रोक्सी) ले सभामा भाग लिन र मतदान गर्न पाउने छन्। त्यस्तो अवस्थामा अघिल्लो प्रतिनिधि पत्र (प्रोक्सी) स्वतः बदर भएको मानिने छ।

५. प्रतिनिधि मुकरर गर्दा केही शेयर आफैसंग बाँकि राखी आफु समेत साधारण सभामा उपस्थित हुन पाउने गरी आंशिक शेयरको प्रतिनिधि मुकरर गर्न पाइने छैन। प्रतिनिधि नियुक्त गर्ने शेयरधनी स्वयं आफै साधारण सभामा उपस्थित भएमा, मतदान गरेमा उक्त मुकरर गरिएको प्रोक्सी स्वतः बदर हुने छ।

६. नाबालक वा मानसिक अवस्था ठिक नभएको शेयरधनीहरुको तर्फबाट कम्पनीको शेयर लगत किताबमा संरक्षक जनिई दर्ता भएको व्यक्तिले सभामा भाग लिन वा मतदान गर्न वा प्रतिनिधि (प्रोक्सी) मुकरर गर्न सक्नु हुनेछ।

७. आर्थिक वर्ष २०७९/०८० को वार्षिक प्रतिवेदन कम्पनीको website (www.nationallife.com.np) मा हेर्न सकिनेछ।

८. सभामा भाग लिन ईच्छुक शेयरधनी महानुभावहरुले शेयर प्रमाणपत्र र आफ्नो परिचय पत्र खुल्ने प्रमाण (जस्तै नागरिकताको प्रमाणपत्र वा प्रमाणित फोटो भएको अन्य कुनै परिचय पत्र) सभामा उपस्थित हुन अनिवार्य रुपमा साथमा लिई आउन अनुरोध छ अन्यथा सभा कक्षमा प्रवेश गर्न पाइने छैन।

९. साधारण सभाको हाजिरी पुस्तिका बिहान ९:०० बजे देखि १०:५० बजे सम्म खुल्ला रहने छ।

१०. सुरक्षाको दृष्टिले शेयरधनी महानुभावहरु सभा स्थल आउंदा झोला, ब्याग जस्ता वस्तुहरु नल्याउन अनुरोध गरिन्छ। सुरक्षाकर्मिले जांच गर्न सक्ने हुंदा सो कार्यमा सहयोग गरिदिनु हुन समेत अनुरोध छ।

११. यस साधारण सभा सम्बन्धमा थप जानकारी आवश्यक परेमा कार्यालय समय भित्र कम्पनीको केन्द्रीय कार्यालय लाजिम्पाटमा सम्पर्क राख्नु हुन अनुरोध गरिन्छ।

संचालक समितिको आज्ञाले
कम्पनी सचिव

नेशनल लाईफ इन्स्योरेन्स कम्पनी लिमिटेड
NATIONAL LIFE INSURANCE COMPANY LIMITED

प्रवेश पत्र

शेयरधनीको नामः ....

शेयर क्रम संख्या नं. .... **शेयर संख्या** .... **शेयरधनीको सहि** ....

कम्पनी सचिव

नेशनल लाईफ इन्स्योरेन्स कम्पनी लिमिटेडको मिति २०८१ साल भाद्र ७ गते शुक्रबारका दिन हुने ३६औं वार्षिक साधारण सभामा उपस्थित हुन जारी गरिएको प्रवेश-पत्र।

नेशनल लाईफ इन्स्योरेन्स कम्पनी लिमिटेड
NATIONAL LIFE INSURANCE COMPANY LIMITED

प्रोक्सी फाराम

श्री सञ्चालक समिति,
नेशनल लाईफ इन्स्योरेन्स कम्पनी लिमिटेड
लाजिम्पाट, काठमाण्डौं ।

विषय : प्रतिनिधि नियुक्त गरेको बारे

.... जिल्ला...न.पा./गा.पा. वडा नं.......................... बस्ने

म/हामी..ले त्यस कम्पनीको शेयरधनीको हैसियतले सम्वत् २०....................साल...............महिना.....................गते...........का दिन हुने वार्षिक/विशेष साधारण सभामा म/हामी स्वयं उपस्थित भई छलफल तथा निर्णयमा सहभागी हुन नसक्ने भएकोले उक्त सभामा मेरा/हाम्रो तर्फबाट भाग लिन तथा मतदान गर्नका लागि .... जिल्ला ....न.पा./गा.पा./वडा नं....................... बस्ने श्री .... लाई मेरो/हाम्रो प्रतिनिधि मनोनीत गरी पठाएको छु/ पठाएका छौं ।

प्रतिनिधि नियुक्त भएको व्यक्तिको,

हस्ताक्षरको नमुना : ....

शेयरधनी भए शेयर प्रमाणपत्र नं..........................

शेयरधनी नभए नागरिकताको प्रमाणपत्र नं.............

मिति :...........................

निवेदक

दस्तखतः ....

नामः ....

ठेगानाः ....

शेयर प्रमाणपत्र नं.: ....

शेयर संख्याः ....

द्रष्टब्य : यो निवेदन साधारण सभा हुनु भन्दा कम्तीमा ४८ घण्टा अगावै कम्पनीको रजिष्टर्ड कार्यालयमा पेश गरिसक्नु पर्नेछ ।

संचालक समितिको बैठक

सुरेश प्रसाद खत्री
प्रमुख कार्यकारी अधिकृत

कुशल मल्ली
संचालक
संस्थापक शेयरधनी समूहको तर्फबाट

सुमन प्रसाद शर्मा
संचालक
स्वतन्त्र संचालक

सरस्वती अधिकारी
संचालक
श्री राष्ट्रिय बाणिज्य बैंकको तर्फबाट

प्रेमा राज्यलक्ष्मी सिंह
अध्यक्ष
संस्थापक शेयरधनी समूहको तर्फबाट

भवानी राणा
संचालक
सर्वसाधारण शेयरधनी समूहको तर्फबाट

रथी पवन बहादुर पाँडे (अ.प्रा.)
संचालक
संस्थापक शेयरधनी समूहको तर्फबाट

ई. कुलदीप शरण सिंह
संचालक
सर्वसाधारण शेयरधनी समूहको तर्फबाट

कम्पनी परिचय

परिचय

देशभित्र बीमाको वढ्दो आवश्यकतालाई परिपूर्ति गर्ने उद्देश्यले नेशनल लाईफ इन्स्योरेन्स कम्पनी लिमिटेड (साविक नाम : नेशनल लाईफ एण्ड जनरल इन्स्योरेन्स कं. लि.) प्रचलित कम्पनी ऐन र बीमा ऐन अन्तर्गत दर्ता भई मिति २०४४ साल पौष २४ गते देखि संचालनरत रहेको हो ।

कम्पनीको उद्देश्यहरु

- विविध वितरण मञ्च र विविध योजनाको माध्यमहरुवाट बीमा बजारमा उल्लेख्य रुपमा आफ्नो उपस्थिति जनाउनु ।
- उच्चकोटीको संस्थागत व्यवसायिकतावाट कम्पनीको सुनिश्चित भविष्यको लागि आधारशीला तयार गर्नु ।
- शेयरधनीहरुलाई आकर्षक प्रतिफल उपलब्ध गराउनु ।
- व्यवसायिक साझेदारहरुसंग दीर्घकालिन मुल्य र मान्यताहरु स्थापित गर्नु ।
- आफ्ना कर्मचारीहरुको वृत्ति विकासको लागि यथेष्ट अवसरहरु प्रदान गर्नु ।

पूनर्बीमा

विश्वको प्रमुख पूनर्बीमकहरु मध्ये एक रहेको हनोभररी, जर्मनी संग नेशनल लाईफको मुख्य पूनर्बीमा सम्झौता रहेको छ। यो पूनर्बीमा अत्यन्त सुरक्षित र भरपर्दो छ, जसवाट कम्पनीको सवै ग्राहकहरुलाई बीमा सुरक्षा पर्याप्त र आफ्नो जरुरत अनुसार सुहाउँदो हुन सघाउ पुऱ्याएको छ ।

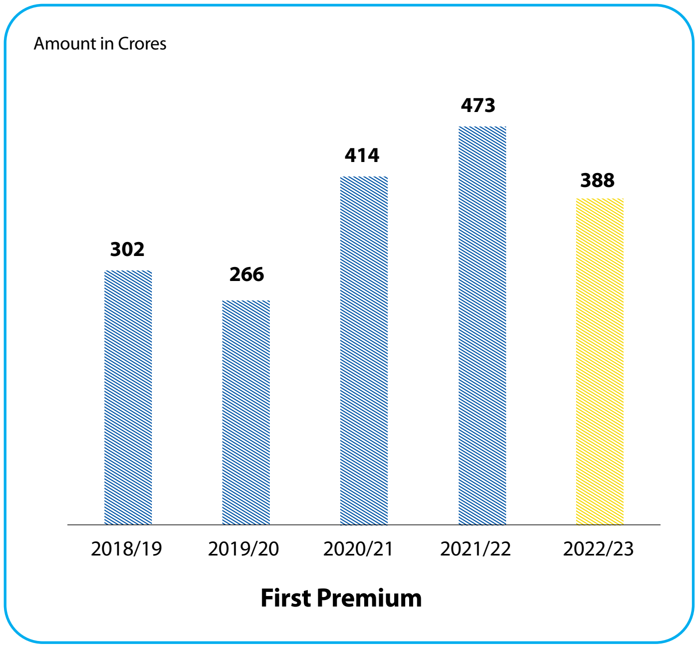
लक्ष्य, मूल्य र ब्यवसायिक दर्शन

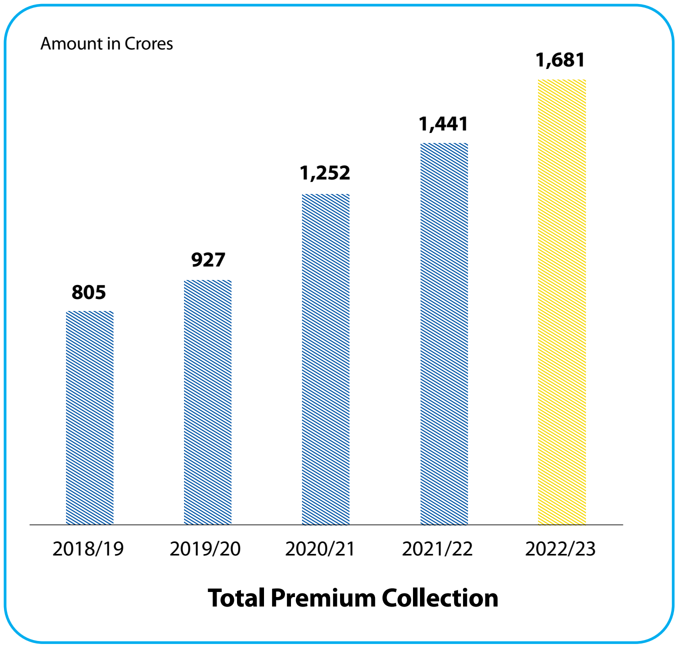
नेशनल लाईफले आफ्नो स्थापना काल देखि नै ग्राहकहरुलाई उत्कृष्ट बीमा सेवा प्रदान गर्ने कम्पनीको रुपमा आफ्नो ख्याति आर्जन गरेको छ । स्तरयुक्त मूल्य र सेवा उपलब्ध गर्ने कम्पनीको प्रतिवद्धताले यसको चिरपरिचीत नाम र प्रतिष्ठालाई थप उचाई प्रदान गरेको छ ।

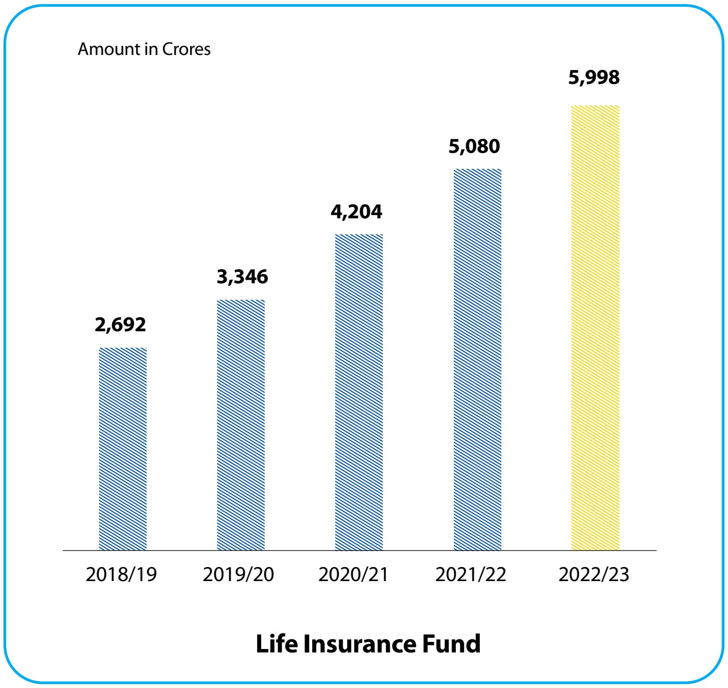
कम्पनीका यी प्रयासहरुलाई यसका मुल मुल्यहरु- ब्यवसायिकता, पारदर्शिता, विश्वसनियता र इमान्दारीताले टेवा पुऱ्याएको छ र कम्पनी सधैं नै यी मुल्यहरु प्रति प्रतिवद्ध रही आएको छ । “सबैको लागि आर्थिक स्वतन्त्रता निर्माण गर्ने” यस कम्पनीको लक्ष्य रहेको छ र सो लक्ष्य हासिल गर्ने प्रयास तर्फ यी मुल्यहरु केन्द्रित रहेका छन् ।

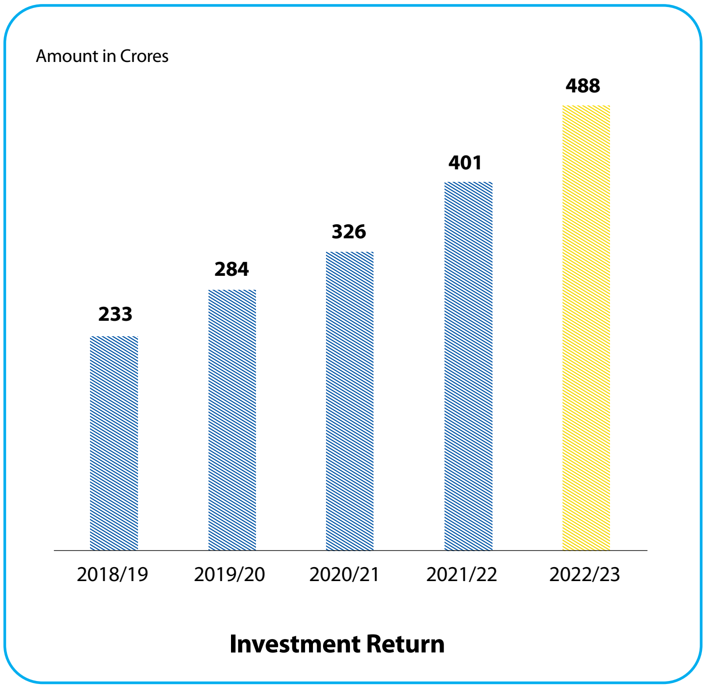
एउटा परिवारलाई आवश्यक सवै सूरक्षा प्रदान गर्न सक्ने आर्थिक समाधानहरु उपलब्ध गर्न नेशनल लाईफ प्रतिवद्ध छ । उत्कृष्ट प्रविधिमा आधारित, सवै ग्राहकलाई सुहाउने, पारदर्शी फाइदाहरु भएका विश्व स्तरीय बीमा योजनाहरु प्रचलनमा ल्याउनु नै यस कम्पनीको व्यवसायिक दर्शन हो ।

Financial Highlights









३६ औं वार्षिक साधारण सभामा अध्यक्ष ज्यूवाट प्रस्तुत मन्तब्य

CHAIRPERSON'S MESSAGE FOR 36th ANNUAL GENERAL MEETING

आदरणीय शेयरधनी महानुभावहरु,

कम्पनीको ३६ औं वार्षिक साधारण सभामा कम्पनी र संचालक समितिको तर्फवाट यँहाहरु सबैलाई स्वागत छ। यस सभाको अध्यक्षको हैसियतमा कम्पनीको आ.व.२०७९/०८० को समीक्षात्मक विवरणहरु पेश गर्न पाउदा मलाई धैरै नै खुशी लागेको छ। कम्पनीले अर्को उत्साहप्रद वर्षको रुपमा समिक्षा अवधिमा ब्यवसाय संचालन गरी कम्पनीलाई थप उचाईमा पुऱ्याउन सफल रहेको म सहर्ष जानकारी गराउन चाहान्छु। कम्पनीले विगत वर्षहरु देखि नै यँहाहरुको सहयोग र समर्थनवाट राम्रो प्रगति गरिरहेको छ र आउने दिनहरुमा समेत जीवन बीमा क्षेत्रमा एक उत्कृष्ट जीवन बीमा कम्पनीको रुपमा कम्पनीले आफुलाई थप प्रमाणित गर्नेमा म पूर्ण विश्वस्त छु।

समिक्षा वर्ष २०७९/०८० मा राष्ट्रिय तथा अन्तराष्ट्रिय आर्थिक परिदृश्यहरु धैरै उत्साहप्रद रहेनन्। रुस युक्रेन बीच भैरहेको युद्ध एवं कोभिड १९ पछिको आर्थिक मन्दिका

Dear Shareholders,

I welcome you all to the 36th Annual General Meeting on behalf of the Company and esteemed members of the Board. It gives me immese pleasure to present to you an overview of the company's performance during the Fiscal Year 2022/23, as the company has accomplished another encouraging financial year in 2022/23. The company has grown satisfactorily with your patronage and guidance, and I am sure it will further prove itself in the coming years as well by contending to be one of the top Life Insurance Companies in Nepal.

Domestic and global economic indicators for the finanical year 2022/23 have not been very encouraging. Due to long term consequences of Covid 19 pandemic, the conflict between Russia and Ukraine and increasing geo economic fragmentation,

कारण विश्वब्यापी अर्थतन्त्रको बृद्धिदर सुस्त र असमान रहेको छ भने बढ्दो भौगोलिक अशान्तिका कारण समेतले विश्व अर्थतन्त्र महामारीको पूर्वस्तरमा फर्कन सकेको छैन । विश्व अर्थतन्त्र अहिले सुधार उन्मुख भएतापनि सो चुनौतिपूर्ण रहेको र यसको लागि लामो समय लाग्ने देखिएको छ ।

कमजोर आर्थिक गतिविधिका कारण स्वदेशी अर्थ व्यवस्था समेत सुस्त रह्यो । तरलता समस्यामा केही सहजता देखा परे पनि बढ्दो ब्याजदरको कारणले लगानीमा प्रतिकूल प्रभाव पाऱ्यो भने पूँजीगत खर्च एवं समग्र मांगमा आएको कमीले अर्थ व्यवस्थामा प्रतिकूल प्रभाव पारेको छ। यी विविध कारणहरुले आ.व.२०७९/०८० मा जीवन बीमा व्यवसाय राम्ररी विस्तार हुन सकेन, यद्यपि आ.व.२०८०/०८१ मा जीवन बीमा ब्यवसायले सुधारको बाटो समातेको छ।

आ.व.२०७९/८० मा प्रतिकूल परिस्थितिको वावजुद कम्पनीले सन्तोषप्रद ब्यवसाय गरी जीवन बीमा बजारमा आफ्नो हिस्सा विस्तार गर्न सफल भएको छ। कम्पनीको कूल बीमा प्रिमियम आम्दानी समिक्षा वर्षमा १६.६६ प्रतिशतले वृद्धि भई रु १६८०.९० करोड पुगेको छ भने कूल लगानी १५.७२ प्रतिशतले वृद्धि भई रु ५९७८.२० करोड पुगेको छ। लगानी आयमा गत वर्ष भन्दा २२.११ प्रतिशतले वृद्धि भई रु.४८७.१८ करोड पुगेको छ । कम्पनीको कूल बीमा करार दायित्वमा चालु वर्षको रु ९३१.८३ करोड को खूद वचत समेत गरेर वर्षान्तमा रु. ६,५४०.४० करोड पुगेको छ ।

कम्पनीका सबै लगानीहरु श्री नेपाल बीमा प्राधिकरणले जारी गरेका लगानी निर्देशिका अनुसार गरिएका छन् यी सबै सुरक्षा र प्रतिफलको हिसाबले राम्रा छन् ।

कम्पनीले आगामी दिनहरुमा आफ्नो स्वामित्वमा जग्गा रहेका शाखाहरुमा ब्यापारिक भवन निर्माण गर्ने प्रयोजनको लागि स्थिर सम्पत्तिमा थप लगानी गर्दै जाने नीति अवलम्बन गरेको छ । यसै परिप्रेक्षमा कम्पनीको नेपालगन्ज स्थित भवन निर्माण कार्य सम्पन्न हुने स्थितिमा छ र यथा शिघ्र सो भवन संचालनमा ल्याउन प्रयास भै रहेको अनुरोध छ ।

the global recovery remains slow and uneven, and has fallen short of it's prepandemic path. The global economy is recovering but faces a long road ahead as economic recovery remains challenging.

Nepal's economy has remained low due to weakening of economic activities. The stress in liquidity situation has somewhat eased, however, reduced investment due to high interest rates, low level of capital expenditure and a decline in aggregate demands have caused further slackness in economic activities. Due to these various reasons, the overall life insurance growth in Fiscal year 2022/23 has not been satisfactory. However, this situation has improved in Fiscal year 2023/24.

Despite such adverse situations, the company has done reasonably well in fiscal year 2022/23 and has succeeded in increasing it's market share. The total premium income has reached Rs. 16,809 million in the fiscal year 2022/23, an increase of 16.66% over previous year. The total investment has similarly increased by 15.72% reaching Rs.59,782 million. The investment income has reached Rs. 4,871.8 million, which is an increase of 22.11% over previous year. The total Insurance Contract Liabilities stood at Rs.65,404 million at the end of the fiscal year with further addition of Rs.9,318.3 million during the review period.

All the investments of the Company have been made based on Investment Guidelines of the Regulatory Authority and they are good from view point of Security and Rate of return.

It has been the policy of the Company to make additional investments in fixed assets by constructing commercial buildings at those branches where it owns suitable plots of land. At present Nepalgunj Building construction is about to be completed and efforts are on to make it operational at the earliest.

कम्पनीले Merchant Banking क्षेत्रमा नेशनल क्यापिटल लिमिटेड नामक एक सहायक कम्पनीको स्थापना गरी संचालनको प्रकृया अघि बढाएको छ भने आ.व.२०८०/०८१ मा सहायक कम्पनी कै रुपमा एउटा Investment Company खोल्न प्रयासरत रहने छ । यसवाट लगानी विविधीकरणमा सहयोग पुग्ने र यसले कम्पनीको प्रवर्धनमा टेवा पुऱ्याउने हाम्रो विश्वास छ ।

कम्पनीले ग्राहक केन्द्रित भई सूचना प्रविधि क्षेत्रमा पर्याप्त लगानी गर्दै आएको छ । कम्पनीले व्यवसाय संचालनको क्रममा डिजिटल प्रणालीको उच्चतम् प्रयोग गर्दै आएका छ र डाटाबेस सुरक्षाको लागि आवश्यक व्यवस्था समेत मिलाएका छ ।

श्री नेपाल बीमा प्राधिकरणले सबै बीमा कम्पनीहरुको लागि जोखिममा आधारीत पूँजीको अवधारणा कार्यान्वयन गर्न आवश्यक प्रकृया शुरु गरेको छ । कम्पनी यसमा प्रतिवद्ध छ र यसको लागि आवश्यक गृहकार्य अघि बढाएको छ ।

कम्पनीले सदा झै सबै सरोकारवालाहरुलाई उचित प्रतिफल उपलब्ध गराउन प्रतिवद्ध रहे अनुरुप कम्पनीले जिम्मेवारी पूर्वक आफ्ना बीमितहरु एवं शेयरधनी महानुभावहरुलाई आकर्षक प्रतिफल उपलब्ध गराउन प्रयासरत रहेको छ। यसै परिप्रेक्षमा समिक्षा वर्षमा बीमाङ्कीय मूल्याङ्कनको आधारमा कम्पनीले बीमितहरुलाई आकर्षक वोनस दर प्रदान गर्न सफल भएको छ ।

कम्पनीको संचालक समितिले यस साधारण सभामा अद्यावधिक चुक्ता पूँजीको १० प्रतिशतको दरले नगद लाभांश रु.५०,११,६६,६४२/५० र वोनस शेयरको रुपमा लाभांश रु.२०,०४,६६,६५७/- एवं सो मा लाग्ने करको लागि समायोजन गर्ने गरी नगद लाभांश रु.३,६९,२८,०६८/३९ वितरण गर्न प्रस्ताव पेश गरेको छ। सो यस साधारण सभावाट अनुमोदन पश्चात चुक्ता पूँजी रु.५,२१,२१,३३,०८२/- पुग्ने अनुरोध छ ।

The Company has registered a subsidiary Company "National Capital Ltd. In the Merchant Banking Sector, and shall be made operational at the earliest. Further efforts are on to establish another subsidiary to operate as an Investment Company in the fiscal year 2023/24. This diversification is expected to add to the image & economic growth of the company.

The company has been making necessary investment in IT Sector to provide as much customer centric services as possible. We have made significant progress in digitization in business operations and in the upgradation of backup services and security.

Nepal Insurance Authority has now initiated the implementation process of the concept of Risk Based Capital for all the insurance companies, and the company is exploring necessary steps for this purpose and is committed to this process.

We are always driven by our responsibility to give the best returns to our policyholders and our shareholders as it has been the policy of the company to ensure proper return to all stakeholders. In this context, attractive Bonus rates have been declared for policy-holders, based on Acturial Valuation in the review period.

The Board of Directors of the company has proposed a cash dividend of 10% equal to Rs. 501,166,642.50 and bonus shares dividend of 4% equal to Rs. 200,466,657 on its updated paid up capital, which should take it to Rs. 5,212,133,082 after it has been approved in this general meeting. Further a sum of Rs.3,69,28,068.39 has been set aside for adjustment as cash dividend for payment of applicable Tax in those cash and bonus shares dividend.

कम्पनीले संस्थागत सामाजिक उत्तरदायित्व अर्न्तगत समाज प्रति आफ्नो उत्तरदायित्वलाई निर्वाह गर्न हमेशा प्रयासरत रहेको छ । यसलाई दृष्टिगत गरी कम्पनीले आफ्नो व्यवसाय र सामाजिक उत्तरदायित्वलाई संग संगै अगाडि बढाउने क्रममा विगत वर्ष सरह विशेष गरी स्वास्थय र शिक्षा क्षेत्रमा योगदान पुर्‍याउदै आएको छ । समीक्षा वर्षमा स्वास्थ्य क्षेत्रमा एक एक पाईला फाउण्डेशन लाई एक सामुदायिक हस्पताल संचालनमा वित्तिय सहयोग उपलब्ध गराएकोमा आउने वर्ष बच्चा केटाकेटीको स्वास्थ्य उपचार सम्बन्धि परियोजनामा सहयोग गर्ने योजना रहेको अनुरोध छ। कम्पनीले तोकिए अनुसारको खूद नाफाको एक प्रतिशत रकम संस्थागत सामाजिक उत्तरदायित्वको लागि छुट्टयाइएको छ।

अन्तमा सबै शेयरधनी र ग्राहकवर्गहरुले हामीमा देखाउनु भएको विश्वासको लागि एवं सबै संचालकज्यूहरुवाट प्राप्त निरन्तर सहयोग र व्यवसायिक योगदानको लागि म आभार प्रकट गर्न चाहान्छु । कम्पनीको व्यवस्थापन र कर्मचारी वर्गको निष्ठा र परिश्रमको सराहना गर्न चाहान्छु । साथै नियामक निकायवाट प्राप्त सल्लाह सुझाव एवं मार्गदर्शनको लागि धन्यवाद ज्ञापन गर्न चाहान्छु।

धन्यवाद ।
प्रेमा राज्य लक्ष्मी सिंह
अध्यक्ष

The company has always been effortful to fulfill it's obligations towards society as part of Corporate Social Responsibility. In this context, the Company has been making due contributions in the field of health and education, as in the past, and it is fully committed to balance our business objectives and Corporate Social Responsibilities to the best of our ability. We are working with Ek Ek Paila Foundation in the review period to run a community hospital. In the coming fiscal year, we are planning to provide financial support to other appropriate health projects like Child care hospitals. As mandated a minimum of 1% of net profit is set aside for this purpose.

Finally, let me express my immense appreciation to all shareholders and policyholders for their faith in us, our directors for their continued support and professional inputs, our management and employees for their dedication and hard work and the regulatory authority for their guidance and support.

With warm regards,
Prema R.L Singh
Chairperson

बीमा योजनाहरु

वाल अमृत ३ (सावधिक)

अभिभावकको असामयिक निधन भएको अवस्थामा बच्चाको शिक्षा एवं अन्य खर्चलाई नियमितता प्रदान गर्ने यो एक उत्कृष्ट बीमा योजना हो। यदि बीमा अवधि भित्र अभिभावकको असामयिक निधन भएमा बच्चाको शिक्षा एवं अन्य खर्चको लागि बीमांक रकमको १% आयको रुपमा मासिक रुपमा बीमा अवधि सम्म भुक्तानी गरिन्छ र वाँकी अवधिको लागि बीमाशुल्क भुक्तानी गर्नु पर्दैन र बीमा अवधि समाप्तिमा बीमांक रकम र पूरा अवधिको वोनस एकमुष्ठ भुक्तानी गरिन्छ जसले उच्च शिक्षालाई समेत ठुलो सहयोग पुऱ्याउँछ। अभिभावकको निधन नभएको अवस्थामा बीमा अवधि समाप्तीमा बीमांक रकम र पूरा अवधिको वोनस एकमुष्ठ भुक्तानी गरिन्छ।

सावधिक जीवन बीमा /सामूहिक सावधिक

यो मुनाफामा सरिक हुने बीमा योजना हो। यसमा जोखिम एवं बचत समावेश गरिएको छ। बीमा अवधि समाप्तीमा बीमांक रकम र पूरा अवधिको वोनस एकमुष्ठ भुक्तानी गरिन्छ भने सो अवधि भित्र निधन भएमा बीमांक रकम र सो अवधि सम्मको वोनस आश्रित परिवारलाई भुक्तानी गरिन्छ। यसले परिवारलाई पूर्ण रुपमा आर्थिक सुरक्षा प्रदान गर्दछ। यो योजना विभिन्न संघ संस्थाहरुमा संलग्न सदस्यहरुलाई समूहगत रुपमा पनि उपलब्ध छ।

अमृत वर्षा (अग्रिम भुक्तानी सावधिक)

यस बीमा योजनामा बीमा अवधि अगाडि नै तोकिएको समयमा बीमाङ्क रकमको तोकिएको रकम अग्रिम रुपमा भुक्तानी गरिन्छ। बीमा अवधि समाप्तीमा बाँकी रकम र पूरा अवधिको वोनस एकमुष्ठ भुक्तानी गरिन्छ। समय समयमा नियमित रकम प्राप्त हुने हुनाले आवश्यकता अनुसारको आर्थिक सुरक्षा प्राप्त हुन्छ। यदि बिमीतको निधन भएको अवस्थामा पूरा बीमांक (पहिले लिएको रकम कट्टा नगरी) र सो अवधि सम्मको वोनस एकमुष्ठ भुक्तानी दिइन्छ।

सन्जिवनी अमृत (सावधिक)

यस बीमा योजनामा न्यूनतम बीमाशुल्कमा अधिकतम जोखिम वहन हुने ब्यवस्था गरिएको छ। बीमा प्रारम्भ मितिले ५ वर्ष भित्र मृत्यु भएमा बीमाङ्कको १०० प्रतिशत, ६ वर्ष देखि १० वर्ष भित्र मृत्यु भएमा बीमाङ्कको १२५ प्रतिशत, ११ वर्ष देखि १५ वर्ष भित्र मृत्यु भएमा बीमाङ्कको १५० प्रतिशत र १६ वर्ष देखि २० वर्ष भित्र मृत्यु भएमा बीमाङ्कको २०० प्रतिशत रकम वोनस सहित प्राप्त हुनेछ। बीमा अवधि समाप्तिमा बीमित जीवित रहेमा बीमाङ्क र नियमानुसारको वोनस प्राप्त हुनेछ।

अमृत श्री बीमालेख अग्रीम भुक्तानी/आजीवन

यस बीमा योजनामा बीमितले दोस्रो वार्षिक उत्सब देखि प्रत्येक वर्ष बीमाङ्कको ५ प्रतिशतले बीमाङ्क रकम फिर्ता पाउनेछन् र बीमालेख समाप्तीमा बाँकी रकम नियमानुसारको वोनस रकम सहित प्राप्त गर्नेछन्। समय समयमा यसरी रकम प्राप्त हुने हुनाले बीमाशुल्क रकम तीर्न एवं आफ्नो अन्य आवश्यकता पूरा गर्न सहज हुनेछ। बीमितको मृत्युभएमा भुक्तानी भएको रकम नकाटिकन बीमाङ्क रकम वोनस सहित प्राप्त हुनेछ। यो बीमालेख आजीवन सहित उपलब्ध छ।

जीवन अमृत (सावधिक एवं आजीवन)

यो बीमा योजनामा सावधिक एवं आजीवन बीमा समाहित गरिएको छ । बीमा अवधि समाप्तीमा बीमांक रकम र पूरा अवधिको वोनस सहित भुक्तानी गरिने छ। सो पश्चात् बीमितको निधन भएको बखतमा पुनः बीमाङ्क रकम भुक्तानी गरिने यो उत्कृष्ट बीमा योजना हो ।

बचत अमृत सावधिक जीवन बीमा योजना

बचत अमृत सावधिक जीवन बीमा अर्न्तगत सिमित अवधिका लागि बीमाशुल्क भुक्तानी गरी निर्धारित अवधिसम्म पूरा अवधिको बोनस प्राप्त गर्न सकिने छ। वार्षिक र अर्धवार्षिक बीमाशुल्क भुक्तानीमा छुटका साथै बढी बीमाङ्क रकममा छुट सुविधा प्राप्त गर्न सक्ने व्यवस्था समेत यस योजनामा समावेश गरिएको छ ।

दम्पत्ति अमृत (सावधिक)

यो बीमा योजनामा बिवाहित जोडीलाई एउटै बीमालेखमा समेटी आर्थिक जोखिम वहन गरिन्छ। यस बीमा योजनामा पति वा पत्नी मध्ये कुनै एकको निधन भएमा बीमांक रकम तुरुन्त भुक्तानी दिइन्छ र एकको मृत्यु पश्चात् बाँकी बीमाशुल्क भुक्तानी गर्नु पर्दैन । बीमा अवधि समाप्तीमा जीवित पति वा पत्नीलाई बीमांक रकम र पूरा अवधिको वोनस सहित एकमुष्ठ भुक्तानी गरिन्छ। यदि दुवै जीवित रहेको अवस्थामा बीमा अवधि समाप्तीमा बीमांक रकम र वोनस एक मुष्ठ भुक्तानी गरिन्छ।

भविष्य वृत्ति (पेन्सन प्लान)

एउटा निश्चीत अवधि पश्चात प्रत्येक व्यक्तिले आफ्नो पेशावाट अवकाश लिनु पर्ने हुन्छ । त्यस्तो अवस्थामा नियमित रुपमा मासिक आय आर्जन गर्न यस बीमा योजनाले सहयोग पुऱ्याउँछ। यसरी अवकाशको समय पछि पनि यो बीमालेखले आर्थिक स्वतन्त्रता प्रदान गर्दछ। त्यसैले आफु कति वर्षको उमेरमा अवकाश लिने र आफुलाई अवकाशको समयमा मासिक कति रकम आवश्यक पर्दछ, त्यो वेलामा आफुले छनौट गरी आफुले भने जसरी अवकाशको जिन्दगी ज्ञापन गर्नको लागि यो उत्कृष्ट बीमा योजना सावित भएको छ।

NLICL म्यादी अमृत बीमा योजना

देशका विभिन्न क्षेत्रमा न्यून आयश्रोत भएका विपन्न वर्गहरुलाई लक्षित गरी कर्जा प्रदान गर्दै आएका वित्तीय संघ संस्थाको कर्जा उपयोग गर्ने व्यक्ति (ऋणी) हरुको जीवन बीमा मार्फत सूरक्षा प्रदान गरी आर्थिक संरक्षणका लागि न्यून दरमा दुर्घटना जोखिम स्थायी पूर्ण अपाङ्गता र काजक्रिया खर्च समेत संयुक्त तथा अलग अलग समावेश गरी यो योजनावाट अधिकतम लाभ प्राप्त गर्न सकिन्छ। न्यूनतम १६ वर्ष देखि अधिकतम ६५ वर्ष सम्मका व्यक्तिहरु यसमा समावेश हुन सकिनेछ।

सरल अमृत (म्यादी एवं रकम फिर्ता)

न्यूनतम बीमा शुल्कमा बीमा अवधि ३ वा ५ वा १० वा १५ वर्षका लागि तयार गरिएको यो म्यादी बीमा योजनामा दुर्घटना लाभ सहित समावेश गरिएको छ । बीमितको दुर्घटनावाट निधन भएमा दोब्बर बीमांक रकम भुक्तानी गरिनेछ। यदि बीमितको निधन नभएको अवस्थामा तोकिएको ब्याज सहित बीमाशुल्क फिर्ता गरिनेछ। यो खासगरी लघु बीमालाई लक्षित गरि तयार गरिएको हो।

म्यादी अमृत जीवन बीमा योजना

विभिन्न वित्तिय संस्थाहरुले प्रवाह गरेको ऋणलाई सहज बनाउन त्यस्ता ऋणीहरुको असामयिक निधन भएको अवस्थामा जोखिमको भार बीमकले वहन गरी वित्तिय संस्था एवं ऋणीलाई पूर्ण आर्थिक सुरक्षा प्रदान गर्ने उद्देश्यले "म्यादी अमृत जीवन बीमा" संचालन गरिएको हो। यस योजनामा न्युनतम बीमाशुल्कमा व्यक्तिगत एवं सामुहिक दुवै गर्न सकिने र दुर्घटना मृत्यु लाभ (ADB) पनि समावेश गर्न सकिने छ।

नेशनल लाईफ इन्स्योरेन्स कम्पनी लिमिटेडको ३६ औं वार्षिक साधारण सभामा संचालक समितिको तर्फवाट अध्यक्ष श्री प्रेमा राज्य लक्ष्मी सिंहले प्रस्तुत गर्नु भएको आ.व.२०७९/०८० को वार्षिक प्रतिवेदन ।

DIRECTOR'S REPORT FOR THE FISCAL YEAR 2079/080 BS (2022/2023 AD) PRESENTED BY CHAIRPERSON MRS. PREMA RAJYA LAXMI SINGH ON BEHALF OF THE BOARD OF DIRECTORS, IN 36th ANNUAL GENERAL MEETING OF NATIONAL LIFE INSURANCE COMPANY LIMITED

आदरणिय शेयरधनी महानुभावहरु,

नेशनल लाईफ इन्स्योरेन्स कं. लि. को ३६ औं (छत्तिसौं) वार्षिक साधारण सभामा उपस्थित हुनु भएका सबै शेयरधनी महानुभावहरुलाई संचालक समिति र मेरो तर्फवाट हार्दिक स्वागत अभिवादन गर्दछु । यस साधारण सभा समक्ष कम्पनी ऐन २०६३ को दफा १०९ वमोजिम उल्लेखित विवरणहरु सहितको आ.व.२०७९/०८० को लेखा परीक्षण भएको आर्थिक विवरणहरु छलफल एवं अनुमोदनको लागि प्रस्तुत गर्न पाउँदा हामीलाई खुशी लागेको छ ।

१. विगत वर्षको कारोवारको सिंहावलोकन :

कम्पनीले आ.व.२०७८/०७९ मा रु.१४,४०,७६,६३,५४८/- कुल बीमाशुल्क संकलन गरेकोमा समिक्षा वर्ष आ.व.२०७९/०८० मा सो रकम १६.६६ प्रतिशतले बृद्धि भई रु.१६,८०,९०,६५,५९१/- पुगेको छ ।

कारोवारको सारांश विवरण देहाय अनुसार रहेको छ ।

Respected Shareholders,

On behalf of the Board of Directors of National Life Insurance Co. Ltd, I cordially welcome all the shareholders on the 36th Annual General Meeting of the company. We have pleasure in presenting the 36th Annual Reports of the company along with the audited financial statements for the year ended 15th July 2023 (31st Ashad 2080) for discussion and approval of this General Meeting as mandated by section 109 of Companies Act 2063.

1. Overview of Past Year's Performance :

During the year under review 2022/23, the company has generated a total premium collection of Rs. 16,809,065,591/- as compared to Rs. 14,407,663,548/- for the preceding year showing a growth of 16.66%.

A summary of the Business Operation for the fiscal year 2021/022 is given below.

