



सातौं वार्षिक प्रतिवेदन
आ.व. २०७९/२०८०

BOARD OF DIRECTORS



Mr. Ratan Lal Kedia
Chairman



Mr. Bharat Kumar Todi
Director



Dr. Subarna Das Shrestha
Director



Mr. Tej Bahadur Chand
Director



Mr. Keshab Raj K.C.
Public Director



Mr. Parikshit Khemka
Public Director



Ms. Sarita Bhatta Adhikari
Independent Director

SENIOR MANAGEMENT TEAM



Mr. Shiva Nath Pandey
Chief Executive Officer



Mr. Rakesh Pokharel
Senior Deputy Chief Executive Officer



Mr. Nirajan Kandel
Deputy Chief Executive Officer



Mr. Choodamani Chapagain
Deputy General Manager



Ms. Preeti Shrestha
Company Secretary

Long-Term Protection cum Saving Plans



Sanima Reliance Saral Jeevan Beema Yojana

Sanima Reliance Endowment Assurance Plan

This plan is an ideal protection cum saving plan at an affordable price. Apart from covering risks through financial protection. It also drives regular saving behavior over the term of the policy. It is an alternative to the retirement plan, Besides, the plan is also ideal to make good corpus of fund for future financial needs.



Sanima Reliance Sukhmaya Jeevan Beema Yojana

Sanima Reliance Endowment Assurance cum Whole Life Plan

This plan guarantees lifetime protection and also caters as estate planning vehicle. Even after the premium paying term, the coverage will continue until insured attain an age of 100 years. It is an ideal way of creating an asset while also protecting your family against financial loss in case of any eventuality.



Sanima Reliance Simit Bhukatani Shabadhik Jeevan Beema Yojana

Sanima Reliance Limited Endowment Plan

Under this plan, insured can choose flexible premium payment term from various payment options available & may avail increase in risk coverage in every 5 years. This policy helps insured to save money while also preparing for emergencies and important expenses in the future.



Mero Mutu Bal Jeevan Yojana

Sanima Reliance Child Plan

This plan is ideal for protecting a child's future. By keeping aside/saving a certain amount of money regularly, a good corpus build-up will cater to the future need of your child's educational and social needs. In the case of an eventuality, the current and the future financial needs of the child will be well-taken care.



Sanima Reliance Dhanapati Jeevan Beema Yojana (15-20 years)

Sanima Reliance Money Back Plan (15-20 years)

This plan is ideal for people who desires to have periodic payouts to meet the financial obligations at key stages in life. Under this plan, certain percentage of the sum assured is returned to the insured periodically as survival benefit while maintaining the risk coverage of the full sum assured during the term of the policy.



Sanima Reliance Barshik Dhana Barsa Jeevan Beema Yojana

Annual Money Back Plan

This plan is a participating profit type of anticipated endowment plan. Under this plan a fixed 5% of Sum Assured is payed to the policyholders every year starting from the second year till maturity. This product is specially designed for those who want a regular inflow of cash within the term.



Sanima Reliance Dampati Jeevan Beema Yojana

Sanima Reliance Joint Life Endowment Plan

This plan is ideal for Married couples who share financial responsibilities and want to protect each other should consider this policy. It's good for couples with joint obligations like loans and family expenses. It ensures both partners are financially secure if something happens to one.



Sanima Reliance Dhan Sanchaya Jeevan Beema Yojana

Sanima Reliance Limited Payment Endowment cum Whole Life Plan

This plan suits individuals aiming for both endowment and lifelong insurance benefits while having specific financial targets like retirement or education. It assures a balance between cash value accumulation and guaranteed lifelong coverage through flexible payments.



Sanima Reliance Mero Sunischit Pratifal Jeevan Beema Yojana

Sanima Reliance Mero Sunischit Pratifal Life Insurance Plan

Uniquely designed within our product line, this plan caters to individuals seeking risk coverage alongside a guaranteed maturity value at the policy's end. It provides extended risk coverage for a limited premium payment duration, coupled with an additional death coverage facility during unforeseen circumstances.



Sanima Reliance Shubha Laxmi Jeevan Beema Yojana

Sanima Reliance Triple Endowment Life Insurance Plan

Tailored for individuals facing higher risk exposure with comparatively lower income, this plan includes an inherent additional death coverage feature. In the event of natural death, the beneficiary receives double the sum assured, and in the case of accidental death, triple the sum assured is provided.



Sanima Reliance Myadi Jeevan Beema Yojana

Sanima Reliance Term Life Insurance Plan

High-risk coverage at a low premium is the beauty of this plan. With the most affordable premium, the plan can provide adequate financial protection to your loved ones in case of an eventuality. This plan gives complete freedom to live life freely in peace.

Corporate Solutions



Group Endowment Plan

This plan offers life insurance coverage and saving benefits to the employees by their employers. This plan provides financial assistance and stability to the beneficiary in case of any eventuality/maturity.



Group Term Plan

This plan offers life insurance coverage by the employers to their employees. This plan provides financial assistance and stability to the beneficiary in case of any eventuality.



Microinsurance Plan

This plan offers insurance coverage to the members of microinsurance companies & co-operatives who are mainly low-income people, who have less access to adequate risk management tools, and are vulnerable to fall back to poverty in times of hardship and requires insurance coverage. The plan gives financial assistance and stability to the beneficiaries of the members in case of an eventuality, Besides, additional benefits like Accidental Death Benefit (ADB), Total Permanent Disability (TPD) & Funeral Expense can be availed with the plan with nominal additional premium.



Group Affinity Plan

This plan offers life insurance coverage to non-employer/employee heterogeneous group of people-members of co-operatives, self-help groups, members of associations, members of lending institutions and others. The beneficiary will receive coverage amount in case of the eventuality of the policyholder, Besides, additional benefits like Accidental Death Benefit (ADB), Total Permanent Disability (TPD), Permanent Partial Disability (PPD) & Funeral Expense can be availed with the plan with nominal additional premium.

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सानिमा रिलायन्स लाईफ इन्स्योरेन्स लिमिटेडका शेयरधनी महानुभावहरूलाई सातौं वार्षिक साधारण सभा सम्बन्धी सूचना

आदरणीय शेयरधनी महानुभावहरू,

यस सानिमा रिलायन्स लाईफ इन्स्योरेन्स लिमिटेडको सञ्चालक समितिको मिति २०८१।०५।३१ गते (तदनुसार १६ सेप्टेम्बर, २०२४) मा बसेको ३१ औं बैठकको निर्णयानुसार कम्पनीको सातौं वार्षिक साधारण सभा निम्न मिति, स्थान र समयमा निम्न विषयहरू उपर छलफल तथा निर्णय गर्नको लागि बस्ने भएको हुँदा कम्पनी ऐन, २०६३ को दफा ६७ (२) बमोजिम सम्पूर्ण शेयरधनी महानुभावहरूको जानकारीको लागि यो सूचना प्रकाशित गरिएको छ । सम्बन्धित शेयरधनी महानुभावहरूलाई आफू स्वयम वा रीतपूर्वक प्रतिनिधि मार्फत उपस्थितिको लागि अनुरोध गर्दछौं ।

सभा हुने मिति, स्थान र समय

मिति : २०८१ आश्विन २३ गते बुधवार (तदनुसार ९ अक्टोबर, २०२४)

स्थान : अनमोल बैंकवेट, शंखमुल, नयाँ बानेश्वर काठमाण्डौं ।

समय : बिहान ११:०० बजे ।

छलफलका विषयहरू :

(क) सामान्य प्रस्ताव :

१. सञ्चालक समितिको तर्फबाट अध्यक्षज्यूले प्रस्तुत गर्नु हुने आ.व. २०७९/०८० को वार्षिक प्रतिवेदन पारित गर्ने सम्बन्धमा ।
२. साबिक रिलायन्स लाईफ इन्स्योरेन्स लि. को आ.व. २०७९/०८० को मिति २०७९।१२।०८ सम्मको लेखा परिक्षण प्रतिवेदन, वासलात, नाफा नोक्सान हिसाब तथा नगद प्रवाह विवरण र तत् सम्बन्धि अनुसूची तथा NFRS प्रणाली लागू गरि तयार गरिएको वित्तिय विवरण माथि छलफल गरी पारित गर्ने सम्बन्धमा ।
३. सानिमा रिलायन्स लाईफ इन्स्योरेन्स लि. को आ.व. २०७९/०८० को लेखा परिक्षण प्रतिवेदन, वासलात, नाफा नोक्सान हिसाब तथा नगद प्रवाह विवरण र तत् सम्बन्धि अनुसूची तथा NFRS प्रणाली लागू गरि तयार गरिएको वित्तिय विवरण माथि छलफल गरी पारित गर्ने सम्बन्धमा ।
४. कम्पनी ऐन, २०६३ को दफा १११ बमोजिम आ.व. ०८०।०८१ को लागि सानिमा रिलायन्स लाईफ इन्स्योरेन्स लि.को लेखापरीक्षकको नियुक्ती तथा निजको पारिश्रमिक निर्धारण गर्ने सम्बन्धमा ।
५. सञ्चालक समितिमा संस्थापक समुहको तर्फबाट प्रतिनिधित्व गर्ने रिक्त सञ्चालक पदमा सञ्चालक समितिबाट भएको नियुक्तीको अनुमोदन गर्ने सम्बन्धमा ।

(ख) बिशेष प्रस्ताव

१. सञ्चालक समितिले प्रस्ताव गरे बमोजिम विद्यमान चुक्ता पूँजी रु.४,१८,४०,००,०००।- (अक्षरेपी चार अर्ब अठार करोड चालिस लाख मात्र) को १८.३८११ प्रतिशतका दरले हुने रकम रु.७६,९०,६५,२२४।- (अक्षरेपी छयहत्तर करोड नब्बे लाख पैसाठी हजार दुई सय चौबीस बराबरको बोनस शेयर वितरण गर्ने सम्बन्धि प्रस्ताव पारित गर्ने र सानिमा लाईफ इन्स्योरेन्स लि. र रिलायन्स लाईफ इन्स्योरेन्स लि. एक आपसमा गाभिई एकिकृत कारोबार भएको मिति २०७९।१२।०९ देखि २०८१।०६।१० सम्म यस कम्पनीको शेयर नियमानुसार खरिद विक्री दर्ता खारेज भई नयाँ कायम हुन आएका शेयरधनीहरूले नियमानुसार प्राप्त गर्ने बोनस शेयरमा आयकर ऐन, २०५८ बमोजिम लाने लाभाशं कर रकम दाखिला भएपछि सम्बन्धित शेयरधनीहरूको Demat खातामा बोनस शेयर दाखिला गर्ने सम्बन्धमा ।
२. प्रस्ताव नं १ मा प्रस्ताव गरे बमोजिमको बोनस शेयर वितरण पश्चात हुने शेयर संरचना बमोजिम जारी पूँजी वृद्धि गरि रु.४,९५,३०,६५,२२४।- (अक्षरेपी चार अर्ब पन्चानब्बे करोड तीस लाख पैसाठी हजार दुई सय चौबीस) र चुक्ता पूँजी वृद्धि गरि रु.४,९५,३०,६५,२२४।- (अक्षरेपी चार अर्ब पन्चानब्बे करोड तीस लाख पैसाठी हजार दुई सय चौबीस) पुऱ्याउने र सोहि बमोजिम कम्पनीको प्रबन्धपत्रमा संशोधन गर्ने सम्बन्धमा ।

३. सञ्चालकहरुको सुविधा परिमार्जन गर्ने सम्बन्धमा ।
४. कम्पनी ऐन, २०६३ को दफा १०५(ग) बमोजिम आ.व.२०७९।०८० मा साबिक रिलायन्स लाइफ इन्स्योरेन्स लि. तथा सानिमा रिलायन्स लाइफ इन्स्योरेन्स लि.बाट संस्थागत सामाजिक उत्तरदायित्व अन्तर्गत भएका खर्च अनुमोदन गर्ने सम्बन्धमा ।
५. उपरोक्त बमोजिम पारित सामान्य तथा विशेष प्रस्ताव स्वीकृतिको लागि पेश हुँदा नियमनकारी निकायबाट कुनैपनि विषयमा संशोधन वा परिवर्तन गर्न कुनै निर्देशन वा कैफियत प्राप्त भएमा सो समेत मिलाई संशोधन वा परिवर्तन गर्न तथा अन्य कार्यहरु समेत गर्न सञ्चालक समितिलाई पूर्ण अख्तियारी प्रदान गर्ने सम्बन्धमा ।

(ग) विविध ।

सञ्चालक समितिको आज्ञाले
कम्पनी सचिव

पुनश्च : सभामा छलफल गरिने सञ्चालक समितिको वार्षिक प्रतिवेदन, लेखापरीक्षकको प्रतिवेदन सहित वासलात, नाफा नोक्सान हिसाब र सो सँग सम्बन्धित अनुसूचीहरु समेतको पुस्तिका कम्पनीको रजिष्टर्ड कार्यालय, नयाँ बानेश्वर, काठमाण्डौ र साधारण सभाको दिनमा सभा स्थलमा उपलब्ध गराईनेछ ।

द्रष्टव्य

१. सभामा उपस्थित हुने शेयरधनी महानुभावहरुले सभाहलमा प्रवेशको लागि हितग्राही नं खुल्ने आधिकारीक विवरण वा प्रकाशित प्रवेशपत्र वा आफ्नो कुनै आधिकारीक परिचयपत्र साथमा लिई आउनु हुन अनुरोध छ ।
२. सभामा भाग लिन प्रत्येक शेयरधनी महानुभावहरुले सभा हुने स्थानमा उपस्थित भई सभास्थलमा रहेको हाजिरी पुस्तिकामा दस्तखत गर्नु पर्नेछ । हाजिरी पुस्तिका बिहान ०९:३० बजे देखि खुल्ला रहनेछ । शेयरधनीको उपस्थितीबाट प्रचलित ऐनको व्यवस्था बमोजिम सभाका लागि आवश्यक गणपुरक संख्या पुरा भएपश्चात सभाको कार्यवाही अगाडी बढाइने छ ।
३. साधारण सभा एवम् बोनस शेयर प्रयोजनार्थ कम्पनीको शेयरधनी दर्ता पुस्तिका मिति २०८१।०६।११ गते (एक दिन) बन्द गरिनेछ । उक्त मिति अगावै नेपाल स्टक एक्सचेञ्ज लिमिटेडमा कारोबार भई कायम भएका शेयरधनीहरुले मात्र साधारण सभामा भाग लिन सक्नेछन् ।
४. साधारण सभामा भाग लिनको लागि प्रतिनिधि (प्रोक्सी) नियुक्त गर्न चाहने सम्बन्धित शेयरधनीले निजको सम्पूर्ण शेयरको प्रतिनिधि एकै व्यक्ति (विभाजन नहुने गरी) रहने गरी प्रतिनिधिपत्र (प्रोक्सी फाराम) भरी कम्पनीमा ४८ घण्टा अगावै कम्पनीको रजिष्टर्ड कार्यालय, नयाँ बानेश्वर, काठमाण्डौमा दर्ता गराई सक्नु पर्नेछ । यसरी प्रतिनिधि (प्रोक्सी) नियुक्त गरिएको व्यक्ति कम्पनीको शेयरधनी हुनु आवश्यक छ ।
५. एकै शेयरधनीले एक भन्दा बढी प्रतिनिधि (प्रोक्सी) नियुक्त गर्नु भएको अवस्थामा पहिलो दर्ता हुने प्रोक्सी मान्य हुनेछ । त्यसपछि आउने प्रतिनिधि (प्रोक्सी) व्यवस्था स्वतः बदर वा अमान्य हुनेछ ।
६. संयुक्त रुपमा शेयर खरिद गरिएको अवस्थामा शेयर लगत कितावमा पहिले नाम उल्लेख भएको व्यक्ति अथवा सर्वसम्मतीबाट प्रतिनिधि नियुक्त गरिएको एक व्यक्तिले मात्र सभामा भाग लिन र मतदान गर्न पाउनेछन् ।
७. सभामा भाग लिन प्रतिनिधि (प्रोक्सी) नियुक्त गरिसकेपछि सम्बन्धित शेयरधनी स्वयम सभामा उपस्थित हुन आएमा शेयरधनीले गरिदिएको प्रतिनिधि (प्रोक्सी) स्वतः बदर हुनेछ ।
८. कुनै संगठित संस्था वा कम्पनीबाट शेयर खरिद गर्नेहरुको लागि सम्बन्धित संस्थाको सञ्चालक वा कार्यकारी प्रमुखको हकमा संस्थाको अध्यक्ष र अन्य पदाधिकारी वा कर्मचारीको हकमा कार्यकारी प्रमुखले दस्तखत (सहीछाप) गरी मनोनित गरेको प्रतिनिधिले शेयरवालाको हैसियतले सभामा भाग लिन पाउने छन् ।
९. साधारण सभामा भाग लिन प्रतिनिधि नियुक्त गरिसकेपछि शेयरधनीहरुले प्रतिनिधि फेरबदल गर्न चाहेमा कम्पनीमा २४ घण्टा अगावै सोको सूचना कम्पनीको रजिष्टर्ड कार्यालय, नयाँ बानेश्वर, काठमाण्डौमा दर्ता गराई सक्नु पर्नेछ ।

१०. शेयरधनीहरूले व्यक्त गरेको मन्तव्य वा प्रश्नहरूको सम्बन्धमा सञ्चालक समितिको तर्फबाट सञ्चालकहरूले सामुहिक रूपमा अथवा अध्यक्षज्यूले तोकेको आधिकारीक व्यक्तिबाट उत्तर दिइनेछ ।
११. छलफलका विषय र सूची मध्ये विविध शिर्षक अन्तर्गत छलफल गर्न इच्छुक शेयरधनीले सभा हनु भन्दा ७ (सात) दिन अगावै छलफलको विषय कम्पनी सचिव मार्फत संचालक समितिको अध्यक्षलाई लिखित रूपमा दिनुपर्नेछ ।

नोट :

१. साधारण सभासँग सम्बन्धित छलफलका विषयहरू कम्पनीको वेबसाइट www.sanimareliancelife.com मा पनि राखिएको हुँदा त्यहाँबाट समेत हेर्न सकिने व्यहोरा जानकारी गराउँदछौं ।
२. थप जानकारीको लागि कम्पनीको रजिष्टर्ड कार्यालय, नयाँ बानेश्वर, काठमाण्डौं (टेलिफोन नं ०१-४७९७९२४) मा सम्पर्क राख्न समेत अनुरोध गरिन्छ ।

प्रोक्सी फाराम

श्री सञ्चालक समिति,
सानिमा रिलायन्स लाईफ इन्स्योरेन्स लिमिटेड,
नयाँ बानेश्वर, काठमाण्डौ ।

विषय : प्रतिनिधि नियुक्त गरेको बारे ।

..... जिल्ला म.न.पा./उ.म.न.पा./ न.पा./गा.पा., वडा नं. बस्ने म
..... ले त्यस कम्पनीको शेयरधनीको हैसियतले संवत् २०८१ साल आश्विन महिना २३ गते बुधवारको दिन हुने सातौं वार्षिक
साधारण सभामा म स्वयम् उपस्थित भई छलफल तथा निर्णयमा सहभागी हुन नसक्ने भएकाले उक्त सभामा मेरो तर्फबाट भाग लिन
तथा मतदान गर्नका लागि जिल्ला म.न.पा./उ.म.न.पा./ न.पा./गा.पा., वडा नं. बस्ने श्री
..... लाई मेरो प्रतिनिधि नियुक्त गरी पठाएको छु/पठाएका छौं ।

प्रतिनिधि नियुक्त भएको व्यक्तिको,-
हस्ताक्षरको नमूना :
शेयरधनी नं. :
हितग्राही नं. :
मिति :

निवेदक

दस्तखत :
नाम :
ठेगाना :
शेयरधनी/हितग्राही नं. :
कित्ता नं देखि सम्म
शेयर संख्या :
मिति :

द्रष्टव्य : यो निवेदन साधारण सभा हुनुभन्दा कम्तिमा ४८ घण्टा अगावै केन्द्रिय कार्यालयमा पेश गरिसक्नु पर्नेछ। एकभन्दा बढि प्रोक्सीको नाम उल्लेख गरेमा प्रोक्सी फारम रद्द गरिनेछ।

**सानिमा रिलायन्स लाईफ इन्स्योरेन्स लिमिटेड
प्रवेश पत्र**

शेयरधनीको नाम :

शेयरधनी/हितग्राही परिचय नं..... शेयर संख्या.....

सानिमा रिलायन्स लाईफ इन्स्योरेन्स लिमिटेडको मिति २०८१।०६।२३ मा हुने सातौं वार्षिक साधारण सभामा उपस्थित हुन जारी गरिएको प्रवेशपत्र ।

.....
शेयरधनीको हस्ताक्षर

द्रष्टव्य :

- १) शेयरधनी आफैले खालि कोष्ठहरु भर्नु होला ।
- २) सभाहलमा प्रवेश गर्न यो प्रवेशपत्र प्रस्तुत गर्नु अनिवार्य छ ।

प्रिती श्रेष्ठ
कम्पनी सचिव

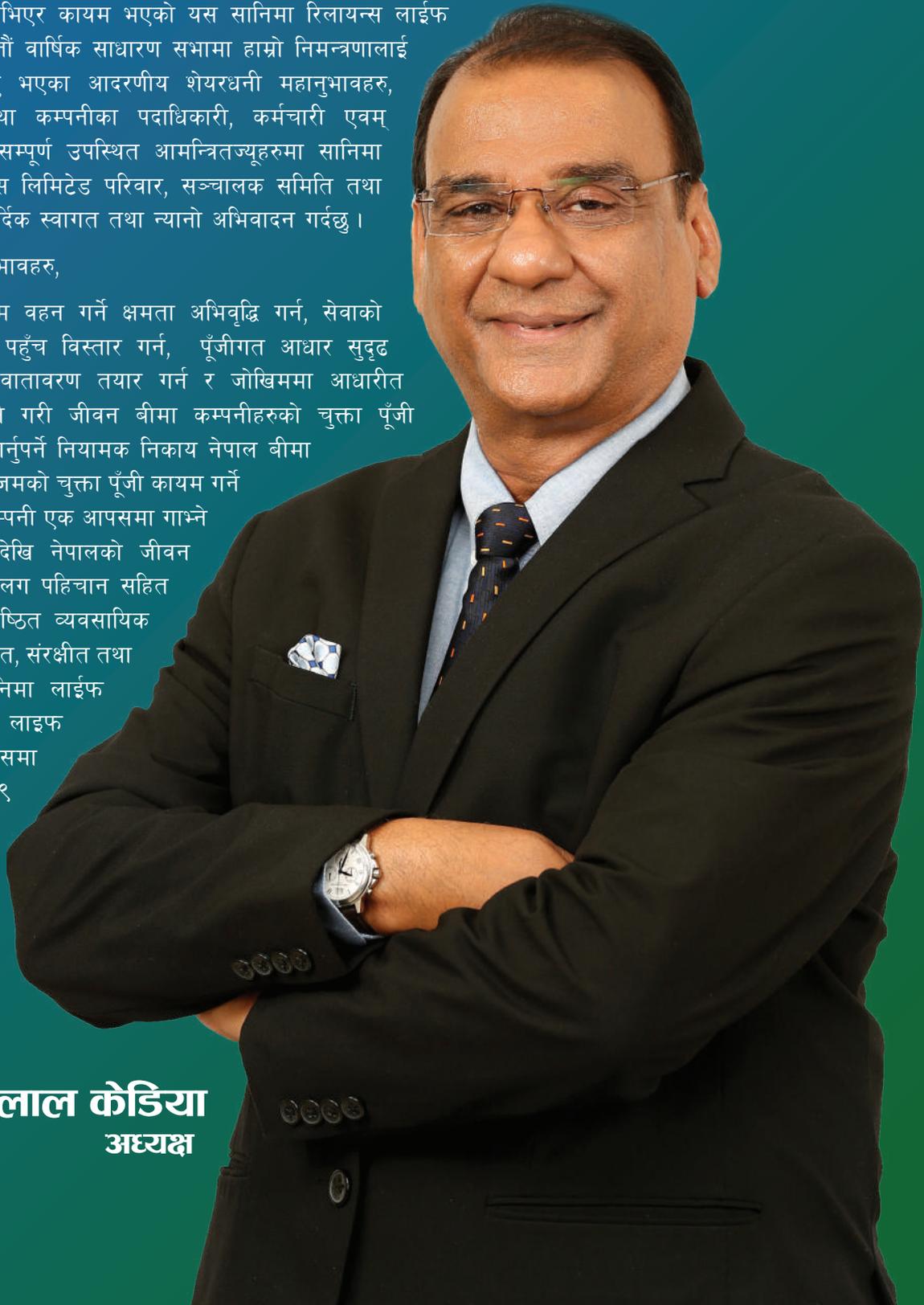
सानिमा रिलायन्स लाईफ इन्स्योरेन्स लिमिटेडको सातौं वार्षिक साधारण सभामा अध्यक्ष श्री रतन लाल केडियाज्यूबाट प्रस्तुत मन्तव्य