विवरण	चालु वर्ष (२०७९/०८०)	गत वर्ष (२०७८/०७९)
प्रथम वीमा शुल्क	३,८७,८२,६३,६००	४,७२४,९७९,७०६
नवीकरण वीमा शुल्क	१२,९३,०८,०१,९९१	९,६८२,६८३,८४२
कूल बीमाशुल्क	१६,८०,९०,६५,५९१	१४,४०७,६६३,५४८
कट्टि : पुनर्वीमा प्रिमियम	(३२,०२,९९,३१६)	(२९१,९६०,४३१)
खुद प्रिमियम	१६,४८,८७,६६,२७५	१४,११५,७०३,११७
पुनर्बीमा कमिशन	१,०६,८८,६२७	१४,१३८,०६५
बीलम्ब शुल्क	८,००,४९,२३३	८९,५३९,३५८
लगानी आम्दानी	४,८७,१८,६५,६७२	३,९८,९४,६७,९५७
बीमालेख धितो कर्जावाट आय	८८,८७,६६,६३६	७४९,२३८,५९७
फेयर भ्यालुको परिवर्तनमा खुद नाफा / घाटा	६२,९९,३०७	१,६४,८४,०४५
खुद रियलाइज्ड नाफा / घाटा	०	१९,०७,३७२
अन्य आम्दानी	४८,१३,६६२	११,२७,४७४
जम्मा आम्दानी (क)	२२,३५,१२,४९,४१२	१८,९७,७६,०५,९८६
दावी भुक्तानी (खुद)	८,२६,४१,४२,६५४	६,०४,३३,०५,७६७
अभिकर्ता कमिशन भुक्तानी	१,५८,२२,३०,१७९	१,५२३,११२,०६५
नेपाल बीमा प्राधिकरणलाई से वा शुल्क	१३,५७,७४,४२६	१४१,१५७,०३१
इम्पेयरमेन्ट घाटा	८५,३७,११९	१,५८,७६,३९६
व्यवस्थापन खर्च	१,३७,८६,६४,३३७	१,४३,९३,९३,०९३
जम्मा खर्च (ख)	११,३६,९३,४८,७१५	९,१६,२८,४४,३५२
सहयोगी कम्पनीको नाफाको हिस्सा, आयकर र बीमा करार दायित्वमा रकम सार्नु भन्दा पहिले को खुद नाफा / घाटा (क-ख)	१०,९८,१९,००,६९७	९,८१,४७,६१,६३४
सहयोगी कम्पनीको नाफाको हिस्सा	१,०४,०४,७५७	१,०५,९०,३१२
आयकरको लागि व्यवस्था	(६९,३५,७०,६०२)	(४४,०९,४८,६६४)
खुद नाफा	९८,०३,४१,०७४	७३,६४,५९,३०३
खुद वचत कुल बीमा करार दायित्वमा सारेको	९,३१,८३,९३,७७८	८,६४,७९,४३,९७८

समिक्षा वर्षको संचालनवाट जम्मा रु.९,३१,८३,९३,७७८/- खूद थप रकम कुल बीमा करार दायित्वमा सारिएको छ र कुल बीमा करार दायित्व गत वर्षको तुलनामा १७.७६ प्रतिशतले बृद्धि भई वर्षान्तमा रु.६५,४०,४०,४६,९७७/- पुगेको छ ।

विगत वर्षको अन्तमा रु.५१,६६,१३,३९,०४७/- वरावरको लगानी भएकोमा समिक्षा वर्ष १५.७२ प्रतिशतले बृद्धि भई रु.५९,७८,२०,३०,९६९/- पुगेको छ ।

Particulars	Current Year (2079/080 BS) (2022/2023 AD)	Previous Year (2078/079 BS) (2021/2022 AD)
First Premium Income	3,878,263,600	4,724,979,706
Renewal Premium Income	12,930,801,991	9,682,683,842
Total Premium Income	**16,809,065,591**	**14,407,663,548**
Deduction: Re-insurance premium	(320,299,316)	(291,960,431)
Net Premium	**16,488,766,275**	**14,115,703,117**
Reinsurance Commission	10,688,627	14,138,065
Late Fee	80,049,233	89,539,358
Investment Income	4,871,865,672	3,989,467,957
Income From Loan Against Policy	888,766,636	749,238,597
Profit / Loss on Change in Fair Value	6,299,307	16,484,045
Net Realised Profit / Loss	0	1,907,372
Other Income	4,813,662	1,127,474
Total Income (A)	**22,351,249,412**	**18,977,605,986**
Claim Payment (Net)	8,264,142,654	6,043,305,767
Agent Commission Payment	1,582,230,179	1,523,112,065
Service Charge to the Insurance Board	135,774,426	141,157,031
Impairment Loss	8,537,119	15,876,396
Management Expenses	1,378,664,337	1,439,393,093
Total Expenses (B)	**11,369,348,715**	**9,162,844,352**
Share in Profit of Subsidiary company, Income Tax and Net Profit / Loss before transfer of amount to Insurance Contract/Liabilities	**10,981,900,697**	**9,814,761,634**
Share in Profit of Subsidiary Company	10,404,757	10,590,312
Provision for Income Tax	(693,570,602)	(440,948,664)
Net Profit	**980,341,074**	**736,459,303**
Net Saving transferred to Insurance Contract Liabilities	**9,318,393,778**	**8,647,943,978**

A sum of Rs. 9,318,393,778/- has been generated from business operations this year for transfer to Insurance Contract Liabilities, which as such has increased by 17.76% and reached Rs.65,404,046,977/- at the end of the review period.

The investment portfolio of the company has now reached Rs.59,782,030,969/-, an increase of 15.72% over the last year's figure of Rs. 51,661,339,047/-.

२. राष्ट्रिय तथा अन्तराष्ट्रिय परिस्थितीवाट कम्पनीको कारोवारलाई कुनै असर परेको भए सो असर :

अन्तराष्ट्रिय मुद्रा कोषले सार्वजनिक गरेको विश्व आर्थिक परिदृश्य (World Economic Outlook) को अक्टोबर, २०२३ अंक अनुसार सन् २०२२ मा ३.५ प्रतिशतले विस्तार भएको विश्व अर्थतन्त्रको वृद्धिदर सन् २०२३ मा ३ प्रतिशतमा सिमित हुने देखिएको छ । विकासित अर्थतन्त्रको वृद्धिदर अघिल्लो वर्षको २.६ प्रतिशतको तुलनामा सन् २०२३ मा १.५ प्रतिशतमा सिमित हुने र उदीयमान अर्थतन्त्रको वृद्धिदर अघिल्लो वर्षको ४.१ प्रतिशतको तुलनामा सन् २०२३ मा ४ प्रतिशतमा सिमित हुने कोषको प्रक्षेपण छ ।

गत केही समय यता रुस-युक्रेन युद्ध, कोभिड-१९ पछिको आर्थिक मन्दीका कारण विश्वव्यापी अर्थतन्त्रको वृद्धिदर सुस्त र असमान रहेको छ । महामारीको दीर्घकालिन असर, रुस-युक्रेन बीच युद्ध र बढ्दो भौगोलिक अशान्तिका कारण विश्व अर्थतन्त्र महामारीको पूर्वस्तरमा फर्किन सकेको छैन ।

उच्च मूल्य वृद्धिलाई नियन्त्रण गर्न गत वर्ष देखि विभिन्न मुलुकका केन्द्रीय बैंकहरुले कसिलो मौद्रिक नीतिको कार्यदिशा अनुरुप ब्याजदरमा वृद्धि गरेको थियो भने हाल मूल्य वृद्धि सामान्यतिर फर्कन थालेसँगै ब्याजदरहरु घट्ने क्रममा रहेको छन् । नेपालमा पनि केन्द्रीय बैंकले सोही नीति अंगीकार गर्दा ब्याजका दरहरु विस्तारै घट्न थालेका छन् ।

केन्द्रीय तथ्याङ्क विभाग नेपालका अनुसार आर्थिक वर्ष २०७९/८० मा नेपालको आर्थिक वृद्धि उत्पादनको मुल्यमा १.८६ प्रतिशत रहेको छ । अघिल्लो वर्ष यस्तो वृद्धिदर ५.६१ प्रतिशतले रहेको थियो । समीक्षा वर्षमा कृषि, उद्योग तथा सेवा क्षेत्रको वृद्धिदर क्रमश : २.७३ प्रतिशत, ०.५९ प्रतिशत र २.३३ प्रतिशत रहेको छ, जुन अघिल्लो वर्ष क्रमश : २.२४ प्रतिशत, १०.८० प्रतिशत र ५.३२ प्रतिशत रहेको थियो ।

२०८० असार महिनामा वार्षिक विन्दुगत उपभोक्ता मुद्रास्फीति ७.७४ प्रतिशत रहेको छ । २०७९ असार महिनामा यस्तो मुद्रास्फीति ६.३२ प्रतिशत रहेको थियो ।

2. Impact of the National and International Events in the Business operation of the Company:

World Economic Outlook – (October 2023) as published by International Monetary Fund has indicated the baseline forecast for global growth to slow from 3.5% in 2022 to 3% in 2023. Advanced economies are projected to slow from 2.6% in 2022 to 1.5% in 2023, whereas emerging and developing economies are projected to have a modest decline in growth from 4.1% in 2022 to 4% in 2023.

The global recovery from the Covid 19 pandemic and the conflict between Russia and Ukraine remains slow and uneven. Due to long term consequences of the pandemic, the conflict between Russia and Ukraine and increasing geo-economic fragmentation the world economy has fallen short of its pre-pandemic path.

With a view to control surging inflation, Central Banks of various countries have tightened monetary policy by increasing interest rates, and as a result inflation rates have started to normalize and interest rates have started declining. Nepal Rastra Bank has also adopted similar policy, thereby causing interest rates to decline.

Statistics as per Central Statistics Department of Nepal show Nepal's GDP growth rate at producer's price at 1.86%, whereas the GDP growth rate for the previous year was 5.61%. During review period, agriculture, industry and service sectors growth rate were 2.73%, 0.59% and 2.33% respectively whereas for previous year they were 2.24%, 10.80% and 5.32% respectively.

During the review period, the average inflation has stood at 7.74% as against 6.32% in previous year.

आर्थिक वर्ष २०७९/८० मा विप्रेषण आप्रवाह २१.२ प्रतिशतले वृद्धि भई रु. १,२२० अर्ब ५६ करोड पुगेको छ। अघिल्लो वर्ष विप्रेषण आप्रवाह ४.८ प्रतिशतले बढेको थियो।

२०७९ असार मसान्तमा रु. १,२१५ अर्ब ८० करोड बराबर रहेको कूल विदेशी विनियम सञ्चिति २६.६ प्रतिशतले वृद्धि भई २०८० असार मसान्तमा रु. १,५३९ अर्ब ३६ करोड पुगेको छ।

३. प्रतिवेदनको मितिसम्म चालु आर्थिक वर्षको उपलब्धि

आर्थिक वर्ष २०८०/०८१ मा कम्पनीको व्यवसायिक उपलब्धी देहाय अनुसार रहेको छ।

विवरण	लेखा परीक्षण हुन बाँकी	कैफियत
कूल जारी बीमालेख संख्या	७८,२६,३५४	शुरु देखि २०८१ असार मसान्त सम्म
कूल बीमाशुल्क	रु. १,९२०.२७ करोड	आ.व.२०८०/०८१ मा
कूल लगानी	रु. ७१२८.३७ करोड	२०८१ असार मसान्तमा

जोखिममा आधारित पूँजी (Risk Based Capital)

नियामक निकाय श्री नेपाल बीमा प्राधिकरणले सबै बीमा कम्पनीहरुको लागि जोखिममा आधारित पूँजी (Risk Based Capital) को अवधारणा अघि सारेको छ। यस सम्बन्धमा कम्पनी आफ्नो बीमाङ्कीसंग सम्पर्कमा रहेको छ। कम्पनीले आफ्नो Risk profile अनुसार पूँजीको पर्याप्तता निर्धारण गर्नु पर्ने यस अवधारणामा बीमाङ्कीबाट आवश्यक गृहकार्य अघि बढाइएको छ।

श्री नेपाल बीमा प्राधिकरणले जीवन बीमा कम्पनीको न्यूनतम चुक्ता पूँजी रु.५ अरब पुऱ्याउनु पर्ने वाध्यात्मक व्यवस्था गरेकोमा कम्पनीले सो पुरा गरिसकेको अनुरोध छ।

बीमाङ्कीय मूल्याङ्कन २०७९/०८०

श्री नेपाल बीमा प्राधिकरणवाट जारी भएको Actuarial Valuation Guidelines २०७७ अनुसार कम्पनीले आ.व.२०७९/०८० मा सोही अनुसार व्यवस्था गरी बीमाङ्कीय मूल्याङ्कन प्रतिवेदन तयार गरी श्री नेपाल बीमा प्राधिकरणवाट स्विकृती प्राप्त गरेको छ। Future Bonus को

Remittance inflows have increased by 21.2% to Rs. 1,220.56 billion during F.Y.2022/023, compared to an increase of 4.8% in the previous year.

Foreign currency reserves during F.Y.2022/023 has increased by 26.60% and reached Rs.1,539.36 billion at the end of the year.

3. Achievement in the Current Fiscal Year :

The business achievement during F.Y.2023/24 have been as follows :

Particulars	Unaudited (Provisional figures)	Note
Total No. of Policies Issued	78,26,354	From start to 15th July 2024
Total Premium Income	Rs. 1,920.27 Crore	For F.Y.2023/24
Total Investment	Rs. 7,128.37 Crore	As on 15th July 2024

Risk Based Capital

Regulatory Authority Nepal Insurance Authority has now introduced the concept of Risk Based Capital for all insurance companies. The company is in consultation with its appointed actuary and necessary spade works are being intitiated to determine adequacy of capital for the company based on its Risk Profile.

Nepal Insurance Authority has fixed a mandatory minimum paid up capital for a life insurance to be Rs.5,000 million, which the company has already complied with.

Actuarial Valuation 2022/023

The company has got approval from the regulatory authority for the actuarial valuation report for the fiscal year 2022/23, after making necessary provisions for future bonus provisioning as required under Actuarial Valuation Guidelines

लागि थप Provisioning गर्नु पर्ने कारणले बीमितले प्राप्त गर्ने वोनस दरमा दवाव पर्न जानु स्वभाविक रहेको छ । यस्तो असहज स्थितिमा पनि कम्पनीले विगत सरह देहाय अनुसारको आकर्षक वोनस दर कायम राखी बीमितहरुलाई आर्कषक प्रतिफल उपलब्ध गराउन सफल भएको छ ।

बीमा योजना	अवधि (वर्ष)	आ.व.२०७९/०८० को वोनस दर (प्रति हजार बीमाङ्कमा)
सावधिक एवं आजीवन बीमालेख	५ - १४	रु.६४/-
	१५ - २०	रु.६४/-
	२१ - २५	रु.७०/-
	२६ र सो भन्दा माथि	रु.८५/-
अग्रिम भुक्तानी सावधिक जीवन बीमालेख	५ - १४	रु.६३/-
	१५ - १९	रु.६४/-
	२० - २५	रु.६४/-

आउने वर्षहरुमा प्रोभिजिनिङ्ग लगायत विविध कारणले वोनस दरमा परिमार्जन हुन सक्ने संभावना रहेतापनि कम्पनीले वीमितहरु लगायत सबै सरोकारवालाहरुलाई उचित प्रतिफल उपलब्ध गराउन प्रयासरत रहने छ ।

लघुबीमा विस्तार

कम्पनीले लघु बीमा व्यवसाय सन्तोषप्रद रहेको छ र यसवाट कम्पनीको मुनाफामा समेत सकारात्मक प्रभाव परेको छ । समीक्षा वर्ष २०७९/०८० मा कम्पनीले म्यादी बीमा वापत रु.७८.२७ करोड प्रथम बीमाशुल्क संकलन गरी सो वाट रु.१४.५९ करोड मुनाफा आर्जन भएको छ । हाल नयाँ लघु बीमा कम्पनीहरुको बीमा क्षेत्रमा प्रवेशको स्थिति पश्चात सो क्षेत्र बढी प्रतिष्पर्धात्मक भएतापनि कम्पनीले आगामी वर्षहरुमा समेत यस क्षेत्रमा थप प्रगति गर्ने तर्फ हामी आशावादी छौं ।

दावी भुक्तानी

समिक्षा वर्ष २०७९/०८० मा दावी भुक्तानी विवरण देहाय अनुसार रहेको छ ।

2019. The company has been successful in maintaining following attractive bonus rates for the period under review, even after making such provisions for future bonus.

Product	Term (Year)	Bonus Rate for F.Y.2021/22 (per '000 of Sum Insured)
Endowment / Whole Life Endowment	5-14	64
	15-20	64
	21-25	70
	26 or above	85
Anticipated Endowment	5-14	63
	15-19	64
	20-25	64

It may however be noted that the above bonus rates could be reviewed and changed in coming years due to various factors including necessary provisioning. Still the company will continue its endeavour to provide equitable returns to all stakeholders, including its valued policyholders.

Micro Insurance Expansion

The company micro insurance portfolio has been satisfactory, contributing positively in the profit of the company. During the period under review, the company has generated a term insurance premium income of Rs. 782.70 million, earning a profit of Rs. 145.90 million therefrom. Despite introduction of new Micro Insurance companies in the sector, the company is committed to make additional progress in coming years as well.

Claim Payment

During the period under review, the claim payment details have been given below.

विवरण	आ.व.२०७९/०८० (रु.)	आ.व.२०७८/०७९ (रु.)
मृत्यु दावी भुक्तानी	७८,७५,७४,४०१	९८,२७,८८,९९४
अवधि समाप्ती दावी भुक्तानी	२,५२,००,७१,८१४	२,१७,४०,२२,२३१
आंशिक अवधि समाप्ती दावी भुक्तानी	२,८७,४७,५५,५५३	१,७९,३३,६३,६०४
समर्पण मुल्य दावी भुक्तानी	२,००,१४,७२,६६१	१,१५,१०,०८,३७८
अन्य दावी भुक्तानी	२०,१३,२१,५११	१७,५७,८६,०३८
कूल दावी भुक्तानी	८,३८,५१,९५,९४०	६,२७,६९,६९,२४५

समिक्षा वर्षमा पूर्नबीमकवाट दावी भुक्तानी वापत रु.१२,१०,५३,२८६/- (गत वर्ष रु.२३,३६,६३,४७८/-) सोध भर्ना प्राप्त भएको छ।

कम्पनीले सहज दावी भुक्तानीको लागि कर्मचारीहरुलाई विशेष प्रशिक्षण प्रदान गरेको छ। यसको लागि विस्तृत दावी भुक्तानी दिग्दर्शन लागू गरेको छ र आवश्यकता अनुसार प्रविधिको विकास गरिएको छ।

शाखा कार्यालय भवन निर्माण

कम्पनीको स्वामित्वमा रहेको विविध शाखाहरु स्थित आफ्नो जग्गामा भवन निर्माण गर्ने प्रक्रृयामा नेपालगंज शाखाको लागि भवन निर्माण कार्य सम्पन्न हुने स्थितिमा रहेको छ र यथाशिघ्र संचालनमा आउने व्यवस्था मिलाइएको छ । यसवाट सो क्षेत्रमा कम्पनीको व्यवसायमा सकारात्मक प्रभाव पार्ने हाम्रो विश्वास छ।

सूचना प्रविधि

कम्पनीले विगत वर्षहरु देखि नै सूचना प्रविधिमा पर्याप्त लगानी गर्दै आएको छ । कम्पनीले अत्याधुनिक सूचना प्रविधिको माध्यमवाट सबै शाखा कार्यालयहरुलाई अनलाइन नेटवकिंङ आवद्ध गरेको छ। कम्पनीको सबै शाखाहरु Web Based Application मार्फत संचालन गरिएको छ। Mobile

Particular	F.Y.2022/23	F.Y.2021/22
Death Claim Paid	787,574,401	982,788,994
Maturity Claim Paid	2,520,071,814	2,174,022,231
Anticipated Installment Claim Paid	2,874,755,553	1,793,363,604
Surrender Claim Paid	2,001,472,661	1,151,008,378
Other Claim Paid	201,321,511	175,786,038
Total Claim Paid	**8,385,195,940**	**6,276,969,245**

A sum of Rs.121,053,286/- (last year Rs. 233,663,478/-) has been recovered from Reinsurer in respect of claims paid in the review period.

The company has imparted necessary trainings to its staff to handle claim portfolio. A comprehensive claim manual is in place for claim settlement process and appropriate software is being used for this purpose.

Branch Office Building

The company is planning to have its own office building at various branches where it has its own plot of lands. The construction works of office building for our Nepalgunj branch is almost complete and shall be made operational at the earliest. It is hoped that the operation of the new building will positively contribute towards company's business in that area.

Information Technology

The company has been making adequate investments in IT sector for quite some time. All branches have been integrated on Real Time Basis. Web Based Applications have been made operational. Various relevant

Apps र Website बाट सम्बन्धित बीमित र अभिकर्ताहरुलाई आवश्यक जानकारी प्राप्त गर्ने सुविधा उपलब्ध गराइएको छ साथै आवश्यक सन्देशहरु SMS बाट पठाउने व्यवस्था गरिएको छ । डाटावेस सुरक्षणको लागि उपयुक्त वैकल्पीक प्रणाली समेत अवलम्बन गरिएको छ ।

कम्पनीले अनलाइन भुक्तानी प्रविधिको सुविधा उपलब्ध गराएको छ । विद्युतीय भुक्तानी पूर्वाधारमा भएको विकास एवं विद्युतीय भुक्तानी कारोबारका लागि गरिएको प्रोत्साहनको कारण आर्थिक वर्ष २०७९/०८० मा विद्युतीय माध्यम Connect IPS, ई-सेवा, फोनपे र खल्तीबाट प्राप्त बीमाशुल्क भुक्तानीमा बृद्धि भएको छ ।

कम्पनीमा दक्ष कर्मचारी सहितको सूचना प्रविधि विभाग स्थापना गरी संचालनरत छ ।

अभिकर्ता तालिम र बृत्ति विकास

जीवन बीमा कम्पनीको मेरुदण्डको रुपमा रहेको अभिकर्ता संजालमा बृद्धि गरी अझ बढी व्यवसायिक बनाउन कम्पनीले विगत वर्षहरु देखि नै यथासंभव लगानी गर्दै आएको छ । यस्को लागि कम्पनीले अभिकर्ता प्रशिक्षण र तालिममा विशेष ध्यान दिइ स्वदेशी र विदेशी प्रशिक्षकहरुवाट अभिकर्तालाई प्रशिक्षण उपलब्ध गराइएको छ ।

समिक्षा अवधि आ.व.२०७९/०८० मा जम्मा ७५८ वटा अभिकर्ता तालिम संचालन गरी ७,८११ अभिकर्तालाई तालिम प्रदान गरिएको छ र ११,७२७ नयाँ अभिकर्ता उत्पादन गरिएको छ ।

४. कम्पनीको औद्योगिक वा व्यवसायिक सम्बन्ध :

समीक्षा अवधिमा कम्पनीले पारदर्शीता र व्यवसायिकताको आधारमा आफ्ना सबै सरोकारवालाहरुसंग सौहार्दपूर्ण र व्यवसायिक सम्बन्ध कायम गरेको छ । कम्पनीले श्रम सम्बन्धि लगायत सबै सम्बद्ध कानूनको पालना गरेको छ ।

information have been made available to policyholders and agents through appropriately designed mobile apps and websites. Arrangements have been made for necessary messages to be sent to policyholders and agents through SMS. Alternative arrangements have been made for protection of Database.

The Company has also made arrangements for online payment of premiums. Infrastructure development in online payment, and the encouragement given for such payment, have resulted in substantial online payment through Connect IPS, E-sewa, FonePay and Khalti during fiscal year 2022/23.

The company has at present an IT department duly manned by qualified and experienced staff.

Agency Training and Career Development

A professional agency force is the main backbone of a Life Insurance Company and the company has been making necessary investments in this respect, providing necessary trainings to them. Local and foreign trainers are being employed for specialized trainings.

During the fiscal year 2022/23, a total number of 758 Agency Trainings were conducted, imparting training to 7,811 Agents and producing 11,727 new agents.

4. Industrial and Business Relations of the Company:

The company has maintained meaningful and cordial relations with all its stakeholders, based on transparency and professionalism. The company has complied with all Labor and other related laws.

५. संचालक समितिमा भएको हेरफेर र सो को कारण :

३५ औं वार्षिक साधारण सभा पश्चात कम्पनीको संचालक समितिमा देहाय अनुसार हेरफेर भएको छ।

श्री राष्ट्रिय वाणिज्य बैंकको तर्फबाट प्रतिनिधित्व गर्नु हुने तत्कालिन नायब प्रमुख कार्यकारी अधिकृत श्री देवेन्द्र रमण खनालज्यूको स्थानमा श्री राष्ट्रिय वाणिज्य बैंकको मिति २०८१/०३/२७ को पत्रबाट सो बैंकका नायब प्रमुख कार्यकारी अधिकृत श्री सरस्वती अधिकारीज्यू मनोनयन भै संचालक नियुक्त हुनु भएको छ।

निवर्तमान संचालकले कम्पनीको प्रगतिमा पुऱ्याउनु भएको योगदानको कदर गर्दै नवनियुक्त संचालकहरुको हामी स्वागत गर्दछौं।

६. कारोबारलाई असर पार्ने मूख्य कुराहरु :

कम्पनीको कारोबारलाई असर पार्न सक्ने मूख्य कुराहरु देहाय अनुसार रहेका छन्।

क) अस्थिर पूँजी बजार र अर्थ व्यवस्थामा आएको शिथिलता।
ख) राष्ट्रको आर्थिक, मौद्रिक तथा वित्तिय नीतिहरु परिवर्तनबाट हुन सक्ने जोखिमहरु।
ग) नयाँ लघु बीमा कम्पनीको बीमा बजारमा प्रवेशबाट हुन सक्ने असरहरु।
घ) मुद्रा स्फिृतिमा देखिने अस्वभाविक वृद्धि दर।
ङ) देशको राजनैतिक परिस्थितिले पर्न सक्ने जोखिम
च) लामो अवधिको लगानीको अवसर नहुनु।
छ) बीमा व्यवसायमा बृद्धि भएको प्रतिष्पर्धाबाट सिर्जीत अस्वस्थ्यकर प्रचलनहरु।
ज) संभावित प्राकृतिक विपत्ति।

यस्को लागि कम्पनीले उपयुक्त रणनीति बनाई व्यवसाय विस्तार गर्ने प्रक्रृया अवलम्बन गरिएको छ।

5. Changes in the Board of Director and Reasons for the Change:

There has been a change in the composition of the Company's Board of Directors since the last Annual General Meeting.

Mr. Devendra Raman Khanal, the then Deputy Chief Executive Officer of Rastriya Banijya Bank - who was representing in the Company's Board on behalf of the Bank, has been replaced by Ms. Sarawati Adhikari, Deputy Chief Executive Officer of the Bank as per Bank's letter dated 11 July 2024.

We are thankful to outgoing director for his contribution and welcome newly appointed director.

6. Key Factors affecting the Business:

The key factors affecting the company's business have been summarised below.

a. Volatile financial market and economic slowdown.
b. The associated risks due to changes in Government Financial, Monetary and Economic policies.
c. Implications of introduction of new micro insurance companies.
d. A high inflation rate.
e. Risks associated with possible political instability.
f. Lack of instruments for long term investment.
g. Increasing unhealthy practices in the insurance business.
h. Possible natural calamities.

The company has taken necessary precautions and developed plans with a view to minimize their adverse effects on the company.

७. लेखा परीक्षण प्रतिवेदनमा कुनै कैफियत भए सो उपर संचालक समितिको प्रतिक्रिया :

कम्पनीको वित्तिय विवरणहरु सम्बन्धमा एक सामान्य कैफियत बाहेक अन्य कुनै कैफियत छैनन् । कम्पनीको वित्तिय विवरणहरु नेपाल वित्तिय प्रतिवेदनमान (NFRS) एवं नियामक निकाय श्री नेपाल बीमा प्राधिकरणले तोकेको ढाँचा र नीति अनुसार तयार गरिएका छन् ।

लेखा परीक्षण प्रतिवेदनमा अन्य कुनै कैफियत नभएको अनुरोध छ ।

८. लाभांश वांडफांड गर्न सिफारिस गरिएको रकम :

कम्पनीको संचालक समितिको ५२६ औं वैठकवाट चालु वर्षको मुनाफावाट हाल कायम रहेको चुक्ता पूँजी रु.५,०१,१६,६६,४२५/- मा १० (दश) प्रतिशतका दरले नगद लाभांश रु.५०,११,६६,६४२/५० र ४ (चार) प्रतिशतले वोनस शेयरको रुपमा लाभांश रु.२०,०४,६६,६५७/०० वितरण गर्ने र सो नगद एवं वोनस शेयर लाभांशमा कर प्रयोजनको लागि रु.३,६९,२८,०६८/३९ नगद लाभांश वितरण गर्ने सिफारिश गरिएको छ । सो यस साधारण सभावाट अनुमोदन हुनेमा हामी विश्वस्त छौं । वोनस शेयर लाभांश अनुमोदन पश्चात कम्पनीको चुक्ता पूँजी रु.५,२१,२१,३३,०८२/- पुग्ने अनुरोध छ ।

९. शेयर जफत भएको भए सो को विवरण : छैन ।

१०. कम्पनी तथा त्यसको सहायक कम्पनीले आर्थिक वर्षमा सम्पन्न गरेको कारोवारको प्रगति, प्रमुख कारोवारहरु र सो अवधिमा कम्पनीको कारोवारमा आएको कुनै महत्वपूर्ण परिवर्तन :

कम्पनीको आ.व.२०७९/०८० को वित्तिय विवरण यसै साथ संलग्न छ । कम्पनीको सहायक कम्पनी श्री एन.एल.जी.इन्स्योरेन्स कम्पनीको व्यवसाय सन्तोषप्रद रहेको अनुरोध छ । सो सहायक कम्पनीको वित्तिय विवरण समेत यसै वार्षिक प्रतिवेदनमा संलग्न गरिएको छ ।

7. The Response of the Board of Directors on the Qualifications, if any, in the Audit Report:

There are no qualifications in the audit report except one routine qualification. The financial statements of the company have been prepared in the format and policy as prescribed by the Nepal Financial Reporting Standards (NFRS) and Regulatory body – Nepal Insurance Authority.

8. Proposed Amount for Dividend Distribution:

The 526th Meeting of Board of Directors of the company has recommended to this general meeting for the distribution of 10 (Ten) percent cash dividend of Rs. 501,166,642.50 and 4% bonus share dividend of Rs. 200,466,657/- on the existing paid up capital of Rs. 5,011,666,425/- and a further cash dividend of Rs. 36,928,068.39 for the purpose of tax on cash and bonus share dividend, from the profit of the year. The paid up capital of the Company shall reach Rs. 5,212,133,082/- after approval of this proposed bonus share dividend.

9. Details of the Share Forfeiture : None

10. Business Progress of the Company and its Subsidiary Company in the Fiscal Year, main Transactions and any important changes seen in the Transaction of the Company during that time period:

The financial statements of the Company has been attached herewith. The business of the subsidiary company of this company, M/s NLG Insurance Co. Ltd. is satisfactory and its financial statement for the fiscal year 2022/2023 AD (2079/080 BS) of the company has been attached herewith.

११. कम्पनीको आधारभूत शेयरधनीले कम्पनीलाई उपलब्ध गराइएको जानकारी : छैन ।

१२. विगत आर्थिक वर्षमा कम्पनीसंग सम्बन्धित सम्झौताहरुमा कुनै संचालक तथा निजको नजिकको नातेदारको व्यक्तिगत स्वार्थको वारेमा उपलब्ध गराइएको जानकारीको व्यहोरा : छैन ।

१३. कम्पनीले आफ्नो शेयर आफैले खरिद गरेको भए त्यसरी आफ्नो शेयर खरिद गर्नुको कारण, त्यस्तो शेयरको संख्या र अंकित मूल्य तथा त्यसरी शेयर खरिद गरे वापत कम्पनीले भुक्तानी गरेको रकम : छैन ।

१४. आन्तरिक नियन्त्रण प्रणाली भए नभएको र भएको भए सो को विस्तृत विवरण :

कम्पनीमा प्रभावकारी आन्तरीक नियन्त्रण प्रणाली लागू गरिएको छ। बीमा ऐन २०७९ श्री नेपाल बीमा प्राधिकरणवाट जारी संस्थागत सुशासन निर्देशिका २०८०, कम्पनी ऐन २०६३ एवं प्रचलित अन्य प्रावधानहरु अनुरुप लेखा परीक्षण समिति लगायत लगानी, जोखिम ब्यवस्थापन तथा सोल्भेन्सी समितिहरु गठन गरिएको छ । लेखा परीक्षण समितिले समिक्षा अवधिमा कम्पनीको आन्तरिक नियन्त्रण प्रणलिको प्रभावकारिता बारे समिक्षा गरी संचालक समितिमा पेश गरेको छ । कम्पनीले जोखिम ब्यवस्थापन नीति २०८१ (Risk management Policy २०८१) तर्जुमा गरी संभावित जोखिम पहिचान, जोखिम मूल्यांकन, जोखिम न्यूनिकरण/ नियन्त्रणमा विशेष ध्यान दिई आएका छ । संस्थागत सुशासनलाई उच्च प्राथमिकता दिई नियमनकारी निकायवाट जारी बीमकको संस्थागत सुशासन निर्देशिका २०८० को पूर्ण पालना गरिएको छ ।

प्रभावकारी आन्तरीक नियन्त्रण कायम गर्नका लागि कम्पनीले विभिन्न नीति, निर्देशन तथा प्रक्रियाहरु तर्जुमा गरी अवलम्बन गरेको छ । यस्ता नीति, निर्देशन तथा प्रकृयाहरु अद्यावधिक हुने र जोखिम पहिचान र निराकरण

11. Information provided by the Company's Primary Shareholder to the Company: None

12. If any information has been provided regarding any personal interest of any of the company's directors or their close relatives in any contractual agreements of the company during the past financial year: None

13. If the company has repurchased its own shares as such, the reason for such repurchase, the number of such shares, the face value and the amount paid by the company for repurchasing such shares: None

14. Whether an Internal Control System is in place or not, and brief details if in place:

The company has an effective internal control system in place. Various committees including Audit Committee, Investment, Risk Management and Solvency as envisaged in the Insurance Act 2079, Insurer's Corporate Good Governance 2080 issued by Regulatory Authority, and as provided in Companies Act 2063 have been operating effectively. During review period, Audit committee has made an assessment about effectiveness of the Internal Control system operating in the company. A Risk Management Policy 2081 has been formulated for identification, evaluation and control / minimization of possible risks involved in the operation. Top priority has been accorded to corporate good governance by fully complying with the provisions of Insurer's Corporate Good Governance 2080 as issued by Regulatory Authority.

The company has framed various policies, guidelines and manuals to ensure proper check and balance

हुने सुनिश्चित गर्न यिनीहरुको आवश्यकता अनुसार समीक्षा तथा पुनरावलोकन गर्ने गरिएको छ।

कम्पनीमा नियमानुसार परिपालना अधिकृत नियुक्त गरिएको छ, जसले आन्तरीक नियम तथा विनियमावलीका साथै बाह्य नियम तथा विनियमावली पालना भईरहेको सुनिश्चित गर्दछ। आन्तरीक नियन्त्रण प्रणाली थप प्रभावकारी बनाउन एक स्वतन्त्र आन्तरिक लेखा परीक्षण विभाग क्रियाशिल छ।

१५. विगत आर्थिक वर्षको कुल व्यवस्थापन खर्चको विवरण :
समिक्षा अवधि आर्थिक वर्ष २०७९/०८० को व्यवस्थापन खर्चको विवरण यस प्रकार रहेको छ।

व्यवस्थापन खर्च	आ.व.२०७९/०८०	आ.व.२०७८/०७९
कर्मचारी खर्च (कर्मचारी वोनस समेत)	४४,६५,०२,९८४	३९,२२,३९,४६८
अन्य व्यवस्थापन खर्च	९३,२१,६१,३५३	१,०४,७१,५३,६२५
कुल व्यवस्थापन खर्च	१,३७,८६,६४,३३७	१,४३,९३,९३,०९३

कर्मचारी तलब तथा भत्ता खर्चमा सामान्य बृद्धि भएको छ। समिक्षा अवधिमा प्रथम बीमाशुल्कमा केही ह्रास आएको कारणले अन्य व्यवस्थापन खर्च चालु वर्षमा केही घट्न गएको छ। अन्य सबै खर्चहरु समेत सन्तुलित र नियमित रहेको छ।

खर्चको विस्तृत विवरण वित्तिय विवरणको अनुसूची ३८, ३९, ४१ र ४२ मा दिइएको छ।

१६. संचालकहरु, प्रमुख कार्यकारी अधिकृत आधारभूत शेयरधनी आदिवाट कम्पनीलाई प्राप्त हुन बाँकी रकम : नभएको।

system wherever possible. These policies and guidelines have been timely updated and reviewed from time to time.

The company has designated Compliance Officer to ensure that there is proper compliance of all internal and external rules / provisions. The company has in place an independent internal audit department which is producing timely internal audit reports to ensure proper internal control system.

15. Details of the Total Management Expenses of the Past Fiscal Year:
The details of the total management expenses of the review period are as follows:

Management expenses	Fiscal Year 2079/080 BS (2022/2023 AD) Rs.	Fiscal Year 2078/079 BS (2021/2022 AD) Rs.
Staff expenses (Including Staff Bonuses)	446,502,984/-	392,239,468/-
Other Management Expenses	932,161,353/-	1,047,153,625/-
Total management expenses	**1,378,664,337/-**	**1,439,393,093/-**

There has been routine increase in total Staff expenses. During review period, other management expenses have somewhat declined due to marginal decrease in the First Premium Income of the Company.

All management expenses of the company are balanced and consistent. Its details have been included in the Annexure 38, 39, 41 and 42 of financial statement.

16. Outstanding amount to be received by the company from the Directors, Chief Executive Officer, Basic Shareholders: None.

१७. लेखा परीक्षण समितिका सदस्यहरुको नामावली, निजहरुले प्राप्त गरेको पारिश्रमिक, भत्ता तथा सुविधाहरु, सो समितिले गरेको कामकार्वाहीको विवरण र सो समितिले कुनै सुझाव दिएको भए सो को विवरण :

समिक्षा वर्षमा संचालक समितिको निम्न सदस्यहरु लेखा परीक्षण समितिको सदस्य रहनु भएको छ ।

१) श्री कुलदीप शरण सिंह (संचालक)	संयोजक
२) श्री देवेन्द्र रमण खनाल (संचालक)	सदस्य
३) श्री सुमन प्रसाद शर्मा (संचालक)	सदस्य
३) श्री सितल चन्द (आन्तरीक लेखा विभाग प्रमुख)	सचिव

आर्थिक वर्ष २०७९/०८० मा जम्मा १२ वैठकको लेखा परीक्षण समितिका सदस्यलाई रु.५,५४,५००/- वैठक भत्ता प्रदान गरिएको छ । लेखा परीक्षण समितिका सदस्यहरुलाई समीक्षा वर्षमा माघ महिना सम्म प्रति वैठक भत्ता रु.१२,५००/- र माघ महिना पश्चात प्रति वैठक भत्ता रु.१८,०००/- रकम प्रदान गरिएको छ । लेखा परीक्षण समितिमा रहने कर्मचारी सदस्यलाई कुनै किसिमको भत्ता सुविधा प्रदान गरिएको छैन ।

लेखा परीक्षण समितिले कम्पनी ऐन २०६३ एवं बीमकको संस्थागत सुशासन निर्देशिका २०८० को ब्यवस्था अनुसार कम्पनीको आन्तरिक नियन्त्रण प्रणाली, लेखा परीक्षक प्रतिवेदन, विभिन्न निर्देशिकाहरु एवं अन्य सम्बन्धित विषयहरुमा छलफल अध्ययन गरी आवश्यक कार्यान्वयनको लागि संचालक समितिमा पेश गरेर लागू गरिएको छ ।

लेखा परीक्षण समितिको वैठकमा विशेष गरी कम्पनीको त्रैमासिक एवं वार्षिक वित्तिय अवस्थाको विश्लेषण गर्ने, आन्तरीक लेखा परीक्षण विभागका प्रतिवेदनहरु अध्ययन गरी आवश्यक निर्देशन जारी गर्ने एवं वाह्य लेखापरीक्षण प्रतिवेदन एवं श्री नेपाल बीमा प्राधिकरणवाट प्राप्त प्रतिवेदनहरु माथि छलफल र सुधारका लागि आवश्यक नीति निर्देशन जारी गर्ने लगायत विविध विषयहरुमा छलफल गरिएका छन् ।

17. Details of the Members of the Audit Committee, the remuneration, allowance and facilities provided to them, details of the works and the suggestions givenby Audit Committee, if any:

During the review period, the following were the members of the board in the audit committee.

1) Mr. Kuldeep Sharan Singh (Director)	Coordinator
2) Mr. Devendra Raman Khanal (Director)	Member
3) Mr. Suman Prasad Sharma (Director	Member
4) Mr. Sital Chand (Internal Audit Department - Chief)	Secretary

In the fiscal year 2079/080 BS (2022/2023 AD), Rs. 554,500/- meeting allowances have been provided to the members of audit committee for attending a total of 12 meetings. A fee of Rs. 12,500/- per meeting upto the month of Magh 2079 and Rs. 18,000 thereafter have been provided to the member of the audit committee during review period. No allowances have been provided to the staff member of audit committee.

The audit committee has discussed and studied the Internal Control System, Auditor's Report, various directives and other related matters of the company as provided in Companies Act 2063 and Insurer's Corporate Good Governance 2080 issued by regulatory authority and implemented them after due approval of the Board of Directors.

The audit committee in its meeting has studied and analysed in detail Company's quarterly and annual financial accounts, internal and external audit reports and other various reports as received from regulatory authority and has issued necessary policies and guidelines for improvement.

१८. संचालक, कार्यकारी प्रमुख तथा पदाधिकारीहरुको पारिश्रमिक भत्ता तथा सुविधा :

आर्थिक वर्ष २०७९/०८० मा संचालक समितिका सदस्यहरुलाई (उपसमितिको बैठकको भत्ता समेत गरी) बैठक भत्ता वापत जम्मा रु.४२,४६,५००/- भुक्तानी गरिएको छ । प्रमुख कार्यकारी अधिकृतलाई तलब भत्ता सञ्चय कोष तथा अन्य सेवा सुविधा देहाय अनुसार रहेको छ ।

कूल तलब तथा भत्ता	रु. १,२१,७२,८००/-

व्यवस्थापनका अन्य पदाधिकारीहरुलाई जम्मा पारिश्रमिक एवं भत्ता वापत रु.१,३२,०२,१८५/- भुक्तानी दिइएको छ ।

१९. भुक्तान गर्न बाँकी लाभांश :

कम्पनीले भुक्तान गर्न वांकी लाभांश आ.व.२०७९/०८० को वर्षान्तमा रु.७,०२,७६,६९६/- रहेको छ ।

२०.कम्पनीले कम्पनी ऐनको दफा १४१ वमोजिम सम्पत्ति खरीद वा बिक्री गरेको कुराको विवरण :

यस दफा अन्तर्गत उल्लेख गर्नु पर्ने त्यस्तो कुनै सम्पत्ति चालु वर्ष खरिद विक्री भएको छैन ।

२१. सम्बद्ध कम्पनी बिच भएको कारोवार विवरण : छैन ।

२२. कम्पनी ऐन २०६३ तथा प्रचलित कानून बमोजिम संचालक समितिको प्रतिवेदनमा खुलाउनु पर्ने अन्य कुनै कुरा: छैन ।

धन्यवाद ज्ञापन

यस अवसरमा नियमनकारी निकाय श्री नेपाल बीमा प्राधिकरण, नेपाल सरकार अर्थ मन्त्रालय, श्री नेपाल राष्ट्र बैंक एवं अन्य सम्बन्धित संस्थाहरुवाट प्राप्त मार्गदर्शन र सहयोगको लागि कृतज्ञता प्रकट गर्दछौं ।

18. Remuneration, allowances and facilities provided to the Director, Chief Executive and Other Executives :

In the fiscal year 2079/080 BS (2022/2023 AD), a total Rs. 4,246,500/- has been paid to the members of the board of directors (including the meeting of the sub-committee) as meeting allowances. The salary and allowances of the Chief Executive Officer for the fiscal year 2079/080 BS have been as follows:

Gross Salary and Allowance	Rs. 12,172,800/-

A payment of total of Rs. 13,202,185/- has been made to other Executives of the Company as remuneration and allowances during the review period.

19. Dividend Payable / Outstanding:

The dividend payable by the company at the end of the fiscal year 2079/080 BS (2022/2023 AD) stands at Rs. 70,276,696/-.

20. Details of the Assets purchased by the company as per Section 141 of the Company's Act: None

21. Details of transactions with associated company: None

22. Any other details to be provided as per the Company's Act 2063 and other prevailing laws: None

Vote of Thanks

We take this opportunity to express our thanks to regulatory body M/s Nepal Insurance Authority, Government of Nepal, Ministry of Finance, M/s Nepal Rastra Bank and other related organizations for their guidance and co-operation.