साबिकका सानिमा लाईफ इन्स्योरेन्स लिमिटेड र रिलायन्स लाइफ इन्स्योरेन्स लिमिटेड एक आपसमा गाभिएर कायम भएको यस सानिमा रिलायन्स लाईफ इन्स्योरेन्स लिमिटेडको सातौं वार्षिक साधारण सभामा हाम्रो निमन्त्रणालाई सहर्ष स्वीकार गरी पाल्नु भएका आदरणीय शेरधनी महानुभावहरु, पर्यवेक्षक प्रतिनिधीहरु तथा कम्पनीका पदाधिकारी, कर्मचारी एवम् पत्रकार मित्रहरु लगायत सम्पूर्ण उपस्थित आमन्त्रितज्यूहरुमा सानिमा रिलायन्स लाईफ इन्स्योरेन्स लिमिटेड परिवार, सञ्चालक समिति तथा मेरो व्यक्तिगत तर्फबाट हार्दिक स्वागत तथा न्यानो अभिवादन गर्दछु।

आदरणीय शेरधनी महानुभावहरु,

बीमा कम्पनीहरुको जोखिम वहन गर्ने क्षमता अभिवृद्धि गर्न, सेवाको लागत कम भई बीमाको पहुँच विस्तार गर्न, पूँजीगत आधार सुदृढ गर्न, स्वस्थ प्रतिस्पर्धाको वातावरण तयार गर्न र जोखिममा आधारीत पूँजीसँग सामञ्जस्यता हुने गरी जीवन बीमा कम्पनीहरुको चुक्ता पूँजी रु. पाँच (५) अर्ब कायम गर्नुपर्ने नियामक निकाय नेपाल बीमा प्राधिकरणको निर्देशन बमोजिमको चुक्ता पूँजी कायम गर्ने विभिन्न विकल्पहरु मध्ये कम्पनी एक आपसमा गाभ्ने गाभ्ने विकल्प उपयुक्त देखि नेपालको जीवन बीमा क्षेत्रमा आ-आफ्नो अलग पहिचान सहित व्यवसाय गर्दै आएका प्रतिष्ठित व्यवसायिक समुह तथा घरानाबाट प्रवर्द्धित, संरक्षित तथा सञ्चालित साबिकका सानिमा लाईफ इन्स्योरेन्स लि. र रिलायन्स लाइफ इन्स्योरेन्स लि. एक आपसमा गाभिई मिति २०७९।१२।०९ देखि सानिमा रिलायन्स लाईफ इन्स्योरेन्स लि.को नामबाट एकिकृत कारोबार गरिरहेको व्यहोरा तपाईंहरुलाई विदितै छ।

रतन लाल केडिया
अध्यक्ष



आर्थिक वर्ष २०७९/०८० को श्रावण १ देखि चैत्र ०८ सम्ममा साविक रिलायन्स लाइफ इन्स्योरेन्स लि. ले रु.५९,८८,९२,१७६।- (उनन्साठी करोड अठासी लाख बयानब्वे हजार एक सय छयहत्तर मात्र) प्रथम बीमाशुल्क तथा रु.१,४९,६९,४१,२८५।- (एक अर्ब उन्पचास करोड उनन्सत्तरी लाख एकचालिस हजार दुई सय पचासी मात्र) नविकरण बीमाशुल्क संकलन गरी कुल बीमाशुल्क रु. २,०९,५८,३३,४६१।- (दुई अर्ब नौ करोड अन्ठाउन्न लाख तेत्तीस हजार चार सय एकसाठी मात्र) संकलन गरेको छ। उक्त अवधी सम्ममा रु.४,९६,४७,१५,६५६।- (चार अर्ब छयानब्वे करोड सत्चालिस लाख पन्ध्र हजार छ सय छपन्न मात्र) को जीवन बीमा कोष खडा गर्न सफल भएको छ। साथै आ.व. २०७९/०८० को चैत्र ०८ सम्म कम्पनीको कुल लगानी रु. ७,०१,०९,६५,३१०।- (सात अर्ब एक करोड नौ लाख पैसठ्ठी हजार तीन सय दश मात्र) रहेको व्यहोरा अवगत गराउन चाहन्छु।

सानिमा रिलायन्स लाइफ इन्स्योरेन्स लि. ले आर्थिक वर्ष २०७९/०८० मा रु.१,२६,२७,४१,८२९।- (एक अर्ब छब्बीस करोड सत्ताइस लाख एकचालिस हजार आठ सय उनन्तीस मात्र) प्रथम बीमाशुल्क तथा रु.२,२८,९१,४६,०७७।- (दुई अर्ब अठ्ठाइस करोड एकानब्वे लाख छयानब्वे हजार सतहत्तर मात्र) नविकरण बीमाशुल्क संकलन गरी कुल बीमा शुल्क रु.३,५५,१८,८७,९०६।- (तीन अर्ब पचपन्न करोड अठार लाख सतासी हजार नौ सय छ मात्र) संकलन गरेको छ। उक्त अवधी सम्ममा रु.१०,१५,५४,५६,८८४।- (दश अर्ब पन्ध्र करोड चवन्न लाख छपन्न हजार आठ सय चौरासी मात्र) को जीवन बीमा कोष खडा गर्न सफल भएको छ। साथै आ.व. २०७९/०८० सम्म कम्पनीको कुल लगानी रु.१४,३७,५३,०१,४६७।- (चौध अर्ब सैंतीस करोड त्रीपन्न लाख एक हजार चार सय सत्साठी मात्र) रहेको व्यहोरा अवगत गराउन चाहन्छु।

कम्पनीले हाल कायम चुक्ता पूँजी रु.४,१८,४०,००,०००।- (अक्षरेपी चार अर्ब अठार करोड चालिस लाख) को १८.३८११ प्रतिशत बोनस शेयर लाभांश प्रस्ताव गरेको छ। मर्जर पश्चात कम्पनीको अधिकृत पूँजी रु. पाँच (५) अर्ब एवम् चुक्ता पूँजी रु.४,१८,४०,००,०००।- (अक्षरेपी चार अर्ब अठार करोड चालिस लाख) कायम भएकोमा हाल प्रस्ताव गरिएको बोनस शेयर वितरण पश्चात कम्पनीको चुक्ता पूँजी रु. ४,९५,३०,६५,२२४।- (अक्षरेपी चार अर्ब पन्चानब्वे करोड तीस लाख पैसठ्ठी हजार दुई सय चौबीस) कायम हुनेछ। आ.व. २०८०/०८१ को मुनाफालाई पूँजीकरण गरी नेपाल बीमा प्राधिकरणको निर्देशन बमोजिमको चुक्ता पूँजी कायम गरिनेछ। एकिकृत कारोबार पश्चात थपिएका समस्या तथा चुनौतीहरुका बावजुद पनि कम्पनीले हासिल गरेको उल्लेखित आर्थिक सूचकांक समेतको आधारमा थप सबल तथा सुदृढ रुपमा जीवन बीमा क्षेत्रमा स्तरीय सेवा पुऱ्याउने उद्देश्य सहित “सुलेर जिऔं” भन्ने मुल नाराको साथ हाल १५ वटा जीवन बीमा योजनाहरु सहित जम्मा १७५ वटा शाखा/उपशाखाहरु मार्फत जीवन बीमा सेवा प्रदान गर्दै आएको व्यहोरा अनुरोध गर्दछु।

प्रचलित कानून तथा नियमनकारी निकायबाट समय समयमा जारी निर्देशनहरुको पूर्ण रुपमा पालना गर्दै व्यवसाय सञ्चालन गरी संस्थालाई प्रतिस्पर्धी र सबल बनाउँदै कम्पनीको उद्देश्य प्राप्त गर्ने गहन लक्ष्य रहेको छ। यसका लागि संस्थागत सुशासन, पारदर्शिता, प्रणालीगत विकास, विमीत केन्द्रित योजना र व्यवसाय उत्प्रेरीत तथा प्रेरणा केन्द्रित अभिकर्ता प्रोत्साहन योजना अवलम्बन गरी कारोबार सञ्चालन गर्ने, प्रचलित कानूनको अधिनमा रही उच्चस्तरीय प्रविधि प्रयोग गरी सेवा प्रदान गर्ने, डिजीटल भुक्तानीको विकास गर्ने कम्पनीको नीति रहेको छ। कम्पनीको मूल्य मान्यता, अवलम्बन गरिएको कुशल व्यवसायिक नीति, संस्थागत सुशासनको सफल कार्यान्वयन तथा कम्पनीमा कार्यरत दक्ष जनशक्तिको कार्यदक्षताले सर्वसाधारण सेवाग्राही बीच आफ्नो पृथक पहिचान स्थापित गर्न हामी प्रतिबद्ध छौं। साथै, विभिन्न राष्ट्रिय तथा अन्तर्राष्ट्रिय अवस्थाका कारण सृजित आर्थिक मन्दी, लगानीमैत्री वातावरणमा आएको गिरावट, लगानी प्रतिफलमा न्यून व्याजदर आदीजस्ता विषम परिस्थितिमा पनि कम्पनीले जीवन बीमा व्यवसायलाई बीमा बजारमा सम्मानजनक उपस्थिती कायम राख्न सफल भएको र व्यवसायलाई अझ थप वृद्धि गर्ने, समयसापेक्ष रुपमा लगानी विविधीकरण गरी संस्थाको सुदृढीकरण मार्फत कम्पनीको मुनाफा वृद्धि गर्न हामी कटिबद्ध रहेका छौं।

प्रचलित कम्पनी ऐन, २०६३ को दफा १०९ बमोजिमको थप विवरण वार्षिक प्रतिवेदनमा पेश गरिएको छ । यस वार्षिक साधारण सभामा यहाँहरु समक्ष साबिक रिलायन्स लाइफ इन्स्योरेन्स लि. र सानिमा रिलायन्स लाइफ इन्स्योरेन्स लि.को आ.व. २०७९/०८० को वित्तीय विवरण, सञ्चालक समितिको प्रतिवेदन, आ.व. २०८०/०८१ को लागि लेखापरिक्षकको नियुक्ती तथा निजको पारिश्रमिक निर्धारण, बोनस शेयर वितरण लगायत अन्य विविध विषयहरु पारित गर्नको लागि पेश गरेका छौं ।

अन्त्यमा,

साधारण सभा तोकिएको समयमा गर्न केहि थप समय लाग्नुका बावजुद पनि धैर्य धारण गरि कम्पनी, सञ्चालक समिति तथा व्यवस्थापन प्रति देखाउनु भएको अगाध माया, विश्वास तथा सदाशयताको लागि सम्पूर्ण शेयरधनी महानुभावहरुप्रति आभार व्यक्त गर्दै हार्दिक धन्यवाद ज्ञापन गर्दछु ।

कम्पनीको प्रगतिमा नियमित नियमन गरी सुझाव, परामर्श प्रदान गर्नु हुने नेपाल बीमा प्राधिकरण, कम्पनी रजिष्ट्रारको कार्यालय, नेपाल धितोपत्र बोर्ड, नेपाल स्टक एक्सचेन्ज लिमिटेड, सिडिएस एण्ड क्लियरिङ लिमिटेड एवम् अन्य नियमनकारी निकायहरुको निरन्तर सहयोग र साथको लागि कृतज्ञता ज्ञापन गर्दछु । साथै, कम्पनीको उद्देश्य तथा लक्ष्य हासिल गर्ने अभियानमा अथक योगदान गर्नु हुने कर्तव्यनिष्ठ कर्मचारीहरु, संस्थाका धरोहर अभिकर्ताहरु, कम्पनीप्रति दृढ विश्वास गर्ने बीमितहरुका साथै कम्पनीको साख एवम् श्रीवृद्धिको लागि प्रत्यक्ष वा परोक्ष रुपमा सहयोग पुऱ्याउने सम्पूर्ण शुभेच्छुक महानुभावहरु तथा संघसंस्थाहरु प्रति आभार व्यक्त गर्दै हार्दिक धन्यवाद ज्ञापन गर्न चाहन्छु ।

धन्यवाद ।

रतन लाल केडिया

अध्यक्ष

प्रमुख कार्यकारी अधिकृतज्यूको मन्तव्य

आदरणीय अध्यक्षज्यू, सञ्चालकज्यूहरु, शेयरधनी महानुभावहरु, हाम्रो निमन्त्रणालाई सहर्ष स्वीकार गरी पाल्नु भएका विभिन्न नियमनकारी निकायका प्रतिनिधीज्यूहरु, बाह्य लेखापरिक्षकज्यूहरु, पत्रकार मित्रहरु, कम्पनीका पदाधिकारी तथा कर्मचारी मित्रहरु र उपस्थित अन्य महिला तथा सज्जनवृन्दहरु,

जीवन बीमा व्यवसाय सञ्चालन गर्नको लागि न्यूनतम चुक्ता पूँजी रु. पाँच अर्ब कायम गर्नुपर्ने नियमनकारी निकायको निर्देशन पश्चात वि.सं.२०७४ साल देखि नेपालको जीवन बीमा क्षेत्रमा आ-आफ्नो अलग पहिचान कायम राख्दै ग्राहकमैत्री व्यवसाय गर्दै आएको प्रतिष्ठित घरानाबाट सञ्चालित साविक सानिमा लाईफ इन्स्योरेन्स लि. र साविक रिलायन्स लाईफ इन्स्योरेन्स लि. व्यवसायिक जोखिम बहन गर्ने क्षमता अभिवृद्धि गर्ने तथा कम लागतमा बीमा योजना बीमित समक्ष पुऱ्याउने उद्देश्य सहित एक आपसमा गाभिई सानिमा रिलायन्स लाईफ इन्स्योरेन्स लि.को नामबाट मिति २०७९।१२।०९ देखि एकिकृत कारोबारको शुभारम्भ गरेको यहाँहरु सबैलाई विदितै छ।

शिवनाथ पाण्डे

प्रमुख कार्यकारी अधिकृत



सानिमा रिलायन्स लाईफ इन्स्योरेन्स लि. ले आ.व. ०७९।८० मा कुल बीमाशुल्क रु.३,५५,१८,८७,९०६।- (अक्षरेपी तीन अर्ब पचपन्न करोड अठार लाख सतासी हजार नौ सय छ) आर्जन गरेको छ । साथै, रु. १०,१५,५४,५६,८८४।- (अक्षरेपी दस अर्ब पन्ध्र करोड चौवन्न लाख छपन्न हजार आठ सय चौरासी मात्र) को जीवन बीमा कोष र कुल लगानी रु.१४,३७,५३,०१,४६७।- (अक्षरेपी चौध अर्ब सैतिस करोड त्रिपन्न लाख एक हजार चार सय सठ्ठसठ्ठी मात्र) रहेको व्यहोरा यस गरीमामय सभा समक्ष अवगत गराउन चाहन्छु ।

साविकका कम्पनीहरु एक आपसमा गाभिए पश्चात कायम सानिमा रिलायन्स लाईफ इन्स्योरेन्स लि. को मुख्य आर्थिक सूचकांकहरु सकारात्मक रहेका छन् । कम्पनीको चुक्ता पूँजी रु.४,१८,४०,००,०००।- (अक्षरेपी चार अर्ब अठार करोड चालिस लाख मात्र) रहेको छ । आ.व. २०८०।०८१ सम्ममा कम्पनीको जीवन बीमा कोष रु.१४.२९ अर्ब (अक्षरेपी रु. चौध अर्ब उनन्तीस करोड), कुल लगानी रु.१८.४१ अर्ब (अक्षरेपी अठार अर्ब एकचालीस करोड) र संचित मुनाफा रु.१.०१ अर्ब (अक्षरेपी एक अर्ब एक करोड) रहेको छ । उक्त संचित मुनाफबाट आ.व. २०७९/८० मा बोनस शेयर १८.३८११% प्रस्ताव गरिए बमोजिम कम्पनीको चुक्ता पूँजी रु. ४,९५,३०,६५,२२४ कायम हुनेछ । आ.व. २०७९/०८० को बीमाङ्गीय मुल्याङ्कन प्रतिवेदन अनुसार सानिमा रिलायन्स लाईफ इन्स्योरेन्स लि. को सोल्भेन्सी मार्जिन २.४२ रहेको छ । आर्थिक सूचकांकहरु सकारात्मक रहेको कारण कम्पनीको वित्तीय स्वास्थ्य राम्रो रहेको व्यहोरा समेत अनुरोध गर्न चाहन्छु । आ.व. २०८०/८१ सम्ममा कम्पनीले समग्र जीवन बीमा बजारको ५.४६% हिस्सा ओगटेको छ ।

मर्जरका आफ्नै अवसर तथा चुनौतीहरु रहेका छन् । चुनौतीलाई अवसरमा परिणत गरी कम्पनीलाई जीवन बीमा बजारमा एक उत्कृष्ट कम्पनीको रूपमा स्थापित हुँदै गइरहेको व्यहोरा अनुरोध गर्दछु । विश्व बजारमा आएको मन्दी, अन्तर्राष्ट्रिय रूपमा विभिन्न राष्ट्रहरु बिच रहेको कलह तथा भिडन्त, कोभिडको अवशेष यथावतै रहेको, लगानीका अवसरहरु खुम्चिँदै गएको, लगानीकर्ताको मनोबलमा गिरावट, कर्जा मागमा गिरावट, न्यून ब्याजदर प्रतिफल, जनमानसमा घट्दो क्रयशक्ति आदीको प्रत्यक्ष वा परोक्ष असरबाट बीमा व्यवसाय पनि अछुतो रहन सक्ने भएन । यस्तो अवस्थामा पनि कम्पनीका आर्थिक सूचकांकहरु सकारात्मक नै रहेका, कर्मचारीहरुको उच्च मनोबल, बीमितहरुको विश्वास तथा अभिकर्ताहरुको उत्प्रेरणादायी भुमिका, सञ्चालक समितिको अभिभावकिय भुमिका साथै मार्गनिर्देशनका कारण बीमा बजारमा कम्पनीले सम्मानजनक स्थान ओगट्न सफल भएको व्यहोरा अनुरोध गर्दछु । एक आपसमा गाभिए पश्चात सबल, सुदृढ रूपमा व्यवसायिक यात्रा अघि बढाइ रहेको यस कम्पनीले चालु आ.व. मा पनि अघिल्लो वर्षहरुमा जस्तै नियमीत रूपमा व्यवसायमा वृद्धि गर्दै आएको सम्पूर्णमा विदितै छ । कम्पनीले गुणस्तरीय तथा विश्वसनीय व्यवसायको सम्पूर्ण परिसुचकहरुमा निरन्तर वृद्धि गरी आएको छ र आगामी वर्षहरुमा पनि यस कम्पनीलाई गुणस्तरीय तथा दिर्घकालिन व्यवसाय मार्फत जीवन बीमा क्षेत्रमा अलग पहिचान दिलाउने अथक प्रयास रहने नै छ । कम्पनीले संस्थागत सुशासन, व्यवसायिक मुल्य मान्यतालाई आत्मसात गर्नुका साथै ऐन, नियम तथा नियमनकारी निकायहरुबाट जारी निर्देशिका, मार्गदर्शन तथा प्रचलित कानूनको पूर्णरूपमा पालना गरी व्यवसायिक लक्ष्य प्राप्ती तर्फ निरन्तर अग्रसर रहेको छ । कम्पनीको व्यवस्थापन प्रति विश्वास राखि कम्पनीको प्रगतीमा सहयोग गर्ने सानिमा रिलायन्स लाईफ इन्स्योरेन्स लिमिटेडका शेयरधनी, सञ्चालक समितिका पदाधिकारीज्यूहरु, नियमनकारी निकाय, संस्थागत साभेदार, अभिकर्ता, बीमित तथा सञ्चारकर्मी लगायत कर्मचारीहरु प्रति हार्दिक कृतज्ञता व्यक्त गर्दछु ।

अन्तमा, कम्पनीको यस सातौं वार्षिक साधारण सभामा पाल्नु भएका सम्पूर्ण महानुभावहरुलाई अभिनन्दन गर्दै कम्पनीको प्रगतिमा यहाँहरुको निरन्तर साथ, सहयोग तथा योगदानको अपेक्षा गर्दछु ।

धन्यवाद ।

शिवनाथ पाण्डे

प्रमुख कार्यकारी अधिकृत

जीवन बीमा खर्च होइन, आर्थिक सुरक्षा हो ।

बीमाले घातक रोग, दुर्घटना वा अन्य अप्रत्याशित घटनाहरू
घट्टा तपाईंलाई आर्थिक संकटबाट बचाई पुनरुत्थानमा सघाउँछ ।



अनुसूची

सानिमा रिलायन्स लाईफ इन्स्योरेन्स लिमिटेडको सातौं वार्षिक साधारण सभामा कम्पनी ऐन, २०६३ को दफा १०९ बमोजिम सञ्चालक समितिको तर्फबाट अध्यक्ष श्री रतन लाल केडियाज्यूबाट प्रस्तुत प्रतिवेदन

नेपाल बीमा प्राधिकरण र नेपाल चार्टर्ड एकाउन्टेन्ट्स संस्थाको निर्देशन बमोजिम वित्तीय विवरण Nepal Financial Reporting Standards (NFRS) बमोजिम कम्पनीले वित्तीय विवरण तयार गरि प्रतिवेदन पेश गरेको छ ।