कम्पनीको समग्र विकासमा सहयोग पुऱ्याउनु हुने सम्पूर्ण ग्राहकहरु, अभिकर्ता वर्गहरु, शेयरधनीवर्ग एवम् शुभेच्छुकहरुमा आभार प्रकट गर्दछौं । साथै कम्पनीको कर्मचारीहरुको निष्ठा, लगनशीलता एवं कठिन परिश्रमको सराहना गर्दै भविष्यमा पनि यस्तो सहयोगको अपेक्षा गर्दछौं ।

अन्तमा, कम्पनीको संचालनमा गहिरो रुची लिनु भै उपस्थित हुनु हुने सम्पूर्ण शेयरधनी महानुभावहरुमा धन्यवाद ज्ञापन गर्दछौं । यहांहरुको यस सहभागितावाट हामी उत्साहित भएका छौं र यहांहरुको गहकिलो सुझाववाट कम्पनी लाभान्वित हुनेमा हामी पूर्ण रुपले विश्वस्त छौं ।

मिति : २०८१/०४/०९

संचालक समितिको तर्फवाट

सुमन प्रसाद शर्मा
संचालक

प्रेमा राज्य लक्ष्मी सिंह
अध्यक्ष

We express our gratitude to all the customers, agents, shareholders and well-wishers for their support and contribution in the progress of the company and expect similar support in future. We appreciate the loyalty, diligence and hard work of the employees of the company.

Lastly, we would like to express our thanks to all valued shareholders attending this meeting with the deepest interest over the operation of the company. We are encouraged by your participation and we are fully confident that our company will be benefitted by your worthy presence and advices.

Date: 24 July, 2024

On behalf of the Board of Director,

Suman Prasad Sharma
Director

Prema Rajya Laxmi Singh
Chairperson

आर. राजकर्णिकार एण्ड कं.

CA Rajesh Rajkarnikar

R. Rajkarnikar & Co.
Chartered Accountants

Sita Paila, Nagarjun Nagarpalika, Kathmandu. Telephone : (01) 4034786 email: rrajkarnikar@gmail.com r_rajkarnikar@hotmail.com

Independent Auditor's Report
To the Shareholders of
National Life Insurance Company Limited

Opinion

We have audited the accompanying financial statements of National Life Insurance Company Limited ("Company"), which comprise the statement of financial position as at 31 Asadh 2080, the statement of profit or loss, statement of other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to financial statements including a summary of significant accounting policies (together "financial statements").

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at 31 Asadh 2080, and its financial performance and cash flows for the year then ended in accordance with Nepal Financial Reporting Standards (NFRSs).

Basis for Qualified Opinion

The Company has recognized 90% of change in fair value of investment property, i.e. Rs. 56,693,763 and 90% of Share of Profit of Associates accounted as per Equity Method, i.e. Rs. 93,642,814 in insurance contract liabilities. As per NAS 40 and NAS 28, these gains/profits are required to be fully recognized in profit or loss. As these gains and profits are part of equity, including them in insurance contract liabilities is overstatement of liability and understatement of equity. Thus liability of the Company is overstated by Rs. 150,336,577 and the equity is understated by the same amount.

However, this practice has been followed as per Insurance Regulator's Format based on NFRS and is presented through financial statements and disclosures in previous years as well.

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 this auditor's report.

We are independent of National Life Insurance Company Limited in accordance with The Institute of Chartered Accounts of Nepal's (ICAN) Handbook of Code of Ethics for Professional Accountants together with the ethical requirements that are relevant to our audit of the financial statements in Nepal, and we have fulfilled our other ethical responsibilities in accordance with these requirements. 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 those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion there on, and we do not provide a separate opinion on these matters.

R. Rajkarnikar & Co. Kathmandu Chartered Accountants

Key Audit Matters	Response to Key Audit Matters
1. Insurance Contract Liabilities We considered the valuation of insurance contract liabilities to be significant to the audit of the Company. Specifically, actuarial assumptions and methodologies involve judgments about future events, both internal and external to the Group, for which small changes can result in a material impact to the valuation of insurance contract liabilities. Additionally, the valuation of insurance contract liabilities is dependent on the quality, integrity and accuracy of the data used in valuations. We have therefore identified the following areas of focus in relation to the valuation of insurance contract liabilities: a) Appropriateness of actuarial assumptions, models and methodology; and b) Data processes and controls relevant to the actuarial valuation. The assumptions that we consider to have the most significant impact on the actuarial valuations are: Mortality, longevity, disability and morbidity; Persistency; Expenses; Risk discount rates; and Allowance for credit defaults. Refer to accounting policy 3(m)and the disclosures in note 19	**Principal Audit Procedures** Our audit of these actuarial assumptions, models and methodology applied in the valuation of insurance liabilities, inter alia, included assessment of the valuation methodology and assumptions for compliance with the latest actuarial guidance, legislation and approved company policy along with approval of Nepal Insurance Authority. **Conclusion** The insurance contract liabilities are fairly presented except stated in Basis for Qualified Opinion.
2. Investment The value of the investment is significant (79.83% of total assets) as compared to the total assets of the company. Major investment of the company includes investment in fixed deposits, debentures and quoted /unquoted equity instruments. Refer to accounting policy 3(c) and the disclosures in note 10	**Principal Audit Procedures** Our audit procedures consisted of focus on review of investment and its valuation. **Conclusion** The investment, its valuation, compliance with investment directives and presentation are fairly made.

Responsibilities of management and Those Charged with Governance for the Financial Statement

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Nepal Financial Reporting Standards and other regulatory requirement 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.

R. Rajkarnikar & Co. Kathmandu Chartered Accountants

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 operation, or has not realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's responsibility for the audit of 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 financial statement users taken on the basis of these financial statements.

As part of an audit conducted in accordance with NSAs, we exercise professional judgement and maintain professional scepticism 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 entity'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 the 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; and,
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in manner that achieves fair presentation.

We communicate with Management 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.

R.Rajkarnikar & Co. Kathmandu Chartered Accountants

आर. राजकर्णिकार एण्ड कं.

R. Rajkarnikar & Co.

Chartered Accountants

Report on matters required under Nepal Companies Act, 2063

Pursuant to the legal requirement under section 115(3) of Company Act, 2063 with respect to our responsibilities to report, we report that:

1. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
2. In our opinion, the financial statements referred in this report have been prepared in accordance with Companies Act, 2063 and are in agreement with the books of account maintained by the company;
3. In our opinion, proper books of account as required by prevailing law have been kept by the company so far as appears from our examination of such books;
4. To the best of our information and according to explanations given to us and from our examination of the books of account of the company necessary for the purpose of our audit, we have not come across cases where Board of Directors or any employee of the company have acted contrary to the provisions of law, or committed any misappropriation or caused loss or damage to the company.

R. Raj

R. Rajkarnikar & Co. Kathmandu Chartered Accountants

Rajesh Rajkarnikar, FCA
Proprietor
R. Rajkarnikar & Co
Chartered Accountants
Kathmandu
UDIN # 240714CA00067FddS8
Place: Kathmandu, Nepal
Dated: 2081/03/30

NATIONAL LIFE INSURANCE COMPANY LIMITED
Board of Directors' Report

A Information related to Life Insurance

Under this title following matters shall be disclosed

1. Date of establishment: 2043/02/19
2. Insurer licence date: 2044/09/24
3. Insurance business type, nature: Life Insurance
4. Date of commencement of business: 2044/09/24
5. Other matters which insurer wish to include: None

B Insurer's Board of Directors shall approve following matters

1. Validity of license issued by Nepal Insurance Authority to carry insurance business
   License has been duly renewed from Nepal Insurance Authority complying the provisions of Insurance Act, 2079 and underlying regulations.
2. Tax, service charges, fine and penalties to be paid under laws & regulation whether paid or not
   Taxes, service charges, fines and penalties have been duly paid and no arrears are left.
3. Share structure of the insurer, changes if any in line with prevailing laws & regulation
   Any changes in the share structure are within the provisions of relevant laws and regulations.
4. Whether solvency ratio as prescribed by Nepal Insurance Authority is maintained or not
   The solvency ratio prescribed by Nepal Insurance Authority is maintained.
5. a) Statement regarding assets that financial amount contained in SOFP are not overstated than it's fair value.
   Assets disclosed in SOFP are not overstated than their fair values.
   b) Measurement basis of the assets recognized in financial statements.
   Measurement of assets is done under Historical Cost less related depreciation.
6. Declaration on investment made by insurer that are in line with prevailing laws. If not reason to be disclosed.
   Investments are made in compliance with the prevailing laws.
7. Number of claim settled within the year and outstanding claim number and time frame to settle the outstanding claim.
   The number of claims settled within the year was 48058 and the outstanding claim was 11479 and all claims were settled within the stipulated time.
8. Declaration on compliance with the provision of Insurance Act 2079, Insurance Regulation, Company Act 2063, NFRSs and other prevailing laws & regulation to which insurer shall adhere to and any non compliance with reasons thereof.
   The provisions of Insurance Act, 2079, Insurance Regulation 2049, Company Act, 2063, NFRSs and other prevailing laws and regulations have been duly adhered to.
9. Declaration that the appropriate accounting policy has been consistently adopted.
   Appropriate accounting policies have been consistently adopted.
10. Declaration on Financial Statements as at Reporting Date that the insurer's Financial Position and Financial Performance are presented true & fairly.
    The Financial Statements as at the reporting date truly and fairly represent the insurer's Financial Position and Financial Performance"
11. Declaration that Board of Directors have implemented adequate and appropriate provision to safeguard the assets and for identification and mitigation against losses due to fraud, embezzlement and irregularities.
    Adequate and appropriate internal control provisions have been implemented for safeguarding the assets, their identification and mitigation against losses due to fraud, embezzlement and irregularities.
12. Declaration that Financial Statements have been prepared based on going concern basis.
    The Financial Statements have been prepared based on going concern basis
13. Declaration that the internal control system is commensurate with the size, nature & volume of the insurer's business.
    The internal controls implemented by the insurer is commensurate with the size, nature and volume of the business.
14. Declaration that the insurer has not conducted any transactions contrary to Insurance Act, 2079, Insurance Regulation, Companies Act, 2063, related regulations and directions with any person, firm, company and insurer's director or with any entity in which insurer's director has interest.
    The insurer has not conducted any transactions contrary to Insurance Act, 2049, Companies Act, 2063, related regulations and directions with any person, firm, company and insurer's director or with any entity in which insurer's director has interests."
15. Disclosure on any penalties, levied by Nepal Insurance Authority for the particular financial year.
    Nepal Insurance Authority has not levied any penalties for the particular financial year.
16. Other disclosure which is deemed appropriate by Board of Directors/management
    None

As At 16th July, 2023 (Ashadh End 2080)

Statement of Financial Position

Fig. in NPR

	Notes	Current Year	Previous Year
Assets			
Goodwill & Intangible Assets	4	1,280,631	2,040,635
Property and Equipment	5	617,452,727	446,612,492
Investment Properties	6	1,150,628,527	1,087,635,457
Deferred Tax Assets	7	-	-
Investment in Subsidiaries	8	-	-
Investment in Associates	9	1,040,049,073	943,060,893
Investments	10	58,741,981,896	50,718,278,155
Loans	11	10,158,357,277	8,014,417,950
Reinsurance Assets	12	23,261,055	27,437,821
Current Tax Assets	21	125,214,914	583,961,292
Insurance Receivables	13	-	-
Other Assets	14	47,002,009	31,735,935
Other Financial Assets	15	1,461,803,109	1,331,137,660
Cash and Cash Equivalent	16	1,524,065,300	1,308,134,833
Total Assets		**74,891,096,518**	**64,494,453,124**
Equity & Liabilities			
Equity			
Share Capital	17 (a)	5,011,666,425	4,035,158,152
Share Application Money Pending Allotment	17 (b)	-	-
Share Premium	17 (c)	27,848,718	102,848,718
Catastrophe Reserves	17 (d)	529,129,794	431,798,296
Retained Earnings	17 (e)	867,701,591	1,291,519,661
Other Equity	17 (f)	357,453,734	454,418,664
Total Equity		**6,793,800,262**	**6,315,743,491**
Liabilities			
Provisions	18	131,491,306	93,166,765
Gross Insurance Contract Liabilities	19	65,404,046,977	55,541,483,219
Deferred Tax Liabilities	7	1,165,708,687	1,091,137,050
Insurance Payable	20	196,145,454	13,841,067
Current Tax Liabilities	21	-	-
Borrowings	22	-	-
Other Liabilities	23	491,046,208	503,385,804
Other Financial Liabilities	24	708,857,624	935,695,728
Total Liabilities		**68,097,296,256**	**58,178,709,634**
Total Equity and Liabilities		**74,891,096,518**	**64,494,453,124**

The accompanying notes form an Integral Part of Financial Statements.

Prajwol Sayami
Finance Head

Suresh Prasad Khatri
Chief Executive Officer

Prema Rajya Laxmi Singh
Chairperson

For R.Rajkarnikar & Co.
Chartered Accountants
Rajesh Rajkarnikar
Proprietor

Devendra Raman Khanal
Director

Lt. Gen. Pawan Bahadur Pande (Retd.)
Director

Bhawani Rana
Director

Kushal Mally
Director

Suman Prasad Sharma
Director

Er. Kuldeep Sharan Singh
Director

For Period 17th July, 2022 - 16th July, 2023 (For the Year Ended Ashadh, 2080)

Statement of Profit or Loss

Fig. in NPR

	Notes	Current Year	Previous Year
Income:			
Gross Earned Premiums	25	16,809,065,591	14,407,663,548
Premiums Ceded	26	320,299,316	291,960,431
Net Earned Premiums		**16,488,766,275**	**14,115,703,118**
Commission Income	27	10,688,627	14,138,065
Other Direct Income	28	80,049,233	89,539,358
Interest Income on Loan to Policyholders	11	888,766,636	749,238,597
Income from Investments and Loans	29	4,871,865,672	3,989,467,957
Net Gain/(Loss) on Fair Value Changes	30	6,299,307	16,484,045
Net Realised Gains/(Losses)	31	-	1,907,372
Other Income	32	4,813,662	1,127,474
Total Income		**22,351,249,412**	**18,977,605,986**
Expenses:			
Gross Benefits and Claims Paid	33	8,385,195,940	6,276,969,245
Claims Ceded	33	121,053,286	233,663,478
Gross Change in Contract Liabilities	34	9,314,217,012	8,664,516,046
Change in Contract Liabilities Ceded to Reinsurers	34	(4,176,766)	16,572,068
Net Benefits and Claims Paid		**17,582,536,432**	**14,691,249,745**
Commission Expenses	35	1,582,230,179	1,523,112,065
Service Fees	36	135,774,426	141,157,031
Other Direct expenses	37	-	-
Employee Benefits Expenses	38	446,502,984	392,239,468
Depreciation and Amortization Expenses	39	57,923,257	52,715,008
Impairment Losses	40	8,537,119	15,876,396
Other Operating Expenses	41	833,098,843	961,387,124
Finance Cost	42	41,139,253	33,051,493
Total Expenses		**20,687,742,493**	**17,810,788,330**
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax		**1,663,506,919**	**1,166,817,656**
Share of Net Profit of Associates accounted using Equity Method	9	10,404,757	10,590,312
Profit Before Tax		**1,673,911,676**	**1,177,407,967**
Income Tax Expense	43	693,570,602	440,948,664
Net Profit/(Loss) For The Year		**980,341,074**	**736,459,303**
Earning Per Share	51		
Basic EPS		22.03	20.38
Diluted EPS		22.03	20.38

The accompanying notes form an integral part of these Financial Statements.

Prajwol Sayami
Finance Head

Suresh Prasad Khatri
Chief Executive Officer

Prema Rajya Laxmi Singh
Chairperson

For R.Rajkarnikar & Co.
Chartered Accountants

Rajesh Rajkarnikar
Proprietor

Devendra Raman Khanal
Director

Lt. Gen. Pawan Bahadur Pande (Retd.)
Director

Bhawani Rana
Director

Kushal Mally
Director

Suman Prasad Sharma
Director

Er. Kuldeep Sharan Singh
Director

For Period 17th July, 2022 - 16th July, 2023 (For the Year Ended Ashadh, 2080)

Statement of Other Comprehensive Income

Fig. in NPR

		Current Year	Previous Year
Net Profit/(Loss) For the Year		**980,341,074**	**736,459,303**
Other Comprehensive Income			
a) Items that are or may be Reclassified to Profit or Loss			
Changes in Fair Value of FVOCI Debt Instruments			
Cash Flow Hedge - Effective Portion of Changes in Fair Value			
Exchange differences on translation of Foreign Operation			
Share of other comprehensive income of associates accounted for using the equity method	9	(705,939)	(182,652)
Income Tax Relating to Above Items			
Reclassified to Profit or Loss			
b) Items that will not be Reclassified to Profit or Loss			
Changes in fair value of FVOCI Equity Instruments		436,018,741	(1,576,751,558)
Revaluation of Property and Equipment/ Goodwill & Intangible Assets			
Remeasurement of Post-Employment Benefit Obligations		(38,175,953)	(6,493,504)
Share of other comprehensive income of associates accounted for using the equity method	9		
Income Tax Relating to Above Items		(98,311,256)	387,236,821
Total Other Comprehensive Income For the Year, Net of Tax		**298,825,593**	**(1,196,190,893)**
Total Comprehensive Income For the Year, Net of Tax		**1,279,166,667**	**(459,731,590)**

The accompanying notes form an integral part of these Financial Statements.

Prajwol Sayami
Finance Head

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Chief Executive Officer

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Chairperson

For R.Rajkarnikar & Co.
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For Period 17th July, 2022 - 16th July, 2023 (For the Year Ended Ashadh, 2080)

Statement of Changes In Equity

Fig. in NPR

Particulars	Ordinary Share Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserves	Capital Reserves	Catastrophe Reserve	Corporate Social Responsibility (CSR) Reserves	Insurance Fund	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserve	Other Reserves	Total
Balance as on Shrawan 1, 2078	3,390,889,203	-	-	102,848,718	1,319,746,408	-	-	357,869,388	-		421,613,693	373,099	-	112,340,554	5,705,681,063
Prior period adjustment															
Restated Balance as at Shrawan 1, 2078															
Profit/(Loss) For the Year					736,459,303										736,459,303
Other Comprehensive Income for the Year, Net of Tax															-
i) Changes in Fair Value of FVOCI Debt Instruments															-
ii) Gains/ (Losses) on Cash Flow Hedge															-
iii) Exchange differences on translation of Foreign Operation															-
iv) Changes in fair value of FVOCI Equity Instruments											(1,576,751,558)				(1,576,751,558)
v) Revaluation of Property and Equipment/ Goodwill & Intangible Assets															-
vi) Remeasurement of Post-Employment Benefit Obligations											(6,493,504)				(6,493,504)
vii)Share of other comprehensive income of associates											(182,652)				(182,652)
Transfer to Reserves/ Funds					(84,151,572)			73,928,908	7,392,891					21,078,652	18,248,878
Transfer to Deferred Tax Reserves											387,236,820				387,236,820
Transfer of Depreciation on Revaluation of Property and Equipment															-

Particulars	Ordinary Share Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserves	Capital Reserves	Catastrophe Reserve	Corporate Social Responsibility (CSR) Reserves	Insurance Fund	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserve	Other Reserves	Total
Transfer on Disposal of Revalued Property and Equipment															-
Transfer on Disposal of Equity Instruments Measured at FVTOCI															-
Transfer to Insurance Contract Liabilities											1,087,810,670				1,087,810,670
Share Issuance Costs					(2,356,637)										(2,356,637)
Contribution by/ Distribution to the owners of the Company															-
i) Bonus Share Issued	644,268,949				(644,268,949)										-
ii) Share Issue															-
iii) Cash Dividend					(33,908,892)										(33,908,892)
iv) Dividend Distribution Tax															-
v) Others (To be specified)															-
Balance as on Ashadh end, 2079	**4,035,158,152**	**-**	**-**	**102,848,718**	**1,291,519,661**	**-**	**-**	**431,798,296**	**7,392,891**		**313,233,468**	**373,099**	**-**	**133,419,206**	**6,315,743,491**
Prior period adjustment															-
Restated Balance as at Shrawan 1, 2079	**4,035,158,152**	**-**	**-**	**102,848,718**	**1,291,519,661**	**-**	**-**	**431,798,296**	**7,392,891**		**313,233,468**	**373,099**	**-**	**133,419,206**	**6,315,743,491**

Prajwol Sayami
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For Period 17th July, 2022 - 16th July, 2023 (For the Year Ended Ashadh, 2080)

Statement of Changes In Equity

Fig. in NPR

Particulars	Ordinary Share Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserves	Capital Reserves	Catastrophe Reserve	Corporate Social Responsibility (CSR) Reserves	Insurance Fund	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserve	Other Reserves	Total
Restated Balance as at Shrawan 1, 2079	4,035,158,152	-	-	102,848,718	1,291,519,661	-	-	431,798,296	7,392,891		313,233,468	373,099	-	133,419,206	6,315,743,491
Profit/(Loss) For the Year					980,341,074										980,341,074
Other Comprehensive Income for the Year, Net of Tax															-
i) Changes in Fair Value of FVOCI Debt Instruments															-
ii) Gains/ (Losses) on Cash Flow Hedge															-
iii) Exchange differences on translation of Foreign Operation															-
iv) Changes in fair value of FVOCI Equity Instruments											33,729,570				33,729,570
v) Revaluation of Property and Equipments/ Goodwill & Intangible Assets															-
vi) Remeasurement of Post-Employment Benefit Obligations												(2,748,252)			(2,748,252)
vii)Share of other comprehensive income of associates														(705,939)	(705,939)
Transfer to Reserves/ Funds					(163,314,648)				(2,604,600)					(152,526,936)	(318,446,185)
Transfer from Reserves/ Funds					16,713,530			97,331,498	9,733,150					18,158,079	141,936,256
Transfer to Deferred Tax Reserves															-

Particulars	Ordinary Share Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserves	Capital Reserves	Catastrophe Reserve	Corporate Social Responsibility (CSR) Reserves	Insurance Fund	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserve	Other Reserves	Total
Transfer of Depreciation on Revaluation of Property and Equipment															-
Transfer on Disposal of Revalued Property and Equipment															-
Transfer on Disposal of Equity Instruments Measured at FVTOCI															-
Transfer to Insurance Contract Liabilities															-
Share Issuance Costs					(3,026,509)										(3,026,509)
Contribution by/ Distribution to the owners of the Company															-
i) Bonus Share Issued	976,508,273			(75,000,000)	(901,508,273)										0
ii) Share Issue															-
iii) Cash Dividend					(353,023,245)										(353,023,245)
iv) Dividend Distribution Tax															-
v) Others (To be specified)															-
Balance as on Ashadh end, 2080	**5,011,666,425**	**-**	**-**	**27,848,718**	**867,701,591**	**-**	**-**	**529,129,794**	**14,521,441**	**-**	**346,963,038**	**(2,375,153)**	**-**	**(1,655,591)**	**6,793,800,262**

Prajwol Sayami
Finance Head

Suresh Prasad Khatri
Chief Executive Officer

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Er. Kuldeep Sharan Singh
Director

For Period 17th July, 2022 - 16th July, 2023 (For the Year Ended Ashadh, 2080)

Statement of Cash Flows

Fig. in NPR

Particulars	Current Year	Previous Year
Cash Flow From Operating Activities:		
Cash Received		
Gross Premium Received	16,809,065,591	14,407,663,548
Commission Received	10,688,627	14,138,065
Claim Recovery Received from Reinsurers	121,053,286	233,663,478
Realised Foreign Exchange Income other than on Cash and Cash Equivalents		-
Other Direct Income	80,049,233	89,539,358
Others (Other Income)	4,813,662	-
Cash Paid		
Gross Benefits and Claims Paid	(8,385,195,940)	(6,276,969,245)
Reinsurance Premium Paid	(137,994,928)	(273,929,161)
Commission Paid	(1,795,285,454)	(1,497,566,603)
Service Fees Paid	(141,296,026)	(122,606,321)
Employee Benefits Expenses Paid	(494,437,260)	(404,195,344)
Other Expenses Paid	(872,500,653)	(806,139,307)
Others (CSR Reserve Utilised)	(2,604,600)	
Income Tax Paid	(314,813,843)	(324,623,538)
Net Cash Flow From Operating Activities [1]	**4,881,541,694**	**5,038,974,931**
Cash Flow From Investing Activities		
Acquisitions of Intangible Assets	-	(259,900)
Proceeds From Sale of Intangible Assets	-	-
Acquisitions of Investment Properties	-	-
Proceeds From Sale of Investment Properties	-	-
Rental Income Received	25,421,975	57,465,022
Acquisitions of Property and Equipment	(198,196,243)	(34,616,474)
Proceeds From Sale of Property and Equipment	-	-
Investment in Subsidiaries	-	-
Receipts from Sale of Investments in Subsidiaries	-	-
Investment in Associates	-	-
Receipts from Sale of Investments in Associates	-	-
Purchase of Equity Instruments	(3,585,000)	(3,186,100)
Proceeds from Sale of Equity Instruments	-	-
Purchase of Mutual Funds	(80,000,000)	-
Proceeds from Sale of Mutual Funds	-	2,425,540
Purchase of Preference Shares	-	-
Proceeds from Sale of Preference Shares	-	-
Purchase of Debentures	(170,000,000)	(736,579,000)
Proceeds from Sale of Debentures	60,000,000	-
Purchase of Bonds	-	-
Proceeds from Sale of Bonds	-	-

Particulars	Current Year	Previous Year
Investments in Deposits	(20,157,446,645)	(7,108,500,000)
Maturity of Deposits	12,763,346,645	-
Loans Paid	-	-
Proceeds from Loans	-	-
Rental Income Received	-	-
Proceeds from Finance Lease	-	-
Interest Income Received	5,598,620,818	4,460,432,844
Dividend Received	31,066,961	51,960,768
Others (Loans Against Insurance Policies)	(2,237,145,348)	(1,642,193,328)
Others (Other Loans & Advances)	42,546,103	159,556,136
Total Cash Flow From Investing Activities [2]	**(4,325,370,733)**	**(4,793,494,493)**
Cash Flow From Financing Activities		
Interest Paid	(19,843,693)	(13,214,762)
Proceeds From Borrowings	-	-
Repayment of Borrowings	-	-
Payment of Finance Lease	-	-
Proceeds From Issue of Share Capital	-	-
Share Issuance Cost Paid	(3,026,509)	(2,356,640)
Dividend Paid	(317,370,292)	(33,908,892)
Dividend Distribution Tax Paid	-	-
Others (to be specified)		
Total Cash Flow From Financing Activities [3]	**(340,240,494)**	**(49,480,294)**
Net Increase/(Decrease) In Cash & Cash Equivalents [1+2+3]	**215,930,467**	**196,000,144**
Cash & Cash Equivalents At Beginning of The Year/Period	1,308,134,833	1,112,134,688
Effect of Exchange Rate Changes on Cash and Cash Equivalents	-	-
Cash & Cash Equivalents At End of The Year/Period	**1,524,065,300**	**1,308,134,833**
Components of Cash & Cash Equivalents		
Cash In Hand	15,856,920	12,076,217
Cheque in Hand	-	-
Term Deposit with Banks (with initial maturity upto 3 months)	533,200,690	277,070,005
Balance With Banks	975,007,690	1,018,988,612

The accompanying notes form an integral part of these Financial Statements.

Prajwol Sayami
Finance Head

Suresh Prasad Khatri
Chief Executive Officer

Prema Rajya Laxmi Singh
Chairperson

For R.Rajkarnikar & Co.
Chartered Accountants
Rajesh Rajkarnikar
Proprietor

Devendra Raman Khanal
Director

Lt. Gen. Pawan Bahadur Pande (Retd.)
Director

Bhawani Rana
Director

Kushal Mally
Director

Suman Prasad Sharma
Director

Er. Kuldeep Sharan Singh
Director

For Period 17th July, 2022 - 16th July, 2023 (Year Ended Upto Ashadh 31, 2080)

Statement of Distributable Profit or Loss

Fig. in NPR

Particulars	Current Year	Previous Year
Opening Balance in Retained Earnings	1,291,519,661	1,319,746,408
Transfer from OCI reserves to retained earning in current year		
Net profit or (loss) as per statement of profit or loss	956,601,454	736,459,303
Appropriations:		
i)Transfer to Insurance Fund		
ii)Transfer to Catastrophe Reserve	(97,331,498)	(73,928,908)
iii)Transfer to Capital Reserve		
iv)Transfer to CSR reserve	(9,733,150)	(7,392,891)
v)Transfer to/from Regulatory Reserve	16,713,530	(2,829,774)
vi)Transfer to Fair Value Reserve		
vii)Transfer of Deferred Tax Reserve		
viii)Transfer to OCI reserves due to change in classification		
ix)Others (Income Tax Related to Share Premium Distribution)	(56,250,000)	
Deductions:		
i) Accumulated Fair Value Gain on each Financial Assets Measured at FVTPL		
a) Equity Instruments		
b) Mutual Fund		
c) Others (if any)		
ii) Accumulated Fair Value gain on Investment Properties	(48,979,971)	(59,007,321)
iii) Accumulated Fair Value gain on Hedged Items in Fair Value Hedges		
iv) Accumulated Fair Value gain on Hedging Instruments in Fair Value Hedges		
v) Accumulated Fair value gain of Ineffective Portion on Cash Flow Hedges		
vi)) Goodwill Recognised		
vii) Unrealised Gain on fluctuation of Foreign Exchange Currency		
viii) Accumulated Share of Net Profit of Associates accounted using Equity Method included in Investment Account	(57,731,933)	(66,571,153)
ix) Overdue loans		(34,470,204)
x) Fair value gain recognised in Statement of Profit or Loss		
xi) Investment in unlisted shares as per sec 16 of Financial Directive		(995,000)
xii) Delisted share investment or mutual fund investment		
xiii) Bonus share/dividend paid	(1,254,531,517)	(680,534,478)
xiv) Deduction as per Sec 17 of Financial directive		
xiv) Deduction as per Sec 18 of Financial directive		
xv) Others (to be specified)		
Adjusted Retained Earning	**740,276,576**	**1,130,475,983**
Add: Transfer from Share Premium Account	27,848,718	
Less: Amount apportioned for Assigned capital		
Less: Deduction as per sec 15(1) Of Financial directive		
Add/Less: Others (to be specified)		
Total Distributable Profit/(loss)	**768,125,294**	**1,130,475,983**

Prajwol Sayami
Finance Head

Suresh Prasad Khatri
Chief Executive Officer

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Chairperson

For R.Rajkarnikar & Co.
Chartered Accountants

Rajesh Rajkarnikar
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Director

Bhawani Rana
Director

Kushal Mally
Director

Suman Prasad Sharma
Director

Er. Kuldeep Sharan Singh
Director

National Life Insurance Company Limited

Notes to the Financial Statements for the year ended Ashadh 31, 2080 (July 16th, 2023)

1 General Information

National Life Insurance Company Limited (herein after referred to as the 'Company') is a public limited company, incorporated on 1988 A.D and operated as Life Insurance Company after obtaining license on 8th January 1988 under the Insurance Act 2049. NLG Insurance Company Limited is an Associate of the Company.

The registered office of the Company is located at Lazimpat. The Company's share are listed on Nepal Stock Exchange Limited.

The principal activities of the Company are to provide various life insurance products including participating and non-participating products through its province offices, branches, sub-branches, and network of agents.

2 Basis of Preparation

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.

(a) Statement of Compliance

The Financial Statements of the Company comprises of Statement of Financial Position, Statement of Profit or Loss and Statement of Other Comprehensive Income shown as two separate statements, Statement of Changes in Equity, Statement of Cash Flows and Notes to the Financial Statements which have been prepared in accordance with the Nepal Financial Reporting Standards (NFRS) issued by the Nepal Accounting Standards Board (ASB) and in compliance with the requirements of the Companies Act , 2006, directives issued by Nepal Insurance Authority and required disclosures as per Securities Board of Nepal. The format used in the preparation and presentation of the Financial Statements and disclosures made therein also complies with the specified formats prescribed in the directives of Nepal Insurance Authority.

The Financial Statements have been prepared on a going concern basis. The term NFRS, includes all the standards and the related interpretations which are consistently used.

The financial statements are approved for issue by the Company's Board of Directors on 11-07-2024

(b) Reporting Period and approval of financial statements

The Company reporting period is from 1st Shrawan 2079 to 31st Ashadh 2080 with the corresponding previous year from 1st Shrawan 2078 to 32nd Ashadh 2079. These financial statements have been approved by the Board of Directors of 11-07-2024

(c) Basis of Measurement

The Financial Statements have been prepared on the historical cost basis except for following Assets & Liabilities which have been measured at Fair Value amount:

i. Certain Financial Assets and Liabilities which are required to be measured at fair value
ii. Defined Employee Benefits
iii. Insurance Contract Liabilities which are required to be determined using actuarial valuation for Liability Adequacy Test (LAT).

Historical cost is generally Fair Value of the consideration given in exchange for goods and services.

Fair Value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

In addition, for Financial Reporting purposes, Fair Value measurements are categorized into Level 1, or 2 or 3 based on the degree to which the inputs to the Fair Value measurements are observable & the significance of the inputs to the Fair Value measurements in its entirety, which are described as follows:

- Level 1 – Inputs are quoted prices (unadjusted) in active markets for identical Assets or Liabilities that the entity can access at the measurement date;
- Level 2- Inputs are inputs, other than quoted prices included within Level 1, that are observable for the Asset or Liability, either directly or indirectly; and
- Level 3- Inputs are unobservable inputs for the Asset or Liability.

(d) Use of Estimates

The preparation of these Financial Statements in conformity with NFRS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the reported balance of Assets & Liabilities, disclosures relating to Contingent Liabilities as at the date of the Financial Statements and the reported amounts of Income & Expenses for the year presented. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Changes in estimates are reflected in the Financial Statements in the period in which changes are made and, if material, their effects are disclosed in the Notes to the Financial Statements.

(e) Functional and Presentation Currency

These Financial Statements are presented in Nepalese Rupees (NPR) which is the Company's functional currency. All financial information presented in NPR has been rounded to the nearest rupee except where indicated otherwise.

(f) Going Concern

The financial statements are prepared on going concern basis. The Board of Directors have considered a wide range of information relating to present and future conditions, including future projections of profitability, cash flows and capital resources while assessing the going concern basis. Furthermore, Board is not aware of any material uncertainties that may cast significant doubt upon Company's ability to continue as a going concern and they do not intend either to liquidate or to cease operation of it.

(g) Change in Accounting Policies

Accounting Policies are the specific principles, bases, conventions, rules and practices applied by the Company in preparing and presenting financial statements. The Company is permitted to change an accounting policy only if the change is required by a standard or interpretation; or results in the financial statements providing reliable and more relevant information about the effects of transactions, other events or conditions on the entity's financial position, financial performance, or cash flow.

(h) Recent Accounting Pronouncements

Accounting standards issued and effective

All accounting standards issued by Institute of Chartered Accountants of Nepal (ICAN) except mentioned below are effective and has been applied in preparation of these Financial Statements.

Accounting standards issued and non-effective

Institute of Chartered Accountants of Nepal (ICAN) has issued NFRS 17(Insurance Contracts) which is yet to be effective. NFRS 9 will also be applied at the time of application of NFRS 17 and thus yet to be effective.

(i) Carve-outs

The Company has not applied any carve outs provided by the ASB.

(j) Presentation of financial statements

The assets and liabilities of the Company presented in the Statement of Financial Position are grouped by the nature and listed in an order that reflects their relative liquidity and maturity pattern.

(k) Offsetting

Financial assets and financial liabilities are offset and the net amount reported in the Statement of Financial Position, only when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or to realize the assets and settle the liabilities simultaneously. Income and expenses are not offset in the Statement of Profit or Loss unless required or permitted by Nepalese Financial Reporting Standards or Interpretation (issued by the International Financial Reporting Interpretations Committee (IFRIC) and Standard Interpretations Committee (SIC) and as specifically disclosed in the Significant Accounting Policies of the Company.

(l) Materiality and Aggregation

Each material class of similar items is presented separately in the Financial Statements. Items of dissimilar nature or function are presented separately, unless they are immaterial as permitted by the Nepal Accounting Standard-NAS 1 on 'Presentation of Financial Statements'.

Notes to the Financial Statements are presented in a systematic manner which ensures the understandability and comparability of Financial Statements of the Company. Understandability of the Financial Statements is not compromised by obscuring material information with immaterial information or by aggregating material items that have different natures or functions.

3 Significant Accounting Policies

(a) Goodwill and Intangible Assets

i) Recognition

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and any accumulated impairment losses. Internally generated intangibles, excluding capitalized development costs, are not capitalized and the related expenditure is reflected in Statement of profit or loss in the year in which the expenditure is incurred.

Subsequent expenditure on intangible assets is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is expensed as incurred.

Goodwill on business combination is recognized on the acquisition date at the excess of (a) over (b) below :

(a)The aggregate of :

a. The consideration transferred measured in accordance with the NFRS 3, which generally requires acquisition-date fair value
b. The amount of any non-controlling interest in the acquiree measured in accordance with the NFRS 3, and
c. In a business combination achieved in stages, the acquisition-date fair value of the acquirer's previously held equity interest in the acquiree.
d. The net of the acquisition date amounts of the identifiable assets acquired and the liabilities assumed.

ii)Amortization

The useful lives of intangible assets are assessed to be either finite or indefinite. An intangible asset shall be regarded as having an indefinite useful life when, based on an analysis of all of the relevant factors, there is no foreseeable limit to the period over which the asset is expected to generate net cash inflow for the entity.

Amortization is recognized in statement of profit of loss on Straight Line Method (SLM) over the estimated useful life of the intangible assets, from the date that is available for use since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at each financial year end. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortization period or method, as appropriate, and are treated as changes in accounting estimates, The amortization expense on intangible assets with finite lives is recognized in the statement of profit or loss.

Useful Life of Intangible Assets based on SLM is categorized as stated below:

List of Assets Categories	Useful Life (In Years) for SLM
Softwares	5
Licenses	Not Applicable

iii) Derecognition

An Intangible Asset is derecognized when no Future Economic Benefits are expected to arise from the continued use of the Asset. Any Gain or Loss arising on the derecognition is determined as the difference between the sales proceeds and the carrying amount of the Asset and is recognized in the Statement of Profit or Loss.

iv) Impairment of Assets

The Company assesses at each reporting date as to whether there is any indication that Intangible Assets may be impaired. If any such indication exists, the recoverable amount of an asset is estimated to determine the extent of impairment, if any. An impairment loss is recognized in the Statement of Profit or Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.

(b) Property and Equipment (P&E)

i)Recognition

Freehold land is carried at historical cost and other items of property, plant and equipment are stated at cost of acquisition or construction less accumulated depreciation when, it is probable that future economic benefits associated with the item will flow to the Company and it can be used for more than one year and the cost can be measured reliably.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it meets the recognition criteria as mentioned above. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

ii)Revaluation

After recognition as an assets, lands and buildings whose fair value can be measured reliably, have been carried at revalued amount at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. Valuations are being performed to ensure that the fair value of a revalued asset does not materially differ from its carrying amount as at the reporting date. Valuation of the land and buildings are undertaken by professionally qualified valuers.

An increase in the carrying amount as a result of revaluation, is recognized in other comprehensive income and accumulated in equity under the heading of revaluation reserve. However, the increase is recognized in profit or loss to the extent that it reverses a revaluation decrease of the same asset previously recognized in profit and loss. A decrease in the carrying amount as a result of revaluation, is recognized in profit or loss. However, the decrease is recognized in other comprehensive income to the extent of any credit balance existing in the revaluation surplus in respect of that asset.

Additionally, accumulated depreciation as at the revaluation date is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset. Upon disposal, any revaluation reserve relating to the particular asset being sold is transferred directly to retained earnings. Difference between depreciation on the revalued carrying amount of the asset and depreciation based on the asset's original cost is transferred to retained earnings.

iii) Depreciation

Depreciation of Property, Plant and Equipment other than the Freehold Land i.e. the Company's Freehold Building, Plant & Machinery, Vehicles & Other Assets is provided on "Straight Line Method (SLM) " based on Useful Life estimated by technical expert of the management. The Assets Useful Life and Residual Values are reviewed at the Reporting date and the effect of any changes in estimates are accounted for on a prospective basis.

Useful Life of Property, Plant and Equipment based on SLM is categorized as stated below:

List of Assets Categories	Useful Life (In Years) for SLM
Land	NA
Buildings	40
Leasehold Improvement	Lease Period
Furniture & Fixture	10
Computers and IT Equipment	5
Officer Equipment	5
Vehicles	10
Other Assets	10

iv) Derecognition

An item of Property, Plant and Equipment is derecognized up to disposal or when no Future Economic Benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of Property, Plant and Equipment is determined as the difference between the sales proceeds and the carrying amount of the Asset and is recognized in the Statement of Profit or Loss.

v) Impairment of Assets

Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the Asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets. Assets that suffer an impairment are reviewed for possible reversal of the impairment at the end of each reporting period. In case of such reversal, the carrying amount of the asset is increased so as not to exceed the carrying amount that would have been determined had there been no impairment loss.

vi) Capital Work-In-Progress

These are expenses of capital nature directly incurred in the construction of buildings, major plant and machinery and system development which are to be capitalized. Capital Work in Progress would be transferred to the relevant asset when it is available for use. Capital Work in Progress is stated at cost less any accumulated impairment losses.

(c) Investment Properties

Fair Value Model

Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at fair value, which reflects market condition at the reporting date. Gains or losses arising from changes in the fair values of investment properties are included in the statement of profit or loss in the year in which they arise, including the corresponding tax effect.

The fair value of investment property is determined by an external, independent property valuer, having appropriate recognized professional qualification and recent experience in the location and category by property being valued.

Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal. Any gains or losses on the retirement or disposal of an investment property are recognized in the statement of profit or loss in the year of retirement or disposal.

Transfer are made to (or from) investment property only when there is a change in use. For a transfer from investment property, the Company accounts for such property in accordance with the policy stated under PPE up to the date of change in use.

90% of the fair value changes in Investment properties have been transferred to Gross Insurance Contract Liabilities and 10% has been recorded in the SOPL.

(d) Deferred Tax Assets and Liabilities

Deferred Tax Assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible Temporary difference and the carry forward of unused tax credits and unused tax losses can be utilized.

Deferred Tax Liabilities are generally recognized for all taxable Temporary Differences.

The carrying amount of Deferred Tax Assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the Deferred Tax Asset to be utilized.

(e) Financial Assets

i) Initial Recognition & Measurement

Financial Assets are recognized when, and only when, the Company becomes a party to the contractual provisions of the Financial Instrument. The Company determines the classification of its Financial Assets at initial recognition.