१. समीक्षा आ.व.को कारोवारको सिंहावलोकन

सानिमा रिलायन्स लाईफ इन्स्योरेन्स लि. को आर्थिक कारोवारको अवस्था

विवरण	आ.व. २०७५/०७६	आ.व. २०७६/०७७	आ.व. २०७७/०७८	आ.व. २०७८/०७९	आ.व. २०७९/०८०
चूक्ता पूँजी	१,४००,०००,०००	१,४००,०००,०००	१,४००,०००,०००	२,०८४,०००,०००	४,१८४,०००,०००
जीवन बीमा कोष	४१४,६६८,५९२	९०९,३५८,३६७	२,१५८,९६४,९३१	३,३३७,४६४,०१५	१०,१५५,४५६,८८४
नाफा/(नोक्सान)	५४,७४२,१७३	१२१,६९२,३९१	६,३१६,७८४	११७,७४७,२६५	२७१,३४१,३३१
बीमालेख संख्या	११,२४८	२१,९३९	३६,४५१	४०,२४५	१,०४३,०७४
प्रथम बीमाशुल्क	३३६,८७८,७३६	५७०,२२४,९८०	१,२९५,४९०,७५०	१,१०८,०४३,११६	१,२६२,७४१,८२९
नविकरण बीमाशुल्क	१०७,५९३,२५०	२७३,६२५,३७१	६८६,८७२,५६४	१,२९६,७२३,८१५	२,२८९,१४६,०७७
कुल बीमा शुल्क	४४४,४७१,९८६	८४३,८५०,३५१	१,९८२,३६३,३१४	२,४०४,७६६,९३१	३,५५१,८८७,९०६
कुल नेटवर्थ	१,४४४,३५०,६३३	१,५६४,८५२,७३७	१,५६९,३८९,७३१	२,२८१,२३४,७५३	५,११२,६२०,२८६
अभिकर्ता संख्या	३९८०	१०७८९	१७२३६	२५६०६	४०३३४
शाखा कार्यालय	५८	७८	११८	११८	१७५

नोट: साबिक सानिमा लाईफ इन्स्योरेन्स लिमिटेड र साबिक रिलायन्स लाईफ इन्स्योरेन्स लि. एक आपसमा गाभिई सानिमा रिलायन्स लाईफ इन्स्योरेन्स लिमिटेड कायम भएको हुँदा उपरोक्त तालिकामा उल्लेखित आर्थिक वर्ष २०७९/०८० अगाडीका विवरणहरू साबिक सानिमा लाईफ इन्स्योरेन्स लिमिटेडको उल्लेख गरिएको ।

साबिक रिलायन्स लाईफ इन्स्योरेन्स लि. को आर्थिक कारोवारको अवस्था

विवरण	आ.व. २०७५/०७६	आ.व. २०७६/०७७	आ.व. २०७७/०७८	आ.व. २०७८/०७९	आ.व. २०७९/०८०
चूक्ता पूँजी	१,४७०,०००,०००	१,४७०,०००,०००	२,१००,०००,०००	२,१००,०००,०००	२,१००,०००,०००
जीवन बीमा कोष	४१७,०५४,०१७	१,११५,४५०,७६६	२,५५७,७४७,९३४	३,६९४,६९३,१५३	४,९६४,७१५,६५६
नाफा/(नोक्सान)	२२,६१७,६०५	६७,८९०,६११	१०९,२१७,०५७	१६६,९११,२११	८८,६५०,७५९
बीमालेख संख्या	१९,७२२	५०,७२०	४९२,६८६	९०४,४१४	१,०७३,९१६
प्रथम बीमाशुल्क	६९४,०६४,७८१	९५१,७२४,३६९	१,५५८,३२६,३१३	१,४८९,९८२,४०८	५९८,८९२,१७६
नविकरण बीमाशुल्क	४८,३६९,१४९	४६४,८३०,१९४	१,०७३,९५०,३५०	१,७००,१४५,००९	१,४९६,९४१,२८५
कुल बीमा शुल्क	७४२,४३३,९३०	१,४१६,५५४,५६३	२,६३२,२७६,६६३	३,२००,१२७,४१७	२,०९५,८३३,४६१
कुल नेटवर्थ	१,५८१,६०१,८२५	१,६४९,४१८,१६५	२,३७४,९३७,४००	२,४२९,९२८,०७९	२,५०९,२९०,६०८
अभिकर्ता संख्या	९,०५१	१६,५१४	२१,३६२	२७,०५२	२९,९३०
शाखा कार्यालय	८८	१००	१००	१२२	१२२

२. राष्ट्रिय तथा अन्तर्राष्ट्रिय परिस्थितीबाट कम्पनीको कारोबारलाई कुनै असर परेको भए सो असर :

विश्वव्यापी राजनीतिक, आर्थिक तथा सामाजिक आरोह अवरोह तथा विविध गतिविधिले विश्वका धेरै मुलुकका साथै नेपालमा पनि ती घटनाक्रमको प्रत्यक्ष अप्रत्यक्ष प्रभाव पर्न गएको छ । समय समयमा बैकिङ्ग तथा वित्तीय क्षेत्रमा घटेका विभिन्न घटनाक्रमहरु, बैकिङ्ग क्षेत्रमा देखिएको न्यून तरलताको स्थिती र देशमा भई रहेको न्यून आर्थिक गतिविधी, विकास बजेट खर्च हुन नसक्ने अवस्था, प्रत्यक्ष वैदेशिक लगानीको अभाव एवम् उत्पादनशील क्षेत्रमा लगानी संकुचन आदि कारणले दिर्घकालिन लगानीका अवसरहरुमा शिथिलता देखिएको छ । अर्थतन्त्रको यस्तो प्रतिकुल परिस्थितीमा जीवन बीमाको आवश्यकता र औचित्यलाई आम जनता समक्ष पुऱ्याउने कठिनाई रहेको छ । जीवन बीमा व्यवसायको कारोबारलाई व्यवस्थित र प्रभावकारी बनाउनका लागि उचित वातावरण आवश्यक हुन्छ । हाल प्रचलनमा रहेको नीति, नियम तथा कानूनी व्यवस्थाहरु जीवन बीमा व्यवसायको कारोबारलाई व्यवस्थित बनाउनको लागि भुमिका रहेतापनि थप प्रभावकारी तथा समय सापेक्ष व्यवसाय वृद्धिका लागि कानूनी व्यवस्थालाई थप सरलीकृत गराउनु पर्ने देखिन्छ ।

३. प्रतिवेदन तयार भएको मितिसम्म चालु वर्षको उपलब्धी र भविष्यमा गर्नु पर्ने कुराको सम्बन्धमा सञ्चालक समितिको धारणा सानिमा रिलायन्स लाईफ इन्स्योरेन्स लि. को चालु आ.व. २०८०/०८१ को चौथो त्रैमास (आषाढ मसान्तसम्मको) कारोबारको संक्षिप्त विवरण :

क्र.सं.	विवरण	आ.व. २०८०/०८१ आषाढ मसान्त
१.	बीमालेख संख्या	९८२,५५४
२.	प्रथम बीमा शुल्क	१,८७५,४२९,९०७
३.	नवीकरण बीमा शुल्क	४,३११,८१५,०८०
४.	कुल बीमा शुल्क	६,१८७,२४४,९८७
५.	जीवन बीमा योजना	१५
६.	जीवन बीमा अभिकर्ता संख्या	१९,४४६
७.	शाखा संख्या	१७५

चालु आर्थिक वर्षको भाद्र मसान्त सम्म प्राप्त गरेको उपलब्धिलाई समिक्षा गर्दा कारोबार शुरु गरेको छोटो अवधिमा कम्पनी निरन्तर प्रगतिपथमा रहेको छ । कम्पनीको व्यवसायिक लक्ष्य प्राप्तीको लागि कम्पनीले अख्तियार गरेको रणनीतिक योजनाहरुको कारण प्रतिफलमा निरन्तर वृद्धि भएको अवस्था छ ।

भविष्यमा गर्नु पर्ने कुराको सम्बन्धमा सञ्चालक समितिको धारणा :

- कम लागतका बीमा योजनाहरु तर्जुमा गर्ने ।
- बीमा साक्षरतालाई राज्यभर सञ्चालन गर्न आवश्यक प्रबन्ध मिलाउने ।
- कम्पनीको कारोबारलाई नेपाल राज्यभर व्यापक रुपमा विस्तार गर्ने ।
- कम्पनीको व्यवसाय वृद्धिका लागि अभिकर्ताहरुको भुमिका महत्वपूर्ण हुने हुँदा व्यवसायिक अभिकर्ताहरुको उत्पादन गर्ने एवम् अनुभवी प्रशिक्षकहरुबाट कम्पनीको सेवाका सम्बन्धमा निरन्तर तालिम, भेला, गोष्ठी, सेमिनार जस्ता कार्यक्रमहरु सञ्चालन गरी कम्पनीले प्रचलनमा ल्याएका बीमा योजनाहरुका सम्बन्धमा स्पष्ट जानकारी दिई आधुनिक स्तरको प्रविधियुक्त व्यवसायिक बीमा सेवा उपलब्ध गराउने ।
- कम्पनीमा दक्ष जनशक्तिको पुर्तिको लागि कर्मचारीहरुलाई स्वदेश तथा विदेशमा जीवन बीमासँग सम्बन्धित विभिन्न कार्यशाला, तालिममा सहभागी गराउने ।
- जीवन बीमा व्यवसायको लागि आवश्यक प्रविधि सरल तथा सुलभ बनाउने ।

- जीवन बीमाको क्षेत्रमा अग्रणी भुमिका निर्वाह गरी बीमा व्यवसाय तथा लगानी विविधीकरण गरी लगानीकर्ता शेरधनीहरूलाई यथोचित प्रतिफल दिने ।
- बीमा व्यवसाय विस्तारका लागि अन्य निकायसँग सहकार्य गर्ने ।

४) कम्पनीको औद्योगिक वा व्यवसायिक सम्बन्ध :

कम्पनीले आफ्नो व्यवसायलाई विस्तार एवम् प्रवर्धन गर्नका लागि औद्योगिक तथा व्यापारीक क्षेत्रसँगको सम्बन्धलाई प्रभावकारी बनाउने नीति अख्तियार गरेको छ । औद्योगिक क्षेत्र वित्तीय सबलता भएको क्षेत्र भएकाले व्यवसाय विकासमा उल्लेख्य योगदान गर्न सक्ने ठानेर कम्पनीले सम्बन्ध विस्तारसँगै सहकार्यको योजना समेत अगाडी बढाइरहेको छ । कम्पनीले आफ्नो सेवा विस्तार गर्ने क्रममा कम्पनीका बीमित, अभिकर्ता, पुनर्बीमा कम्पनी, नियमन निकाय नेपाल बीमा प्राधिकरण, नेपाल धितोपत्र बोर्ड, कम्पनी रजिष्ट्रार कार्यालय, लगायत बैंक तथा वित्तीय संस्थाहरु तथा अन्य सरोकारवालाहरूसँग व्यवसायिक सम्बन्ध सुमधुर रुपमा कायम राखिएको छ । कम्पनीले आफ्नो कारोबार तथा सेवालाई नेपाल भरी विस्तार गर्दै समाजका सबै तहका व्यवसायीहरूसँग सौहाद्रपूर्ण औद्योगिक तथा व्यवसायीक सम्बन्ध कायम रहने अपेक्षा गरेका छौं ।

५) सञ्चालक समितिमा भएको हेरफेर र सो को कारण

समिक्षा आ.व. मा साबिकका सानिमा लाईफ इन्स्योरेन्स लि. र रिलायन्स लाइफ इन्स्योरेन्स लि. एक आपसमा गाभिई कायम भएको यस सानिमा रिलायन्स लाईफ इन्स्योरेन्स लि. को एकिकृत कारोबार मिति २०७९।१२।०९ मा साबिकका दुबै कम्पनीका सञ्चालकहरुको प्रतिनिधित्व हुने गरि सञ्चालक समित गठन भै सञ्चालक समितिमा हेरफेर भएको ।

६. कारोबारलाई असर पार्ने मुख्य कुराहरु

जीवन बीमा कम्पनीमा बीमितहरुको जोखिम व्यहोर्नुका साथै बीमितहरुबाट प्राप्त हुने बीमा शुल्क रकमलाई उच्च प्रतिफल प्राप्त हुने क्षेत्रमा लगानी गरी बीमितहरुलाई उच्च प्रतिफल दिने लक्ष्य लिइएको हुन्छ । सोको लागि बैकिङ्ग क्षेत्रमा भएको अधिक तरलता तथा कर्जाको न्यून माग, आर्थिक क्षेत्रमा समय समयमा देखिएका अस्थिरताले गर्दा बीमा कम्पनीले प्राप्त गर्ने प्रतिफल (ब्याज) मा बैंक तथा वित्तीय संस्थाले निक्षेपमा प्रदान गर्ने ब्याजदरमा निर्भर रहने, देशको आर्थिक विकास मन्द गतिमा हुनु, औद्योगिक विकास अपेक्षाकृत रुपमा नहुनु, लगानीको दायरा सिमित हुनु, व्यवसाय प्रवर्द्धनको लागि आवश्यक पर्ने दिर्घकालिन पूँजी परिचालनलाई प्रोत्साहन गर्ने नीतिको अभाव, जीवन बीमा प्रति आम रुपमा जनचेतनाको विकास भई नसक्नु आदी जीवन बीमा व्यवसायमा असर पार्ने मुख्य कारकहरु रहेका छन् ।

७. लेखापरिक्षण प्रतिवेदनमा कुनै कैफियत उल्लेख भएको भए सो उपर सञ्चालक समितिको प्रतिक्रिया

आ.व. २०७९/०८० मा नेपाल वित्तीय प्रतिवेदनमान (NFRS) र नियामक निकाय नेपाल बीमा प्राधिकरणले तोकेको ढाँचा तथा नितिहरुको पूर्ण पालना सहित साबिकका दुबै कम्पनीहरुको वित्तीय विवरणहरु तयार गरिएको र दुबै कम्पनीको लेखापरिक्षण प्रतिवेदनमा नियमित कारोबारको क्रममा देखिएका सामान्य कैफियत बाहेक अन्य कुनै नकरात्मक विषयवस्तु औल्याइएको छैन । लेखापरीक्षकहरुबाट प्राप्त प्रतिक्रिया र सुभावाका सम्बन्धमा सञ्चालक समितिको ध्यानाकर्षण भएको छ र प्राप्त सुभाव अनुरूप सुधारका लागि आवश्यक कदम चालिएको छ ।

८. लाभांश बाँडफाँड गर्न सिफारिस गरिएको रकम :

कम्पनीको मिति २०८१।०५।३० गतेका दिन बसेको सञ्चालक समितिको ३० औं बैठकको निर्णय बमोजिम शेरधनी महानुभावहरुलाई हाल कायम चुक्ता पूँजी रु.४,१८,४०,००,०००।- (अक्षरेपी चार अर्ब अठार करोड चालिस लाख)को १८.३८११ (अठार दशमलव तीन आठ एक एक) प्रतिशतका दरले हुने रकम रु.७६,९०,६५,२२४।- (छयहत्तर करोड नब्बे लाख पैसाठी हजार दुई सय चौबीस) प्रस्ताव गरेको र उक्त प्रस्ताव सहितको वित्तीय विवरण यसै साधारण सभामा स्वीकृतिको लागि पेश गरिएको छ ।

९. शेयर जफत सम्बन्धी व्यवस्था

समिक्षा वर्षमा कुनै शेयर जफत गरिएको छैन ।

१०. विगत आर्थिक वर्षमा कम्पनी र सहायक कम्पनीको कारोबारको प्रगति र सो आर्थिक वर्षको अन्त्यमा रहेको स्थितिको पुनरावलोकन

यस कम्पनीको कुनै सहायक कम्पनी रहेको छैन ।

११. कम्पनी तथा सहायक कम्पनीले आर्थिक वर्षमा सम्पन्न गरेका प्रमुख कारोबारहरू र सो अवधिमा कम्पनीको कारोबारमा आएको महत्वपूर्ण परिवर्तन :

कम्पनीको कुनै सहायक कम्पनी नरहेकोले उपरोक्त अनुसारको कुनै कारोबार रहेको छैन ।

१२. विगत आर्थिक वर्षमा कम्पनीको आधारभूत शेयरधनीहरूले कम्पनीलाई उपलब्ध गराएको जानकारी

कम्पनीलाई त्यस्तो विशेष जानकारी नगरिएको ।

१३. विगत आर्थिक वर्षमा कम्पनीका सञ्चालक तथा पदाधिकारीहरूले लिएको शेयरको स्वामित्वको विवरण र कम्पनीको शेयर कारोबारमा निजहरू संलग्न रहेको भए सो सम्बन्धमा निजहरूबाट कम्पनीले प्राप्त गरेको जानकारी :

कम्पनीका सञ्चालकले लिएको शेयरको स्वामित्वको विवरण निम्न बमोजिम रहेको छ र कर्मचारीलाई छुट्याइएको प्राथमिक शेयर बाहेक अन्य पदाधिकारीहरूले कुनै शेयर नलिएको । कम्पनीको शेयर कारोबारमा निजहरूको संलग्नता सम्बन्धमा कम्पनीलाई कुनै जानकारी प्राप्त भएको छैन ।

सानिमा रिलायन्स लाइफ इन्स्योरेन्स लि.

क्र.सं.	सञ्चालक तथा पदाधिकारीको नाम	पद	कित्ता
१.	श्री तारा चन्द केडिया	अध्यक्ष	१००,००० थान
२.	श्री घनश्याम थापा	सञ्चालक	१३,५१,४७४ थान
३.	श्री भरत कुमार तोदी	सञ्चालक	३,००,००० थान
४.	डा. श्री सुवर्ण दास श्रेष्ठ	सञ्चालक	२९,१७६ थान
५.	श्री परिक्षीत खेम्का के.डी. इन्भेष्टमेन्ट प्रा.लि.मार्फत	सञ्चालक	२०० थान
६.	श्री केशव राज के.सी	सञ्चालक	११४ थान
७.	श्री सरीता भट्ट अधिकारी	स्वतन्त्र सञ्चालक	-

साबिक रिलायन्स लाइफ इन्स्योरेन्स लि.

क्र.सं.	सञ्चालक तथा पदाधिकारीको नाम	पद	कित्ता
१.	श्री तारा चन्द केडिया	अध्यक्ष	१,००,००० थान
२.	श्री भरत कुमार तोदी	सञ्चालक	३,००,००० थान
३.	श्री जगदीश अग्रवाल	सञ्चालक	१,५०,००० थान
४.	श्री अमीत कुमार बेगानी	सञ्चालक	१,००,००० थान
५.	श्री परिक्षीत खेम्का के.डी. इन्भेष्टमेन्ट प्रा.ली. मार्फत	सञ्चालक	२०० थान
६.	श्री बन्नी प्रसाद पोखरेल	सञ्चालक	११० थान
७.	श्री सरीता भट्ट अधिकारी	स्वतन्त्र सञ्चालक	-

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

विगत आर्थिक वर्षमा कम्पनीसँग सम्बन्धित सम्भौताहरुमा कुनै सञ्चालक तथा निजको नजिकको नातेदारको व्यक्तिगत स्वार्थ नरहेको जानकारी गराउँदछौं ।

१५. कम्पनीले आफ्नो शेयर आफै खरीद गरेको भए त्यसरी खरीद गर्नुको कारण, त्यस्तो शेयरको संख्या र अंकित मुल्य तथा त्यसरी शेयर खरीद गरे बापत कम्पनीले भुक्तानी गरेको रकम :

कम्पनीले आफ्नो शेयर आफै खरीद नगरेको व्यहोरा जानकारी गराउँदछौं ।

१६. आन्तरीक नियन्त्रण प्रणाली भए वा नभएको र भएको भए सो को विवरण

कम्पनीमा आन्तरीक नियन्त्रण प्रणाली रहेको छ । आन्तरीक नियन्त्रण प्रणालीलाई चुस्त, दुरुस्त तथा प्रभावकारी र पारदर्शी बनाई सुशासन कायम राख्नको लागि कम्पनीले एक आन्तरीक नियन्त्रण प्रणाली सहितको जोखिम व्यवस्थापन विभाग खडा गरिएको छ । साथै, कम्पनीको दैनिक काम कारवाही सहज रुपमा सुचारु गर्नको लागि नेपाल बीमा प्राधिकरणबाट जारी बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिका, २०७५ को दफा २२ बमोजिम विभिन्न विभागहरु स्थापना गरी सांगठनिक संरचना तयार गरिएको छ । सांगठनिक संरचनाको अलावा सञ्चालक समिति अन्तर्गत सञ्चालकहरुको संयोजकत्वमा निम्न बमोजिमको समितिहरु गठन भएका छन् :

- क) मानव संशाधन समिति
- ख) दाबी भुक्तानी तथा पुनर्बीमा समिति
- ग) लगानी समिति
- घ) जोखिम व्यवस्थापन तथा वित्तीय स्वस्थता (सोल्भेन्सी) समिति
- ङ) लेखा परिक्षण समिति
- च) सम्पत्ति शुद्धिकरण निवारण समिति

१७. विगत आर्थिक वर्षको कुल व्यवस्थापन खर्च

सानिमा रिलायन्स लाईफ इन्स्योरेन्स लि. को आ.व. २०७९/०८० को कुल व्यवस्थापन खर्च रु. ६२,०९,५९,८४७- रहेको छ र साबिक रिलायन्स लाईफ इन्स्योरेन्स लि. को आ.व. २०७९/०८० को कुल व्यवस्थापन खर्च रु. ३०,३५,७०,६८९- रहेको छ ।

१८. लेखापरीक्षण समितिका सदस्यहरुको नामावली, निजहरुले प्राप्त गरेको पारीश्रमिक, भत्ता तथा सुविधा, सो समितिले गरेको कामकारवाहीको विवरण र सो समितिले कुनै सुझाव दिएको भए सो को विवरण

सानिमा रिलायन्स लाईफ इन्स्योरेन्स लि. को लेखापरीक्षण समिति :

१. श्री परिक्षीत खेमका	संयोजक
२. डा. श्री सुवर्ण दास श्रेष्ठ	सदस्य
३. श्री आन्तरीक लेखा परिक्षक	सदस्य

साबिक रिलायन्स लाईफ इन्स्योरेन्स लि. को लेखापरीक्षण समिति :

१. श्री परिक्षीत खेमका	संयोजक
२. श्री सरीता भट्ट अधिकारी	सदस्य
३. श्री आन्तरीक लेखा परिक्षक	सदस्य

सानिमा रिलायन्स लाईफ इन्स्योरेन्स लि. का लेखा परीक्षण समितिका सदस्यहरूलाई आ.व. २०७९/०८० मा बैठक भत्ता बापत रु ४८,०००/- प्रदान गरिएको छ र साविक रिलायन्स लाईफ इन्स्योरेन्स लि. का लेखा परीक्षण समितिका सदस्यहरूलाई आ.व. २०७९/०८० मा बैठक भत्ता बापत रु ९६,०००/- प्रदान गरिएको छ। लेखापरिक्षण समितिले कम्पनी ऐन तथा नेपाल बीमा प्राधिकरणले जारी गरेको निर्देशनको अधिनमा रही कम्पनीको आन्तरीक एवं बाह्य लेखापरिष्ककले लेखापरिष्ककको सन्दर्भमा देखाएका कैफियत एवं सुझावहरूको अध्ययन एवं समिक्षा गर्न, नियमनकारी निकायहरूबाट दिइएका निर्देशनहरूको परिपालना गराउने र आवश्यकतानुसार कम्पनीको आन्तरीक नियन्त्रण प्रणालीमा सुधारको राय प्रस्तुत गरिएको छ।

१९. सञ्चालक, प्रबन्ध सञ्चालक, कार्यकारी प्रमुख, कम्पनीका आधारभुत शेयरधनी वा निजका नजिकका नातेदार वा निज संलग्न रहेको फर्म, कम्पनी वा संगठीत संस्थाले कम्पनीलाई कुनै रकम बुझाउन बाँकी भए सो कुरा :

सञ्चालक, प्रबन्ध सञ्चालक, कार्यकारी प्रमुख, कम्पनीका आधारभुत शेयरधनी वा निजका नजिकका नातेदार वा निज संलग्न रहेको फर्म, कम्पनी वा संगठीत संस्थाले कम्पनीलाई कुनै रकम बुझाउन बाँकी रहेको छैन।

२०. सञ्चालक, प्रबन्ध सञ्चालक, कार्यकारी प्रमुख तथा पदाधिकारीहरूलाई भुक्तानी गरिएको पारिश्रमिक, भत्ता तथा सुविधाको रकम :

सानिमा रिलायन्स लाईफ इन्स्योरेन्स लि.