When Financial Assets are recognized initially, they are measured at Fair Value, plus, in the case of Financial Assets not at fair value through profit or loss, transaction costs that are attributable to the acquisition of the Financial Asset. Transaction costs of Financial Assets carried at Fair Value through Profit or Loss are expensed in the Statement of Profit or Loss.

ii)Subsequent Measurement

a) Financial Assets carried at Amortized Cost (AC)

A Financial Asset is measured at amortized cost if it is held within a business model whose objective is achieved is to hold the asset in order to collect contractual cash flows and the contractual terms of the Financial Asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Interest income in these financial assets is measured using effective interest rate method.

b) Financial Assets at Fair Value through Other Comprehensive Income (FVTOCI)

A Financial Asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling Financial Assets and the contractual terms of the Financial Asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. These financial assets are measured at fair value and changes are taken to statement of other comprehensive income.

c) Financial Assets at Fair Value through Profit or Loss (FVTPL)

A Financial Asset which is not classified in any of the above categories are measured at FVTPL. These financial assets are measured at fair value and changes are taken to statement of profit or loss.

iii) De-Recognition

A Financial Assets is derecognized only when the Company has transferred the rights to receive cash flows from the Financial Assets. Where the Company has transferred an Asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the Financial Asset. In such cases, the Financial Asset is derecognized. Where the Company has not transferred substantially all risks and rewards of ownership of the Financial Asset, the Financial Asset is not derecognized. Where the Company retains control of the Financial Asset, the Asset is continued to be recognized to the extent of continuing involvement in the Financial Asset.

iv) Impairment of Financial Assets

The Company assesses at each reporting date whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or group of financial assets is deemed to be impaired if, there is objective evidence of impairment as a result of one or more events that has occurred since the initial recognition of the asset (an incurred 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated. Evidence of impairment may include indications that a financial asset or a group of financial assets is experiencing significant financial difficulty, default or delinquency in interest or principal payments, the probability that they will enter bankruptcy or other financial reorganization and observable data indicating that there is a measurable decrease in the estimated future cash flows, such as changes in arrears or economic conditions that correlate with defaults.

(f) Reinsurance Assets

Reinsurance assets are the assets which are created against insurance contract liabilities of the amount which are recoverable from the reinsurer. These assets are created for the reinsurer's share of insurance contract liabilities.

A reinsurance asset is impaired if there is objective evidence, as a result of an event that occurred after the initial recognition of the reinsurance asset, that the Company may not receive all amounts due to it under the terms of the contract, and the event has a reliably measurable impact on the amount that the company will receive from the re-insurer. If a reinsurance asset is impaired, the company reduce the carrying amount accordingly and is recognized in statement of profit or loss.

(g) Current Tax Assets

The current tax assets represent the excess amount of tax deposited by the company over its tax liabilities. These tax assets shall be adjusted against tax liabilities in the future.

(h) Cash & Cash Equivalent

Cash & Cash Equivalents includes Cash in Hand, Cheque in Hand, Bank Balances and short-term deposits with a maturity of three months or less.

(i) Financial Liabilities

i) Initial Recognition & Measurement

Financial Liabilities are recognized when, and only when, the Company becomes a party to the contractual provisions of the Financial Instrument. The Company determines the classification of its Financial Liabilities at initial recognition.

All Financial Liabilities are recognized initially at Fair Value, plus, in the case of Financial Liabilities not at fair value through profit or loss, transaction costs that are attributable to the issue of the Financial Liability.

ii) Subsequent Measurement

After initial recognition, Financial Liabilities are subsequently measured at amortized cost using the Effective Interest Method.

For trade and other payables maturing within one year from the date of Statement of Financial Position, the carrying amounts approximate Fair Value due to short maturity of these instruments.

iii) De-Recognition

A Financial Liability is de-recognized when the obligation under the liability is discharged or cancelled or expires. When 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, and the difference in the respective carrying amounts is recognized in the Statement of Profit or Loss.

(j) Offsetting Financial Instruments

Financial assets and liabilities are offset and the net amount is reported in the Statement of Financial Position where there is legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

(k) Equity

Financial Instruments issued by the Company are classified as Equity only to the extent that they do not meet the definition of a Financial Liability or Financial Asset.

l) Reserves and Funds

i) Share Application Money Pending Allotment: The company currently doesn't have any share application money pending allotment.
ii) Share Premium : If the Company issues share capital at premium it receives extra amount other than share capital such amount is transferred to share premium. The amount in share premium is allowed for distribution subject to provisions of company act & regulatory requirement
iii) Catastrophe Reserve: The Company has allocated catastrophe reserve for the amount which is 10% of the distributable profit for the year as per Regulator's Directive.
iv) Fair Value Reserve: The Company has policy of creating fair value reserve equal to the amount of Fair Value Gain recognized in statement of other comprehensive income as per regulator's directive.
v) Actuarial Reserves: Reserve against actuarial gain or loss on present value of defined benefit obligation resulting from, experience adjustments (the effects of differences between the previous actuarial assumptions and what has actually occurred); and the effects of changes in actuarial assumptions.
vi) Revaluation Reserves: Reserve created against revaluation gain on property, plant & equipment & intangible assets, other than the reversal or earlier revaluation losses charged to profit or loss.
vii) Corporate Social Responsibility Reserves: The company has a separate corporate social responsibility reserve where one percent of the net profit of each financial year is deposited as required by the Regulatory Directives.
viii) Other Reserves: Reserve other than above reserves, for e.g. deferred tax reserve, others (to be specified)

(m) Gross Insurance Contract Liabilities

Outstanding claims provisions

Outstanding claims provisions are based on the estimated ultimate cost of all claims incurred but not settled at the statement of financial position date, whether reported or not, together with related claims handling costs.

Unapportioned surplus

Unapportioned surplus where the amount are yet to be allocated or distributed to either policyholders or shareholders by the end of the financial period, and held within the insurance contract liabilities.

Liability adequacy

At each reporting date, the Company reviews its unexpired risk and a liability adequacy test is performed to determine whether there is any overall excess of expected claims and deferred acquisition costs over unearned premiums. The calculation uses current estimates of future contractual cash flows after taking account of the investment return expected to arise on assets relating to the relevant life insurance technical provisions. If these estimates show that the carrying amount of the unearned premiums is inadequate, the deficiency is recognized in the statement of profit or loss by setting up a provision for liability.

(n) Employee Benefits

i)Short Term Obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognized in respect of employees' services upto the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligation in the Statement of Financial Position.

ii)Post-Employment Benefits

-Defined Contribution Plan

The Company pays Provident Fund contributions to publicly administered Provident Funds as per local regulations. The Company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contribution are recognized as Employee Benefit Expenses when they are due.

-Defined Benefit Plan

For Defined Benefit Plan, the cost of providing benefits is determined using the Projected Unit Credit Method, with Actuarial Valuations being carried out at each Statement of Financial Position. Actuarial Gains & Losses are recognized in the Other Comprehensive Income in the period in which they occur. Past service cost is recognized immediately to the extent that the benefits are already vested and otherwise is amortized on a Straight Line Basis over the average period until the benefits become vested. The retirement benefit obligation recognized in the Statement of Financial Position represents the present value of the defined benefit obligation as adjusted for unrecognized past service cost, as reduced by the Fair Value of plan Assets (If Any). Any Asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the plan.

iii) Long Term Employee Benefits

The liabilities for un-availed earned leaves are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. Leave Encashment has been computed using Actuarial Assumptions and these are measured at the present value of expected future payments to be made in respect of services provided by employees up to the end of the year using the Projected Unit Credit Method. The benefits are discounted using the market yields at the end of the year that have terms approximating to the terms of assumptions.

iv) Termination

Termination benefits are payable when employment is terminated by the Company before the normal retirement date, or when an employee accepts voluntary retirement in exchange of these benefits. The Company recognizes termination benefits at the earlier of the following dates:

a) When the Company can no longer withdraw the offer of those benefits; and

b) When the entity recognizes costs for a restructuring that is within the scope of NAS 37 and involves the payment of termination benefits. The termination benefits are measured based on the number of employees expected to accept the offer in case of voluntary retirement scheme.

(o) Revenue Recognition

i) Gross Premium

Gross Premium are recognized as soon as the amount of the premiums can be reliably measured. First premium is recognized from inception date. At the end of the financial year, all due premiums are accounted for to the extent that they can be reliably measured.

Gross recurring premiums on life insurance contracts are recognized as and when premium is received.

ii) Unearned Premium Reserves

Unearned premiums are those proportions of premiums written in a year that relate to periods of risk after the reporting date. Unearned premiums are calculated on a pro rate basis. The proportion attributable to subsequent periods is deferred as a provision for unearned premiums.

iii) Premiums on Reinsurance Accepted

Premium on reinsurance accepted comprise the total premiums payable for the whole cover provided by contracts entered into the period and are recognized on the date on which the policy incepts. Premiums include any adjustments arising in the accounting period in respect of reinsurance contracts incepting in prior accounting periods. Unearned reinsurance premiums are those proportions of premiums written in a year that relate to periods of risk after the reporting date.

Reinsurance premiums and claims on the face of the statement of profit or loss have been presented as negative items within premiums and net benefits and claims, respectively, because this is consistent with how the business is managed.

iv) Commission Income

Commission Income is recognized on accrual basis. If the income is for future periods, then they are deferred and recognized over those future periods.

v) Investment Income

Interest income is recognized in the statement of profit or loss as it accrues and is calculated by using the EIR method. Fees and commission that are an integral part of the effective yield of the financial asset are recognized as an adjustment to the EIR of the instrument.

Investment income also includes dividends when the right to receive payment is established.

vi) Net realized gains and losses

Net realized gains and losses recorded in the statement or profit or loss include gains and losses on financial assets and properties. Gains and losses on the sale of investments are calculated as the difference between net sales proceeds and the original or amortized cost and are recorded on occurrence of the sale transaction.

(p) Benefit, Claims and Expenses

i) Gross Benefits and Claims

Benefits and claims includes the cost of all claims arising during the year, including external claims handling costs that are directly related to processing and settlement of claims. Benefits and claims that are incurred during the financial year are recognized when a claimable event occurs and/or the insurer is notified. Death, surrender and other benefits without due dates are treated as claims payable, on the date of receipt of intimation of death of the assured or occurrence of contingency covered.

ii) Reinsurance Claims

Reinsurance claims are recognized when the related gross insurance claim is recognized according to the term of the relevant contracts.

- **iii) Commission Expenses:** Commission expenses are recognized on accrual basis. If the expenses is for future periods, then they are deferred and recognized over those future periods.
- **iv) Service Fees:** Service fees are recognized on accrual basis as per the rates mentioned in Insurance act, 2079.
- **v) Finance Cost :** Finance costs are recognized for the period relating to unwinding of discount and interest expenses due to re-measurement of liabilities.

(q) Product Classification

Insurance contracts are those contracts when the Company (the insurer) has accepted significant insurance risk from another party (the policyholders) by agreeing to compensate the policyholders if a specified uncertain future event (the insured event) adversely affects the policyholders. As a general guideline, the Company determines whether it has significant insurance risk by comparing benefits paid with benefits payable if the insured event did not occur. Insurance contracts can also transfer financial risk.

The Company has following portfolios under which it operates its business:

i) Endowment

This is a with profit plan that makes provisions for the family of the Life Assured in event of his early death and also assures a lump sum at a desired age on maturity. It costs moderate premiums, has high liquidity and in savings oriented. This plan is apt for people of all ages and social groups who wish to protect their families from a financial setback that may occur owing to their demise.

ii) Anticipated

This scheme provides for specific periodic payments or partial survival benefits during the term of the policy itself so long as the policy holder is alive. It is therefore suitable to meet specified financial requirements needed for occasions like Brata Bandha, Academic Graduations etc. An important feature of plan is that in the event of death at any time within the policy term, the death claim comprises full sum assured without deducting any of the survival benefit amounts, which have already been paid. It is also with profit plan.

iii) Endowment Cum Whole Life

This plan is a combination of Endowment Assurance and Whole Life with profit plan. It provided financial protection against death throughout the lifetime of the life assured with the provision of payment of a lump sum at the maturity of the policy to the assured in case of his survival.

iv) Whole Life

Whole life is a type of life insurance contract that provides insurance coverage of the contract holder for his or her entire life. Upon the inevitable death of the contract holder, the insurance payout is made to the contract's beneficiaries. These policies also include a savings component, which accumulates a cash value. This cash value is one of the key elements of whole life insurance.

v) Foreign Employment Term

The main objective of foreign employment term is providing insurance for financial assistance if there is death or elimination of any insured due to work or staying abroad.

vi) Other Term

Term life insurance, also known as pure life insurance, is life insurance that guarantees payment of a stated death benefit during a specified term. Once the term expires, the policyholder can renew it for another term, convert the policy to permanent coverage, or allow the policy to terminate.

vii) Special Term

Special Term insurance is modified version of term insurance with added benefits.

viii) Others to be Specified –(Anticipated Whole Life)

This scheme provides for specific periodic payments or partial survival benefits during the term of the policy itself so long as the policy holder is alive. An important feature of plan is that in the event of death at any time within the policy term, the death claim comprises full sum assured without deducting any of the survival benefit amounts, which have already been paid. It provides insurance coverage of the contract holder for his or her entire life. It is also with profit plan.

(r) Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

All other borrowing costs are recognized in statement of profit or loss in the period in which they are incurred.

(s) Cash Flow Statement

Cash Flows are reported using the direct method, whereby major classes of cash receipts and cash payments are disclosed as cash flows.

(t) Leases

The lease liability has been accounted for under NFRS 16 "Leases". For all the significant lease , the Right-of-Use assets has been recognized at its initial recognition under cash model. The Lease liability has been recognized at the present value of the lease payments that are not paid at that date. The lease payment has been discounted at the incremental borrowing rate in lease which is 10.89%.

After the commencement date, the right of use asset has been measured using cost model. The lease liability has been increased to reflect interest on the lease liability & has been reduced by the lease payment.

The lease assets having the lease liability of equal to or less than 30 lacs present value at inception has been considered as low value and for those lease the expenses has been recognized under straight line basis.

(u) Income Taxes

Income Tax Expense represents the sum of the tax currently payable & Deferred Tax.

i) Current Tax

Current Tax Expenses are accounted in the same period to which the revenue and expenses relate. Provision for Current Income Tax is made for the Tax Liability payable on Taxable Income after considering tax allowances, deductions and exemptions determined in accordance with the applicable tax rates and the prevailing tax laws.

ii) Deferred Tax

Deferred Tax is recognized on temporary difference between the carrying amounts of Assets and Liabilities in the Statement of Financial Position and their Tax Base. Deferred Tax Assets & Liabilities are recognized for deductible and taxable temporary differences arising between the tax base of Assets & Liability in a transaction that is not a business combination and affects neither accounting nor taxable Profit nor Loss at the time of the transaction.

Deferred Tax Assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible Temporary differences and the carry forward of unused tax credits and unused tax losses can be utilized.

Deferred Tax Liabilities are generally recognized for all taxable Temporary differences.

The carrying amount of Deferred Tax Assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the Deferred Tax Asset to be utilized.

(v) Provisions, Contingent Liabilities & Contingent Assets

i) Provisions

Provisions are recognized when the Company has a present legal or constructive obligation as a result of past events, for which it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate to determine the present value is a Pre-Tax Rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognized as interest expenses.

Provisions for Contingent Liability are recognized in the books a matter of abundant precaution and conservative approach based on management's best estimate. However, Management believes that chances of these matters going against the company are remote and there will not be any probable cash outflow.

ii) Contingent Liabilities

Contingent Liabilities are recognized only when there is a possible obligation arising from past events due to occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made. Obligations are assessed on an ongoing basis and only those having a largely probable outflow of resources are provided for.

iii) Contingent Assets

Contingent assets where it is probable that future economic benefits will flow to the Company are not recognized but disclosed in the Financial Statements.

(w) Functional Currency & Foreign Currency Transactions

The Financial Statements of the Company are presented in Nepalese Rupees, which in the Company's Functional Currency. In preparing the Financial Statements of the Company, transactions in currencies other than the Company's Functional Currency i.e. Foreign Currencies are recognized at the rates of exchange prevailing at the dates of the transactions.

(x) Earnings Per Share

Basic Earnings per share is calculated by dividing the profit attributable to owners of the company by the Weighted Average Number of equity shares outstanding during the Financial Year.

For diluted earnings per share, the weighted average number of ordinary shares in issue is adjusted to assumed conversion of all dilutive potential ordinary shares.

(y) Operating Segment

Operating Segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM) as defined by NFRS 8," Operating Segment".

Company's Income & Expenses including interest are considered as part of un-allocable Income & Expenses which are not identifiable to any business segment. Company's Asset & Liabilities are considered as part of un-allocable Assets & Liabilities which are not identifiable to any business.

(z) Leased Assets

The Company has made the use of leasing arrangements principally for the provision of the office spaces. The rental contracts for the offices are typically negotiated for terms between 3 and 10 years and some of these have extension terms. The Company has not entered into sale and leaseback arrangements. All the leases are negotiated on an individual basis. The Company has assessed whether a contract is or contains a lease at inception of the company. The lease conveys the right to direct the use and obtain substantially all of the economic benefits of an identified assets for a period of time in exchange for consideration.

At lease commencement date, the company has recognized a right-of-use lease asset and a lease liability in its Statement of Financial Position. The right of use assets is measured at cost. Which is made up of the initial measurement of the lease liability, any initial direct costs incurred by the company, an estimate of any costs to dismantle and remove the asset at the end of the lease, and any lease payments made in advance of the lease commencement date.

The Company has depreciated the right of use asset on a straight-line basis from the lease commencement date to the earlier of the end of the useful life of the right of use asset or the end of the lease term. The company has also assessed the right of use asset for impairment when such indicator exist.

At the commencement date, the company has measured the lease liability at the present value of the lease payments unpaid at that date, discounted using the company's incremental borrowing rate because as the lease contracts are negotiated with third parties it is not possible to determine the interest rate that is implicit in the lease. The incremental borrowing rate is the estimated rate that the company would have to pay to borrow the same amount over a similar term, and with similar security to obtain an asset of equivalent value.

Fig. in NPR

4 Goodwill & Intangible Assets

Particulars	Software	License	Others (to be Specified)	Total
Gross carrying amount				-
As at Shrawan 1, 2078	**6,320,091**			**6,320,091**
Additions during the year				-
Acquisition	259,900			259,900
Internal Development				-
Business Combination(to be Specified)				-
Disposals during the year				-
Revaluation/Adjustment				-
Balance as at Ashadh 32, 2079	**6,579,991**	**-**	**-**	**6,579,991**
Additions during the year				
Acquisition				
Internal Development				
Business Combination(to be Specified)				
Disposals during the year				
Revaluation/Adjustment				
Balance as at Ashadh 31, 2080	**6,579,991**	**-**	**-**	**6,579,991**
Accumulated amortization and impairment				
As at Shrawan 1, 2078	**3,517,790**			**3,517,790**
Additions during the year	1,021,566			1,021,566
Disposals during the year				-
Impairment during the year				-
Balance as at Ashadh 32, 2079	4,539,356	-	-	4,539,356
Additions during the year	760,004			760,004
Disposals during the year				
Impairment during the year				
Balance as at Ashadh 31, 2080	5,299,360	-	-	5,299,360
Capital Work-In-Progress				
As on Shrawan 1, 2078				
Additions during the year				
Capitalisation during the year				
Disposals during the year				
Impairment during the year				
Balance as on Ashadh 32, 2079	-	-	-	-
Additions during the year				
Capitalisation during the year				
Disposals during the year				
Impairment during the year				
Balance as on Ashadh 31, 2080	**-**	**-**	**-**	**-**
Net Carrying Amount				
As on Ashadh 32, 2079	**2,040,635**	**-**	**-**	**2,040,635**
As on Ashadh 31, 2080	**1,280,631**	**-**	**-**	**1,280,631**

5. Property and Equipment

Fig. in NPR

Particulars	Land	Buildings	Leasehold Improvement	Furniture & Fixtures	Computers and IT Equipments	Office Equipment	Vehicles	Other Assets	Total
Gross carrying amount									
As on Shrawan 1, 2078	**386,588,496**	**256,735,169**	**26,204,279**	**37,915,110**	**28,997,604**	**45,586,914**	**27,871,000**	**246,244**	**810,144,817**
Additions during the year									
Acquisition		-	4,098,012	9,427,802	4,181,904	13,377,021	-	-	31,084,739
Capitalization									-
Disposals during the year									-
Write-offs during the year									-
Revaluation during the year									-
Transfer/adjustments	(379,071,076)								(379,071,076)
Balance as on Ashadh 32, 2079	**7,517,420**	**256,735,169**	**30,302,291**	**47,342,912**	**33,179,508**	**58,963,935**	**27,871,000**	**246,244**	**462,158,480**
Additions during the year									
Acquisition			3,930,286	6,781,422	3,658,484	7,446,046	33,700,000		55,516,238
Capitalization									-
Disposals during the year									-
Write-offs during the year									-
Revaluation during the year									-
Transfer/ adjustments									-
Balance as on Ashadh 31, 2080	**7,517,420**	**256,735,169**	**34,232,577**	**54,124,334**	**36,837,992**	**66,409,981**	**61,571,000**	**246,244**	**517,674,718**
Accumulated depreciation and impairment									
As on Shrawan 1, 2078	**379,071,076**	**53,563,279**	**15,262,380**	**19,761,967**	**18,919,042**	**30,313,837**	**11,495,280**	**223,972**	**528,610,834**
Addition during the year		6,116,346	3,202,555	2,503,412	3,515,555	5,097,039	2,173,854	5,605	22,614,367
Disposals during the year									-
Write-offs during the year									
Impairment during the year									-
Transfer/ adjustments	(379,071,076)								(379,071,076)
Balance as on Ashadh 32, 2079	**-**	**59,679,625**	**18,464,935**	**22,265,379**	**22,434,597**	**35,410,877**	**13,669,135**	**229,577**	**172,154,124**
Addition during the year		6,116,346	3,661,586	3,441,138	3,935,771	6,638,629	4,924,183	4,322	28,721,975
Disposals during the year									-
Write-offs during the year									-
Impairment during the year									-

Particulars	Land	Buildings	Leasehold Improvement	Furniture & Fixtures	Computers and IT Equipments	Office Equipment	Vehicles	Other Assets	Total
Transfer/ adjustments									-
Balance as on Ashadh 31, 2080	**-**	**65,795,970**	**22,126,520**	**25,706,517**	**26,370,367**	**42,049,505**	**18,593,317**	**233,899**	**200,876,099**
Capital Work-In-Progress									
As on Shrawan 1, 2078									**-**
Additions during the year		3,531,736							3,531,736
Capitalisation during the year									-
Disposals during the year									
Impairment during the year									-
Balance as on Ashadh 32, 2079	**-**	**3,531,736**	**-**	**-**	**-**	**-**	**-**	**-**	**3,531,736**
Additions during the year		142,680,005							142,680,005
Capitalisation during the year									-
Disposals during the year									-
Impairment during the year									-
Balance as on Ashadh 31, 2080	**-**	**146,211,741**	**-**	**-**	**-**	**-**	**-**	**-**	**146,211,741**
Net Carrying Amount									
As on Ashadh 32, 2079	**7,517,420**	**200,587,280**	**11,837,356**	**25,077,533**	**10,744,911**	**23,553,058**	**14,201,865**	**16,667**	**293,536,091**
As on Ashadh 31, 2080	**7,517,420**	**337,150,939**	**12,106,056**	**28,417,817**	**10,467,624**	**24,360,475**	**42,977,682**	**12,345**	**463,010,359**

Fig. in NP

Right-of-Use Assets (After Implemenation of NFRS 16)

Particulars	Land	Buildings	Leasehold Improvement	Furniture & Fixtures	Computers and IT Equipments	Office Equipment	Vehicles	Other Assets	Total
Gross carrying amount									
As on Shrawan 1, 2078									
Additions during the year			182,155,477						182,155,477
Disposals during the year									-
Write-offs during the year									-
Revaluation during the year									
Transfer/Adjustment									
Balance as on Ashadh 32, 2079	-	-	**182,155,477**	-	-	-	-	-	**182,155,477**
Additions during the year			29,807,245						29,807,245
Disposals during the year									-
Write-offs during the year									-
Revaluation during the year									-
Transfer/Adjustment									-
Balance as on Ashadh 31, 2080	-	-	**211,962,722**	-	-	-	-	-	**211,962,722**
Accumulated depreciation									
As on Shrawan 1, 2078									-
Depreciation			29,079,076						29,079,076
Disposals during the year									-
Write-offs during the year									-
Impairment during the year									-
Transfer/adjustments									-
Balance as on Ashadh 32, 2079	-	-	**29,079,076**	-	-	-	-	-	**29,079,076**
Depreciation			28,441,278						28,441,278
Disposals during the year									-
Write-offs during the year									-
Impairment during the year									
Transfer/adjustments									
Balance as on Ashadh 31, 2080	-	-	**57,520,353**	-	-	-	-	-	**57,520,353**
Net Carrying Amount									
As on Ashadh 32, 2079	-	-	**153,076,401**	-	-	-	-	-	**153,076,401**
As on Ashadh 31, 2080	-	-	**154,442,368**	-	-	-	-	-	**154,442,368**
Grand Total									
As on Ashadh 32, 2079	**7,517,420**	**200,587,280**	**164,913,757**	**25,077,533**	**10,744,911**	**23,553,058**	**14,201,865**	**16,667**	**446,612,492**
As on Ashadh 31, 2080	**7,517,420**	**337,150,939**	**166,548,425**	**28,417,817**	**10,467,624**	**24,360,475**	**42,977,682**	**12,345**	**617,452,727**

Notes to Financial Statements (Continued…)

6 Investment Properties

Fig. in NPR

Investment Properties at Fair Value

Particulars	Land	Building	Total
Gross carrying amount			
As at Shrawan 1, 2078	**922,795,011**		**922,795,011**
Additions during the year			-
Disposals during the year			-
Net changes in Fair Value	164,840,446		164,840,446
Revaluation/Adjustment			-
Balance as at Ashadh 32, 2079	**1,087,635,457**	**-**	**1,087,635,457**
Additions during the year	62,993,070	-	62,993,070
Disposals during the year			-
Net changes in Fair Value			-
Revaluation/Adjustment			-
Balance as at Ashadh 31, 2080	**1,150,628,527**	**-**	**1,150,628,527**
Capital Work-In-Progress			
As on Shrawan 1, 2078			
Additions during the year			
Capitalisation during the year			
Disposals during the year			
Impairment during the year			
Balance as on Ashadh 32, 2079	**-**	**-**	**-**
Additions during the year			
Capitalisation during the year			
Disposals during the year			
Impairment during the year			
Balance as on Ashadh 31, 2080	**-**	**-**	**-**
Net Carrying Amount			
Net Balance As At Ashad 31, 2079	**1,087,635,457**	**-**	**1,087,635,457**
Net Balance As At Ashad 31, 2080	**1,150,628,527**	**-**	**1,150,628,527**

Notes on Fair Value :

The Company obtains independent valuations for its investment properties. The best evidence of fair value is current prices in an active market for similar properties. Where such information is not available, the Company consider information from a variety of sources including :

i. Current prices in an active market for properties of different nature or recent prices of similar properties in less active markets, adjusted to reflect those differences,

ii. Discounted cash flow projections based on reliable estimates of future cash flows,

iii. Capitalised income projections based upon a property's estimated net market income, and a capitalization rate derived from an analysis of market evidence.

The fair values of investment properties have been deteremined by an independent valuator, Mr. Prabin Bajracharya.The main inputs used are the rental growth rates, expected vacancy rates, terminal yields and discount rates based on comparable transcations and industry data.

Disclosure on restriction on the realisability of investment properties:

There are no restrictions on the realisability of investment properties or proceeds of disposal.

Contractual obligations:

There are no contractual obligations to purchase,construct or develop investment property.

Fig. in NPR

7 Deferred Tax Assets/ (Liabilities)

Particulars	Current Year			Previous Year		
	Through SOPL	Through SOCI	Total	Through SOPL	Through SOCI	Total
Deferred Tax on Temporary Difference						
Goodwill & Intangible Assets	467,801		467,801	553,463		553,463
Property and Equipment	(47,561,363)		(47,561,363)	(8,781,490)		(8,781,490)
Financial Assets at FVTPL	(19,288,936)		(19,288,936)	(36,667,663)		(36,667,663)
Financial Assets at FVTOCI		(1,174,387,223)	(1,174,387,223)		(1,065,382,538)	(1,065,382,538)
Provision for Leave	1,858,430	10,307,791	12,166,221	9,667,644		9,667,644
Provision for Gratuity	19,274,161	385,638	19,659,799	11,707,719		11,707,719
Impairment Loss on Financial Assets			-			-
Impairment Loss on Other Assets			-			-
Carry forward of unused tax losses			-			-
Changes in tax rate			-			-
Other (Rent Equilization)	(237,413)		(237,413)	(4,776,933)		(4,776,933)
Other (Lease Liability)	44,248,011		44,248,011	3,171,602		3,171,602
Other (Employee House Loans)	(775,582)		(775,582)	(628,853)		(628,853)
Total	**(2,014,892)**	**(1,163,693,794)**	**(1,165,708,687)**	**(25,754,512)**	**(1,065,382,538)**	**(1,091,137,050)**
Deferred Tax Asstes	-	-	-	-	-	-
Deferred Tax Liabilities	**2,014,892**	**1,163,693,794**	**1,165,708,687**	**25,754,512**	**1,065,382,538**	**1,091,137,050**

Movements in deferred tax assets/ (liabilities)

Particulars	Current Year			Previous Year		
	SOPL	SOCI	Total	SOPL	SOCI	Total
As at Shrawan 1, 2079	**(25,754,512)**	**(1,065,382,538)**	**(1,091,137,050)**	**(20,971,888)**	**(1,454,242,735)**	**(1,475,214,623)**
(Charged)/ Credited to Statement of Profit or Loss	23,739,620		23,739,620	(4,782,624)		(4,782,624)
(Charged)/ Credited to Other Comprehensive Income		(98,311,256)	(98,311,256)		388,860,197	388,860,197
As at Ashadh 31, 2080	**(2,014,892)**	**(1,163,693,794)**	**(1,165,708,687)**	**(25,754,512)**	**(1,065,382,538)**	**(1,091,137,050)**

Fig. in NPR

8 Investments in Subsidiaries

Particulars	Current Year	Previous Year
Investment in Quoted Subsidiaries		
Investment in Unquoted Subsidiaries		
Less: Impairment Losses		
Total	-	-

Investment in Quoted Subsidiaries

Particulars	Current Year		Previous Year	
	Cost	Fair Value	Cost	Fair Value
.... Shares of Rs............. each of .... Ltd.				
.... Shares of Rs............. each of .... Ltd.				
Total		-		-

Investment in Unquoted Subsidiaries

Particulars	Current Year		Previous Year	
	Cost	Fair Value	Cost	Fair Value
.... Shares of Rs............. each of .... Ltd.				
.... Shares of Rs............. each of .... Ltd.				
Total		-		-

Information Relating to Subsidiaries

Particulars	Percentage of Ownership	
	Current Year	Previous Year
.... Shares of Rs............. each of .... Ltd.		
.... Shares of Rs............. each of .... Ltd.		
.... Shares of Rs............. each of .... Ltd.		
.... Shares of Rs............. each of .... Ltd.		

9 Investments in Associates

Particulars	Current Year	Previous Year
Investment in Quoted Associates	1,040,049,073	943,060,893
Investment in Unquoted Associates		
Less: Impairment Losses		
Total	**1,040,049,073**	**943,060,893**

Fig. in NPR

Investment in Quoted Associates

Particulars	Current Year			Previous Year		
	Cost	Fair Value	(or) Equity Method	Cost	Fair Value	(or) Equity Method
7,296,377 Shares of Rs.100 each of NLG Insurance Co. Ltd.			304,621,875			304,621,875
Add: Share of Profit or Loss for Earlier Years			638,439,018			534,362,424
Add: Share of Profit or Loss for Current Year			96,988,180			104,076,594
Total	-	-	**1,040,049,073**	-	-	**943,060,893**

Investment in Unquoted Associates

Particulars	Current Year			Previous Year		
	Cost	Fair Value	(or) Equity Method	Cost	Fair Value	(or) Equity Method
.... Shares of Rs............. each of .... Ltd.						
.... Shares of Rs............. each of .... Ltd.						
Add: Share of Profit or Loss for Earlier Years						
Add: Share of Profit or Loss for Current Year						
Total	-	-	-	-	-	-

Information Relating to Associates

Particulars	Current Year	Previous Year
Name	**NLG Insurance Co. LTD**	
Place of Business	Nepal	
Accounting Method	Equity Method	
% of Ownership	50%	
Current Assets	3,177,375,366	3,332,007,009
Non-Current Assets	2,660,198,165	2,493,108,127
Current Liabilities	587,422,602	413,998,343
Non-Current Liabilities	2,262,597,420	2,609,196,073
Income	2,323,996,061	2,202,657,330
Net Profit or Loss	208,095,142	211,806,237
Other Comprehensive Income	(14,118,781)	(3,653,049)
Total Comprehensive Income	193,976,361	208,153,188
Company's share of profits		
Net Profit or Loss	104,047,571	105,903,119
Other Comprehensive Income	(7,059,391)	(1,826,525)

10 Investments

Fig. in NPR

Particulars	Current Year	Previous Year
Investments measured at Amortised Cost	**52,710,539,000**	**45,206,439,000**
i) Investment in Preference Shares of Bank and Financial Institutions		-
ii) Investment in Debentures	7,746,339,000	7,636,339,000
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-
iv) Fixed Deposits in "A" Class Financial Institutions	41,846,700,000	35,185,600,000
v) Fixed Deposits in Infrastructure Banks	300,000,000	50,000,000
vi) Fixed Deposits in "B" Class Financial Institutions	2,572,500,000	2,204,500,000
vii) Fixed Deposits in "C" Class Financial Institutions	245,000,000	130,000,000
viii) Others (to be Specified)		
Less: Impairment Losses		
Investments measured at FVTOCI	**6,031,442,896**	**5,511,839,155**
i) Investment in Equity Instruments (Quoted)	5,776,778,476	5,331,299,714
ii) Investment in Equity Instruments (Unquoted)	4,580,000	995,000
iii) Investment in Mutual Funds	250,084,420	179,544,441
iv) Investment in Debentures		
v) Others (to be Specified)		
Investments measured at FVTPL	**-**	**-**
i) Investment in Equity Instruments(Quoted)		
ii) Investment in Equity Instruments (Unquoted)		
iii) Investment in Mutual Funds		
iv) Investment in Debentures		
iv) Others (to be Specified)		
Total	**58,741,981,896**	**50,718,278,155**

a) Details of Impairment Losses

Particulars	Current Year	Previous Year
Investment in Preference Shares of Bank and Financial Institutions		
Investment in Debentures		
Investment in Bonds (Nepal Government/NRB/Guaranteed by Nepal Government)		
Fixed Deposit with"A" Class Financial Institutions		
Fixed Deposit with Infrastructure Banks		
Fixed Deposit with"B" Class Financial Institutions		
Fixed Deposit with"C" Class Financial Institutions		
Others (to be Specified)		
Total		

Fig. in NPR

b) Investments having expected maturities less than 12 months:

Particulars	Current Year	Previous Year
Investment in Equity Instruments (Quoted)		
Investment in Equity Instruments (Unquoted)		
Investment in Mutual Funds		
Investment in Preference Shares of Bank and Financial Institutions		
Investment in Debentures	239,053,000	60,000,000
Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)		-
Fixed Deposit with "A" Class Financial Institutions	5,800,500,000	9,071,500,000
Fixed Deposit with Infrastructure Banks		
Fixed Deposits with "B" Class Financial Institutions	502,000,000	1,351,500,000
Fixed Deposits with "C" Class Financial Institutions	145,000,000	80,000,000
Others (to be Specified)		
Total	**6,686,553,000**	**10,563,000,000**

c) Information relating to investment in equity instruments

Particulars	Current Year		Previous Year	
	Cost	Fair Value	Cost	Fair Value
Investment in Equity Instruments (Quoted)				
Bank of Kathmandu Ltd. 0 shares of Rs 0 Each	-	-	28,736,903	52,210,517
Century Commercial Bank Ltd. 0 shares of Rs 0 Each	-	-	6,044,074	6,306,363
Chilime Hydropower Company Limited 12916 shares of Rs 536.7 Each	2,918,989	6,932,017	2,918,989	4,901,712
Citizens Bank International Limited 26488 shares of Rs 173.1 Each	7,175,618	4,585,073	7,175,618	5,363,820
Citizen Investment Trust 1889571 shares of Rs 2089 Each	62,197,107	3,947,313,819	62,197,107	3,655,590,225
Civil Bank Ltd 0 shares of Rs 0 Each	-	-	87,044,300	193,162,458
Civil Bank Ltd promoter 0 shares of Rs 0 Each	-	-	219,568,700	274,018,052
Everest Bank Limited 40623 shares of Rs 563 Each	16,615,813	22,870,749	16,615,813	16,151,688
Global IME Bank Limited 368771 shares of Rs 186 Each	40,675,224	68,591,406	11,938,321	30,528,005
Himalayan Bank Limited 801011 shares of Rs 212.8 Each	102,620,352	170,455,141	15,576,052	8,348,278
HIMALAYAN BANK LIMITED - PROMOTER SHARE 1908931 shares of Rs 300 Each	290,943,738	572,679,300	-	-
Hydorelectricity Investment and Development Company Ltd 72260 shares of Rs 184 Each	6,082,500	13,295,840	6,082,500	12,744,200
Laxmi Bank Limited 12640 shares of Rs 173 Each	2,973,136	2,186,720	2,973,136	2,515,360
Mega Bank Nepal ltd. 0 shares of Rs 0 Each	-	-	23,454,817	27,290,846
Machhapuchhre Bank Limited 27601 shares of Rs 231.8 Each	7,652,083	6,397,912	7,652,083	7,010,654
Nabil Bank Limited 130996 shares of Rs 599.2 Each	32,678,007	78,492,803	25,508,751	82,398,352
Nepal Investment Bank Ltd. Promoter Share 1428112 shares of Rs 153.9 Each	217,953,998	219,786,437	217,953,998	332,997,363
Nepal Investment mEGA Bank Ltd. 111547 shares of Rs 173.8 Each	23,454,817	19,386,869	-	-
Nepal Reinsurance Company Ltd. 718951 shares of Rs 100 Each	71,895,100	71,895,100	71,895,100	71,895,100
NIC Asia Bank Ltd. 16816 shares of Rs 793.8 Each	8,922,262	13,348,541	8,922,262	11,703,936

Particulars	Current Year		Previous Year	
	Cost	Fair Value	Cost	Fair Value
Sunrise Bank Limited 98602 shares of Rs 173.1 Each	4,399,676	17,068,006	4,399,676	20,524,257
NMB Bank Limited 92796 shares of Rs 226 Each	13,086,137	20,971,896	13,086,137	24,219,756
Nepal Bangladesh Bank Limited 0 shares of Rs 0 Each	-	-	7,169,256	9,787,071
Nepal SBI Bank Limited 13546 shares of Rs 341 Each	7,325,186	4,619,186	7,325,186	3,712,527
Prime Commercial Bank Ltd. 17052 shares of Rs 195 Each	3,447,173	3,325,140	3,447,173	4,345,205
Sanima Bank Limited 39411 shares of Rs 260.5 Each	10,225,637	10,266,566	10,225,637	9,888,528
Siddhartha Bank Limited 75065 shares of Rs 253 Each	5,597,320	18,991,445	5,597,320	20,217,372
Soaltee Hotel Limited 168590 shares of Rs 485 Each	557,755	81,766,150	557,755	32,513,805
Taragaon Regency Hotel Limited 2970 shares of Rs 790.3 Each	297,000	2,347,191	297,000	935,550
MAHULI LAGHUBITTA BITTIYA SANSTHA LIMITED - ORDINARY SHARE 124 shares of Rs 869.9 Each	94,325	107,868	-	-
Mahila Lagubitta Bittiya Sanstha Limited 0 shares of Rs 0 Each	-	-	94,325	371,412
NMB Laghubittiya Sanstha Ltd. 76 shares of Rs 640 Each	69,418	48,640	69,418	46,506
Jyoti Bikas Bank Limited 443 shares of Rs 298 Each	103,426	132,014	103,426	129,946
NIC ASIA Laghubitta Bittiya Sanstha Limited 462 shares of Rs 729 Each	84,166	336,798	84,166	397,274
SAMATA GHARELU LAGHUBITTA BITTIYA SANSTHA LIMITED - ORDINARY SHARE 561 shares of Rs 702.7 Each	58,922	394,215	58,922	389,912
Unilever Nepal Limited 212 shares of Rs 32998 Each	5,320,495	6,995,576	5,320,495	3,892,320
Muktinath Bikas Bank Ltd. 602 shares of Rs 407 Each	98,198	245,014	98,198	233,587
Shine Resunga Development Bank Ltd. 432 shares of Rs 384 Each	61,118	165,888	61,118	112,357
Nirdhan Utthan Laghubitta bittya sanstha Limited- Promoter share 522415 shares of Rs 600 Each	110,466,567	313,449,000	110,466,567	263,403,000
Arun Kabeli Power Ltd. 643 shares of Rs 234.5 Each	163,151	150,784	163,151	268,515
Forward Microfinance Laghubitta Bittiya Sanstha Limited 28211 shares of Rs 1321 Each	48,647,931	37,266,731	48,647,931	53,827,065
Kumari Bank Limited 5300 shares of Rs 165 Each	1,539,626	874,500	1,539,626	1,012,300
Nepal Infrastructure Bank Limited 1080 shares of Rs 224 Each	614,565	241,920	614,565	259,200
Prabhu Bank Limited 39676 shares of Rs 162.6 Each	7,389,258	6,451,318	1,345,184	695,520
Agricultural Development Bank Limited 2448 shares of Rs 233.9 Each	903,517	572,587	903,517	794,400
National Microfinance Laghubitta Bittiya Sanstha Limited 43400 shares of Rs 732.08 Each	31,772,319	31,772,319	31,772,319	83,979,000
Investment in Equity Instruments (Unquoted)				
Insurance Institute of Nepal 45,800 shares of Rs 100 Each	4,580,000	4,580,000	1,201,400	1,201,400

d) The company has earmarked investments amounting to NPR 44,644,200,000 To Nepal Insurance Authority.