क्र.सं	विवरण	भुक्तानी रकम
१.	सञ्चालक समितिको बैठक भत्ता	१,००४,०००/-
२.	प्रमुख कार्यकारी अधिकृतलाई भुक्तानी गरेको तलब भत्ता	२४,९२,७४७/-
३.	प्रबन्धकहरूको तलब, भत्ता तथा सुविधा	५७,५२८,९८०/-

साविक रिलायन्स लाईफ इन्स्योरेन्स लि.

क्र.सं	विवरण	भुक्तानी रकम
१.	सञ्चालक समितिको बैठक भत्ता	५४०,०००/-
२.	प्रमुख कार्यकारी अधिकृतलाई भुक्तानी गरेको तलब भत्ता	३,७१०,७६८/-
३.	प्रबन्धकहरूको तलब, भत्ता तथा सुविधा	३३,९६९,७३२/-

२१. शेयरधनीहरूले बुझिलिन बाँकी रहेको लाभांशको रकम :

साविकका दुवै कम्पनीका शेयरधनीहरूले लाभांशको रकम बुझिलिन बाँकी रहेको छैन।

२२. दफा १४१ बमोजिम सम्पत्ति खरीद वा बिक्रि गरेको कुराको विवरण :

आ.व. २०७९/०८० मा दफा १४१ बमोजिम कुनै सम्पत्ति खरीद बिक्रि गरिएको छैन।

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

दफा १७५ बमोजिम कम्पनीको कुनै सम्बद्ध कम्पनी नभएको हुँदा उपरोक्त दफामा उल्लेख भए बमोजिम कुनै कारोबार नभएको जानकारी गराउँदछौं।

२४. ऐन तथा प्रचलित कानून बमोजिम सञ्चालक समितिको प्रतिवेदनमा खुलाउनु पर्ने कुरा :

क) सम्पत्ति शुद्धिकरण निवारण सम्बन्धमा :

कम्पनीले नेपाल राष्ट्र बैंक, वित्तीय जानकारी इकाईबाट जारी गरिएको सम्पत्ति शुद्धिकरण सम्बन्धी निर्देशन तथा नियमक निकाय बीमा समितिले जारी गरेको सम्पत्ति शुद्धिकरण सम्बन्धी निर्देशिकामा उल्लेखित प्रावधानहरूको पूर्णरूपमा पालना गर्दै आएको छ। अभिकर्ता तथा बीमितहरूलाई सम्पत्ति शुद्धिकरणका बारेमा यथोचित जानकारी प्रदान गर्दै जीवन बीमाको माध्यमबाट हुन सक्ने सम्पत्ति शुद्धिकरणका प्रयासलाई रोक्नका लागि कम्पनीले आफ्नो कर्मचारीहरूलाई जोखिम व्यवस्थापनका मुलभुत विषयमा तालिम समेत प्रदान गर्दै आएको छ। साथै, निर्देशन बमोजिम वित्तीय जानकारी ईकाई, नेपाल राष्ट्र बैंकमा तोकिएको समयावधी भित्र जानकारी उपलब्ध गराई आएका छन्।

ख) नेपाल बीमा प्राधिकरणबाट जारी भएको संस्थागत सुशासन सम्बन्धी निर्देशिका कार्यान्वयन गरी सो को पूर्णरूपमा परिपालना गर्दै आएका छन्।

ग) धितोपत्र दर्ता तथा निष्काशन नियमावली, २०७३ को नियम २६(२) संग सम्बद्ध थप विवरणहरू :

कानूनी कारवाही सम्बन्धी विवरण : देहाय अनुसारको मुद्दा दायर भएको भए, मुद्दा दायर भएको मिति, विषय, मुद्दा दायर भएको संस्थापक वा सञ्चालकको नाम र सम्भाव्य कानूनी उपचार सम्बन्धी विवरण समावेश गर्नुपर्ने:

क) त्रैमासिक अवधीमा संगठित संस्थाले वा संस्थाको विरुद्धमा कुनै मुद्दा दायर भएको भए,

ख) संगठित संस्थाको संस्थापक वा संचालकले वा संस्थापक वा संचालकको विरुद्धमा प्रचलित नियमको अवज्ञा वा फौजदारी अपराध गरेको सम्बन्धमा कुनै मुद्दा दायर गरेको वा भएको भए

ग) कुनै संस्थापक वा संचालक विरुद्ध आर्थिक अपराध गरेको सम्बन्धमा कुनै मुद्दा दायर भएको भए ,

उल्लेखित कुनै पनि प्रकृतिको मुद्दा दायर नभएको र संस्थापक तथा संचालकले वा निजहरू विरुद्ध मुद्दा दायर भएको जानकारी प्राप्त नभएको।

संगठित संस्थाको शेयर कारोबार तथा प्रगतिको विश्लेषण :

क) धितोपत्र बजारमा भएको संगठित संस्थाको शेयर कारोबार सम्बन्धमा व्यवस्थापनको धारणा :

संगठित संस्थाको शेयर सम्बन्धी सम्पूर्ण कार्य शेयर रजिष्ट्रार श्री सानिमा क्यापिटल लि., नक्साल, काठमाण्डौंबाट भइरहेको छ। कम्पनीको शेयरको मुल्य र कारोबार नेपाल स्टक एक्सचेन्ज लि. मार्फत निर्धारण गर्दै आएको छ।

ख) गत वर्षको प्रत्येक त्रैमासिक अवधीमा संगठित संस्थाको शेयरको अधिकतम, न्यूनतम र अन्तिम मुल्यका साथै कुल कारोबार शेयर संख्या र कारोबार दिन

सानिमा रिलायन्स लाईफ इन्स्योरेन्स लिमिटेडको

त्रैमासको अन्त्य	अधिकतम शेयर मुल्य	न्यूनतम शेयर मुल्य	अन्त्यको मुल्य	जम्मा कारोबारको शेयर संख्या	जम्मा कारोबार भएको दिन
आश्विन	यस अवधी मा कम्पनी को कुनै पनि शेयर कारोबार भएको छैन।				
पौष	रु. ४९८.७०	रु. ३११.५०	रु. ४३९	३८९,४५६ कित्ता	२३
चैत्र	रु. ४५३.१०	रु. ३९६	रु. ३९६.८०	४,२१,३२१ कित्ता	४०
आषाढ	रु. ६१९.९०	रु. ३९६.८०	रु. ५५६	३१,४३० कित्ता	३८

साबिक रिलायन्स लाइफ इन्स्योरेन्स लिमिटेडको

त्रैमासको अन्त्य	अधिकतम शेयर मुल्य	न्यूनतम शेयर मुल्य	अन्त्यको मुल्य	जम्मा कारोबारको शेयर संख्या	जम्मा कारोबार भएको दिन
आश्विन	यस अवधी मा कम्पनी को कुनै पनि शेयर कारोबार भएको छैन ।				
पौष	रु. ४७६.८०	रु. ३१४	रु. ४४७	२,९८,९४० कित्ता	१९
चैत्र	रु. ४५७.८०	रु. ३८७	रु. ३८७	३,१०,११२ कित्ता	४०

२५. अन्य आवश्यक कुराहरु :
नरहेको ।

अन्त्यमा यथासमयमै लेखापरिक्षण सम्पन्न गरी संस्थालाई यथोचित व्यवसायिक सुभावा प्रदान गर्ने आन्तरीक तथा बाह्य लेखापरिक्षकलाई सञ्चालक समितिको तर्फबाट हार्दिक धन्यवाद दिन चाहन्छौं । कम्पनीको समग्र विकासमा प्रत्यक्ष एवं परोक्ष रुपमा सहयोग पुऱ्याउनु हुने सम्पूर्ण बीमित, अभिकर्ता, शेयरधनी, कर्मचारी वर्ग तथा शुभेच्छुकहरुमा हार्दिक आभार व्यक्त गर्दछौं । कम्पनीको नियमित कार्य सञ्चालनको क्रममा उचित मार्गदर्शन, सुभावा तथा सल्लाह र सहयोग प्रदान गर्ने नेपाल बीमा प्राधिकरण, कम्पनी रजिष्ट्रारको कार्यालय, नेपाल धितोपत्र बोर्ड, नेपाल स्टक एक्सचेन्ज लिमिटेड, सिडिएस एण्ड क्लियरीड लिमिटेड तथा अन्य नियमक निकायहरुमा कृतज्ञता व्यक्त गर्दै आगामी दिनहरुमा पनि सहयोगको अपेक्षा गर्दछौं । सातौं वार्षिक साधारण सभामा उपस्थित भई साधारण सभाको सफलताका लागि सक्रिय सहभागिता देखाई सभाको गरिमा बढाउनु भएकोमा सम्पूर्णमा हार्दिक धन्यवाद व्यक्त गर्दछौं ।

Independent Auditor's Report

To the Shareholders of Sanima Reliance Life Insurance Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the erstwhile Reliance Life Insurance Limited (the "Company"), which comprise the statement of financial position as at Chaitra 08, 2079 (March 22, 2023), and the statement of profit or loss, statement of comprehensive income, statement of changes in equity and statement of cash flows for the period from Shrawan 01, 2079 (July 17, 2022) to Chaitra 08, 2079 (March 22, 2023), and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements presents fairly, in all material respects, the financial position of the Company as at Chaitra 08, 2079 (March 22, 2023), and of its financial performance and its cash flows for the period from Shrawan 01, 2079 (July 17, 2022) to Chaitra 08, 2079 (March 22, 2023) in accordance with Nepal Financial Reporting Standards.