Fig. in NPR

11 Loans

Particulars	Current Year	Previous Year
Loans measured at Amortised Cost		
Loan to Employees	53,664,313	59,794,126
Loan to Agents	102,808,876	182,144,096
Loan to Policyholders	10,044,095,281	7,806,949,933
Others (to be Specified)		
Less: Impairment Losses	(42,211,192)	(34,470,204)
Total	**10,158,357,277**	**8,014,417,950**

a) Loans to Policyholders

Particulars	Loan amount		Interest Income	
	Current Year	Previous Year	Current Year	Previous Year
Endowment	4,212,229,791	3,326,725,475	334,572,468	333,350,023
Anticipated Endowment	3,220,494,760	2,422,198,618	291,699,441	216,766,035
Endowment cum Whole Life	2,611,370,729	2,058,025,840	262,494,727	199,122,540
Whole Life				
Foreign Employment Term				
Micro Term				
Special Term				
Others (to be Specified)				
Total	**10,044,095,281**	**7,806,949,933**	**888,766,636**	**749,238,597**

b) Expected repayment of loan within 12 months:

Particulars	Current Year	Previous Year
Loan to Employees	13,348,023	6,769,418
Loan to Agents	41,360,253	36,428,820
Loan to Policyholders	-	-
Others (to be Specified)		
Total	**54,708,276**	**43,198,238**

12 Reinsurance Assets

Description	Policy liabilities and provisions		Claim Payment Reserve		Impairment Losses		Net Reinsurance Assets	
	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year
Endowment			1,278,572	2,048,772			1,278,572	2,048,772
Anticipated Endowment			14,832,483	19,204,763			14,832,483	19,204,763
Endowment cum Whole Life			2,000,000	1,214,286			2,000,000	1,214,286
Whole Life							-	-
Foreign Employment Term			5,150,000				5,150,000	-
Micro Term							-	-
Special Term				4,970,000			-	4,970,000
Others (to be Specified)							-	-
Total	**-**	**-**	**23,261,055**	**27,437,821**	**-**	**-**	**23,261,055**	**27,437,821**

Fig. in NPR

13 Insurance Receivables

Particulars	Current Year	Previous Year
Receivable from Reinsurers	-	-
Receivable from Other Insurance Companies	-	-
Other (to be Specified)	-	-
Less: Impairment Losses	-	-
Total	**-**	**-**

a) Expected receivable within 12 months:

Particulars	Current Year	Previous Year
Receivable from Reinsurer		
Receivable from Other Insurance Companies		
Others (to be Specified)		
Total	**-**	**-**

14 Other Assets

Particulars	Current Year	Previous Year
Capital Advances	34,568,137	-
Prepaid Expenses	3,899,471	3,549,164
Claim Advances		
Advance To Suppliers	769,500	584,100
Staff Advances	7,172,547	24,900,265
Printing and Stationary Stocks	367,217	2,499,240
Stamp Stocks	225,137	203,166
Deferred Expenses		
Deferred Reinsurance Commission Expenses		
Deferred Agent Commission Expenses		
Lease Receivables		
Others (Receivable Against Matured Investment)	5,580,000	8,780,000
Less: Impairment Losses	(5,580,000)	(8,780,000)
Total	**47,002,009**	**31,735,935**

Fig. in NPR

a) Expected to be recovered/ settled within 12 months:

Particulars	Current Year	Previous Year
Capital Advances		
Prepaid Expenses	3,899,471	3,549,164
Claim Advances		
Advance To Suppliers	769,500	584,100
Staff Advances	7,172,547	24,900,265
Printing and Stationary Stocks	367,217	2,702,406
Stamp Stocks	225,137	
Deferred Expenses		
Deferred Reinsurance Commission Expenses		
Deferred Agent Commission Expenses		
Lease Receivables		
Others (to be specified)		
Total	**12,433,871**	**31,735,935**

15 Other Financial Assets

Particulars	Current Year	Previous Year
Security Deposits	-	-
Accured Interest	375,834,198	359,839,716
Interest Receivable from Loan to Policyholders	1,039,540,537	932,441,300
Other Receivables	-	
Other Deposits	48,705,210	9,448,652
Sundry Debtors	1,997,382	29,407,992
Others (to be Specified)		
Less: Impairment Losses	(4,274,218)	
Total	**1,461,803,109**	**1,331,137,660**

a) Expected maturities within 12 months:

Particulars	Current Year	Previous Year
Security Deposits		
Accured Interest	375,834,198	359,839,716
Interest Receivable from Loan to Policyholders	1,039,540,537	932,441,300
Other Receivables		-
Other Deposits		
Sundry Debtors	1,997,382	29,407,992
Other (to be Specified)		-
Total	**1,417,372,116**	**1,321,689,008**

Fig. in NPR

16 Cash and Cash Equivalents

Particulars	Current Year	Previous Year
Cash in Hand	14,954,881	11,259,178
Cheque in Hand	-	-
Bank Balances		
i) Balance With"A" Class Financial Institutions	909,296,964	950,404,830
ii) Balance With Infrastructure Banks	-	
iii) Balance With"B" Class Financial Institutions	59,232,072	66,970,936
iv) Balance With"C" Class Financial Institutions	6,478,654	1,612,846
Less: Impairment Losses		
Deposit with initial maturity upto 3 months	533,200,690	277,070,005
Others (Gold Coins)	902,039	817,039
Less: Impairment Losses	-	
Total	**1,524,065,300**	**1,308,134,833**

17 (a) Share Capital

Particulars	Current Year	Previous Year
Ordinary Shares		
As at Shrawan 1, 2079	4,035,158,152	3,390,889,203
Additions during the year		
i) Bonus Share Issue	976,508,273	644,268,949
ii) Share Issue		
As at Ashadh 31, 2080	**5,011,666,425**	**4,035,158,152**
Convertible Preference Shares (Equity Component only)		
As at Shrawan 1, 2079		
Additions during the year		
As at Ashadh 31, 2080		
Irredeemable Preference Shares (Equity Component only)		
As at Shrawan 1, 2079		
Additions during the year		
As at Ashadh 31, 2080		
Total	**5,011,666,425**	**4,035,158,152**

(i) Ordinary Shares

Particulars	Current Year	Previous Year
Authorised Capital:		
7,00,00,000 Ordinary Shares of Rs. 100 Each	7,000,000,000	7,000,000,000
Issued Capital:		
6,00,00,000 Ordinary Shares of Rs. 100 Each.	6,000,000,000	6,000,000,000
Subscribed and Paid Up Capital:		
50,116,664.25 Ordinary Shares of Rs. 100 Each.	5,011,666,425	4,035,158,152
Total	**5,011,666,425**	**4,035,158,152**

Fig. in NPR

(ii) Preference Share Capital

Particulars	Current Year	Previous Year
Authorised Capital:		
…..... Convertible Preference Shares of Rs. XXX Each		
…......Irredeemable Preference Shares of Rs. XXX Each		
Issued Capital:		
…..... Convertible Preference Shares of Rs. XXX Each		
…......Irredeemable Preference Shares of Rs. XXX Each		
Subscribed and Paid Up Capital:		
…..... Convertible Preference Shares of Rs. XXX Each		
…......Irredeemable Preference Shares of Rs. XXX Each		
Total	-	-

Shareholding Structure of Share Capital

Particulars	Number of Shares		Percentage	
	Current Year	Previous Year	Current Year	Previous Year
Promoters				
Government of Nepal				
Nepali Organized Institutions	4,240,649	3,414,371	8.46	8.46
Nepali Citizens	22,767,413	18,331,251	45.43	45.43
Foreigners	556,103	447,748	1.11	1.11
Others (to be Specified)				
Total (A)	**27,564,165**	**22,193,370**	**55.00**	**55.00**
Other than Promoters				
General Public	22,552,499	18,158,212	45.00	45.00
Others (to be Specified)				
Total (B)	**22,552,499**	**18,158,212**	**45.00**	**45.00**
Total(A+B)	**50,116,664**	**40,351,582**	**100.00**	**100.00**

Details of shareholders holding 1% or more than 1% of the aggregate shares in the Company:

Particulars	Number of Shares		Percentage	
	Current Year	Previous Year	Current Year	Previous Year
Siddheshwor Kumar Singh	5,129,463	4,163,501	10.24	10.32
Rastriya Banijya Bank	5,071,084	4,082,998	10.12	10.12
Nepal Investment Bank Ltd.	2,388,867	1,923,404	4.77	4.77
Rana Bahadur Shah	2,725,540	2,194,276	5.44	5.44
Rita Malla	2,023,793	1,657,361	4.04	4.11
Prema Rajya Laxmi Singh	1,269,208	1,021,907	2.53	2.53
Ishwari Prasad Rimal	1,027,156	843,517	2.05	2.09
Sleekquote Ltd.	668,944	538,603	1.33	1.33
Rajeev Bikram Shah	741,897	616,080	1.48	1.53
Bharat Bahadur Basnet	569,294	460,978	1.14	1.14
Jaya Rajya Laxmi Shah	556,510	448,076	1.11	1.11

Fig. in NPR

17 (b) Share Application Money Pending Allotment

Particulars	Current Year	Previous Year
Share Application Money Pending Allotment		
Total	**-**	**-**

17 (c) Share Premium

Particulars	Current Year	Previous Year
As on Shrawan 1, 2079	102,848,718	102,848,718
Increase due to issue of shares at premium		
Decrease due to issue of bonus shares	(75,000,000)	-
Transaction costs on issue of share		
Others (to be Specified)		
As on Ashadh 31, 2080	**27,848,718**	**102,848,718**

17 (d) Catastrophe Reserves

Particulars	Current Year	Previous Year
As on Shrawan 1, 2079	431,798,296	357,869,388
Additions	97,331,498	73,928,908
Utilizations		
As on Ashadh 31, 2080	**529,129,794**	**431,798,296**

17 (e) Retained Earnings

Particulars	Current Year	Previous Year
As on Shrawan 1, 2079	1,291,519,661	1,319,746,408
Net Profit or Loss	980,341,074	736,459,303
Items of OCI recognised directly in retained earnings		
Remeasurement of Post-Employment Benefit Obligations		
Transfer to reserves		
Revaluation Reserves		
Capital Reserves		
Catastrophe Reserves	(97,331,498)	(73,928,908)
Corporate Social Responsibility (CSR) Reserves	(9,733,150)	(7,392,891)
Insurance Fund		
Fair Value Reserves		
Actuarial Reserves		
Deferred Tax Reserve		
Regulatory Reserve	16,713,530	(2,829,774)
Other Reserve(to be specified)		
Transfer of Depreciation on Revaluation of Property and Equipment		
Transfer of Disposal of Revalued Property and Equipment		
Transfer of Disposal of Equity Instruments Measured at FVTOCI		
Issue of Bonus Shares	(901,508,273)	(644,268,949)
Transaction costs on issue of Shares	(3,026,509)	(2,356,637)
Dividend Paid	(353,023,245)	(33,908,892)
Dividend Distribution Tax		
Transfer to Insurance Contract Liability		
Others (Income Tax Related to Share Premium Distribution)	(56,250,000)	
As on Ashadh 31, 2080	**867,701,591**	**1,291,519,661**

Fig. in NPR

17 (f) Other Equity

Particulars	Current Year	Previous Year
Revaluation Reserves		
Capital Reserves		
Corporate Social Responsibility (CSR) Reserves	14,521,441	7,392,891
Insurance Fund		
Fair Value Reserves	346,963,039	313,233,469
Actuarial Reserves	(2,375,153)	373,099
Deferred Tax Reserve		
Other Reserve (Regulatory Reserves)		152,526,936
Other Reserve (OCI portion of Associate)	(705,939)	
Other Reserve (Rent Equilization Reserve)	(949,653)	(19,107,731)
Total	**357,453,734**	**454,418,664**

18 Provisions

Particulars	Current Year	Previous Year
Provision for employee benefits		
i) Provision for Leave	48,664,884	38,670,574
ii) Provision for Gratuity	78,639,195	46,830,877
iii)Termination Benefits		
iv) Other Employee Benefit obligations (to be Specified)		
Provision for tax related legal cases		
Provision for non-tax related legal cases		
Others (to be Specified)		
Provision - Premium Income not deposited into bank	-	3,478,087
Other Provision - Claim payable not due	4,187,227	4,187,227
Other provision - Non life claim outstanding		-
Total	**131,491,306**	**93,166,765**

(a) Movement of Provisions, Contingent Liabilities and Contingent Assets

Description	Opening Balance	Additions During the Year	Utilised During the Year	Reversed During the Year	Unwinding of Discount	Closing Balance
Provision for employee benefits						
i) Provision for Leave	38,670,574	1,286,591	(14,390,484)	-	23,098,203	48,664,884
ii) Provision for Gratuity	46,830,877	9,462,945	-	-	22,345,373	78,639,195
iii)Termination Benefits						-
iv) Other Employee Benefit obligations (to be Specified)						-
Provision for tax related legal cases						
Provision for non-tax related legal cases						
Others(to be Specified)						

Fig. in NPR

b) Provision with expected payouts within 12 months

Particulars	Current Year	Previous Year
Provision for employee benefits		
i) Provision for Leave	-	-
ii) Provision for Gratuity	5,399,394.00	-
iii) Termination Benefits		
iv) Other employee benefit obligations(to be Specified)		
Provision for tax related legal cases		
Provision for non-tax related legal cases		
Others (Provision - Premium Income not deposited into bank)	-	3,478,087

19 Gross Insurance Contract Liabilities

Particulars	Current Year	Previous Year
Life Insurance Fund as per Actuary Report (19.1)	59,984,047,889	50,981,999,076
Claim Payment Reserve including IBNR (19.2)	941,045,551	493,063,946
Transfer from:		
Fair Value Reserve	3,122,667,352	2,819,101,224
Actuarial Reserve		
Revaluation Reserve		
Other Reserve (Employee Benefits)		
Net gain on fair value changes on FVTPL instruments		
Fair Value Gain on Investment Properties	694,401,706	637,707,943
Share of Profit of Associates accounted as per Equity Method	657,767,273	599,140,373
Share of Other Comprehensive Income of Associates Accounted for using the Equity Method	4,117,205	10,470,657
Total	**65,404,046,977**	**55,541,483,219**

i. Notes on the cash-flows considered for valuation of liabilities

The method involves projection of individual policy cash flows expected over the remaining term of a policy using applicable decrement. The projection of cash flows assume all the policies would continue till the end of their term. Each time a bonus is assumed to be declared in future, a part of surplus distributed is allocated to the shareholders as their share. If the life fund remained sufficiently positive throughout the foreseeable future (for atleast next 10 years), the proposed bonus scales are considered to be sustainable given continuation of current conditions.

ii. Notes on valuation methods and assumptions

The Actuarial Valuation has been performed based on Mathematical Reserve which is determined separately for each contract by a prospective method, called the Gross Premium Method as per the Valuation Directive 2077 issued by Nepal Insurance Authority (NIA). The value of the liability at the valuation date is arrived at by calculating the present value of benefit and expense outgo less the present value of future premium income.

Reinsurance is also considered while computing the reserves. For Riders and Expat Policies, reserve is based on unearned premium reserve. For the purpose of the valuation the amount of mathematical reserve is set to zero, in case of negative reserve of any policy. Discount rate of 6% is used as prescribed by NIA. Mortality assumption of 40% Nepal Mortality Table, 2009 is used. Commission and Expenses are also considered while arriving at the reserves.

iii. Notes on the discounting policy

As per the Valuation Directive 2077, Discount rate must be 6% or return on investment whichever is lower. The company is earning around 9.45% on its Life Funds. So, discount of 6% is considered.

iv. Notes on aggregation practices

The valuation model determines reserves at the policy level, but the results can be grouped as needed, such as by product, policy, or other parameters (e.g., par or non-par).

v. Any other disclosures as required

The company is sufficiently solvent to meet its policyholders' liabilities, with a solvency ratio of 704% before considering the Cost of Bonus and 473% after Cost of Bonus.

Annexure 19.1: Life Insurance Fund

Fig. in NPR

Particulars	Endowment	Anticipated Endowment	Endowment cum Whole Life	Whole Life	Foreign Employment Term	Micro Term	Special Term	Others (to be Specified)	Total
Opening Life Insurance Fund	**27,334,813,779**	**9,747,957,321**	**13,158,307,775**		**182,859,081**		**558,061,122**		**50,981,999,076**
Surplus transfer to Life Insurance fund as per Sec 21 of the directive	3,962,194,757	2,684,867,423	2,767,330,925		(9,295,373)	-	324,768,060		9,729,865,792
Gross Life Insurance Fund for valuation (A)	**31,297,008,536**	**12,432,824,744**	**15,925,638,700**	**-**	**173,563,707**	**-**	**882,829,182**	**-**	**60,711,864,869**
Net policyholder's liability	28,533,996,392	10,179,784,314	15,183,235,045		157,747,182		736,952,577		54,791,715,510
Surplus/(Deficit) before shareholder transfer	**2,763,012,144**	**2,253,040,429**	**742,403,655**	**-**	**15,816,525**	**-**	**145,876,604**	**-**	**5,920,149,358**
Transfer to shareholder fund (B)	277,071,643	225,453,043	74,363,871		15,762,784		145,595,353		738,246,694
Transfer from shareholder fund to cover deficit as per actuary report (C)	7,704,567	1,489,979	1,235,169						10,429,715
Closing life insurance Fund as per acturial valuation (D=A-B+C)	**31,027,641,460**	**12,208,861,680**	**15,852,509,998**	**-**	**157,800,923**	**-**	**737,233,829**	**-**	**59,984,047,889**
i) Life fund to cover Net Policyholder's liability	28,533,996,392	10,179,784,314	15,183,235,045	-	157,747,182	-	736,952,577	-	54,791,715,510
ii) Life fund to cover Cost of bonus	2,493,649,003	2,029,078,022	669,276,992						5,192,004,017
iii) Any other liabilities (Please specify, if any)									
iv) Unallocated surplus					53,763		281,357		335,120

Fig. in NPR

19.2 Gross claim payment Reserve including IBNR/IBNER

Description	Outstanding Death Claim		Outstanding Maturity Claim		Outstanding Partial Maturity Claim		Outstanding Surrender Claim		Outstanding Other Claim		IBNR/IBNER Claim		Gross outstanding claim reserve	
	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year
Endowment	8,739,264	14,882,312	79,741,069	26,340,347			146,657		218,439,791	162,081,979	46,060,017	30,188,380	353,126,798	233,493,018
Anticipated Endowment	3,833,929	9,615,018	13,199,283	5,782,300	286,189,121	119,698,703			62,145,048	62,792,450	54,805,107	26,802,556	420,172,489	224,691,027
Endowment cum Whole Life	11,484,866	9,158,350	19,992,654	1,348,625	76,662,866		271,795		23,393,804	6,703,272	19,770,898	2,399,394	151,576,882	19,609,641
Whole Life													-	-
Foreign Employment Term	13,420,156	12,100,732									2,013,023.35	30,110	15,433,179	12,130,842
Micro Term													-	-
Special Term	37,350	1,147,350	554,602	578,666					48,225	100,000	96,027	1,313,402	736,204	3,139,418
Others (to be Specified)													-	-
Total	**37,515,565**	**46,903,762**	**113,487,608**	**34,049,938**	**362,851,987**	**119,698,703**	**418,452**	**-**	**304,026,868**	**231,677,700**	**122,745,072**	**60,733,842**	**941,045,551**	**493,063,946**

Description	Gross outstanding claim reserve		Claim outstanding upto one year		Unclaimed fund as per sec 123(2) of Insurance Act		Transfer to Policyholder's protection fund		Gross claim payment reserve	
	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year
Endowment	353,126,798	233,493,018	159,137,569	91,032,512	193,989,228	142,460,506			353,126,798	233,493,018
Anticipated Endowment	420,172,489	224,691,027	298,142,640	132,836,437	122,029,849	91,854,590			420,172,489	224,691,027
Endowment cum Whole Life	151,576,882	19,609,641	111,311,169	7,780,313	40,265,713	11,829,328			151,576,882	19,609,641
Whole Life	-	-							-	-
Foreign Employment Term	15,433,179	12,130,842	15,433,179	12,130,842	-				15,433,179	12,130,842
Micro Term	-	-							-	-
Special Term	736,204	3,139,418	11,974	3,139,418	724,230				736,203	3,139,418
Others (to be Specified)	-	-							-	-
Total	**941,045,551**	**493,063,946**	**584,036,531**	**246,919,522**	**357,009,020**	**246,144,424**	**-**	**-**	**941,045,551**	**493,063,946**

Note: Unclaimed fund includes all outstanding claim which have not been settled for more than one year from the date of intimation/maturity.

Fig. in NPR

20 Insurance Payables

Particulars	Current Year	Previous Year
Payable to Reinsurer	194,370,217	12,065,829
Payable to other Insurance Companies	1,775,237	1,775,237
Others (to be Specified)		
Total	**196,145,454**	**13,841,066**

Payable within 12 months:

Particulars	Current Year	Previous Year
Payable to Reinsurer	194,370,217	12,065,829
Payable to other Insurance Companies	1,775,237	1,775,237
Others (to be Specified)		
Total	**196,145,454**	**13,841,066**

21 Current Tax (Assets)/ Liabilities (Net)

Particulars	Current Year	Previous Year
Income Tax Liabilities	1,324,286,927	1,010,678,129
Income Tax Assets	1,449,501,841	1,594,639,421
Total	**125,214,914**	**583,961,292**

22 Borrowings

Particulars	Current Year	Previous Year
Bonds		
Debentures		
Term Loans-Bank and Financial Institution		
Bank Overdrafts		
Others (to be Specified)		
Total	-	-

Payable within 12 months:

Particulars	Current Year	Previous Year
Bonds		
Debentures		
Term Loans-Bank and Financial Institution		
Bank Overdrafts		
Others (to be Specified)		
Total	-	-

23 Other Liabilities

Particulars	Current Year	Previous Year
TDS Payable	128,292,080	143,713,431
Unidentified deposits	33,143,556	35,769,437
Advance Premiums	10,166,351	10,166,351
Insurance Service Fee Payable	141,686,098	147,207,698
Lease Liability	176,992,043	165,762,807
Deferred Reinsurance Commission Income		
Deferred Income		
Others(to be specified)	766,080	766,080
Total	**491,046,208**	**503,385,804**

Fig. in NPR

Payable within 12 months:

Particulars	Current Year	Previous Year
TDS Payable	128,292,080	143,713,431
Unidentified deposits	33,143,556	35,769,437
Advance Premiums		
Insurance Service Fee Payable	141,686,098	147,207,698
Lease Liability	176,992,043	165,762,807
Deferred Reinsurance Commission Income		
Deferred Income		
Others(to be specified)		
Total	**480,113,777**	**492,453,373**

24 Other Liabilities

Particulars	Current Year	Previous Year
Redeemable Preference Shares		
Irredemable Cumulative Preference Shares		
Refundable Share Application Money		
Payable to Agents	418,872,502	631,927,777
Sundry Creditors	63,319,041	62,182,942
Retention and deposits	14,044,992	13,519,339
Short-term employee benefits payable		
i) Salary Payables	40,338,486	29,779,453
ii) Bonus Payables	99,688,734	161,808,718
iii) Other employee benefit payable (to be Specified)		
Audit Fees Payable	2,317,173	1,845,414
Actuarial Fees Payable		-
Dividend Payable	70,276,696	34,623,743
Others - Foreign Exchange Fluctuation	-	8,342
Total	**708,857,624**	**935,695,728**

Payable within 12 months:

Particulars	Current Year	Previous Year
Redeemable Preference Shares		-
Irredemable Cumulative Preference Shares		-
Refundable Share Application Money		-
Payable to Agents	418,872,502	631,927,777
Sundry Creditors	63,319,041	62,182,942
Retention and deposits		
Short-term employee benefits payable		
i) Salary Payables	40,338,486	29,779,453
ii) Bonus Payables	99,688,734	161,808,718
iii) Other employee benefit payable (to be Specified)		-
Audit Fees Payable	2,317,173	1,845,414
Actuarial Fees Payable		
Dividend Payable	70,276,696	34,623,743
Others (to be specified)	-	8,342
Total	**694,812,632**	**922,176,389**

25 Gross Earned Premiums

Particulars	Direct Premium		Premium on Reinsurance Accepted		Gross Change in Unearned Premium		Gross Earned Premium	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	6,201,827,758	6,446,376,919					6,201,827,758	6,446,376,919
Anticipated Endowment	6,793,796,898	4,509,516,866					6,793,796,898	4,509,516,866
Endowment Cum Whole Life	2,884,795,712	2,565,063,163					2,884,795,712	2,565,063,163
Whole Life	-						-	-
Foreign Employment Term	145,918,237	132,952,789					145,918,237	132,952,789
Micro Term							-	-
Special Term	782,726,986	753,753,812					782,726,986	753,753,812
Othes(to be Specified)	-						-	-
Total	**16,809,065,591**	**14,407,663,548**	**-**	**-**	**-**	**-**	**16,809,065,591**	**14,407,663,548**

Fig. in NPR

25.1 Gross Written Premiums

Particulars	First Year Premium		Renewal Premium		Single Premium		Total Direct Premium	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	944,353,336	1,263,706,902	5,071,719,282	4,842,008,081	185,755,140	340,661,936	6,201,827,758	6,446,376,919
Anticipated Endowment	1,476,887,792	1,662,151,721	5,316,101,416	2,846,821,549	807,690	543,596	6,793,796,898	4,509,516,866
Endowment Cum Whole Life	341,874,904	571,267,752	2,542,920,808	1,993,795,411		-	2,884,795,712	2,565,063,163
Whole Life							-	-
Foreign Employment Term		-		-	145,918,237	132,952,789	145,918,237	132,952,789
Micro Term							-	-
Special Term	1,652,819	1,469,073	60,485	58,802	781,013,682	752,225,937	782,726,986	753,753,812
Othes(to be Specified)							-	-
Total	**2,764,768,851**	**3,498,595,448**	**12,930,801,991**	**9,682,683,842**	**1,113,494,749**	**1,226,384,258**	**16,809,065,591**	**14,407,663,548**

Fig. in NPR

26 Premiums Ceded

Particulars	Premium Ceded To Reinsurers		Reinsurer's Share of Change in Unearned Premium		Premium Ceded	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	65,992,705	63,765,273			65,992,705	63,765,273
Anticipated Endowment	167,540,247	173,283,372			167,540,247	173,283,372
Endowment cum Whole Life	39,146,678	32,658,730			39,146,678	32,658,730
Whole Life					-	-
Foreign Employment Term	40,217,698	18,613,391			40,217,698	18,613,391
Micro Term					-	-
Special Term	7,401,988	3,639,665			7,401,988	3,639,665
Others (to be Specified)					-	-
Total	**320,299,316**	**291,960,431**	**-**	**-**	**320,299,316**	**291,960,431**

26.1 Portfolio-wise detail of Net Earned Premium

Particulars	Gross Earned Premium		Premium Ceded		Net Earned Premium	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	6,201,827,758	6,446,376,919	65,992,705	63,765,273	6,135,835,053	6,382,611,645
Anticipated Endowment	6,793,796,898	4,509,516,866	167,540,247	173,283,372	6,626,256,651	4,336,233,494
Endowment cum Whole Life	2,884,795,712	2,565,063,163	39,146,678	32,658,730	2,845,649,034	2,532,404,433
Whole Life	-	-	-	-	-	-
Foreign Employment Term	145,918,237	132,952,789	40,217,698	18,613,391	105,700,538	114,339,399
Micro Term	-	-	-	-	-	-
Special Term	782,726,986	753,753,812	7,401,988	3,639,665	775,324,998	750,114,147
Others (to be Specified)	-	-	-	-	-	-
Total	**16,809,065,591**	**14,407,663,548**	**320,299,316**	**291,960,431**	**16,488,766,275**	**14,115,703,118**

27 Commission Income

Particulars	Reinsurance Commission		Profit Commission		Total Commission Income	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	1,669,046	2,812,690			1,669,046	2,812,690
Anticipated Endowment	8,656,899	10,911,755			8,656,899	10,911,755
Endowment Cum Whole Life	357,713	409,980			357,713	409,980
Whole Life					-	-
Foreign Employment Term					-	-
Micro Term					-	-
Special Term	4,968	3,640			4,968	3,640
Othes(to be Specified)					-	-
Total	**10,688,627**	**14,138,065**	**-**	**-**	**10,688,627**	**14,138,065**

Fig. in NPR

28 Other Direct Income

Particulars	Other Direct Income		Late Fee		Total Other Direct Income	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment			32,180,270	37,790,278	32,180,270	37,790,278
Anticipated Endowment			30,505,758	31,145,119	30,505,758	31,145,119
Endowment Cum Whole Life			17,362,002	20,603,888	17,362,002	20,603,888
Whole Life					-	-
Foreign Employment Term					-	-
Micro Term					-	-
Special Term			1,203	73	1,203	73
Othes(to be Specified)					-	-
Total	-	-	**80,049,233**	**89,539,358**	**80,049,233**	**89,539,358**

29 Income from Investments and Loans

Particulars	Current Year	Previous Year
Interest Income from Financial Assets Designated at Amortised Costs		
i) Fixed Deposit with "A" Class Financial Institutions	3,790,827,433	2,983,496,621
ii) Fixed Deposit with Infrastructure Bank	16,618,293	4,500,001
iii) Fixed Deposit with "B" Class Financial Institutions	242,788,238	189,858,653
iv) Fixed Deposit with "C" Class Financial Institutions	20,627,659	8,977,193
v) Debentures	750,365,898	704,572,766
vi) Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)		
vii) Bank Deposits other than Fixed Deposit		
viii) Agent Loans	11,494,605	16,027,802
ix) Employee Loans	812,687	1,840,053
x) Other Interest Income (to be Specified)		
Financial Assets Measured at FVTOCI		
i) Interest Income on Debentures		
ii) Dividend Income	31,066,961	51,960,769
iii) Other Interest Income (to be specified)		
Financial Assets Measured at FVTPL		
i) Interest Income on Debentures		
ii) Dividend Income		
iii) Other Interest Income (to be specified)		
Rental Income	7,263,897	28,234,099
Others (Miscelleneous Income)		
Total	**4,871,865,672**	**3,989,467,957**

30 Net Gain/(Loss) on Fair Value Changes

Particulars	Current Year	Previous Year
Changes in Fair Value of Financial Assets Measured at FVTPL		
i) Equity Instruments		
ii) Mutual Fund		
iii) Others (to be specified)		
Changes in Fair Value on Investment Properties	6,299,307	16,484,045
Changes in Fair Value on Hedged Items in Fair Value Hedges		
Changes in Fair Value on Hedging Instruments in Fair Value Hedges		
Other (to be Specified)		
Total	**6,299,307**	**16,484,045**

Fig. in NPR

31 Net Realised Gains/ (Losses)

Particulars	Current Year	Previous Year
Realised Gain/(Losses) on Derecognition of Financial Assets Measured at FVTPL		
i) Equity Instruments	-	1,907,372
ii) Mutual Fund		
iii) Debentures		
iv) Others (to be specified)		
Realised Gain/(Losses) on Derecognition of Financial Assets at Amortised Costs		
i) Debentures		
ii) Bonds		
iii) Others (to be specified)		
Total	**-**	**1,907,372**

32 Other Income

Particulars	Current Year	Previous Year
Unwinding of discount on Financial Assets at Amortised Cost		
i) Employee Loan		
ii) Bonds		
iii) Others (to be Specified)		
Foreign Exchange Income		
Interest Income from Finance Lease		
Amortization of Deferred Income		
Profit from disposal of Property and Equipment		
Amortization of Deferred Income		
Stamp Income		
Others (Miscelleneous)	4,813,662	1,127,474
Total	**4,813,662**	**1,127,474**

33 Gross Benefits, Claims Paid and Claims Ceded

Particulars	Gross Benefits and Claims Paid		Claims Ceded		Net Claims Paid	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	3,415,047,222	2,762,905,006	14,964,988	26,229,336	3,400,082,234	2,736,675,670
Anticipated Endowment	3,804,634,280	2,446,851,372	27,212,240	77,608,767	3,777,422,040	2,369,242,605
Endowment cum Whole Life	578,091,379	503,744,027	22,537,544	20,797,204	555,553,835	482,946,823
Whole Life	-				-	-
Foreign Employment Term	180,332,320	330,339,331	55,424,514	107,974,838	124,907,806	222,364,493
Micro Term					-	-
Special Term	407,090,740	233,129,509	914,000	1,053,333	406,176,740	232,076,175
Others (to be Specified)	-				-	-
Total	**8,385,195,940**	**6,276,969,245**	**121,053,286**	**233,663,478**	**8,264,142,654**	**6,043,305,767**

Fig. in NPR

33.1 Details of Gross Benefits and Claim Paid

Particulars	Death Claims		Maturity Benefits		Partial Maturity Benefits		Surrender Claim		Other Claims and Benefits		Total Gross Benefits and Claims	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	121,210,828	216,756,104	1,984,267,310	1,819,424,308		-	1,188,775,815	610,117,364	120,793,269	116,607,230	3,415,047,222	2,762,905,006
Anticipated Endowment	44,382,932	118,759,537	240,709,291	216,346,576	2,874,755,553	1,793,363,604	611,717,306	288,438,187	33,069,198	29,943,468	3,804,634,280	2,446,851,372
Endowment Cum Whole Life	60,476,290	109,050,565	273,641,981	120,205,353		-	200,979,540	252,426,171	42,993,568	22,061,938	578,091,379	503,744,027
Whole Life											-	-
Foreign Employment Term	176,441,844	323,205,929		-		-		-	3,890,476	7,133,402	180,332,320	330,339,331
Micro Term											-	-
Special Term	385,062,508	215,016,859	21,453,232	18,045,994		-	-	26,656	575,000	40,000	407,090,740	233,129,509
Others (to be Specified)											-	-
Total	**787,574,401**	**982,788,994**	**2,520,071,814**	**2,174,022,231**	**2,874,755,553**	**1,793,363,604**	**2,001,472,661**	**1,151,008,378**	**201,321,511**	**175,786,038**	**8,385,195,940**	**6,276,969,245**

Fig. in NPR

34 Change in Insurance Contract Liabilities

Particulars	Gross Change in Insurance Contract Liabilities		Change in Reinsurance Assets		Net Change in Insurance Contract Liabilities	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	3,740,606,346	4,385,020,492	(770,200)	1,749,605	3,741,376,546	4,383,270,887
Anticipated Endowment	2,630,402,594	1,721,723,546	(4,372,280)	11,981,748	2,634,774,874	1,709,741,798
Endowment cum Whole Life	2,791,034,690	2,333,049,568	785,714	(2,129,285)	2,790,248,976	2,335,178,853
Whole Life			-		-	-
Foreign Employment Term	(22,243,734)	(123,287,320)	5,150,000		(27,393,734)	(123,287,320)
Micro Term			-		-	-
Special Term	174,417,116	348,009,761	(4,970,000)	4,970,000	179,387,116	343,039,761
Others (to be Specified)			-		-	-
Total	**9,314,217,012**	**8,664,516,046**	**(4,176,766)**	**16,572,068**	**9,318,393,778**	**8,647,943,978**

35 Commission Expenses

Particulars	Commission Expenses on First Year Premium		Commission Expenses on Renewal Premium		Commission Expenses on Single Premium		Total Commission Expenses	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	185,540,196	231,905,771	335,796,450	260,636,736	12,055,098	21,555,529	533,391,744	514,098,036
Anticipated Endowment	292,082,195	348,525,123	219,012,928	163,810,465	48,462	32,615	511,143,585	512,368,203
Endowment Cum Whole Life	82,476,427	139,023,966	377,350,462	282,920,793			459,826,889	421,944,759
Whole Life							-	-
Foreign Employment Term							-	-
Micro Term							-	-
Special Term	-		-		77,867,962	74,701,068	77,867,962	74,701,068
Othes(to be Specified)							-	-
Total	**560,098,818**	**719,454,860**	**932,159,840**	**707,367,994**	**89,971,522**	**96,289,212**	**1,582,230,179**	**1,523,112,065**

Fig. in NPR

36 Service Fees

Particulars	Service Fees		Reinsurer's Share of Service Fees		Net Service Fees	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	55,199,621	64,463,769	607,451	637,653	54,592,170.35	63,826,116
Anticipated Endowment	51,647,356	45,095,169	1,456,997	1,732,834	50,190,358.65	43,362,335
Endowment Cum Whole Life	24,165,324	25,650,632	353,850	326,587	23,811,473.75	25,324,044
Whole Life					-	-
Foreign Employment Term	1,107,568	1,329,528	305,461	186,134	802,106.63	1,143,394
Micro Term					-	-
Special Term	6,435,167	7,537,538	56,851	36,397	6,378,316.28	7,501,141
Othes(to be Specified)					-	-
Total	**138,555,036**	**144,076,635**	**2,780,610**	**2,919,604**	**135,774,425.66**	**141,157,031**

Note: Service fees shall be calculated on the basis of Gross Written Premiums as Per Note 25.1.

37 Other Direct Expenses

Particulars	Reinsurance Commission Expenses		Other Direct Expenses		Total Other Direct Expenses	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment					-	-
Anticipated Endowment					-	-
Endowment Cum Whole Life					-	-
Whole Life					-	-
Foreign Employment Term					-	-
Micro Term					-	-
Special Term					-	-
Othes(to be Specified)					-	-
Total	-	-	-	-	-	-

Fig. in NPR

38 Employee Benefits Expenses

Particulars	Current Year	Previous Year
Salaries	123,336,716	105,492,105
Allowances	152,385,583	146,618,198
Festival Allowances	9,790,681	8,911,801
Defined Benefit Plans		
i) Gratuity	15,569,969	13,081,831
ii) Others (to be Specified)		
Defined Contribution Plans		
i) Provident Fund/ Social Security Fund	12,157,489	10,424,053
ii) Others (to be specified)		
Leave Encashments	4,573,590	4,334,763
Termination Benefits	-	
Training Expenses	9,029,663	3,684,109
Uniform Expenses	149,800	111,644
Medical Expenses	-	
Insurance Expenses	9,137,560	8,386,600
Welfare	-	
Others (Staff Refreshment Expenses & Recruitment Expenses)	6,613,318	5,808,696
Sub-Total	342,744,370	306,853,800
Employees Bonus	103,758,615	85,385,668
Total	**446,502,984**	**392,239,468**

39 Depreciation & Amortization Expenses

Particulars	Current Year	Previous Year
Amortization of Goodwill & Intangible Assets (Refer Note. 4)	760,004	1,021,566
Depreciation on Property and Equipment (Refer Note.5)	57,163,253	51,693,442
Depreciation on Investment Properties (Refer Note. 6)		
Total	**57,923,257**	**52,715,008**

Fig. in NPR

40 Impairment Losses

Particulars	Current Year	Previous Year
Impairment Losses on Property and Equipment, Investment Properties, Goodwill & Intangible Assets		
i) Property and Equipment		
ii) Investment properties		
iii) Goodwill & Intangible Assets		
Impairment Losses on Financial Assets		
i) Investments		
ii) Loans	7,740,988	4,186,696
iii) Other Financial Assets		
iv) Cash and Cash Equivalents		
v) Others (Premium Income not deposited into Bank)	796,131	2,909,700
Impairment Losses on Other Assets		
i) Reinsurance Assets		
ii) Insurance Receivables		
iii) Lease Receivables		
iv) Others (Receivable Against Matured Investment)		8,780,000
Total	**8,537,119**	**15,876,396**

41 Other Operating Expenses

Particulars	Current Year	Previous Year
Rent Expenses	9,777,159	14,019,388
Electricity and Water	4,661,522	4,224,246
Repair & Maintenance		
i) Building	2,636,949	165,318
ii) Vehicle	923,403	784,330
iii) Office Equipments	575,130	763,931
iv) Others (Computer & Handling,Furniture & Fixture, Software)	3,180,550	1,414,898
Telephone & Communication	9,244,404	10,106,860
Printing & Stationary	22,236,354	19,823,515
Office Consumable Expenses	20,275,050	17,779,938
Travelling Expenses		
i) Domestic	4,933,113	2,654,923
ii) Foreign	-	-
Transportation Expenses	448,430	273,005
Agents Training	27,613,366	16,661,483
Agents Others	630,659,017	781,020,830
Insurance Premium	2,563,900	2,519,478
Security and Outsourcing Expenses	2,106,320	1,350,538
Legal and Consulting Expenses	1,885,276	2,201,963

Particulars	Current Year	Previous Year
Newspapers, Books and Periodicals	62,850	49,550
Advertisement & Promotion Expenses	32,653,677	26,667,627
Business Promotion	1,197,899	882,159
Guest Entertainment	60,567	70,419
Gift and Donations	926,000	3,111,949
Board Meeting Fees and Expenses		
i) Meeting Allowances	3,118,000	2,195,000
ii) Other Allowances	1,652,907	1,066,220
Other Committee/ Sub-committee Expenses		
i) Meeting Allowances	1,239,500	1,087,500
ii) Other Allowances	-	1,740
General Meeting Expenses	355,119	298,959
Actuarial Service Fee	2,488,331	2,599,386
Other Actuarial Expenses	1,465,853	
Audit Related Expenses		
i) Statutory Audit	791,000	791,000
ii) Tax Audit	167,000	167,000
iii) Long Form Audit Report	22,000	22,000
iv) Other Fees	1,171,131	-
v) Internal Audit	452,000	452,000
vi) Others (Audit Expenses)	921,510	408,745
Bank Charges	2,120,838	1,630,579
Fee and Charges	-	
Postage Charges	2,136,627	1,298,434
Foreign Exchange Losses		
Others (to be Specified)		
Foreign Employment Pool Management Expenses	(190)	6,647,639
Fuel	11,669,984	8,411,973
Other Expenses	4,681,869	4,531,455
Stamp Expenses	1,267,849	1,593,641
Sub-Total	**814,342,263**	**939,749,619**
Medical examination fee	15,357,706	17,238,922
Fines, interest, Late Fees and Penalties	3,398,874	4,398,582
Total	**833,098,843**	**961,387,124**

Fig. in NPR

42 Finance Cost

Particulars	Current Year	Previous Year
Unwinding of discount on Provisions		
Unwinding of discount on Financial Liabilities at Amortised Costs		
Interest Expenses - Bonds		
Interest Expenses - Debentures		
Interest Expenses - Term Loans	19,843,693	13,214,762
Interest Expenses - Leases		
Interest Expenses - Overdraft Loans		
Others (Finance Cost of Lease Liability)	21,295,560	19,836,731
Total	**41,139,253**	**33,051,493**

43 Income Tax Expense

(a) Income Tax Expense

Particulars	Current Year	Previous Year
Current Tax		
i) Income Tax Expenses for the Year	687,566,668	430,207,870
ii) Income Tax Relating to Prior Periods	29,743,554	7,581,546
Deferred Tax For The Year		
i) Originating and reversal of temporary differences	(23,739,620)	3,159,249
ii) Changes in tax rate		
iii) Recognition of previously unrecognised tax losses		
iv) Write-down or reversal		
v) Others (to be Specified)		
Income Tax Expense	**693,570,602**	**440,948,664**

(b) Reconciliation of Taxable Profit & the Accounting Profit **Fig. in NPR**

Particulars	Current Year	Previous Year
Accounting Profit Before Tax	1,673,911,676	1,177,407,967
Applicable Tax Rate	25%	25%
Tax at the applicable rate on Accounting Profit	**418,477,919**	**294,351,992**
Add: Tax effect of expenses that are not deductible for tax purpose		
i) Net Claim benefits	2,068,124,047	1,510,826,442
ii) Changes in Insurance Contract Liabilities	2,327,510,061	2,161,985,995
Less: Tax effect on exempt income and additional deduction		
i) Premium	(4,122,191,569)	(3,528,925,779)
ii) Fair Value gains and losses	(1,574,827)	(4,121,011)
iii) Share of profit of an associate	(2,601,189)	(2,647,578)
iv)Dividend income	(7,766,740)	(12,990,192)
v)Rent Equilization Income	4,539,520	4,562,219
vi)Interest Income from Employees	(146,728)	(142,527)
vii)Depreciation	(9,945,148)	(7,725,403)
viii)Leave Encashment	(3,597,621)	(2,819,520)

Particulars	Current Year	Previous Year
ix)Gratuity	(2,469,943)	(1,302,971)
x)Share Related Expenses	-	(589,159)
xi)Rent Expense/Rent Equilization	(9,968,392)	(9,057,350)
xii)Provision written back not claimed as expense	-	-
Less: Adjustments to Current Tax for Prior Periods		
Add/ (Less): Others(to be Specified)		
i) Income from Gratuity with CIT	520,451	780,803
ii) Donation and gifts	231,500	752,987
iii)Leave encashment	1,143,398	1,083,691
iv)Gratuity	3,892,492	2,730,125
v)Insurance Pool Expenses		
vi)Impairment Loss on Loans and Receivables	2,134,280	3,969,099
vi)Impairment Loss on Held for sale financial Assets		
viii)Impairment Loss on Property and Equipment		
ix)Depreciation	14,480,814	13,178,752
x)Fine and Penalty	849,719	1,099,646
xi)Repair and Maintenance Capitalized	600,736	248,428
xii)Ammortization of Investments		
xiii)Finance Cost	5,323,890	4,959,183
Income Tax Expense	**687,566,668**	**430,207,870**
Effective Tax Rate	**41.08%**	**36.54%**

44 Employee Retirement Benefits

a) Post Employment Benefit - Defined Contribution Plans
For the year ended Ashadh 31st, 2080 (July 16, 2023) the company has recognised an amount of NPR. 12,157,489 as an expenses under the defined contribution plans in the Statement of Profit or Loss.

b) Post Employment Benefit - Defined Benefit Plans
For Defined Benefit Plans, the cost of providing benefits is determined using the Projected Unit Credit Method, with Actuarial Valuations being carried out.

c) Total Expenses Recognised in the Statement of Profit or Loss

Particulars	Employee Benefit Plan		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
Current service cost	9,462,945	7,862,709	1,286,591	1,390,093
Past service cost	-	-	-	-
Net interest cost (a-b)	3,980,624	3,057,791	3,286,999	2,944,670
a. Interest expense on defined benefit obligation (DBO)	6,504,905	5,639,402	3,286,999	2,944,670
b. Interest (income) on plan assets	(2,524,281)	(2,581,611)	-	-
Defined benefit cost included in Statement of Profit or Loss	**13,443,569**	**10,920,500**	**4,573,590**	**4,334,763**

Fig. in NPR

d) Remeasurement effects recognised in Statement of Other Comprehensive Income (OCI)

Particulars	Employee Benefit Plan		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
a. Actuarial (gain)/ loss due to financial assumption changes in DBO	-	(4,201,968)	-	(2,548,510)
b. Actuarial (gain)/ loss due to experience on DBO	18,406,324	1,947,506	19,811,204	11,354,024
c. Return on plan assets (greater)/ less than discount rate	(41,575)	(57,548)	-	-
Total actuarial (gain)/ loss included in OCI	**18,364,749**	**(2,312,010)**	**19,811,204**	**8,805,514**

e) Total cost recognised in Comprehensive Income

Particulars	Employee Benefit Plan		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
Cost recognised in Statement of Profit or Loss	13,443,569	10,920,500	4,573,590	4,334,763
Remeasurements effects recognised in OCI	18,364,749	(2,312,010)	19,811,204	8,805,514
Total cost recognised in Comprehensive Income	**31,808,318**	**8,608,490**	**24,384,794**	**13,140,277**

f) Change in Defined Benefit Obligation

Particulars	Employee Benefit Plan		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
Defined benefit obligation as at the beginning of the year	76,528,294	70,492,529	38,670,574	36,808,375
Service cost	9,462,945	7,862,709	1,286,591	1,390,093
Interest cost	6,504,905	5,639,402	3,286,999	2,944,670
Benefit payments from plan assets	(9,879,770)	(5,211,884)	(14,390,484)	(11,278,078)
Actuarial (gain)/ loss - financial assumptions	-	(4,201,968)	-	(2,548,510)
Actuarial (gain)/ Loss - experience	18,406,324	1,947,506	19,811,204	11,354,024
Defined Benefit Obligation as at Year End	**101,022,698**	**76,528,294**	**48,664,884**	**38,670,574**

g) Change in Fair Value Of Plan Assets

Particulars	Employee Benefit Plan		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
Fair value of plan assets at end of prior year	29,697,418	32,270,143	-	-
Interest Income	-	-	-	-
Expected return on plan assets	2,524,281	2,581,611	-	-
Employer contributions	-	-	-	-
Participant contributions	-	-	-	-
Benefit payments from plan assets	(9,879,770)	(5,211,884)	-	-
Transfer in/ transfer out	-	-	-	-
Actuarial gain/ (loss) on plan assets	41,575	57,548	-	-
Fair value of Plan Assets as at Year End	**22,383,504**	**29,697,418**	**-**	**-**

h) Net Defined Benefit Asset/(Liability)

Particulars	Employee Benefit Plan		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
Defined Benefit Obligation	101,022,698	76,528,294	48,664,884	38,670,574
Fair Value of Plan Assets	(22,383,504)	(29,697,418)	-	-
Liability/ (Asset) Recognised in Statement of Financial Position	**78,639,194**	**46,830,876**	**48,664,884**	**38,670,574**

Fig. in NPR

i) Expected Company Contributions for the Next Year

Particulars	Employee Benefit Plan		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
Expected company contributions for the next year	-	-	-	-

j) Reconciliation of amounts in Statement of Financial Position

Particulars	Employee Benefit Plan		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
Net defined benefit liability/(asset) at prior year end	46,830,877	38,222,387	38,670,574	36,808,375
Defined benefit cost included in Statement of Profit or Loss	13,443,569	10,920,500	4,573,590	4,334,763
Total remeasurements included in OCI	18,364,749	(2,312,010)	19,811,204	8,805,514
Acquisition/ divestment	-	-	-	-
Direct Benefits Payments by Employer	-	-	(14,390,484)	(11,278,078)
Employer contributions	-	-	-	-
Net defined benefit liability/(asset)	**78,639,195**	**46,830,877**	**48,664,884**	**38,670,574**

k) Reconciliation of Statement of Other Comprehensive Income

Particulars	Employee Benefit Plan		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
Cumulative OCI - (Income)/Loss, beginning of period	(16,822,197)	(14,510,187)	21,419,960	12,614,446
Total remeasurements included in OCI	18,364,749	(2,312,010)	19,811,204	8,805,514
Cumulative OCI - (Income)/Loss	**1,542,552**	**(16,822,197)**	**41,231,164**	**21,419,960**

l) Current/Non - Current Liability

Particulars	Employee Benefit Plan		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
Current Liability	4,976,400	4,723,536	2,228,403	1,844,463
Non - Current Liability	96,046,299	71,804,759	46,436,481	36,826,111
Total	**101,022,699**	**76,528,295**	**48,664,884**	**38,670,574**

m) Expected Future Benefit Payments

Particulars	Employee Benefit Plan		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
Within 1 year	5,399,394	5,125,037	-	-
Between 1-2 years	5,671,497	4,430,178	2,417,818	2,001,242
Between 2-5 years	23,388,081	15,124,833	11,400,152	8,855,903
From 6 to 10	49,278,210	40,626,229	19,133,923	16,116,525
Total	**83,737,182**	**65,306,277**	**32,951,893**	**26,973,670**

Fig. in NPR

n) Plan assets

Particulars	Employee Benefit Plan		Leave Encashment	
	Current Year (% Invested)	Previous Year (% Invested)	Current Year (% Invested)	Previous Year (% Invested)
Government Securities (Central and State)	-	-	-	-
Corporate Bonds (including Public Sector bonds)	-	-	-	-
Mutual Funds	-	-	-	-
Deposits	100%	100%	-	-
Cash and bank balances	-	-	-	-
Others (to be Specified)	-	-	-	-
Total	**100%**	**100%**	**-**	**-**

o) Sensitivity Analysis

Particulars	Employee Benefit Plan		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
Effect in Defined Benefit Obligation Due to 1% Increase in Discount Rate	90,952,171	69,072,193	43,067,134	34,234,111
Effect in Defined Benefit Obligation Due to 1% Decrease in Discount Rate	112,887,514	85,293,372	55,420,380	44,023,661
Effect in Defined Benefit Obligation Due to 1% Increase in Salary Escalation Rate	111,360,547	84,148,870	54,625,776	43,393,075
Effect in Defined Benefit Obligation Due to 1% Decrease in Salary Escalation Rate	91,998,953	69,863,020	43,580,098	34,641,579
Effect in Defined Benefit Obligation Due to 1% Increase in Attrition Rate	98,467,012	74,665,441	47,052,055	37,393,727
Effect in Defined Benefit Obligation Due to 1% Decrease in Attrition Rate	103,948,209	78,659,649	50,551,037	40,163,775

p) Assumptions

Particulars	Employee Benefit Plan	Leave Encashment
Discount Rate	8.50%	8.50%
Escalation Rate (Rate of Increase in Compensation Levels)	12.21%	12.21%
Attrition Rate (Employee Turnover)	6.48%	6.48%
Mortality Rate During Employment	1.44%	1.44%

45 Fair Value Measurements

(i) Financial Instruments by Category & Hierarchy

This section explains the judgements and estimates made in determining the Fair Values of the Financial Instruments that are (a) recognised and measured at fair value and (b) measured at Amortised Cost and for which Fair Values are disclosed in the Financial Statements.

To provide an indication about the reliability of the inputs used in determining Fair Value, the Company has classified its financial instruments into Three Levels prescribed as per applicable NFRS.

Particulars	Level	Current Year			Previous Year		
		FVTPL	FVOCI	Amortised Cost	FVTPL	FVOCI	Amortised Cost
Investments							
i) Investment in Equity Instruments							
Investment in Equity (Quoted)	1		5,776,778,476			5,332,294,714	
Investment in Equity (Unquoted)	3		4,580,000				
ii) Investment in Mutual Funds	1		250,084,420			179,544,441	
iii) Investment in Preference Shares of Bank and Financial Institutions							
iv) Investment in Debentures	3			7,746,339,000			7,636,339,000
v) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	3			-			-
vi) Fixed Deposits	3			44,964,200,000			37,570,100,000
vii) Others (to be specified)							
Loans	3			10,158,357,277			8,014,417,950
Other Financial Assets	3			1,461,803,109			1,331,137,660
Cash and Cash Equivalents	3			1,524,065,300			1,308,134,833
Total Financial Assets		-	6,031,442,896	65,854,764,686	-	5,511,839,155	55,860,129,444
Borrowings		-		-			-
Other Financial Liabilities	3			708,857,624			935,695,728
Total Financial Liabilities		**-**	**-**	**708,857,624**	**-**	**-**	**935,695,728**

Level 1: Level 1 Hierarchy includes Financial Instruments measured using Quoted Prices.
Level 2: Fair Value of Financial Instruments that are not traded in an active market is determined using valuation techniques which maximises the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to determine Fair Value of an instrument are observable, the instrument is included in Level 2.
Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3.

There is no transfer of Financial Instruments between different levels as mentioned above during the year.

(ii) Valuation Technique Used to Determine Fair Value

a) Use of quoted market prices or dealer quotes for similar instruments
b) Fair Value of remaining financial instruments is determined using discounted cash flow analysis

(iii) Valuation Process

The finance and accounts department of the Company performs the valuation of financial assets and liabilities required for financial

reporting purposes. Discussion
on valuation processes and results are held at least once in a year.
The main level 3 inputs are derived and evaluated as follows:
a) Discount rate is arrived at considering the internal and external factors.
b) Discounting has been applied where assets and liabilities are non-current, and the impact of the discounting is material

(iv) Fair Value of Financial Assets and Liabilities Measured at Amortised Cost

Particulars	Current Year		Previous Year	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Investments				
i) Investment in Preference Shares of Bank and Financial Institutions				
ii) Investment in Debentures	7,746,339,000	7,746,339,000	7,636,339,000	7,636,339,000
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-		-	-
iv) Fixed Deposit	44,964,200,000	44,964,200,000	37,570,100,000	37,570,100,000
v) Others (to be Specified)				
Loans				
i) Loan to Associates	-		-	
ii) Loan to Employees	47,815,961	47,815,961	59,794,126	59,794,126
iii) Loan to Agent	66,446,036	66,446,036	182,144,096	182,144,096
iv) Loan to Policyholders	10,044,095,281	10,044,095,281	7,806,949,933	7,806,949,933
v) Others (to be Specified)				
Other Financial Assets	1,461,803,109	1,461,803,109	1,331,137,660	1,331,137,660
Total Financial Assets at Amortised Cost	**64,330,699,386**	**64,330,699,386**	**53,255,327,155**	**53,255,327,155**
Borrowings				
i) Bonds	-		-	
ii) Debentures	-		-	
iii) Term Loans - Bank and Financial Institution	-		-	
iv) Bank Overdrafts	-		-	
v) Others (to be Specified)	-		-	
Other Financial Liabilities	708,857,624	708,857,624	935,695,728	935,695,728
Total Financial Liabilities at Amortised Cost	**708,857,624**	**708,857,624**	**935,695,728**	**935,695,728**

The fair values of the above financial instruments measured at amortised cost are calculated based on cash flows discounted using current discount rate.
The carrying amounts of cash and cash equivalents are considered to be the same as their fair values due to their short-term nature.

Recommendatory Notes to the Financial Statements

46 Insurance Risk

Insurance risk includes the risk of incurring higher claims costs than expected owing to the random nature of claims, frequency and severity and the risk of change in the legal or economic conditions of insurance or reinsurance cover. This may result in the insurer having either received too little premium for the risks it has agreed to underwrite and hence has not enough funds to invest and pay claims, or that claims are in excess of those expected.

The Company seeks to minimise insurance risk through a formalised reinsurance arrangement with an appropriate mix and spread of business between classes of business based on its overall strategy. This is complemented by observing formalised risk management policies.
The Company considers insurance risk to be a combination of the following components of risks:
a) Product development
b) Pricing
c) Underwriting and
d) Claims Handling
e) Reinsurance
f) Reserving

a) Product development:
The Company principally issues the following types of Life Insurance contracts:
- Endowment
- Anticipated Endowment
- Endowment Cum Whole Life
- Whole Life
- Foreign Employment Term
- Other Term
- Special Term
- Others (to be Specified)

The above risk exposure is mitigated by the diversification across a large portfolio of insurance contracts and geographical areas. The variability of risks is improved by careful selection and implementation of underwriting strategies, which are designed to ensure that risks are diversified in terms of type of risk and level of insured benefits. Furthermore, strict claim review policies to assess all new and ongoing claims, regular detailed review of claims handling procedures and frequent investigation of possible fraudulent claims are put in place to reduce the risk exposure of the Company. The Company further enforces a policy of actively managing and promptly pursuing claims, in order to reduce its exposure to unpredictable future developments that can negatively impact the business."

b) Pricing:
The pricing of an insurance product involves the estimation of claims, operational and financing costs and the income arising from investing the premium received. The pricing process typically comprises collecting data on the underlying risks to be covered, determining the pricing assumptions and the base rate, setting the final premium rate, and monitoring the review of the appropriateness of pricing.

The Company collects adequate data to validate the reasonableness of the underlying assumptions used for pricing. The base rate represents the amount required to meet the value of anticipated benefits, expenses, and margins for risks and profit. Data primarily relates to the company's own historical experience and that of the industry where relevant. These may be supplemented by other internal and external data, and could include trends observed in claims costs and expenses.

Pricing is done by modelling all identified risks, using appropriate methodologies depending on the complexity of the risks and available data. Adequate buffers are kept in the premiums to cushion against the risk that actual experience may turn out to be worse than expected.

c) Underwriting:
The Company's underwriting process is governed by the by the internal underwriting procedures. Some of the actions undertaken to mitigate underwriting risks are detailed below:
i) Investments are made on the training and development of underwriting and claims management staff, including those attached to the distribution network.

ii) Application of Four-Eye principle on underwriting process.
iii) Pre-underwriting inspections are made on new business over a predetermined threshold to evaluate risk prior to acceptance.
iv) Post-underwriting reviews are conducted to ensure that set guidelines have been observed.
v) Adequate reinsurance arrangements are in place and reviews are undertaken to ensure the adequacy of these covers.

d) Claims handling:

The Company considers insurance claim risk to be a combination of the following components of risks:
i) Mortality Risk – risk of loss arising due to policyholder death experience being different than expected
ii) Longevity Risk – risk of loss arising due to the annuitant living longer than expected
iii) Investment Return Risk – risk of loss arising from actual returns being different than expected
iv) Expense Risk – risk of loss arising from expense experience being different than expected
v) Policyholder Decision Risk – risk of loss arising due to policyholder experiences (lapses and surrenders) being different than expected

Assumptions

The assumptions that have the greatest effect on the statement of financial position and statement of profit or loss of the Company are listed below:

Particulars	Current Year				Previous Year			
	Mortality Rates	Investment Return	Lapse and Surrender Rate	Discount Rate	Mortality Rates	Investment Return	Lapse and Surrender Rate	Discount Rate
Life Insurance	Product Assumption Table	9.45%	5.31%	6%	Product Assumption Table	9.90%	7.66%	6%

Sensitivities

The life insurance claim liabilities are sensitive to the key assumptions as mentioned in the table below. The following analysis is performed for reasonably possible movements in key assumptions with all other assumptions held constant, showing the impact on gross and net liabilities, profit before tax and profit after tax. The correlation of assumptions will have a significant effect in determining the ultimate claims liabilities, but to demonstrate the impact due to changes in assumptions, assumptions had to be changed on an individual basis.

Particulars	Changes in Assumptions	Current Year		Previous Year	
		Increase/ (Decrease) on Gross Liabilities	Increase/ (Decrease) on Net Liabilities	Increase/ (Decrease) on Gross Liabilities	Increase/ (Decrease) on Net Liabilities
Mortality Rate	"+"50%	55,322,306,941		46,824,010,635	
Longevity	+ 10%				
Discount Rate	+ 1%	49,295,563,719		41,182,198,876	
Mortality Rate	-50%	53,464,679,184		46,465,116,950	
Longevity	-10%				
Discount Rate	-1%	60,961,704,813		52,413,920,568	

e) Reinsurance

The Company purchases reinsurance as part of its risks mitigation programme. Premium ceded to the reinsurers is in accordance with the terms of the programmes already agreed based on the risks written by the insurance companies. Recoveries from reinsurers on claims are based on the cession made in respect of each risk and is estimated in a manner consistent with the outstanding claims provisions made for the loss. Although we mitigate our exposures through prudent reinsurance arrangements, the obligation to meet claims emanating from policy holders rests with the Company. Default of reinsurers does not negate this obligation and in that respect the Company carries a credit risk up to the extent ceded to each reinsurer.

f) Reserving

Insurance Contract Liabilities are created to cover this risk based on the actuarial valuation report.
The table below sets out the concentration of risk associated with above mentioned products. Risk as at year end has been measured as insurance contract liabilities and disclosed as below:

Particulars	Current Year			Previous Year		
	Gross Insurance Liabilities	Reinsurance Assets	Net Liabilities	Gross Insurance Liabilities	Reinsurance Assets	Net Liabilities
Endowment	31,297,008,536	1,278,572	31,295,729,964	25,140,225,719	(16,967,796)	25,157,193,516
Anticipated Endowment	12,432,824,744	14,832,483	12,417,992,261	8,198,128,052	(7,909,728)	8,206,037,780
Endowment Cum Whole Life	15,925,638,700	2,000,000	15,923,638,700	12,569,233,999	56,332,333	12,512,901,666
Whole Life			-			
Foreign Employment Term	173,563,707	5,150,000	168,413,707	177,861,030	129,115	177,731,915
Other Term			-			
Special Term	882,829,182		882,829,182	637,377,010	80,572,161	556,804,849
Others (to be Specified)						
Total	**60,711,864,869**	**23,261,055**	**60,688,603,814**	**46,722,825,809**	**112,156,084**	**46,610,669,725**

47 Financial Risk

The Company's activities expose it to Credit Risk, Liquidity Risk & Market Risk.

i) Credit Risk

Credit risk is the risk of financial loss as a result of the default or failure of third parties to meet their payment obligations to the Company. Thus, for an insurance contract, credit risk includes the risk that an insurer incurs a financial loss because a reinsurer defaults on its obligations under the reinsurance contract.

The following policies and procedures are in place to mitigate the Company's exposure to credit risk:

a. Company has credit risk policy which sets out the assessment and determination of what constitutes credit risk for the Company. Compliance with the policy is monitored and exposures and breaches are reported to the Company's risk committee. The policy is regularly reviewed for pertinence and for changes in the risk environment.

b. Reinsurance is placed with counterparties that have a good credit rating and concentration of risk is avoided by entering into agreement with more than one party. At each reporting date, management performs an assessment of creditworthiness of reinsurers and updates the reinsurance purchase strategy, ascertaining suitable allowance for impairment.

c. The company deals with only creditworthy counterparties and obtains sufficient collateral where appropriate, as a means of mitigating the risk of financial loss from defaults.

Expected Credit Losses for Financial Assets at Amortised Costs as at Ashadh 31, 2080

Particulars		Asset Group	Gross Carrying Amount	Expected probability of Default	Expected Credit Losses	Carrying Amount After Provision
Credit Risk has not significantly increased since initial recognition	Loss allowance measured at 12 months expected credit losses	Loan to Employees	53,664,313	10.90%	5,848,352	47,815,961
		Loan To Agent	102,808,876	35.37%	36,362,840	66,446,035
		Loan to Policyholders	10,044,095,281	0%		10,044,095,281
Credit Risk has significantly increased and not credit impaired	Loss allowance measured at life-time expected credit losses					
Credit Risk has significantly increased and credit impaired						

Expected Credit Losses for Financial Assets at Amortised Costs as at Ashadh 31, 2079

Particulars		Asset Group	Gross Carrying Amount	Expected probability of Default	Expected Credit Losses	Carrying Amount After Provision
Credit Risk has not significantly increased since initial recognition	Loss allowance measured at 12 months expected credit losses	Loan to Employees	59,794,126	0%		59,794,126
		Loan To Agent	182,144,096	18.92%	34,470,204	147,673,892
		Loan to Policyholders	7,806,949,933	0%		7,806,949,933
Credit Risk has significantly increased and not credit impaired	Loss allowance measured at life-time expected credit losses					
Credit Risk has significantly increased and credit impaired						

Reconciliation of Loss Allowance Provision

Particulars	Measured at 12 months expected credit losses	Measured at life-time expected credit losses	
		Credit Risk has significantly increased and not credit impaired	Credit Risk has significantly increased and credit impaired
Loss Allowance on Ashadh 32, 2079	34,470,204		
Changes in loss allowances	7,740,987		
Write-offs			
Recoveries			
Loss Allowance on Ashadh 31, 2080	**42,211,192**	-	-

ii) Liquidity Risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. In respect of catastrophic events there is also a liquidity risk associated with the timing differences between gross cash out–flows and expected reinsurance recoveries.

Maturity of Financial Liabilities:

The table below summarises the Company's Financial Liabilities into Relevant Maturity Groupings based on their Contractual Maturities for all Financial Liabilities.

Particulars	Current Year			Previous Year		
	Upto 1 Year	1 Year to 5 Year	More than 5 Year	Upto 1 Year	1 Year to 5 Year	More than 5 Year
Borrowings						
Other Financial Liabilities	694,812,632		14,044,992	935,695,728		
Total Financial Liabilities	**694,812,632**	-	**14,044,992**	**935,695,728**	-	-

iii) Market Risk

a1) Foreign Currency Risk Exposure
Foreign exchange risk is the potential for the Company to experience volatility in the value of its assets, liabilities and solvency and to suffer actual financial losses as a result of changes in value between the currencies of its assets and liabilities and its reporting currency. The Company does not maintain foreign currency denominated assets in its investment portfolios and as such is not exposed to foreign exchange risk related to investments.

The Company has no significant concentration of currency risk. The amount with reinsurer is settled in Nepali Rupee.

b1) Interest Rate Risk
Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.
The major interest rate risk that the Company is exposed to is the discount rate for determining insurance liabilities.

b2) Interest Rate Sensitivity
Profit or Loss is sensitive to changes in Interest Rate for Borrowings. A change in Market Interest Level by 1% which is reasonably possible based on Management's Assessment would have the following effect on the Profit After Tax.

Particulars	Current Year	Previous Year
Interest Rate - Increase By 1%*	-	-
Interest Rate - Decrease By 1%*	-	-

* Holding all other Variable Constant

c1) Equity Price Risk
"Equity price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in equity prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or by factors affecting all similar financial instruments traded in the market.

The Company has invested in equity securities and the exposure is equity securities price risk from investments held by the Company and classified in the statement of financial position as fair value through OCI."\

c2) Sensitivity
The table below summarises the impact of increase/decrease of the index in the Company's equity and impact on OCI for the period. The analysis is based on the assumption that the equity index had increased/ decreased by 1% with all other variables held constant, and that all the Company's equity instruments moved in line with the index.

Particulars	Current Year	Previous Year
Interest Rate - Increase By 1%*	5,830,590,875	5,390,408,926
Interest Rate - Decrease By 1%*	5,722,966,077	5,274,180,502

* Other components of equity would increase/decrease as a result of gains/ (losses) on equity securities classified as fair value through other comprehensive income.

48 Operational Risk
Operational Risk is the risk of direct or indirect loss, or damaged reputation resulting from inadequate or failed internal processes, people and systems or external events. When controls fail to perform, operational risks can cause damage to reputation, have legal or regulatory implications or can lead to financial loss. The Company cannot expect to eliminate all operational risks, but by initiating a rigorous control framework and by monitoring and responding to potential risks, the Company is able to manage the risks. Controls include effective segregation of duties, access controls, authorisation and reconciliation procedures, staff education and assessment processes, including the use of internal audit. Business risks such as changes in environment, technology and the industry are monitored through the Company's strategic planning and budgeting process.

49 Climate Risk

Assessing the impact of climate-related risks on the insurance industry is challenging due to the complexity, uncertainty, long-term horizon, data limitations, and regulatory/market uncertainty associated with climate change. Hence, National Life will employ robust risk management practices to access the impact of climate related risks and take necessary actions to mitigate those impacts. Also, National Life is in drafting phase of climate policy as the detailed impact study is going on. The impact study is going on and the climate policy is also in drafting phase, thus necessary work responsibilities will be assigned to the dedicated team. Meanwhile the team is doing the impact study of climate risk by collecting the relevant data and analyzing those data. Strategic plan to address the impact of climate risks and opportunities on our company's business, strategy, and financial planning, especially in line with the orderly scenario defined by the Network for Greening Financial System (NGFS) is in draft phase as the steps defined by NGFS. Once the impact study and strategic plan is finalized then the company shall prepare the Risk Management Systems Framework by including the various processes for identifying, assessing and monitoring climate change risks including the effect of climate change risk on reputation, liability, credit, market, strategic and operational risks.The company is in the process of introducing some of the basic key metrics, indicators and other measurements to assess the company's climate change risks. Some of them are:

i. Physical Risk Metrics: Assess vulnerability of assets to climate hazards like storms and heatwaves.
ii. Transition Risk Indicators: Monitor impacts of climate policies, market shifts, and carbon intensity on operations.
iii. Financial Impact Metrics: Evaluate costs of carbon, insurance, and investment risks related to climate.
iv. Operational Performance Indicators: Track energy, water use, and waste generation to improve efficiency.
v. Supply Chain Resilience Metrics: Manage supplier risks and enhance resilience in sourcing and logistics.
vi. Adaptation and Resilience Indicators: Implement strategies to adapt to climate risks and scenarios.
vii. Reporting and Disclosure Metrics: Follow TCFD guidelines for transparent reporting on emissions and climate-related risks.

Three targets set by the company to manage its climate change risks are:

i. Gather information and data regarding the role of the company in climate change risks and analyze them on how to mitigate those risks.
ii. To raise public awareness among the agents and employees of the company regarding climate change risks.
iii. Comply with the climate change directives issued by regulator and other climate risks related provisions.

50 Capital Management

The Company's objectives when managing Capital are to:
a) Safeguard their ability to continue as a going concern so that they can continue to provide returns for shareholders and benefits for other stakeholders, and
b) Maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders or issue new shares.

Regulatory minimum paid up capital

Life insurance companies were required by the Directive of Nepal Insurance Authority to attain a stipulated minimum paid up capital of NPR 5 billion. As on the reporting date, the company's paid up capital is NPR 5,011,666,425

Dividend

Particulars	Current Year	Previous Year
(i) Dividends recognised		
Final dividend for the year ended Ashadh 32, 2079 of NPR 17.16/- & Ashadh 31, 2078 - NPR 18.79/- per fully paid share	1,329,531,518	644,268,949
(ii) Dividends not recognised at the end of the reporting period		
In addition to the above dividends, since the year ended the directors have recommended the payment of a final dividend of 14.73684% (4% bonus shares and 10.73684% cash dividend) on share capital of 5,01,16,66,425 (i.e. outstanding as on the balance sheet date) This proposed dividend is subject to the approval of shareholders in the ensuing annual general meeting.	738,561,368	692,401,283

51 Earnings Per Share

Particulars	Current Year	Previous Year
Profit For the Year used for Calculating Basic Earning per Share	980,341,074	736,459,303
Less: Dividend on Preference Share		
Add: Interest saving on Convertible Bonds		
Profit For the Year used for Calculating Diluted Earning per Share	980,341,074	736,459,303
Weighted Average Number of Equity Shares Outstanding During the Year For Basic Earning per Share	44,509,895	36,132,944
Adjustments for calculation of Diluted Earning per Share:		
i) Dilutive Shares		
ii) Options		
iii) Convertible Bonds		
Weighted Average Number of Equity Shares Outstanding During the Year for Diluted Earning Per Share	44,509,895	36,132,944
Nominal Value of Equity Shares	100	100
Basic Earnings Per Share	22.03	20.38
Diluted Earnings Per Share	22.03	20.38
Proposed Bonus Share		
Weighted Average Number of Equity Shares Outstanding During the Year for Restated Earning Per Share		
Restated Basic Earning Per Share		
Restated Diluted Earning Per Share		

52 Operating Segment

Segment information is presented in respect of the Company's business segments. Management of the Company has identified portfolio as business segment and the Company's internal reporting structure is also based on portfolio. Performance is measured based on segment profit as management believes that it is most relevant in evaluating the results of segment relative to other entities that operate within these industries.

Segment asset is disclosed below based on total of all asset for each business segment.

The Company operates predominantly in Nepal and accordingly, the Management of the Company is of the view that the financial information by geographical segments of the Company's operation is not necessary to be presented.

Business Segments of the Company's are:

i. Endowment
ii. Foreign Employment Term
iii. Anticipated Endowment
iv. Special Term
v. Endowment Cum Whole Life

a) Segmental Information for the year ended Ashadh 31, 2080 (July 16, 2023)

Particulars	Endowment	Anticipated Endowment	Endowment Cum Whole Life	Whole Life	Foreign Employment Term	Micro Term	Special Term	Others (to be Specified)	Inter Segment Elimination	Total
Income:										
Gross Earned Premiums	6,201,827,758	6,793,796,898	2,884,795,712		145,918,237		782,726,986			16,809,065,591
Premiums Ceded	(65,992,705)	(167,540,247)	(39,146,678)		(40,217,698)		(7,401,988)			(320,299,316)
Inter-Segment Revenue										-
Net Earned Premiums	**6,135,835,053**	**6,626,256,650**	**2,845,649,034**	**-**	**105,700,538**	**-**	**775,324,998**	**-**	**-**	**16,488,766,274**
Commission Income	1,669,046	8,656,899	357,713				4,968			10,688,627
Other Direct Income	32,180,270	30,505,758	17,362,002		-		1,203			80,049,233
Interest Income on Loan to Policyholders	334,572,468	291,699,441	262,494,727							888,766,636
Income from Investments and Loans	2,297,393,235	830,750,768	1,123,349,330		15,599,868		75,211,511			4,342,304,711
Net Gain/(Loss) on Fair Value Changes	2,967,590	1,073,098	1,451,053		20,151		97,152			5,609,044
Net Realised Gains/(Losses)										-
Other Income	2,267,706	820,016	1,108,833		15,398		74,240			4,286,193
Total Segmental Income	**8,806,885,369**	**7,789,762,630**	**4,251,772,693**	**-**	**121,335,955**	**-**	**850,714,072**	**-**	**-**	**21,820,470,719**
Expenses:										
Gross Benefits and Claims Paid	3,415,047,222	3,804,634,280	578,091,379		180,332,320		407,090,740			8,385,195,940
Claims Ceded	(14,964,988)	(27,212,240)	(22,537,544)		(55,424,514)		(914,000)			(121,053,286)

Particulars	Endowment	Anticipated Endowment	Endowment Cum Whole Life	Whole Life	Foreign Employment Term	Micro Term	Special Term	Others (to be Specified)	Inter Segment Elimination	Total
Gross Change in Contract Liabilities	3,740,606,346	2,630,402,594	2,791,034,690		(22,243,734)		174,417,116			9,314,217,012
Change in Contract Liabities Ceded to Reinsurers	770,200	4,372,280	(785,714)		(5,150,000)		4,970,000			4,176,766
Net Benefits and Claims Paid	**7,141,458,780**	**6,412,196,914**	**3,345,802,811**	**-**	**97,514,071**	**-**	**585,563,856**	**-**	**-**	**17,582,536,432**
Commission Expenses	533,391,744	511,143,585	459,826,889				77,867,962			1,582,230,179
Service Fees	54,592,170	50,190,359	23,811,474		802,107		6,378,316			135,774,426
Other Direct expenses										
Employee Benefits Expenses	149,612,180	165,711,409	64,053,927		3,854,828		18,620,342			401,852,686
Depreciation and Amortization Expenses										-
Impairment Losses										-
Other Operating Expenses	285,447,482	361,608,857	93,660,466		1,499,001		7,573,153			749,788,958.82
Finance Cost										-
Total Segmental Expenses	**8,164,502,357**	**7,500,851,122**	**3,987,155,566**	**-**	**103,670,007**	**-**	**696,003,628**	**-**	**-**	**20,452,182,682**
Total Segmental Results	**642,383,012**	**288,911,507**	**264,617,126**	**-**	**17,665,947**	**-**	**154,710,443**	**-**	**-**	**1,368,288,036**
Segment Assets										
Segment Liabilities	31,027,641,459	12,208,861,680	15,852,509,997		157,800,923		737,233,828			59,984,047,889

b) Segmental Information for the year ended Ashadh 31, 2079 (July 16, 2022)

Particulars	Endowment	Anticipated Endowment	Endowment Cum Whole Life	Whole Life	Foreign Employment Term	Other Term	Special Term	Others (to be Specified)	Inter Segment Elimination	Total
Income:										
Gross Earned Premiums	6,446,376,919	4,509,516,866	2,565,063,163		132,952,789		753,753,812			14,407,663,548
Premiums Ceded	(63,765,273)	(173,283,372)	(32,658,730)		(18,613,391)		(3,639,665)			(291,960,431)
Inter-Segment Revenue										-
Net Earned Premiums	6,382,611,645	4,336,233,494	2,532,404,433	-	114,339,399	-	750,114,147	-	-	14,115,703,118
Commission Income	40,602,968	42,056,874	21,013,868				3,713			103,677,423
Other Direct Income										14,219,380,541
Interest Income on Loan to Policyholders	333,350,023	216,766,035	199,122,540							749,238,597
Income from Investments and Loans	1,998,604,886	532,754,754	862,028,010		19,837,541		66,847,577			3,480,072,768
Net Gain/(Loss) on Fair Value Changes	8,111,928	2,607,280	3,691,314		69,007		232,536			14,712,065
Net Realised Gains/(Losses)	938,633	301,689	427,123		7,985		26,907			1,702,336
Other Income	554,839	178,333	252,478		4,720		15,905			1,006,275
Total Segmental Income	**8,764,774,922**	**5,130,898,458**	**3,618,939,765**	-	**134,258,651**	-	**817,240,784**	-	-	**18,466,112,581**
Expenses:										-
Gross Benefits and Claims Paid	2,762,905,006	2,446,851,372	503,744,027		330,339,331		233,129,509			6,276,969,245
Claims Ceded	(26,229,336)	(77,608,767)	(20,797,204)		(107,974,838)		(1,053,333)			(233,663,478)
Gross Change in Contract Liabilities	4,385,020,492	1,721,723,546	2,333,049,568		(123,287,320)		348,009,761			24,509,418,348
Change in Contract Liabities Ceded to Reinsurers	(1,749,605)	(11,981,748)	2,129,285		-		(4,970,000)			(16,572,068)
Net Benefits and Claims Paid	**7,119,946,557**	**4,078,984,403**	**2,818,125,675**	-	**99,077,173**	-	**575,115,936**	-	-	**14,691,249,745**
Commission Expenses	514,098,036	512,368,203	421,944,759		-		74,701,068			1,523,112,065
Service Fees	63,826,116	43,362,335	25,324,044		1,143,394		7,501,141			141,157,031
Other Direct expenses										
Employee Benefits Expenses	162,548,112	109,402,085	58,788,833		3,647,568		18,628,923			353,015,521
Depreciation and Amortization Expenses										-
Impairment Losses										-
Other Operating Expenses	398,408,816	268,146,793	144,092,657		8,940,265		45,659,879			865,248,411
Finance Cost										
Total Segmental Expenses	**8,258,827,638**	**5,012,263,819**	**3,468,275,969**	-	**112,808,401**	-	**721,606,948**	-	-	**17,573,782,774**
Total Segmental Results	**505,947,284**	**118,634,639**	**150,663,797**	-	**21,450,250**	-	**95,633,836**	-	-	**892,329,807**
Segment Assets										
Segment Liabilities	27,568,306,797	9,972,648,347	13,177,917,415		183,089,923		573,100,540			51,475,063,022

c) Reconciliation of Segmental Profit with Statement of Profit or Loss

Particulars	Current Year	Previous Year
Segmental Profit	**1,368,288,037**	**892,329,807**
Less: Employee Benefits expenses	(44,650,298)	
Less: Depreciation and Amortization	(57,923,257)	(52,715,008)
Less: Other operating expenses	(83,309,884)	(135,362,659)
Less: Impairment losses	(8,537,119)	(15,876,396)
Less: Finance Cost	(41,139,253)	(33,051,493)
Add: Unallocable Other Income	541,183,450	522,083,717
Profit Before Tax	**1,673,911,676**	**1,177,407,967**

d) Reconciliation of Assets

Particulars	Current Year	Previous Year
Segment Assets	**-**	**-**
Goodwill & Intangible Assets	1,280,631	2,040,635
Property and Equipment	617,452,727	446,612,492
Investment Properties	1,150,628,527	1,087,635,457
Deferred Tax Assets	-	-
Investment in Subsidiaries	-	-
Investment in Associates	1,040,049,073	943,060,893
Investments	58,741,981,896	50,718,278,155
Loans	10,158,357,277	8,014,417,950
Current Tax Assets	125,214,914	583,961,292
Other Assets	70,263,063	59,173,756
Other Financial Assets	1,461,803,109	1,331,137,660
Cash and Cash Equivalents	1,524,065,300	1,308,134,833
Total Assets	**74,891,096,518**	**64,494,453,124**

e) Reconciliation of Liabilities

Particulars	Current Year	Previous Year
Segment Liabilities	59,984,047,889	51,475,063,022
Provisions	131,491,306	93,166,765
Deferred Tax Liabilities	1,165,708,687	1,091,137,050
Current Tax Liabilities	-	-
Other Financial Liabilities	708,857,624	935,695,728
Other Liabilities	491,046,208	517,226,871
Total Liabilities	**62,481,151,714**	**54,112,289,436**

53 Related Party Disclosure

(a) Identify Related Parties

Holding Company:

Subsidiaries:

Associate: NLG Insurance Company Ltd.

Fellow Subsidiaries:

Key Management Personnel:

Mrs. Prema Rajya Laxmi Singh	Chairperson
Mr. Devendra Raman Khanal	Director
Mr. Kushal Mally	Director
Lt. Gen. Pawan Bdr. Pande (Retd.)	Director
Mrs. Bhawani Rana	Director
Mr.Suman Sharma	Director
Er. Mr. Kuldeep Sharan Singh	Director
Mr. Suresh Prasad Khatri	CEO
Mr. Smriti Raj Kandel	DCEO

(b) Key Management Personnel Compensation:

Particulars	Current Year	Previous Year
Short-term employee benefits	29,633,217	25,017,128
Post-employment benefits		
Other long-term benefits		
Termination benefits		
Total	**29,633,217**	**25,017,128**

Payment to Chief Executive Officer (CEO)

Particulars	Current Year	Previous Year
Annual salary and allowances	12,172,800	12,182,800
Performance based allowances		
i) Employee Bonus	7,989,283	2,494,826
ii) Benefits as per prevailing provisions		
iii) Incentives		
Insurance related benefits		
i) Life Insurance		
ii) Accident Insurance		
iii) Health Insurance (including family members)		
Total	**20,162,083**	**14,677,626**

(c) **Related Party Transactions:**

Particulars	Holding Company	Subsidiaries	Associates	Fellow Subsidiaries	Key Managerial Personnel	Total
Premium Earned						
Current Year						
Previous Year						
Commission Income						
Current Year						
Previous Year						
Rental Income						
Current Year						
Previous Year						
Interest Income						
Current Year						
Previous Year						
Sale of Property & Equipment						
Current Year						
Previous Year						
Purchase of Property & Equipment						
Current Year						
Previous Year						
Premium Paid						
Current Year						
Previous Year						

Particulars	Holding Company	Subsidiaries	Associates	Fellow Subsidiaries	Key Managerial Personnel	Total
Commission Expenses						
Current Year						
Previous Year						
Dividend						
Current Year						
Previous Year						
Meeting Fees						
Current Year					4,357,500	**4,357,500**
Previous Year					3,182,500	**3,182,500**
Allowances to Directors						
Current Year					1,050,000	**1,050,000**
Previous Year					650,000	**650,000**
Others (to be specified)						
Current Year						
Previous Year						

(d) Related Party Balances:

Particulars	Holding Company	Subsidiaries	Associates	Fellow Subsidiaries	Key Managerial Personnel	Total
Receivables including Reinsurance Receivables						
Current Year						
Previous Year						
Other Receivables (to be Specified)						
Current Year						
Previous Year						
Payables including Reinsurance Payables						
Current Year						
Previous Year						
Other Payables (to be Specified)						
Current Year						
Previous Year						

54 Leases

(a) Leases as Lessee

(i) Operating Leases:
The Company has various operating leases ranging from 1 year to 10 years . Non-cancellable periods range from 12 months to 120 months. The leases are renewable by mutual consent and contain escalation clause. Rental expenses for operating leases recognised in the Statement of Profit and Loss for the year is NPR 97,77,159 (Ashadh 31, 2079/ July 16, 2022: NPR 14,019,388).

Disclosure in respect of Non-cancellable lease is as given below

Future Minimum Lease Payments	Current Year	Previous Year
i) Not Later than 1 year	1,891,111	1,830,964
ii) Later than 1 year and not later than 5 years	6,631,936	24,202,470
iii) Later than 5 years	259,376,723	232,537,617

(ii) Finance Lease:
The Company holds assets under finance leases. Future minimum lease payments and lease liability at the end of the year is given below:

Future Minimum Lease Payments	Current Year	Previous Year
i) Not Later than 1 year		
ii) Later than 1 year and not later than 5 years		
iii) Later than 5 years		
Total Future Minimum Lease Payments	-	-
Less: Effect of Discounting		
Finance lease liability recognised	-	-

(b) Leases as Lessor

(i) Operating Lease:
The Company has leased out certain office spaces that are renewable on a periodic basis. Rental income received during the year in respect of operating lease is NPR 72,63,897 (Ashadh 31, 2079/ July 16, 2022: NPR 28,234,099). Details of assets given on operating lease as at year end are as below.
Disclosure in respect of Non-cancellable lease is as given below

Future Minimum Lease Income	Current Year	Previous Year
i) Not Later than 1 year		
ii) Later than 1 year and not later than 5 years	304,150,980	73,285,014
iii) Later than 5 years		

(ii) Finance Lease:
The Company has given assets under finance leases. At the year end receivables under finance lease agreements fall due as follows:

Particulars	Current Year			Previous Year		
	Gross Investment	Unearned Finance Income	Net Investment	Gross Investment	Unearned Finance Income	Net Investment
i) Not Later than 1 year						
ii) Later than 1 year and not later than 5 years						
iii) Later than 5 years						
Total	-	-	-	-	-	-

55 Capital Commitments

Estimated amount of contracts remaining to be executed in capital accounts and not provided for

Particulars	Current Year	Previous Year
Property and Equipment	194,763,381	337,443,386
Investment Properties		
Goodwill & Intangible Assets		
Total	**194,763,381**	**337,443,386**

56 Contingent Liabilities

Estimated amount of contracts remaining to be executed in capital accounts and not provided for (net of advances)

Particulars	Current Year	Previous Year
Claims against Company not acknowledged as debts		
a) Income Tax	44,834,571	44,834,571
b) Indirect Taxes		
c) Others (to be Specified)		
Total	**44,834,571**	**44,834,571**

57 Events occuring after Balance Sheet

58 Assets Pledged as Security (only if pledged)

The carrying amount of assets pledged as security are:

Particulars	Current Year	Previous Year
Reinsurance Receivables		
Investments in equity		
Fixed Deposits		
Property and Equipment		
Others (to be Specified)		
Total	-	-

59 Corporate Social Responsibility

The company has been reserving an amount equal to the sum of 1% of the net profit for the year and 1% of the amount transferred from regulatory reserve to retained earnings every year. The cumulative amount outstanding as at the year ended Asadh 2080 is Rs. 14,521,441. The utilization during the year is as under:

Particulars	Amount (NRs.)
a) Education Scholarship to Fiancially deprived and deserving students across different states of Nepal	486,000
b) Health Free Eye and Health Checkup Camps for Fiancially deprived people across different states of Nepal (Ek Ek Paila Foundation)	2,118,600
Total	**2,604,600**

Fund Positioning	
Opening Reserves	7,392,891
Additions	9,733,150
Utilization	(2,604,600)
Closing Balance	**14,521,441**

60 Miscellaneous

(i) All amounts are in Nepalese Rupees unless otherwise stated.
(ii) All figures are in the Nearest Rupee & Rounded off.

61 Others (to be Specified)

Major Financial Indicators

S.N	Particular	Indicators	Fiscal Year				
			2079/80	2078/79	2077/78	2076/77	2075/76
	Equity:						
1	Net worth	NPR	6,793,800,262	6,315,743,491	5,705,681,062	4,736,960,617	4,341,959,675
2	Number of Shares	No.s	50,116,664	40,351,582	33,908,892	30,826,265	30,074,405
3	Book value per shares	NPR	135.56	156.52	168.27	153.67	144.37
4	Net Profit	NPR	980,341,074	736,459,303	692,888,754	739,197,008	385,676,572
5	Earning per Shares (EPS)	NPR	22.03	20.38	21.49	24.17	13.99
6	Dividend per Shares (DPS)	NPR	14.74	17.16	18.79	22.00	10.53
7	Market Price per Shares (MPPS)	NPR	645	577	1,151	662	585
8	Price Earning Ratio (PE Ratio)	Ratio	29.28	28.31	53.56	27.39	41.83
9	Change in Equity	%	7.57	10.69	20.45	9.10	54.00
10	Return on Equity	%	14.43	11.66	12.14	15.60	8.88
11	Capital to Total Net Assets Ratio	%	8.34	8.48	9.38	10.14	10.62
12	Capital to Technical Reserve Ratio	%	10.50	10.58	13.64	11.99	15.90
13	Affiliate Ratio	%					
	Business:						
14	First Year Premium Growth Rate	%	-20.97	2.87	75.39	-22.83	50.76
	Endowment	%	-25.27	3.29	71.66	-22.48	43.87
	Anticipated Endowment	%	-11.15	11.17	48.30	-0.19	84.12
	Endowment Cum Whole Life	%	-40.16	-16.15	213.50	-54.06	22.43
	Whole Life	%					
	Foreign Employment Term	%	9.75	121.56	-80.23	-26.33	-30.54
	Micro Term	%					
	Special Term	%	12.51	105.88	230.86	0.47	19.01
	Othes(to be Specified)	%					
15	Renewal Premium Growth Rate	%	33.55	15.45	26.91	31.37	21.98
	Endowment	%	4.74	8.80	26.05	31.65	25.05
	Anticipated Endowment	%	86.74	27.42	33.52	43.56	10.61
	Endowment Cum Whole Life	%	27.54	17.12	21.18	18.75	27.83
	Whole Life	%					
	Foreign Employment Term	%					
	Micro Term	%					
	Special Term	%	2.86%	-44.87%	-40.32%	-14.85%	1.76%
	Othes(to be Specified)	%					
16	Single Premium Growth Rate	%	-9.21%	66.41%	2.38%	16.52%	-6.02%
	Endowment	%	-45.47%	9.41%	1.93%	221.17%	53.29%
	Anticipated Endowment	%	48.58%	3.48%	-56.10%	90.84%	-71.57%
	Endowment Cum Whole Life	%					
	Whole Life	%					
	Foreign Employment Term	%	9.75%	121.56%	-80.23%	-26.33%	-30.54%
	Micro Term	%					
	Special Term	%	3.83%	106.06%	232.77%	-0.39%	18.89%

S.N	Particular	Indicators	Fiscal Year				
			2079/80	2078/79	2077/78	2076/77	2075/76
	Othes(to be Specified)	%					
17	Total Direct Premium Growth Rate	%	16.67%	15.03	35.15	15.12	24.86
18	Net Insurance Premium/ Gross Insurance Premium	%	98.09%	97.97%	98.32%	98.15%	97.64%
19	Reinsurance Ratio	%	1.91%	2.04%	1.68%	1.85%	2.36%
20	Reinsurance Commission Income/ Gross Reinsurance Premium	%	3.34%	0.10%	0.16%	0.29%	0.43%
21	Gross Premium Revenue/ Equity	%	247.42%	228.12%	219.51%	195.64%	185.41%
22	Net Premium Revenue/ Equity	%	242.70%	223.50%	215.82%	192.03%	181.04%
23	Gross Insurance Premium/Total Assets	%	22.44%	22.34%	22.25%	21.57%	23.03%
24	Return on Revenue	%	4.39	3.88	4.27	5.94	3.63
25	Net Profit/ Gross Insurance Premium	%	5.83%	5.11%	5.53%	7.98%	4.79%
26	Return on Investments and Loan	%	8.89	8.5	8.33	9.09	9.33
	Expenses:						
27	Management expenses/ Direct Insurance Premium	%	8.25	10.10	10.26	10.10	9.70
28	Agent Related Expenses/ Total Management expenses	%	159.52	158.31	158.87	141.49	154.12
29	Employee expenses/ Management expenses	%	32.19	26.95	28.19	36.29	32.17
30	Agent Related Expenses/ Direct Insurance Premium	%	13.16	15.99	16.30	14.29	14.95
31	Employee expenses/ Number of Employees	Amt.	1,171,924	1,010,926	1,156,711	1,084,999	739,116
32	Expense Ratio	%	17.89	20.37	20.49	19.63	19.60
33	Commission Ratio	%	9.60	10.79	10.86	10.07	10.69
34	Direct Business Acquisition Ratio	%	24.04	23.11	21.63	22.75	15.46
35	Operating Expense Ratio	%	9.24	11.31	11.43	11.29	10.94
	Assets:						
36	Increment in Investment held	%	15.82	19.83	23.30	18.80	27.87
37	Return on Assets	%	1.31	1.14	1.23	1.72	1.1
38	Long term Investments/Total Investments	%	88.62	76.96	75.10	80.00	76.70
39	Short term Investments/Total Investments	%	11.38	23.04	24.90	20.00	23.30
40	Total Investment & Loan/Gross Insurance Contract Liabilities	%	105.35%	108.43	108.97	110.48	113.63
41	Investment in Unlisted Shares and Debtors/ Total Net Assets	%	0.10%	0.01%	0.03%	0.10%	0.25%
42	Investment in Shares/ Total Net Assets	%	7.73	2.31	2.73	3.01	3.10
43	Agent loan / Number of Agents	Per agent	1,358	2633.81	5,573.06	4,870.82	2111.98
44	Liquidity Ratio	%	129.72%	92.47%	89.65%	97.27%	106.66%

S.N	Particular	Indicators	Fiscal Year				
			2079/80	2078/79	2077/78	2076/77	2075/76
	Liabilities:						
45	Solvency Margin	%	473	642	1,076	822	245
46	Increment in Gross Insurance Contract Liabilities	%	17.76%	16.38%	30.66%	24.39%	28.22%
47	Net Technical Reserve/ Average Net Premium of Previous 3 Years	%	462.69	394.55	396.19	426.26	372.62
	Endowment	%	975.88	992.25	1,053.16	1,110.98	1,002.63
	Anticipated Endowment	%	1557.91	1679.76	1,835.63	2,064.38	2,063.11
	Endowment Cum Whole Life	%	2532.65	2506.67	2,556.89	2,521.10	2,286.46
	Whole Life	%					
	Foreign Employment Term	%	38767.91	22092.58	12,026.09	9,552.10	7,717.15
	Micro Term	%					
	Special Term	%	13508.34	24429.63	37,736.81	36,983.55	34,943.32
	Others (to be Specified)	%					
48	Actuarial Provision	Amt.	11,576,522,119	8,323,284,691	5,802,962,054	5,766,688,326	1,091,247,090
49	Technical Provisions/ Total Equity	%	8.06	11.25	13.73	11.99	15.90
50	Insurance Debt/ Total Equity	%					
51	Outstanding Claim/ Claim Paid	%	11.22%	6.88%	9.70%	9.30%	14.09%
52	No. of Outstanding Claim/ No. of Intimated Claims	%	19.28	15.65	22.04	21.60	20.06
53	Total Number of Inforce Policies	No.s	1,424,392	1,406,166	824,346	524,120	525,522
54	Lapse Ratio	%	5.28	7.66	11.74	9.74	10.23
55	Number of Renewed Policy/ Last Year's Total Number of In Force Policies	%	83.27	89.96	88.50	88.65	89.77
56	Number of Intimated Claim/ Total Number of In Force Policy	%	4.18	3.11	3.56	4.47	4.55
57	Declared Bonus Rate	Per'000	63-85	63-85	63-85	63-85	63-85
58	Interim Bonus Rate	Per'000	63-85	63-85	63-85	63-85	63-85
	Others:						
59	Number of Offices	No.s	111	116	110	102	92
60	Number of Agents	No.s	75,725	69,156	59,883	52,544	52,459
61	Number of Employees	No.s	381	388	376	313	340

Statement of Sum Assured (As per Actuarial valuation report)

S.N.	Insurance Types	In Force Number of Policies		Sum Assured of In Force Policies		Sum at Risk		Sum at Risk Transferred to Reinsurer		Sum at risk retained by Insurer	
		Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
1	Endowment	219,803	216,949	90,540,800,494	79,590,891,316	104,984,564,800	91,204,106,281	26,829,553	13,812,738	104,957,735,246.78	91,190,293,543
2	Anticipated Endowment	68,438	58,329	72,826,104,520	57,830,829,309	81,911,591,553	71,159,732,060	29,443,366	15,158,415	81,882,148,186.45	71,144,573,645
3	Endowment Cum Whole Life	75,547	78,471	21,407,141,277	21,197,255,074	24,378,859,670	21,178,847,696	4,824,196	2,483,655	24,374,035,473.11	21,176,364,041
4	Whole Life					-		-		-	-
5	Foreign Employment Term	34,814	67,145	34,814,000,000	67,145,000,000	-		-		-	-
6	Micro Term					-		-		-	-
7	Special Term	1,025,790	985,272	120,850,708,559	107,684,211,961	51,713,954,777	44,925,890,169	156,752,355	80,701,276	51,557,202,421.67	44,845,188,893
8	Othes(to be Specified)									-	-
	Total	**1,424,392**	**1,406,166**	**340,438,754,850**	**333,448,187,660**	**262,988,970,799**	**228,468,576,206**	**217,849,471**	**112,156,084**	**262,771,121,328**	**228,356,420,122**

नेपाल बीमा प्राधिकरण
NEPAL INSURANCE AUTHORITY

मितिः २०८१।०४।०६

वि. वि. शा. : ०१ (२०८१/०८२) च.नं. ९२

श्री नेशनल लाईफ इन्स्योरेन्स कम्पनी लिमिटेड,
लाजिम्पाट, काठमाण्डौं ।

विषयः **आ.व. २०७९।८० को वित्तीय विवरणको स-शर्त स्वीकृति बारे ।**

तहाँको मिति २०८१।०३।३१ (च.नं.१००६७।२०८०।८१) को पत्र साथ प्राधिकरणमा पेश भएको आ.व. २०७९।८० को वित्तीय विवरण सम्बन्धमा लेखिदैंछ ।

उपरोक्त सम्बन्धमा बीमक श्री नेशनल लाईफ इन्स्योरेन्स कम्पनी लिमिटेडबाट पेश भएको आ.व. २०७९।८० को वित्तीय विवरण तथा अन्य कागजातहरु अध्ययन गर्दा बीमा ऐन, २०७९ को दफा ३८, ३९, ४० र ४१ तथा बीमकको वित्तीय विवरण सम्वन्धी निर्देशन, २०८० को दफा ११ बमोजिम बीमा कोष, अनिवार्य जगेडा कोष,महाविपत्ति कोष र दाबी भुक्तानी कोष तथा जगेडा कोष कायम गरेको देखिएकोले तहाँको आ.व.२०७९।८० को वार्षिक वित्तीय विवरणलाई बीमा ऐन, २०७९ को दफा ८७ को उपदफा (८) तथा बीमकको वित्तीय विवरण सम्बन्धी निर्देशन, २०८० को दफा ७, ८ र ९ बमोजिम वार्षिक प्रतिवेदनमा समावेश गर्न, साधारण सभामा पेश गर्न तथा प्रकाशित गर्न देहायको निर्देशन, शर्त तथा आदेश सहित स्वीकृति प्रदान गरिएको व्यहोरा निर्णयानुसार जानकारी गराउदछौं ।

शर्तहरुः

१. बीमकले NFRS-17 Insurance Contracts लागु गर्नको लागि आवश्यक तयारी गर्ने ।
२. बीमकले प्राधिकरणले तोकेको सीमा भित्र रही अभिकर्ता इन्सेन्टिभ खर्च गर्ने ।
३. बीमकले वित्तीय विवरणको लेखापरीक्षण गराई अनुसुची ५ तयार गरी बिमाङ्कीय मुल्याङ्कन गराउने ।
४. बीमकले अन्य बीमक तथा पुनर्बीमकसँगको लेनादेना हिसाब राफसाफ गर्ने ।
५. बीमकले प्राधिकरणबाट जारी AML/CFT सम्बन्धी निर्देशनको व्यवस्था पूर्ण पालना गर्ने ।
६. बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिकाको दफा ५७ "ख" को व्यवस्था पुर्ण रूपमा पालना गर्ने ।
७. बीमकले जोखिम व्यवस्थापन समितिलाई प्रभावकारी बनाउन प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन सम्बन्धी काय गर्ने ।
८. बीमकले लेखा परीक्षण समितिलाई प्रभावकारी बनाई आन्तरिक नियन्त्रण प्रणालि सुदृढ बनाउने ।
९. बीमकको जोखिमाङ्कन तथा दाबी भुक्तानी प्रक्रिया प्रभावकारी गराउने ।
१०. प्राधिकरणको स्थलगत निरीक्षण क्रममा देखियका कैफियत तथा लेखापरीक्षकले औंल्याएका कैफियतहरु सुधार गर्न तथा त्यस्ता कैफियतहरु पुनः दोहोरिन नदिन आवश्यक व्यवस्था गर्ने ।
११. बीमकले प्राधिकरणबाट वित्तीय विवरण स्वीकृत भएको मितिले ६०(साठी) दिन भित्र साधारण सभा गर्ने ।

सुशील देव सुवेदी
निर्देशक

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श्री नेपाल बीमा प्राधिकरणवाट आ.व.२०७९/०८० को वित्तिय विवरण स-शर्त स्वीकृत गर्दै उल्लेख गरिएका बुँदाहरू प्रति कम्पनीको प्रत्युत्तर ।

शर्त नं.१. : **बीमकले NFRS-17 Insurance Contracts लागु गर्नको लागि आवश्यक तयारी गर्ने ।**

प्रत्युत्तर : **NFRS 17 Insurance Contracts** लागू गर्न आवश्यक गृहकार्य भै रहेको अनुरोध छ ।

शर्त नं.२ : **बीमकले प्राधिकरणले तोकेको सीमा भित्र रही अभिकर्ता इन्सेन्टिभ खर्च गर्ने ।**

प्रत्युत्तर : कम्पनीले प्राधिकरणले तोकेको सीमा भित्र रही अभिकर्ता इन्सेन्टिभ खर्च गरेको अनुरोध छ ।

शर्त नं.३ : **बीमकले वित्तीय विवरणको लेखापरीक्षण गराई अनुसुची ५ तयार गरी बिमाङ्कीय मुल्याङ्कन गराउने ।**

प्रत्युत्तर : कम्पनीले वित्तिय विवरण लेखा परीक्षण गराई अनुसूची ५ तयार गरी बीमाङ्कीय मूल्याङ्कन गरेको अनुरोध छ ।

शर्त नं.४ : **बीमकले अन्य बीमक तथा पुनर्बीमकसँगको लेनादेना हिसाब राफसाफ गर्ने ।**

प्रत्युत्तर : कम्पनीको अन्य बीमकसंग कुनै लेना देना नरहेको र पूर्नबीमक संगको हिसाब नियमित रुपमा राफ साफ भएको अनुरोध छ ।

शर्त नं.५ : **बीमकले प्राधिकरणबाट जारी AML/CFT सम्बन्धी निर्देशनको व्यवस्था पूर्ण पालना गर्ने ।**

प्रत्युत्तर : कम्पनीले श्री नेपाल बीमा प्राधिकरणवाट जारी AML/CFT सम्बन्धित सबै निर्देशनहरुको पालना गरिएको अनुरोध छ ।

शर्त नं.६ : **बीमकको संस्थागत सुशासन सम्बन्धी निर्देशनको दफा ५७ "ख" को व्यवस्था पुर्ण रुपमा पालना गर्ने ।**

प्रत्युत्तर : कम्पनीले संस्थागत सुशासन सम्बन्धि निर्देशिकाको दफा ५७ "ख" को व्यवस्था कार्यान्वयन भैरहेको अनुरोध छ ।

शर्त नं.७ : **बीमकले जोखिम व्यवस्थापन समितिलाई प्रभावकारी बनाउन प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम व्यवस्थापन सम्बन्धी कार्य गर्ने ।**

प्रत्युत्तर : कम्पनीले जोखिम व्यवस्थापन मार्गनिर्देशन २०८१ तयार गरी प्रभावकारी रुपमा जोखिम व्यवस्थापन गरिरहे को अनुरोध छ ।

शर्त नं.८ : **बीमकले लेखा परीक्षण समितिलाई प्रभावकारी बनाई आन्तरिक नियन्त्रण प्रणालि सुदृढ बनाउने ।**

प्रत्युत्तर : कम्पनीको लेखा परीक्षण समिति प्रभावकारी रहेको र कम्पनीको आन्तरिक नियन्त्रण प्रणाली सुदृढ बनाउन आन्तरिक लेखा परीक्षण समेत भई सो प्रतिवेदन नियमित रुपमा संचालक समितिमा पेश भैरहेको अनुरोध छ ।

शर्त नं.९ : **बीमकको जोखिमाङ्कन तथा दाबी भुक्तानी प्रकिया प्रभावकारी गराउने ।**

प्रत्युत्तर : कम्पनीको जोखिमाङ्कन तथा दावी भुक्तानी प्रभावकारी बनाउन विस्तृत जोखिमाङ्कन र दावी म्यानुअल तयार गरी लागू भैरहेको अनुरोध छ ।

शर्त नं.१० : **प्राधिकरणको स्थलगत निरीक्षण कममा देखिएका कैफियत तथा लेखापरीक्षकले औंल्याएका कैफियतहरु सुधार गर्न तथा त्यस्ता कैफियतहरु पुनः दोहोरिन नदिन आवश्यक व्यवस्था गर्ने ।**

प्रत्युत्तर : प्राधिकरणको स्थलगत निरिक्षणको क्रममा देखिएका कैफियत तथा लेखा परीक्षकले औंल्याएका कैफियतहरु सुधार गर्न तथा कैफियतहरु पूनः नदोहरिन कम्पनी क्रियाशिल रहेको अनुरोध छ । यस सम्बन्धमा सोही अनुसार आन्तरिक नियन्त्रण प्रणालीको विकास गरिएको छ ।

शर्त नं.११ : **बीमकले प्राधिकरणबाट वित्तीय विवरण स्वीकृत भएको मितिले ६० (साठी) दिन भित्र साधारण सभा गर्ने ।**

प्रत्युत्तर : कम्पनीले आ.व.२०७९/८० को वार्षिक सारण सभा यहि मिति २०८१/०५/०७ का दिन आयोजना गर्ने निर्णय गरेको अनुरोध छ ।

व्यवस्थापन समूह तथा पदाधिकारीहरू

कम्पनीको ३५ औं वार्षिक साधारण सभामा सहभागी शेयरधनी महानुभावहरु ।

कम्पनीको वार्षिक उत्सवमा संस्थागत सामाजिक उत्तरदायित्व अन्तर्गत बाल र बृद्ध आश्रममा खाना खुवाउने तथा दृष्टि विहिन व्यक्तिहरुलाई सेतो छडी वितरण गरिदै ।

MDRT-TOT सफल अभिकर्ताहरुको विशेष सम्मान कार्यक्रम ।

4th ICC Emerging Asia Insurance Conclave & Awards, 2023 ग्रहण गर्नु हुदैं कम्पनीका सहायक महाप्रबन्धक श्री प्रज्वल सायमी ।

चियरपर्सन क्लब सदस्य सम्मान समारोह तथा तालिम कार्यक्रम

श्री Art of Living Nepal को सहकार्यमा कम्पनीका वरिष्ठ कर्मचारीहरुलाई Stress Management सम्बन्धी प्रशिक्षण कार्यक्रम

कम्पनी ऐन २०६३ को दफा १४३ अनुसारको कम्पनीको सहायक कम्पनी श्री एनएलजी इन्स्योरेन्स कम्पनी लिमिटेड संग सम्बन्धित समावेश विवरणहरु ।

एनएलजी इन्स्योरेन्स कम्पनी लिमिटेड

अठारौं वार्षिक साधारण सभामा संचालक समितिको तर्फबाट कम्पनीको अध्यक्षज्यूले प्रस्तुत गर्नु भएको आर्थिक वर्ष २०७९/०८० को वार्षिक प्रतिवेदन

वार्षिक प्रतिवेदन

आदरणीय शेयरधनी महानुभावहरु,

यस एनएलजी ईन्स्योरेन्स कम्पनी लिमिटेडको अठारौं वार्षिक साधारण सभामा उपस्थित हुनु भएका सम्पूर्ण आदरणीय शेयरधनी महानुभावहरु, विभिन्न नियमनकारी निकायबाट सहभागी हुनु भएका पर्यवेक्षक प्रतिनिधिहरु, लेखापरीक्षक, कम्पनीको सल्लाहकार, कम्पनीका पदाधिकारीहरु तथा पत्रकार मित्रहरुलाई संचालक समिति तथा मेरो तर्फबाट हार्दिक स्वागत अभिवादन गर्न चाहन्छु ।

यस वार्षिक साधारण सभामा कम्पनी ऐन, २०६३ को दफा १०९ बमोजिम तयार गरिएको आ.व. २०७९/०८० को वित्तीय विवरणहरु सहितको वार्षिक प्रतिवेदन अनुमोदनको लागि यहाहरु समक्ष प्रस्तुत गर्न अनुमति चाहन्छु ।

१. विगत वर्षको कारोबारको सिंहावलोकन :

रकम रु. करोडमा

क्र.सं.	विवरण	आ.व. २०७९/०८०	आ.व. २०७८/०७९	बृद्धि/(घटि) रकम	बृद्धि/(घटि) प्रतिशत
१.	**कुल बीमाशुल्क आम्दानी**	**२४०.६१**	**२३६.०८**	**४.५३**	**१.९२**
२.	पुनर्बीमा शुल्क खर्च	१६६.३९	१६९.०४	(२.६५)	(१.५७)
३.	**खुद बीमाशुल्क आम्दानी**	७४.२२	६७.०४	७.१८	१०.७१
४.	**कमिशन आम्दानी**	३५.४३	३४.०४	१.३९	४.०९
५.	लगानी, कर्जा तथा अन्यबाट आय	२१.१४	१९.९१	१.२४	६.२३
६.	**कुल दाबी भुक्तानी**	**२१९.०३**	**१९३.७६**	**२५.२६**	**१३.०४**
७.	**खुद दाबी भुक्तानी**	**४७.१०**	**५१.२१**	**(४.१०)**	**(८.०१)**
८.	कमिशन खर्च	८.१९	८.५३	(०.३४)	(३.९७)
९.	**व्यवस्थापन खर्च**	**४७.३५**	**३३.६९**	**१३.६६**	**४०.५६**
१०.	खुद नाफा	२०.८१	२१.१८	(०.३७)	(१.७५)

बीमाशुल्क

कम्पनीले गत आ.व. २०७८/०७९ मा रु. २ अर्ब ३६ करोड कुल बीमाशुल्क आर्जन गरेकोमा समिक्षा आ.व. २०७९/०८० मा रु. २ अर्ब ४० करोड बीमाशुल्क आर्जन गरेको छ । जुन गत वर्षको बीमाशुल्कको तुलनामा रु. ४ करोड ५३ लाखले अर्थात १२.१३ प्रतिशतले बृद्धि भएको छ । कम्पनीको आ.व. २०७८/०७९ तथा आ.व. २०७९/०८० को बीमाशुल्कको तुलनात्मक विवरण देहाय बमोजिम रहेको छ ।

रकम रु. करोडमा

बीमा किसिम	आ.व. २०७९/०८० बीमाशुल्क आम्दानी	आ.व. २०७८/०७९ बीमाशुल्क आम्दानी	बृद्धि/(घटि) रकम	बृद्धि/(घटि) प्रतिशत
सम्पत्ति बीमा	४२.४७	४०.०९	२.३८	५.९५%
सामुद्रिक बीमा	५.१८	६.३४	(१.१६)	(१८.३१%)
मोटर बीमा	१०३.५५	१०४.४०	(०.८५)	(०.८२%)
ईन्जिनियरिङ्ग बीमा	३५.७६	३६.८३	(१.०७)	(२.९१%)
विविध बीमा	२१.१५	१८.६७	२.४९	१३.३२%
पशुपंछी तथा बाली बीमा	२६.६४	२६.८९	(०.२५)	(०.९३%)
हवाई बीमा	५.५१	२.४५	३.०५	१२४.४८%
लघु बीमा	०.३५	०.४१	(०.०६)	(१३.६१%)
कूल बीमाशुल्क आम्दानी	**२४०.६१**	**२३६.०८**	**४.५३**	**१.९२%**

एनएलजी इन्स्योरेन्स कम्पनी लिमिटेड

बीमा दावी

कम्पनीले गत आ.व. २०७९/०८० मा १ अर्ब ९३ करोड ७६ लाख कुल बीमा दावी भुक्तानी गरेकोमा समिक्षा आ.व. २०७९/०८० मा रु. २ अर्ब १९ करोड ०३ लाख कुल बीमा दावी भुक्तानी गरेको छ। जुन गत वर्षको बीमाशुल्कको तुलनामा रु. २५ करोड २६ लाखले अर्थात १३.०४ प्रतिशतले बृद्धि भएको छ।

कम्पनीका समिक्षा वर्षमा सम्पत्ती बीमातर्फ सबैभन्दा बढी रकमको दावी फच्छ्यौंट रु.६२ करोड ९२ लाख दावी भुक्तानी भएको छ।

कम्पनीको आ.व. २०७८/०७९ तथा आ.व. २०७९/०८० को बीमा दावीको तुलनात्मक विवरण देहाय बमोजिम रहेको छ।

रकम रु. करोडमा

बीमा किसिम	आ.व. २०७९/०८० बीमाशुल्क दावी भुक्तानी	आ.व. २०७८/०७९ बीमाशुल्क दावी भुक्तानी	बृद्धि/(घटि) रकम	बृद्धि/(घटि) प्रतिशत
सम्पत्ति बीमा	६२.९२	४१.८९	२१.०३	५०.२१%
सामुद्रिक बीमा	३.९०	३.४६	०.४५	१२.८८%
मोटर बीमा	५८.६९	६०.५०	(१.८१)	(२.९९%)
ईन्जिनियरिङ्ग बीमा	४३.७६	३८.२९	५.४७	२१.५७%
विविध बीमा	२५.४९	२०.९७	४.५२	(१९.६५%)
पशुपंछी तथा बाली बीमा	२२.१०	२७.५१	(५.४१)	२१.५७%
हवाई बीमा	०	०.०१	(०.०१)	(१००.००%)
लघु बीमा	२.१६	१.१४	१.०२	८९.१२%
कूल बीमा दावी भुक्तानी	**२१९.०३**	**१९३.७६**	**२५.२६**	**१३.०४%**

लगानी तथा लगानीबाट आय

कम्पनीले गत आ.व. २०७८/०७९ मा रु. ३३ करोड ६८ लाख ५९ हजार व्यवस्थापन खर्च भुक्तानी गरेकोमा समिक्षा आ.व. २०७९/०८० मा रु. ४७ करोड ३४ लाख ७७ हजार व्यवस्थापन खर्च भुक्तानी गरेको छ। जुन गत वर्षको व्यवस्थापन खर्चको तुलनामा रु. १३ करोड ६६ लाख १८ हजारले अर्थात ४०.५६ प्रतिशतले बृद्धि भएको छ।

व्यवस्थापन खर्च

कम्पनीले गत आ.व. २०७८/०७९ मा रु. ३३ करोड ६८ लाख ५९ हजार व्यवस्थापन खर्च भुक्तानी गरेकोमा समिक्षा आ.व. २०७९/०८० मा रु. ४७ करोड ३४ लाख ७७ हजार व्यवस्थापन खर्च भुक्तानी गरेको छ। जुन गत वर्षको व्यवस्थापन खर्चको तुलनामा रु. १३ करोड ६६ लाख १८ हजारले अर्थात ४०.५६ प्रतिशतले बृद्धि भएको छ।

खुद नाफा

रकम रु. करोडमा

वित्तीय विवरणको किसिम	खुद नाफा		फरक	
	आ.व. २०७९/८०	आ.व. २०७८/०७९	रकम	प्रतिशत
नियमन निकायबाट जारी निर्देशिका अनुसार	२०.८१	२१.१८	-०.३७	-१.७५

श्री नेपाल बीमा प्राधिकरण बाट जारी वित्तीय विवरण सम्बन्धी निर्देशिका, २०८० बमोजिमको वित्तीय विवरण अनुसार आ.व. २०७८/०७९ मा रु. २१ करोड १८ लाख खुद नाफा देखिएको छ भने आ.व. २०७९/०८० मा रु. २० करोड ८१ लाख खुद नाफा देखिएको छ। जुन गत वर्षको खुद नाफा भन्दा रु. ३७ लाखले अर्थात १.७५ प्रतिशतले न्यून हुन गएको हो।

नेट वर्थ

रकम रु. करोडमा

वित्तीय विवरणको किसिम	नेट वर्थ		फरक	
	आ.व. २०७९/०८०	आ.व. २०७८/०७९	रकम	प्रतिशत
नियमन निकायबाट जारी निर्देशिका अनुसार	२९८.७६	२८०.१९	१८.५६	६.६३

श्री नेपाल बीमा प्राधिकरण बाट जारी वित्तीय विवरण सम्बन्धी निर्देशिका, २०८० बमोजिमको वित्तीय विवरण अनुसार आ.व. २०७९/०८० मा रु. २ अर्ब ९८ करोड ७६ लाख नेट वर्थ देखिएको छ भने आ.व. २०७८/०७९ मा रु. २ अर्ब ८० करोड १९ लाख नेट वर्थ देखिएको छ। जुन गत वर्षको नेट वर्थ भन्दा रु. १८ करोड ५६ लाखले अर्थात ६.६३ प्रतिशतले वृद्धि हुन गएको हो ।

एनएलजी इन्स्योरेन्स कम्पनी लिमिटेड

२. **राष्ट्रिय तथा अन्तर्राष्ट्रिय परिस्थितीबाट कारोवारलाई परेको असरहरु :**

रुस युक्रेन युद्धका कारण पेट्रोलियम पदार्थमा भएको मूल्यवृद्धि संगै समग्र वस्तको मुल्यमा भएको वृद्धि, राष्ट्रिय तथा अन्तर्राष्ट्रिय स्तरमा देखा परेको आर्थिक मन्दी तथा उच्च मुद्रास्फीतिको कारणले हुन गएको व्याजदरको वृद्धिको कारणले समग्र अर्थतन्त्रमा परेको असर लगायत सरकारबाट वस्तुहरुको आयातमा लगाइएको प्रतिबन्धका कारण विभिन्न बैंक तथा वित्तिय संस्थाहरुको कर्जामा भएको कमी, उद्योग तथा व्यापारिक क्रियाकलापहरुमा आएको शिथिलता, बैकिङ्ग तरलतामा हुने उतारचढावका कारण मुद्दती निक्षेपमा प्राप्त हुने व्याजदरमा घटबढ हुन गई लगानीबाट हुने प्रतिफलमा प्रभाव परेको छ ।

यसैगरी कोभिड-१९ महामारीको प्रभाव न्यून भएको तथा उर्जा क्षेत्रको विस्तार उत्साहप्रद रहेको कारण आर्थिक वर्ष २०८०/०८१ मा नेपालको अर्थतन्त्र ४.३ प्रतिशतको विस्तार हुने अनुमान रहेको छ । गत आर्थिक वर्षमा यस्तो विस्तार २.१६ प्रतिशत रहेको थियो ।

३. **आ.ब. २०८०/०८१ मा यस प्रतिवेदन तयार भएको मितिसम्म चालु वर्षको उपलब्धी र भविष्यमा गर्नुपर्ने कुराको सम्बन्धमा संचालक समितिको धारणा :**

कम्पनीले चालु आ.व. २०८०/०८१ को पौष मसान्त सम्ममा रु. १ अर्ब २५ करोड ३० लाख बराबरको बीमा शुल्क आर्जन गरेको छ । जुन गत वर्षको सोही अवधिको तुलनामा रु. ४ करोड ९२ लाखले अर्थात ४.०९ प्रतिशतले वृद्धि भएको छ ।

रकम रु. करोडमा

बीमा किसिम	बीमाशुल्क आम्दानी		वृद्धि/(घटी)	
	आ.व. २०८०/०८१ माघ मसान्तसम्म	आ.व. २०७९/०८० माघ मसान्तसम्म	रकम	प्रतिशत
सम्पत्ति बीमा	२५.६५	१८.४२	५.२३	२८.३८%
सामुद्रिक बीमा	४.१५	२.३६	१.७९	७५.९२%
मोटर बीमा	५९.८४	५७	२.८४	४.९९%
ईन्जिनियरिङ्ग बीमा	१४.५९	१२.६३	१.९६	१५.५०%
विविध बीमा	१२.५६	१२.७८	(०.२२)	-१.६९%
पशुपंछी तथा बाली बीमा	१०.५१	१२.२३	(१.७२)	-१४.०४%
हवाई बीमा	-	४.७९	(४.७९)	-१००.००%
लघु बीमा	०.०१	०.१८	(०.१८)	-९६.५४%
कुल बीमाशुल्क आम्दानी	**१२५.३०**	**१२०.३८**	**४.९२**	**४.०९%**

कम्पनीले चालु आ.व. २०८०/०८१ को पौष मसान्तसम्ममा कुल बीमा दावी भुक्तानी रु. ७१ करोड ३९ लाख गरेको छ । जुन गत वर्षको सोही अवधिको तुलनामा रु. ४५ करोड ६८ लाखले अर्थात ३९.०२ प्रतिशतले न्यून रहेको छ ।

रकम रु. करोडमा

बीमा किसिम	बीमा दावी भुक्तानी		वृद्धि/(घटी)	
	आ.व. २०८०/८१ माघ मसान्तसम्म	आ.व. २०७९/०८० माघ मसान्तसम्म	रकम	प्रतिशत
सम्पत्ति बीमा	९.७८	५२.१३	(४२.३५)	-८१.२४%
सामुद्रिक बीमा	१.२६	०.५९	०.६७	११३.४१%
मोटर बीमा	२६.००	२४.५६	१.४४	५.८८%
ईन्जिनियरिङ्ग बीमा	५.७३	१५.४७	(९.७४)	-६२.९५%
विविध बीमा	१३.६२	११.४७	२.१५	१८.७४%
पशुपंछी तथा बाली बीमा	१५.००	१०.७३	४.२७	३९.८५%
हवाई बीमा				
लघु बीमा		२.१३	(२.१३)	-१००.००%
कुल बीमा दावी भुक्तानी	**७१.३९**	**११७.०७**	**(४५.६८)**	**-३९.०२%**

श्री नेपाल बीमा प्राधिकरण (साविक बीमा समिति) ले यहि २०७९ साल चैत्र मसान्त भित्र निर्जीवन बीमा कम्पनीको चुक्ता पूजी रु. २ अरब ५० करोड पुऱ्याउनु पर्ने निर्देशानुसार यस कम्पनीले उक्त तोकिएको समयसीमा भित्र न्युनतम चुक्ता पूँजी पुऱ्याउनका लागि संचालक समितिबाट कम्पनीको पूँजी योजना नियामक निकायको आवश्यक स्वीकृतिका लागि पेश गरिएको व्यहोरा जानकारी गराउँदछु । नयाँ बीमा ऐन, २०७९ गत २०७९ साल कार्तिक २१ गते देखि लागु भएको परिप्रेक्षमा सो ऐनबाट नियामक निकायलाई बीमा क्षेत्रलाई नियमन तथा

सुपरिवेक्षण गर्न थप सहज हुने र बीमा क्षेत्र थप व्यवस्थित भई बीमाको पहाुचमा अझ बृद्धि हुने ब्यहोरा जानकारी गराउँदछु ।

बीमाका नयाँ नयाँ क्षेत्रहरुको पहिचान गरी बीमा बजारको दायरा बढाउने, स्रोतको अधिकतम परिचालन र बजार तथा बीमालेखहरुको विविधिकरण गर्दै कम्पनीलाई अझै सबल बनाउदै लैजाने नीतिलाई निरन्तरता दिदै आ.व. २०८०/०८१ को कम्पनीको वार्षिक बजेट तथा कार्यक्रम स्वीकृत गरिएको छ ।

४. औद्योगिक तथा व्यावसायिक सम्बन्ध :

कम्पनीले आफ्ना ग्राहकवर्ग, नियमनकारी निकायहरु, लगानीकर्ताहरु, कर्मचारीहरु तथा अन्य सरोकारवालाहरुसंग व्यावसायिकता, पारदर्शिता र औचित्यपूर्ण आधारमा सुमधुर सम्बन्ध राखेको छ ।

५. संचालक समितिमा भएको हेरफेर र सो को कारण :

मिति २०८०/०१/२१ गते स्वतन्त्र संचालक श्री कवि राज अधिकारीज्यू बाट राजिनामा प्राप्त भए पश्चात मिति २०८०/०१/२७ गते बसेको संचालक समितिको ३९८औ बैठकबाट कम्पनी ऐन, २०६३ को दफा ८६(३) बमोजिम स्वतन्त्र संचालक पदमा श्री लक्ष्मी प्रपन्न निरौलाज्यूलाई नियुक्त गरिएको र उक्त नियूक्ती मिति २०८०/०४/१५ गते सम्पन्न विशेष साधारण सभाबाट अनुमोदन गरिएको ।

निवर्तमान संचालक श्री कवि राज अधिकारीज्यूले कम्पनीको प्रगतिमा पुऱ्याउनु भएको योगदानको कदर गर्दै धन्यवाद व्यक्त गर्दछु ।

६. कारोबारहरुलाई असर पार्ने मुख्य कारणहरु :

यस कम्पनीको कारोबारलाई मुख्यतः निम्न कारणहरुले असर पारेको छ :

१) बैंक तथा वित्तिय संस्थामा विधमान तरलता अभावका कारण कर्जा प्रवाहमा आएको ह्रास ।

२) भूकम्प, बाढी पहिरो जलमग्न लगायत महाविपत्तिले दावी भुक्तानी बढ्ने जस्तो जोखिम बढेको छ ।

३) बीमा बजारमा देखिदै आएको अस्वस्थ प्रतिस्पर्धाले व्यवसायका साथै नाफाको मार्जिनमा पनि ह्रास आएको छ ।

४) बीमा सम्बन्धी जनचेतनाको अभावले गर्दा व्यवसायको अपेक्षित वृद्धि हुन सकेको छैन ।

५) प्राकृतिक प्रकोप एवं मोटर दुर्घटनाबाट आउने दाबीहरुको संख्यामा अत्यधिक वृद्धि हुँदा दावी भुक्तानी बढ्न गएको छ ।

६) बैंक तथा वित्तीय संस्थाहरुले प्रदान गर्ने ब्याजदरमा भई रहने परिवर्तनले लगानीबाट प्राप्त हुने आम्दानीमा संकुचन आएको छ ।

७) नयाँ बीमा ऐनका कार्यान्वयन तथा नयाँ लघु बीमा कम्पनीहरुको बीमा बजारमा प्रवेशबाट हुन आउने असरहरु ।

८) बजारमा भैरहेको बीमा कम्पनीहरुको एक आपसमा गाभ्ने तथा गाभिने प्रकयाबाट हुन आउने असरहरु ।

कम्पनीको कारोबारलाई असर पार्ने माथि उल्लेखित कारणहरुको असरलाई न्यूनीकरण गर्नका लागि समयानुकूल रणनीति तथा योजनाका कार्यक्रमहरु अगाडि बढाउने गरेको कुरा समेत जानकारी गराउँदछु ।

७. लेखापरीक्षण प्रतिवेदनमा कुनै कैफियत उल्लेख भएको भए सो उपर संचालक समितिको प्रतिक्रिया :

आ.व. २०७९/०८० को अन्तिम लेखापरीक्षण प्रतिवेदनमा उल्लेखिय कैफियतहरु नभएको व्यहोरा जानकारी गराउँदछु ।

८. लाभांश बाँडफाँड गर्न सिफारिस गरिएको रकम :

कम्पनीको आ.व. २०७९/०८० को नाफा नोक्सान हिसाबमा बााडफाँडका लागि उपलब्ध रकम मध्येबाट कम्पनीको हाल कायम रहेको चुक्ता पूँजी रु. १,४५,९२,७५,७९१/– (अक्षरेपि एक अर्ब पैतालीस करोड बयानब्बे लाख पचहत्तर हजार सात सय एकानब्बे रुपैयाा मात्र) को ५.५ प्रतिशतका दरले हुने बोनस शेयर बापत रु. ८,०२,६०,१६८.५१/- (आठ करोड दुई लाख साठ्ठी हजार एक सय अठसठ्ठी रुपैयाा एकाउन्न पैसा मात्र) तथा नगद लाभांश (प्रस्तावित बोनस शेयरमा लाग्ने कर प्रयोजनका लागि) ०.२८९५ प्रतिशतले हुने रु. ४२,२४,२१९.४०/- (बयालिस लाख चौविस हजार दुई सय उन्नाईस रुपैयाँ चालिस पैसा मात्र) वितरण गर्नका लागि प्रस्ताव पेश गरिएको छ । उक्त लाभांश अनुमोदन तथा हकप्रद जारी पश्चात कम्पनीको चुक्ता पूँजी बृद्धि भई रु.२,५०,२६,५७,९८२/-(दुई अर्ब पचास करोड छब्बीस लाख सन्ताउन्न हजार नै सय बयासी रुपैयाँ) हुने व्यहोरा जानकारी गराउँदछु ।

९. शेयर जफत भएको भए जफत भएको शेयर संख्या, त्यस्तो शेयरको अंकित मूल्य, त्यस्तो शेयर जफत हुनुभन्दा अगावै सो वापत कम्पनीले

प्राप्त गरेको जम्मा रकम र त्यस्तो शेयर जफत भएपछि सो शेयर बिक्री गरी कम्पनीले प्राप्त गरेको रकम तथा जफत भएको शेयरबापत रकम फिर्ता गरेको भए सोको विवरण :

कम्पनीले समीक्षा आर्थिक वर्षमा कुनै शेयर जफत नगरेको व्यहोरा जानकारी गराउँदछु ।

१०. **विगत आर्थिक वर्षमा कम्पनी र यसको सहायक कम्पनीको कारोबारको प्रगति र सो आर्थिक वर्षको अन्तमा रहेको स्थितिको पुनरावलोकन :**

गत आर्थिक वर्ष र समिक्षा वर्षमा कम्पनीको कारोबारको प्रगति र सो आर्थिक वर्षको अन्त्यमा रहेको स्थितिको विवरण वासलात, नाफा नोक्सान हिसाब, नगद प्रवाह विवरण तथा सो संग सम्बन्धित संलग्न गरिएको अनुसूचीहरु यसै वार्षिक प्रतिवेदनमा संलग्न गरिएको व्यहोरा अनुरोध छ । यस कम्पनीको कुनै सहायक कम्पनी नरहेको व्यहोरा जानकारी गराउँदछु ।

११. **कम्पनी तथा त्यसको सहायक कम्पनीले आर्थिक वर्षमा सम्पन्न गरेको प्रमुख कारोबारहरु र सो अवधिमा कम्पनीको कारोबारमा आएको कुनै महत्वपूर्ण परिवर्तन :**

यस कम्पनी निर्जीवन बीमा व्यवसाय गर्ने बीमकको हैसियतमा दर्ता गरिएको कम्पनी हो । यस समिक्षा अवधिमा कम्पनीको कारोबारमा कुनै महत्वपूर्ण परिवर्तन नभएको व्यहोरा जानकारी गराउँदछु ।

१२. **विगत आर्थिक वर्षमा कम्पनीको आधारभूत शेयरधनीहरुले कम्पनीलाई उपलब्ध गराएको जानकारी :**

कम्पनीको आधारभूत शेयरधनीहरुबाट कुनै पनि जानकारी प्राप्त नभएको व्यहोरा जानकारी गराउँदछु ।

१३. **विगत आर्थिक वर्षमा कम्पनीका संचालक तथा पदाधिकारीहरुले लिएको शेयरको स्वामित्वको विवरण र कम्पनीको शेयर कारोबारमा निजहरु संलग्न रहेको भए सो सम्बन्धमा निजहरुबाट कम्पनीले प्राप्त गरेको जानकारी :**

यस कम्पनीमा संचालक तथा पदाधिकारीहरु कम्पनीको शेयर कारोबारमा संलग्न नरहेको व्यहोरा जानकारी गराउँदछु ।

१४. **विगत आर्थिक वर्षमा कम्पनीसँग सम्बन्धित सम्झौताहरुमा कुनै संचालक तथा निजको नजिकको नातेदारको व्यक्तिगत स्वार्थको बारेमा उपलब्ध गराइएको जानकारीको व्यहोरा :**

कम्पनीसाग सम्बन्धित सम्झौताहरुमा कुनै संचालक तथा निजको नजिकको नातेदारको व्यक्तिगत स्वार्थ नभएको व्यहोरा जानकारी गराउँदछु ।

१५. **कम्पनीले आफ्नो शेयर आफैले खरिद गरेको भए त्यसरी आफ्नो शेयर खरिद गर्नुको कारण, त्यस्तो शेयरको संख्या र अंकित मूल्य तथा त्यसरी शेयर खरिद गरेबापत कम्पनीले भुक्तानी गरेको रकम :**

कम्पनीले आफ्नो शेयर आफैले खरिद नगरेको व्यहोरा जानकारी गराउँदछु ।

१६. **आन्तरिक नियन्त्रण प्रणाली भए वा नभएको र भएको भए सोको विस्तृत विवरण :**

कम्पनीको आन्तरिक नियन्त्रण प्रणाली व्यवस्थित रहेको छ । यसका लागि संस्थागत सुशासन कायम गर्नका निमित्त कम्पनीले बीमा व्यवसाय सम्बन्धी दिग्दर्शन, आर्थिक प्रशासन विनियमावली, अण्डराइटिङ्ग म्यानुअल, दाबी म्यानुअल, लगानी म्यानुअल, कर्मचारी सेवा शर्त विनियमावली, पुनर्बीमा म्यानुअल, सम्पत्ति शुद्धीकरण तथा आतंककारी कृयाकलाय नियन्त्रण कार्यविधि, सूचना प्रविधि नीति आदि पारित गरी लागू गरिदै आएको छ ।

संस्थागत सुशासनका लागि कम्पनी सदैव प्रतिवद्ध रही कम्पनी ऐन, बीमा ऐन, बीमा नियमावली तथा बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिका, २०७५ को पालना गरिएको छ । सोका साथै श्री बीमा समितिद्वारा समय समयमा जारी निर्देशन, परिपत्र एवं मार्गदर्शन पूर्ण रुपमा पालना गर्न प्रतिवद्ध रहेको अनुरोध छ ।

कम्पनीको सर्वसाधारण शेयरधनीका तर्फबाट नियुक्त संचालकको संयोजकत्वमा लेखापरीक्षण समितिको गठन गरी सो समितिले कम्पनीको समग्र वित्तीय अवस्थाको मूल्याङ्कन गरी समय समयमा व्यवस्थापनलाई आवश्यक निर्देशन दिने गरेको छ ।

कम्पनीको आन्तरिक लेखापरीक्षणलाई स्वतन्त्र तथा पारदर्शी बनाउन स्वतन्त्र बाह्य चार्टर्ड एकाउन्टेन्ट फर्मलाई नियुक्ति गरिएको छ ।

१७. **विगत आर्थिक वर्ष कुल व्यवस्थापन खर्चको विवरण :**

यसै वार्षिक प्रतिवेदनमा संलग्न कम्पनीको वित्तीय विवरणको अनुसूची “५” मा विगत आर्थिक वर्षको कुल व्यवस्थापन खर्चको विवरण

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उल्लेख गरिएको छ ।

१८. **लेखापरीक्षण समितिका सदस्यहरुको नामावली, निजहरुले प्राप्त गरेको पारिश्रमिक, भत्ता तथा सुविधा, सो समितिले गरेका काम कारबाहीको विवरण र सो समितिले कुनै सुझाव दिएको भए सोको विवरण :**

कम्पनी ऐन, २०६३ को दफा १६४ तथा बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिकाको दफा ३८ को अधीनमा रही सर्वसाधारण शेयरधनीका तर्फबाट प्रतिनिधित्व गर्ने संचालकको संयोजकत्वमा देहाय बमोजिम लेखापरीक्षण समिति गठन गरिएको छ ।

क) श्री शालिनी राणा शाह, संचालक	-	संयोजक
ख) श्री डा. भरत कुमार थापा, संचालक	-	सदस्य
ग) श्री कवि राज अधिकारी, संचालक	-	सदस्य
(निजको राजिनामा पश्चात श्री लक्ष्मी प्रपन्न निरौला सदस्यको रुपमा रहनु भएको)		
घ) श्री मनोज श्रेष्ठ, उप कार्यकारी प्रमुख	-	सदस्य सचिव

लेखापरीक्षण समितिको बैठकमा प्रति संचालक प्रति बैठक रु.१०,०००/- बैठक भत्ता प्रदान गर्ने व्यवस्था गरिएको छ । समिक्षा अवधिमा उक्त समितिको १९ वटा बैठक बसी आवश्यक निर्णय गरेको व्यहोरा अवगत गराउदै आ.व. २०७९/०८० मा कुल रु. ५,४०,०००/- बैठक भत्ता वापत भुक्तानी गरिएको छ ।

१९. **संचालक, प्रबन्ध संचालक, कार्यकारी प्रमुख, कम्पनीका आधारभूत शेयरधनी वा निजको नजिकका नातेदार वा निज संलग्न रहेको फर्म, कम्पनी वा संगठित संस्थाले कम्पनीलाई कुनै रकम बुझाउन बाँकी भए सो कुरा :**

संचालक, प्रबन्ध संचालक, कार्यकारी प्रमुख, कम्पनीका आधारभूत शेयरधनी वा निजको नजिकका नातेदार वा निज संलग्न रहेको फर्म, कम्पनी वा संगठित संस्थाले कम्पनीलाई कुनै रकम बुझाउन बाँकी नभएको व्यहोरा जानकारी गराउँदछु ।

२०. **संचालक, प्रबन्ध संचालक, कार्यकारी प्रमुख तथा पदाधिकारीहरुलाई भुक्तानी गरिएको पारिश्रमिक, भत्ता तथा सुविधाको रकम :**

समिक्षा वर्षमा संचालकहरुलाई संचालक समिति तथा अन्य उपसमितिहरुको बैठकमा सहभागी भए वापत देहाय बमोजिम बैठक भत्ता भुक्तानी गरिएको व्यहोरा अनुरोध छ ।

क्र.सं.	**विवरण**	**रकम**
क)	संचालक समितिको बैठक भत्ता	रु. १८,९७,०००/-
ख)	लेखापरीक्षण समितिको बैठक भत्ता	रु. ५,४०,०००/-
ग)	दाबी भुक्तानी तथा पुनर्बीमा उपसमिति बैठक भत्ता	रु. ३,२०,०००/-
घ)	कर्मचारी सेवा शर्त व्यवस्थापन उपसमिति बैठक भत्ता	रु. ९०,०००/-
ङ)	लगानी, जोखिम व्यवस्थापन तथा वित्तीय स्वस्थता (सोल्भेन्सी) उपसमिति बैठक भत्ता	रु. ६०,०००/-
च)	सम्पत्ति शुद्धीकरण तथा आतंककारी क्रियाकलाप निवारण उपसमिति बैठक भत्ता	रु. ३०,०००/-
छ)	प्रमुख कार्यकारी अधिकृत नविकरण उपसमिति बैठक भत्ता	रु. ७०,०००/-

कम्पनीको प्रमुख कार्यकारी अधिकृतलाई समिक्षा अवधिमा पारिश्रमिक, भत्ता तथा अन्य सुविधा वापत रु. ९२,२२,३३६/- भुक्तानी गरिएको छ । यसै गरी उपकार्यकारी प्रमुख, सहायक महाप्रबन्धक तथा विभागीय प्रमुख पदाधिकारीहरुलाई समिक्षा अवधिमा पारिश्रमिक, भत्ता तथा अन्य सुविधा वापत रु. १,७६,१२,२९६/- भुक्तानी गरिएको छ ।

२१. **शेयरधनीहरुले बुझिलिने बाँकी रहेको लाभांशको रकम:**

२०८० आषाढ मसान्त सम्ममा शेयरधनीहरुले बुझिलिन बाँकी रहेको लाभांश देहाय बमोजिम रहेको छ :

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क) आ.व. २०६९/७० को भुक्तानी लिन बाँकी नगद लाभांश : रु. १०,८३,३१३/-

ख) आ.व. २०७०/७१ को भुक्तानी लिन बाँकी नगद लाभांश : रु. १६,७३,४१३/-

२२. **दफा १४१ बमोजिम खरिद वा बिक्रि गरेको कुराको विवरण :**

यस दफा अन्तर्गत उल्लेख गर्नु पर्ने त्यस्तो कुनै सम्पत्ति समिक्षा अवधिमा खरिद वा बिक्री नभएको व्यहोरा जानकारी गराउँदछु ।

२३. **दफा १७५ बमोजिम सम्बद्ध कम्पनी बीच भएको कारोबारको विवरण :**

यस कम्पनीको मुख्य कम्पनी श्री नेशनल लाईफ ईन्स्योरेन्स कम्पनी लिमिटेड, लाजिम्पाट, काठमाण्डौं रहेको छ । मुख्य कम्पनीसंग समिक्षा अवधिमा असम्बद्ध पक्षहरु बीच हुने कारोबार (ARMS Length Basis) को रुपमा कर्मचारीहरुको सामूहिक जीवन बीमा (Group Endowment Life Insurance Policy) वापत यस वर्ष रु. ७२,६४,३९५.६३/– को कारोबार भएको व्यहोरा जानकारी गराउँदछु ।

२४. **यस ऐन तथा प्रचलित कानुन बमोजिम संचालक समितिको प्रतिवेदनमा खुलाउनुपर्ने अन्य कुनै कुरा :**

यस ऐन तथा प्रचलित कानुन बमोजिम संचालक समितिको प्रतिवेदनमा खुलाउनुपर्ने विषयहरु यसै प्रतिवेदनको सान्दर्भिक ठाउाहरुमा खुलाइएको व्यहोरा जानकारी गराउँदछु ।

२५. **अन्य आवश्यक कुराहरु :**

यस प्रतिवेदनको सान्दर्भिक ठाँउमा खुलाएको व्यहोरा जानकारी गराउँदछु ।

धन्यवाद ज्ञापन :

कम्पनीको प्रगति तथा सम्बृद्धिमा सहयोग पुऱ्याउने नेपाल सरकार, बीमा समिति, नेपाल राष्ट्र बैंक, कम्पनी रजिष्ट्रारको कार्यालय, नेपाल धितोपत्र बोर्ड, नेपाल स्टक एक्सचेञ्ज, सिडिएस एण्ड क्लेयरिङ्ग लिमिटेड, मुख्य कम्पनी नेशनल लाईफ ईन्स्योरेन्स कम्पनी लि., सम्पूर्ण शेयरधनी महानुभावहरु, पुनर्बीमा ब्रोकरहरु तथा पुनर्बीमा कम्पनीहरु, शेयर रजिष्ट्रार, बैंक तथा वित्तीय संस्थाहरु, अभिकर्ताहरु, उद्योगी व्यवसायी तथा अन्य सम्बन्धित संस्थाहरुलाई धन्यवाद ज्ञापन गर्दै ग्राहक वर्गबाट प्राप्त सहयोगका लागि आभार प्रकट गर्दछु ।

साथै कम्पनीका कर्मचारीहरुको निष्ठा, लगनशीलता एवं कठिन परिश्रमको सराहना गर्दै भविष्यमा पनि यसको निरन्तरताको अपेक्षा राख्दछु ।

अन्त:मा कम्पनीको संचालनमा गहिरो रुचि लिनु भई उपस्थित हुनु भएका सम्पूर्ण शेयरधनी महानुभावहरुबाट सभाको कार्यसूची बमोजिमको प्रस्तावहरु माथि छलफल गरी स्वीकृति प्रदान गर्नु हुन अनुरोध छ । साथै, यहाँहरुबाट रचनात्मक सुझावहरु प्राप्त हुने विश्वासका साथ यो प्रतिवेदन अन्त्य गर्ने अनुमति चाहन्छु ।

धन्यवाद ।

संचालक समितिको तर्फबाट,

....	....
लक्ष्मी प्रपन्न निरौला	बिमल प्रसाद वाग्ले
स्वतन्त्र संचालक	अध्यक्ष

मिति : २०८०/१०/०७

आर. राजकर्णिकार एण्ड कं.
CA Rajesh Rajkarnikar
R. Rajkarnikar & Co.
Chartered Accountants

Sita Paila, Nagarjun Nagarpalika, Kathmandu. Telephone : (01) 4034786 email: rrajkarnikar@gmail.com r_rajkarnikar@hotmail.com

Independent Auditor's Report
to the shareholders of
NLG Insurance Company Limited

Opinion

We have audited the accompanying financial statements of NLG Insurance Company Limited ("Company"), which comprise the statement of financial position as at 32 Ashadh 2080, the statement of profit or loss, statement of other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to financial statements including a summary of significant accounting policies (together "financial statements").

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Company as at 32 Ashadh 2080, and its financial performance and cash flows for the year then ended in accordance with Nepal Financial Reporting Standards (NFRSs).

Basis of 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 this auditor's report.

We are independent of NLG Insurance Company Limited in accordance with The Institute of Chartered Accounts of Nepal's (ICAN) Handbook of Code of Ethics for Professional Accountants together with the ethical requirements that are relevant to our audit of the financial statements in Nepal, and we have fulfilled our other ethical responsibilities in accordance with these requirements. 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 those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion there on, and we do not provide a separate opinion on these matters.

Key Audit Matters	Response to Key Audit Matters
1. Liability Adequacy Liability Adequacy Test is performed to determine whether there is any overall excess of expected claims and deferred acquisition costs over unearned premiums. If the carrying amount of the unearned premiums is inadequate, the deficiency is recognized in the statement of profit or loss by setting up a provision for liability. Insurance Contract Liabilities are created to cover this risk based on the actuarial valuation report. Refer to accounting policy 3 (k) and the disclosures in note 19 and 46(f).	**Principal Audit Procedures** Our audit procedures consisted verification of outstanding claims, IBNR, IBNER, case reserves, premium deficiency, margin for adverse deviation and verification of unearned premium as per actuarial valuation report. **Conclusion** The insurance contract liabilities are fairly provided.

R.Raj

R. Rajkarnikar & Co. Kathmandu Chartered Accountants

आर. राजकर्णिकार एण्ड कं.

CA Rajesh Rajkarnikar

R. Rajkarnikar & Co.
Chartered Accountants

2. Insurance Claim Insurance claim is the major area of expenses for the insurance companies. The Provision and payment of claims was considered to be one of the matters of most significance in financial statements. Refer to accounting policy 3 (k) and the disclosures in note 33	**Principal Audit Procedures** Our audit procedures consisted of focus on Appropriateness of processing claim including surveyor report, claim paid and provision made. **Conclusion** The recognition of claim paid, provision made and its presentation are fairly made.

Responsibilities of management and Those Charged with Governance for the Financial Statement

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Nepal Financial Reporting Standards, 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 operation, or has not realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's responsibility for the audit of 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 financial statement users taken on the basis of these financial statements.

As part of an audit conducted in accordance with NSAs, we exercise professional judgement and maintain professional scepticism 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 entity'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 the 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

R. Rajkarnikar & Co. Kathmandu Chartered Accountants

CA Rajesh Rajkarnikar

आर. राजकर्णिकार एण्ड कं.
R. Rajkarnikar & Co.
Chartered Accountants

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; and,

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in manner that achieves fair presentation.

We communicate with Management 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 matters required under Nepal Company Act, 2063

Pursuant to the legal requirement under section 115(3) of Companies Act, 2063 with respect to our responsibilities to report, we report that:

1. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
2. In our opinion, the financial statements referred in this report have been prepared in accordance with Companies Act, 2063 and are in agreement with the books of account maintained by the company;
3. In our opinion, proper books of account as required by prevailing law have been kept by the company so far as appears from our examination of such books;
4. To the best of our information and according to explanations given to us and from our examination of the books of account of the company necessary for the purpose of our audit, we have not come across cases where Board of Directors or any employee of the company have acted contrary to the provisions of law, or committed any misappropriation or caused loss or damage to the company.

R. Rajkarnikar and Co.
Chartered Accountants

R.Rajkarnikar & Co. Kathmandu Chartered Accountants

CA Rajesh Rajkarnikar
Proprietor

Dated: 2080/09/29
Place: Kathmandu, Nepal

UDIN number: 240114CA00067kUEXV

एनएलजी इन्स्योरेन्स कम्पनी लिमिटेड

Statement of Financial Position
As at 16th July , 2023 (Ashad End 2080)

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Assets			
Goodwill and Intangible Assets	4	1,077,563	722,776
Property and Equipment	5	97,920,022	36,305,946
Investment Properties	6	-	-
Deferred Tax Assets	7	66,482,801	38,798,396
Investment in Subsidiaries	8	-	-
Investment in Associates	9	-	-
Investments	10	2,473,497,409	2,397,008,582
Loans	11	21,220,371	20,272,427
Reinsurance Assets	12	1,531,499,755	1,821,765,097
Current Tax Assets	21	166,387,937	207,340,943
Insurance Receivables	13	717,248,686	605,881,639
Other Assets	14	430,672,414	404,894,984
Other Financial Assets	15	126,751,232	117,302,402
Cash and Cash Equivalents	16	204,815,343	174,821,944
Total Assets		**5,837,573,532**	**5,825,115,140**
Equity & Liabilities			
Equity			
Share Capital	17 (a)	1,459,275,791	1,326,614,355
Share Application Money Pending Allotment	17 (b)	-	-
Share Premium	17(c)	-	46,761,733
Insurance Fund	17(d)	1,243,666,569	-
Catastrophe Reserves	17(e)	71,833,354	62,509,259
Retained Earnings	17(f)	100,574,603	113,790,915
Other Equity	17(g)	112,203,192	1,252,244,462
Total Equity		**2,987,553,510**	**2,801,920,724**
Liabilities			
Provisions	18	126,237,020	114,188,020
Gross Insurance Contract Liabilities	19	2,136,360,400	2,495,008,053
Deferred Tax Liabilities	7	-	-
Insurance Payables	20	56,875,221	30,358,030
Current Tax Liabilities (Net)	21	-	-
Borrowings	22	-	-
Other Financial Liabilities	23	467,754,603	326,379,879
Other Liabilities	24	62,792,778	57,260,434
Total Liabilities		**2,850,020,022**	**3,023,194,416**
Total Equity and Liabilities		**5,837,573,532**	**5,825,115,140**

The accompanying notes form an Integral Part of Financial Statements.

Bimal Prasad Wagle
Chairman

Bharat Bahadur Basnet
Director

Suresh Prasad Khatri
Director

Dr. Bharat Kumar Thapa
Director

Shalini Rana Shah
Director

Laxmi Prapanna Niroula
Independent Director

Sunil Ballav Pant
Chief Executive Officer

Prabhat A.C.
Head - Finance & Accounts

As per our report on Even Date

CA Rajesh Rajkarnikar
Proprietor
R. Rajkarnikar & Co., Chartered Accountants

Date: 2024.01.14
Place: Kathmandu

अठारौं वार्षिक प्रतिवेदन २०७९/८० ॥ १४

एनएलजी इन्स्योरेन्स कम्पनी लिमिटेड

Statement of Profit or Loss
For the year Ended Ashad, 2080

Fig. in NPR

Particular	Notes	Current Year	Previous Year
Income:			
Gross Earned Premiums	25	2,323,996,061	2,202,657,330
Premiums Ceded	26	1,585,758,042	1,533,745,366
Net Earned Premiums		**738,238,019**	**668,911,964**
Commission Income	27	354,339,794	340,409,387
Other Direct Income	28	11,552,370	22,692,131
Income from Investments & Loans	29	211,447,747	199,056,215
Net Gain/ (Loss) on Fair Value Changes	30	-	-
Net Realised Gains/ (Losses)	31	-	-
Other Income	32	34,290,841	10,764,798
Total Income		**1,349,868,771**	**1,241,834,496**
Expenses:			
Gross Claims Paid	33	2,190,255,359	1,937,618,325
Claims Ceded	33	-1,646,826,049	-1,356,353,308
Gross Change in Contract Liabilities	34	-440,759,165	126,669,771
Change in Contract Liabities Ceded to Reinsurers	34	368,365,334	-195,874,847
Net Claims Incurred		**471,035,479**	**512,059,941**
Commission Expenses	35	81,892,859	85,281,889
Service Fees	36	6,182,560	6,704,271
Other Direct Expenes	37	7,785,657	9,533,538
Employee Benefits Expenses	38	289,007,639	266,226,004
Depreciation and Amortization Expenses	39	48,679,457	9,100,128
Impairment Losses	40	27,673,986	-42,201,064
Other Operating Expenses	41	99,363,724	103,734,022
Finance Cost	42	8,752,443	-
Total Expenses		**1,040,373,804**	**950,438,729**
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax		**309,494,967**	**291,395,766**
Share of Net Profit of Associates accounted using Equity Method	9	-	-
Profit Before Tax		**309,494,967**	**291,395,766**
Income Tax Expense	43	101,399,825	79,589,530
Net Profit/ (Loss) For The Year		**208,095,142**	**211,806,237**
Earning Per Share	51		
Basic EPS		14.26	15.97
Diluted EPS		14.26	15.97

The accompanying notes form an Integral Part of Financial Statements.

Bimal Prasad Wagle Chairman	**Bharat Bahadur Basnet** Director	**Suresh Prasad Khatri** Director
Dr. Bharat Kumar Thapa Director	**Shalini Rana Shah** Director	**Laxmi Prapanna Niroula** Independent Director
Sunil Ballav Pant Chief Executive Officer	**Prabhat A.C.** Head - Finance & Accounts	As per our report on Even Date

CA Rajesh Rajkarnikar
Proprietor
R. Rajkarnikar & Co., Chartered Accountants

Date: 2024.01.14
Place: Kathmandu

एनएलजी इन्स्योरेन्स कम्पनी लिमिटेड

Statement of Other Comprehensive Income
For the year Ended Ashad, 2080

Fig. in NPR

Particular	Notes	Current Year	Previous Year
Net Profit/ (Loss) For The Year		**208,095,142**	**211,806,237**
Other Comprehensive Income			
a) Items that are or may be Reclassified to Profit or Loss			
Changes in Fair Value of FVOCI Debt Instruments			
Cash Flow Hedge - Effective Portion of Changes in Fair Value		-	-
Exchange differences on translation of Foreign Operation		-	-
Share of other comprehensive income of associates accounted for using the equity method	9	-	-
Income Tax Relating to Above Items		-	-
Reclassified to Profit or Loss		-	-
b) Items that will not be Reclassified to Profit or Loss		**-**	**-**
Changes in fair value of FVOCI Equity Instruments		-39,657,173	-16,345,228
Revaluation of Property and Equipment/ Goodwill & Intangible Assets			
Remeasurement of Post-Employment Benefit Obligations		19,487,486	11,126,587
Share of other comprehensive income of associates accounted for using the equity method	9		
Income Tax Relating to Above Items		6,050,906	1,565,592
Total Other Comprehensive Income For the Year, Net of Tax		**-14,118,781**	**-3,653,049**
Total Comprehensive Income For the Year, Net of Tax		**193,976,361**	**208,153,188**

The accompanying notes form an Integral Part of Financial Statements.

Bimal Prasad Wagle
Chairman

Bharat Bahadur Basnet
Director

Suresh Prasad Khatri
Director

Dr. Bharat Kumar Thapa
Director

Shalini Rana Shah
Director

Laxmi Prapanna Niroula
Independent Director

Sunil Ballav Pant
Chief Executive Officer

Prabhat A.C.
Head - Finance & Accounts

As per our report on Even Date

CA Rajesh Rajkarnikar
Proprietor
R. Rajkarnikar & Co., Chartered Accountants

Date: 2024.01.14
Place: Kathmandu

एनएलजी इन्स्योरेन्स कम्पनी लिमिटेड

Statement of Changes in Equity For the year Ended Ashad, 2080

Fig. in NPR

Particulars	Ordinary Share Capital	Pref-erence Shares	Share Appli-cation Money Pending Allotment	Share Premium	Retained Earnings	Revalua-tion Reserves	Special Reserves	Capital Re-serves	Catastrophe Reserve	Corporate Social Responsi-bility (CSR) Reserves	Insurance Fund Including Insurance Reserve	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserve	Other Re-serves	Total
Balance as on Shrawan 1, 2078	1,096,375,500	-	-	46,761,733	256,194,056		-		51,239,383		1,025,833,683	77,977,064	-9,758,237	60,823,008	20,264	2,605,466,454
Prior period adjustment					-1,356,078											-1,356,078
Restated Balance as at Shrawan 1, 2078	1,096,375,500	-	-	46,761,733	254,837,978	-	-	-	51,239,383	-	1,025,833,683	77,977,064	-9,758,237	60,823,008	20,264	2,604,110,376
Profit/(Loss) For the Year		-	-	-	211,806,237											211,806,237
Other Comprehensive Income for the Year, Net of Tax					-3,653,049											-3,653,049
i) Changes in Fair Value of FVOCI Debt Instruments																-
ii) Gains/ (Losses) on Cash Flow Hedge																-
iii) Exchange differences on translation of Foreign Operation																-
iv) Changes in fair value of FVOCI Equity Instruments					16,345,228							-16,345,228				-
v) Revaluation of Property and Equipment/ Goodwill & Intangible Assets																-
vi) Remeasurement of Post-Employment Benefit Obligations					-11,126,587								11,126,587			-
Transfer to Reserves/ Funds					-135,861,809		-		11,269,876		124,591,933					-
Transfer to Deferred Tax Reserves					22,024,611									-22,024,611		-
Transfer of Depreciation on Revaluation of Property and Equipment																-
Transfer on Disposal of Revalued Property and Equipment																-
Transfer on Disposal of Equity Instruments Measured at FVTOCI					1,774,993											1,774,993
Share Issuance Costs																-
Contribution by/ Distribution to the owners of the Company																-
i) Bonus Share Issued	230,238,855				-230,238,855											-
ii) Share Issue																-
iii) Cash Dividend					-12,117,834											-12,117,834
iv) Dividend Distribution Tax																-
v) Others (To be specified)																-
Balance as on Ashadh end, 2079	**1,326,614,355**	**-**	**-**	**46,761,733**	**113,790,914**	**-**	**-**	**-**	**62,509,259**	**-**	**1,150,425,616**	**61,631,836**	**1,368,350**	**38,798,396**	**20,264**	**2,801,920,723**
Balance as on Shrawan 1, 2079	1,326,614,355	-	-	46,761,733	113,790,914	-	-	-	62,509,259	-	1,150,425,616	61,631,836	1,368,350	38,798,396	20,264	2,801,920,723
Prior period adjustment																-
Restated Balance as at Shrawan 1, 2079	1,326,614,355	-	-	46,761,733	113,790,914	-	-	-	62,509,259	-	1,150,425,616	61,631,836	1,368,350	38,798,396	20,264	2,801,920,723
Profit/(Loss) For the Year					208,095,142											208,095,142
Other Comprehensive Income for the Year, Net of Tax																-
i) Changes in Fair Value of FVOCI Debt Instruments																-
ii) Gains/ (Losses) on Cash Flow Hedge																-
iii) Exchange differences on translation of Foreign Operation																-
iv) Changes in fair value of FVOCI Equity Instruments												-27,760,021				-27,760,021
v) Revaluation of Property and Equipment/ Goodwill & Intangible Assets																-
vi) Remeasurement of Post-Employment Benefit Obligations													13,641,240			13,641,240
Transfer to Special Reserve							1,150,425,616				-1,150,425,616					
Transfer to Reserves/ Funds					-106,804,988		93,230,821		9,323,082	4,251,084		-18,489,551	-410,505	18,900,056		-
Transfer to Deferred Tax Reserves					-21,633,499									21,633,499		-
Transfer of Depreciation on Revaluation of Property and Equipment																-
Transfer on Disposal of Revalued Property and Equipment																-
Transfer on Disposal of Equity Instruments Measured at FVTOCI					-											-
CSR Expenses										-1,361,394						-1,361,394
Transfer of Regulatory Reserve					8,916		10,132		1,013	203					-20,264	-
Transfer of Share Premium				-46,761,733	46,761,733											
Contribution by/ Distribution to the owners of the Company																-
i) Bonus Share Issued	132,661,436				-132,661,436											-
ii) Share Issue	-															-
iii) Cash Dividend					-6,982,181											-6,982,181
iv) Dividend Distribution Tax																-
v) Others (To be specified)																-
Balance as on Ashadh end, 2080	**1,459,275,791**	**-**	**-**	**-**	**100,574,601**	**-**	**1,243,666,569**	**-**	**71,833,354**	**2,889,893**	**-**	**15,382,264**	**14,599,085**	**79,331,951**	**-**	**2,987,553,508**

एनएलजी इन्स्योरेन्स कम्पनी लिमिटेड

Statement of Cash Flows
For the year Ended Ashad, 2080

Fig. in NPR

Particular	Current Year	Previous Year
Cash Flow From Operating Actvities:		
Cash Received		
Gross Premium Received	2,406,107,573	2,360,781,355
Commission Received	234,109,744	384,032,944
Claim Recovery Received from Reinsurers	1,646,826,049	1,356,353,308
Realised Foreign Exchange Income other than on Cash and Cash Equivalents		
Others Direct income received	(35,226,259)	33,469,089
Others (to be specified)		
Cash Paid		
Gross Benefits and Claims Paid	(2,190,255,359)	(1,937,618,325)
Reinsurance Premium Paid	26,517,191	(1,690,354,269)
Commission Paid	(73,542,817)	(78,782,085)
Service Fees Paid	(19,819,212)	(21,200,323)
Employee Benefits Expenses Paid	(254,619,309)	(266,226,004)
Other Expenses Paid	59,592,343	(113,267,560)
Other Direct Expenses Paid		
Others (to be specified)		(466,313,952)
Income Tax Paid	13,268,602	(48,949,022)
Net Cash Flow From Operating Activities [1]	**1,812,958,545**	**(488,074,844)**
Cash Flow From Investing Activities		
Acquisitions of Intangible Assets	(499,342)	(50,000)
Proceeds From Sale of Intangible Assets		
Acquisitions of Investment Properties		
Proceeds From Sale of Investment Properties		
Acquisitions of Property, Plant & Equipment	(110,148,977)	(24,594,871)
Proceeds From Sale of Property, Plant & Equipment		14,100
Payment for acquisition of Subsidiaries/ Investment in Subsidiaries		
Investment in Subsidiaries		
Receipts from Sale of Investments in Subsidiaries		
Investment in Associates		
Receipts from Sale of Investments in Associates		
Purchase of Equity Instruments		(547,805,483)
Proceeds from Sale of Equity Instruments		550,617,530
Purchase of Mutual Funds		(37,417,871)
Proceeds from Sale of Mutual Funds		70,614,861
Purchase of Preference Shares		
Proceeds from Sale of Preference Shares		
Purchase of Debentures		(106,811,000)
Proceeds from Sale of Debentures		55,027,000
Purchase of Bonds		
Proceeds from Sale of Bonds		
Investments in Deposits	(1,875,834,451)	(2,498,000,000)
Maturity of Deposits		2,219,000,000
Loans Paid		(2,993,528)
Proceeds from Loans	(947,944)	
Interest Income Received	203,913,567	
Dividend Received	7,534,180	
Others (to be specified)		537,720,615
Total Cash Flow From Investing Activities [2]	**(1,775,982,967)**	**215,321,352**
Cash Flow From Financing Activities		
Interest Paid	-	-
Proceeds from Borrowings	-	-
Repayment of Borrowings	-	-
Payment of Finance Lease	-	-
Proceeds From Issue of Share Capital	-	230,238,855
Share Issuance Cost Paid	-	-
Dividend Paid	(6,982,181)	(109,637,550)
Dividend Distribution Tax Paid	-	-
Others (to be specified)		
Total Cash Flow From Financing Activities [3]	**(6,982,181)**	**120,601,305**
Net Increase/(Decrease) In Cash & Cash Equivalents [1+2+3]	**29,993,398**	**(152,152,187)**

अठारौं वार्षिक प्रतिवेदन २०७९/८० ॥ १८

एनएलजी इन्स्योरेन्स कम्पनी लिमिटेड

Cash & Cash Equivalents At Beginning of The Year/Period	174,821,945	326,974,132
Effect of Exchange Rate Changes on Cash and Cash Equivalents		
Cash & Cash Equivalents At End of The Year/Period	**204,815,343**	**174,821,945**
Components of Cash & Cash Equivalents		
Cash In Hand	37,892	122,102
Cheques In Hand	-	
Term Deposit with Banks (with initial maturity upto 3 months)		
Balance With Banks	204,777,451	174,699,842

Bimal Prasad Wagle
Chairman

Bharat Bahadur Basnet
Director

Suresh Prasad Khatri
Director

Dr. Bharat Kumar Thapa
Director

Shalini Rana Shah
Director

Laxmi Prapanna Niroula
Independent Director

Sunil Ballav Pant
Chief Executive Officer

Prabhat A.C.
Head - Finance & Accounts

As per our report on Even Date

CA Rajesh Rajkarnikar
Proprietor
R. Rajkarnikar & Co., Chartered Accountants

Date: 2024.01.14
Place: Kathmandu

एनएलजी इन्स्योरेन्स कम्पनी लिमिटेड

NLG INSURANCE COMPANY LIMITED
Statement of Distributable Profit or Loss
For Period 17th July, 2022 - 16th July, 2023
(For the Year Ended Ashad 2080)

Fig. in NPR

Particulars	Current Year	Previous Year
Opening Balance in Retained Earnings	113,790,914	254,837,978
Transfer from OCI reserves to retained earning in current year	-	211,806,237
Net profit or (loss) as per statement of profit or loss	208,095,142	(3,653,049)
Appropriations:		
i)Transfer to Insurance Fund		
ii)Transfer to Special Reserve	(93,230,821)	-
iii)Transfer to Catastrophe Reserve	(9,323,082)	(11,269,876)
iv)Transfer to Capital Reserve		
v)Transfer to CSR reserve	(4,251,084)	-
vi)Transfer to/from Regulatory Reserve	8,916	
vii)Transfer to Fair Value Reserve		16,345,228
viii)Transfer of Deferred Tax Reserve	(21,633,499)	22,024,611
ix)Transfer to OCI reserves due to change in classification		
x)Others (to be Specified)		(9,351,594)
Deductions:		
i) Accumulated Fair Value Gain on each Financial Assets Measured at FVTPL		
a) Equity Instruments		
b) Mutual Fund		
c) Others (if any)		
ii) Accumulated Fair Value gain on Investment Properties		
iii) Accumulated Fair Value gain on Hedged Items in Fair Value Hedges		
iv) Accumulated Fair Value gain on Hedging Instruments in Fair Value Hedges		
v) Accumulated Fair value gain of Ineffective Portion on Cash Flow Hedges		
vi)) Goodwill Recognised		
vii) Unrealised Gain on fluctuation of Foreign Exchange Currency		
viii) Accumulated Share of Net Profit of Associates accounted using Equity Method included in Investment Account		
ix) Overdue loans		
x) Fair value gain recognised in Statement of Profit or Loss		
xi) Investment in unlisted shares		
xii) Delisted share Investment or mutual fund investment		
xiii) Bonus share/ dividend paid	(139,643,617)	(242,356,689)
xiv) Deduction as per Sec 17 of Financial directive		
xiv) Deduction as per Sec 18 of Financial directive		
xv) Others (to be specified)		
Adjusted Retained Earning	**53,812,868**	**238,382,847**
Add: Transfer from Share Premium Account	46,761,733	
Less: Amount apportioned for Assigned capital		
Less: Deduction as per sec 15(1) Of Financial directive		
Add/Less: Others (to be specified)		
Total Distributable Profit/(loss)	**100,574,601**	**238,382,847**

Bimal Prasad Wagle
Chairman

Bharat Bahadur Basnet
Director

Suresh Prasad Khatri
Director

Dr. Bharat Kumar Thapa
Director

Shalini Rana Shah
Director

Laxmi Prapanna Niroula
Independent Director

Sunil Ballav Pant
Chief Executive Officer

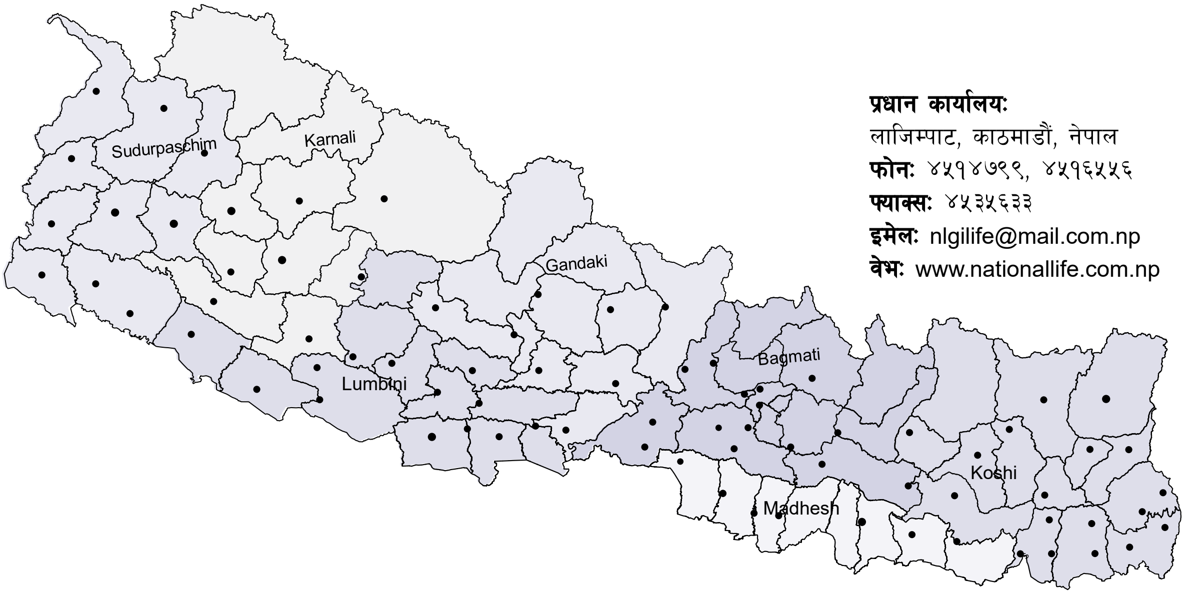
Prabhat A.C.
Head - Finance & Accounts

As per our report on Even Date

CA Rajesh Rajkarnikar
Proprietor
R. Rajkarnikar & Co., Chartered Accountants

Date: 2024.01.14
Place: Kathmandu

नेशनल लाईफ इन्स्योरेन्स कम्पनी लिमिटेडका कार्यालयहरु



प्रधान कार्यालयः
लाजिम्पाट, काठमाडौं, नेपाल
फोनः ४५१४७९९, ४५१६५५६
फ्याक्सः ४५३५६३३
इमेलः nlgilife@mail.com.np
वेभः www.nationallife.com.np

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टिपोट

Kathmandu Institute of Child Health (KIOCH) संस्थालाई कम्पनीको तर्फबाट वित्तिय सहयोग उपलब्ध गराउन कम्पनीको प्रमुख कार्यकारी अधिकृत सुरेश प्रसाद खत्री र उक्त संस्थाको तर्फबाट संस्थापक अध्यक्ष प्रा. डा. श्री भगवान कोइराला संझौतामा हस्ताक्षर कार्यक्रममा सहभागी हुदैं ।

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