Basis for opinion

We conducted our audit in accordance with Nepal Standards on Auditing (NSAs). Our responsibilities under those standards are further described in the *Auditors Responsibilities for the Audit of the Financial Statements* section of our Report. We are independent of the Company in accordance with the *ICAN's Handbook of Code of Ethics for Professional Accountants* 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 and ICAN's Handbook of Code of Ethics for Professional Accountants. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

Without qualifying our opinion, we draw attention to the fact that the company has been merged with Sanima Life Insurance Company Limited with effect from Chaitra 09, 2079 (March 23, 2023) and started joint operation in the name of Sanima Reliance Life Insurance Limited. Accordingly, the company's going concern has ceased with effect from Chaitra 09, 2079 (March 23, 2023). Though the company has been merged with Sanima Life Insurance Limited with effect from Chaitra 09, 2079 (March 23, 2023), going concern basis of accounting has been followed in preparation of financial statements as its business and operation will be continued in the name of merged entity from the date of joint operation.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in the audit of the financial statements of the current period. These matters were addressed in the context of the audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

S. N	Key Audit Matters	Auditor's Response
1.	<p>Investment Valuation, Identification, and Impairment</p> <p>NRFS - Investment of the company comprises of investment in in quoted equity instruments, debentures, mutual funds, fixed deposits of financial institutions. The valuation of the aforesaid securities has been done in compliance with NFRS 9. The investment in the government and NRB bonds and T-bills should be recognized on reporting date on Amortized cost basis whereas other investments in equity instruments, other than those held for trading, should be valued at Fair Value through Other Comprehensive Income.</p> <p>Given the varieties of treatments recommended for valuation of investment based on nature of cash flow, the business model adopted, complexity of calculations and the significance of amount involved in such investments, same has been considered as Key Audit Matter in our audit.</p>	<p>Our audit approach regarding verification of process of investment valuation, identification and impairment included:</p> <ol style="list-style-type: none"> Review of the investment of company and its valuation having reference to NFRS issued by the Accounting Standard Board of Nepal. We assessed the nature of expected cash flow of the investments as well as the business model adopted by the management on the basis of available evidence/circumstances and ensured that classification of investment is commensurate with nature of cash flow and management intention of holding the investment. For the investment valuation that are done at amortized cost, we checked the EIR and amortization schedule on test basis. For the investment valued through OCI for quoted



T +977 1 4520807 / 08 / 10 E info@sar.com.np
Address 64 Bishal Basti "Ka", Bishal Nagar, GPO Box 4585, Kathmandu, Nepal

		investment, we ensured that fair valuation has been done at the closing transaction rate in NEPSE as on March 22, 2023.
2.	<p>Information Technology General Controls IT controls with respect to recording of transactions, generating various reports in compliance with Nepal Insurance Authority guidelines and other compliances to regulators is an important part of the process. Such reporting is highly dependent on the effective working of Software and other allied systems.</p> <p>We have considered this as key audit matter as any control lapses, validation failures, incorrect input data and wrong extraction of data may result in wrong reporting of data to the management, shareholders and regulators</p>	<p>Our audit approach regarding Information technology of company is based upon the Information Technology Guidelines 2076 issued by Nepal Insurance Authority and it included:</p> <ol style="list-style-type: none"> Understanding the coding system adopted by company for various categories of products Understanding the feeding of the data in the system and going through the extraction of the financial information and statements from the IT system existing in company Checking of the user requirements for any changes in the regulations/ policy of the company Reviewed the reports generated by the system on sample basis. We verified the premium income/expense and claim payment in regard to policies issued and claim intimated on test basis

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report but does not include the financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

Responsibility of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Nepal Financial Reporting Standards and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with NSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risk of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtained 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 purposes of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the 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.
- 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 a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on the requirements of Companies Act 2063, Prevailing Insurance Act and Directives of Nepal Insurance Authority

We have obtained satisfactory information and explanations asked for, which to the best of our knowledge and belief were necessary for the purpose of our audit; the returns received from the branch offices of the company, though the statements are independently not audited, were adequate for the purpose of the audit; the financial statements have been prepared in accordance with the provisions of the Companies Act 2063, and they are in agreement with the books of accounts of the company; and the accounts and records of the company are properly maintained in accordance with the prevailing laws.

To the best of our information and according to the explanations given to us, in the course of our audit, we observed that adequate amount have been set aside for insurance fund and other statutory reserves as per Nepal Insurance Authority Directives; the business of the company was conducted satisfactorily in line with the Nepal Insurance Authority Directives, the company has not conducted any business other than insurance business and has not issued any unauthorized policies and its transactions were found to be within the scope of its authority. We did not come across cases of where the company has acted against the interest of insured and investors. Further, company's internal control system is reasonably adequate, and we did not come across cases of accounting related fraud and the cases where the board of directors or any director or any office bearer of the Company has acted contrary to the provisions of law, caused loss or damage to the company, or committed any misappropriation of the funds of company. Also, the company has provided the required financial and other information to its shareholders and company appears to be able to serve its long-term liabilities out of its assets.


Aman Uprety
Partner

Date: August 11, 2024
Place: Kathmandu

UDIN No: 240812CA00451cqU4H

ERSTWHILE RELIANCE LIFE INSURANCE LIMITED

ANNEXURE I

Minimum Disclosure in Management Report

(For the Year Ended Chaitra 08, 2079)

Minimum Disclosure in Directors' Report

A. Information related to Life Insurance

Under this title following matters shall be disclosed

1. Date of establishment: 2064/08/19
2. Insurer licence date: 2074/04/18
3. Insurance business type, nature : Life Insurance
4. Date of commencement of business: 2074/08/01
5. Other matters which insurer wish to include: Not Applicable

B. Insurer's Board of Directors shall approve following matters

1. Tax, service charges, fine and penalties to be paid under laws & regulation whether paid or not
Tax and service charges has been paid and there is no any dues.
2. Share structure of the insurer, changes if any in line with prevailing laws & regulation
There is no change in share structure for FY 2079/80.
3. Whether solvency ratio as prescribed by Nepal Insurance Authority is maintained or not
The solvency ratio as prescribed by Nepal Insurance Authority is maintained.
4. a) Statement regarding assets that financial amount contained in SOFP are not overstated than it's fair value.
Not Overstated.
b) Measurement basis of the assets recognized in financial statements.
Measurement is on the basis of historical cost less related depreciations.
5. Declaration on investment made by insurer that are in line with prevailing laws. If not reason to be disclosed.
The investment made by insurer are in line with prevailing laws.
6. Number of claim settled within the year and outstanding claim number and time frame to settle the outstanding claim.
Number of claim settled including partial maturity within the year was 11,344 and there are 3,246 outstanding claims that will be settled within next fiscal year.
7. 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.
Compliant with the provision of Insurance Act 2079, Insurance Regulation 2049, Company Act 2063, NFRSs and other prevailing laws & regulation
8. Declaration that the appropriate accounting policy has been consistently adopted.
The appropriate accounting policy has been consistently adopted.
9. Declaration on Financial Statements as at Reporting Date that the insurer's Financial Position and Financial Performance are presented true & fairly.
The insurer's Financial Position and Financial Performance are presented true & fairly as at Reporting Date.
10. 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.

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.

11. Declaration that Financial Statements have been prepared based on going concern basis.

Financial Statements have been prepared based on going concern basis.

12. Declaration that the internal control system is commensurate with the size, nature & volume of the insurer's business.

The internal control system is commensurate with the size, nature & volume of the insurer's business.

13. 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, 2079, 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.

14. Disclosure on any penalties, levied by Nepal Insurance Authority for the particular financial year.

Nepal Insurance Authority has not imposed any penalties, for the particular financial year.

15. Other disclosure which is deemed appropriate by Board of Directors/management

Not Applicable

ERSTWHILE RELIANCE LIFE INSURANCE LIMITED

STATEMENT OF FINANCIAL POSITION

As at 22nd March, 2023 (Chaitra 08, 2079)

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Assets			
Goodwill & Intangible Assets	4	4,158,559	3,377,966
Property and Equipment	5	239,424,406	268,193,795
Investment Properties	6	-	-
Deferred Tax Assets	7	14,163,954	8,894,467
Investment in Subsidiaries	8	-	-
Investment in Associates	9	-	-
Investments	10	7,010,965,310	5,794,567,717
Loans	11	709,582,109	539,376,518
Reinsurance Assets	12	-	-
Current Tax Assets	21	182,437,208	150,437,006
Insurance Receivables	13	21,104,248	45,979,431
Other Assets	14	57,163,622	55,474,577
Other Financial Assets	15	79,607,325	70,430,675
Cash and Cash Equivalent	16	179,591,983	447,681,473
Total Assets		8,498,198,724	7,384,413,624
Equity & Liabilities			
Equity			
Share Capital	17 (a)	2,100,000,000	2,100,000,000
Share Application Money Pending Allotment	17 (b)	-	-
Share Premium	17 (c)	-	-
Catastrophe Reserves	17 (d)	49,489,827	45,119,082
Retained Earnings	17 (e)	353,050,387	269,572,107
Other Equity	17 (f)	6,750,394	15,236,890
Total Equity		2,509,290,608	2,429,928,079
Liabilities			
Provisions	18	8,516,112	6,167,373
Gross Insurance Contract Liabilities	19	5,261,127,933	4,187,397,666
Deferred Tax Liabilities	7	-	-
Insurance Payables	20	4,929,724	3,022,724
Current Tax Liabilities	21	-	-
Borrowings	22	-	-
Other Liabilities	23	588,167,228	549,801,069
Other Financial Liabilities	24	126,167,119	208,096,712
Total Liabilities		5,988,908,116	4,954,485,545
Total Equity and Liabilities		8,498,198,724	7,384,413,624

The accompanying notes form an integral part of Financial Statements.

As per our report of even date

CA Sujeep Shrestha
Chief Finance Officer

Shiva Nath Pandey
Chief Executive Officer

Ratan Lal Kedia
Chairman

Bharat Kumar Todi
Director

CA Aman Upreti
Partner
SAR Associates
Chartered Accountants

Dr. Subarna Das Shrestha
Director

Keshab Raj K.C.
Director

Parikshit Khemka
Director

Sarita Bhatta Adhikari
Director

Tej Bahadur Chand
Director

Date: 11.08.2024
Place: Kathmandu, Nepal

ERSTWHILE RELIANCE LIFE INSURANCE LTD.

STATEMENT OF PROFIT OR LOSS

For Period 17th July, 2022 - 22nd March, 2023

(For the Year Ended Chaitra 08 , 2079)

Fig. in NPR

	Note	Current Year	Previous Year
Income:			
Gross Earned Premiums	25	2,095,833,461	3,200,127,417
Premiums Ceded	26	(134,879,401)	(170,619,650)
Net Earned Premiums		1,960,954,061	3,029,507,767
Commission Income	27	-	-
Other Direct Income	28	6,385,081	6,423,981
Interest Income on Loan to Policyholders	11	43,594,773	33,994,225
Income from Investments and Loans	29	429,277,471	508,931,022
Net Gain/(Loss) on Fair Value Changes	30	-	-
Net Realised Gains/(Losses)	31	(132,079)	(10,892,938)
Other Income	32	1,585,079	(652,264)
Total Income		2,441,664,385	3,567,311,792
Expenses			
Gross Benefits and Claims Paid	33	869,697,176	948,179,520
Claims Ceded	33	(159,281,372)	(170,241,495)
Gross Change in Contract Liabilities	34	1,068,152,309	1,557,016,531
Change in Contract Liabilities Ceded to Reinsurers	34	-	-
Net Benefits and Claims Paid		1,778,568,113	2,334,954,556
Commission Expenses	35	252,879,435	467,585,452
Service Fees	36	16,581,026	30,295,078
Other Direct expenses	37	-	-
Employee Benefits Expenses	38	157,963,980	219,413,674
Depreciation & Amortization Expenses	39	34,158,711	46,451,759
Impairment Losses	40	5,604,470	2,745,858
Other Operating Expenses	41	91,571,670	271,426,079
Finance Cost	42	19,876,328	32,780,346
Total Expenses		2,357,203,733	3,405,652,803
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax		84,460,652	161,658,990
Share of Net Profit of Associates accounted using Equity Method	9	-	-
Profit Before Tax		84,460,652	161,658,990
Income Tax Expense	43	(4,190,107)	(5,252,222)
Net Profit/(Loss) For The Year		88,650,759	166,911,211
Earning Per Share	51		
Basic EPS		6.21	7.95
Diluted EPS		6.21	7.95

The accompanying notes form an integral part of Financial Statements.

As per our report of even date

CA Sujeep Shrestha
Chief Finance Officer

Shiva Nath Pandey
Chief Executive Officer

Ratan Lal Kedia
Chairman

Bharat Kumar Todi
Director

CA Aman Upreti
Partner
SAR Associates
Chartered Accountants

Dr. Subarna Das Shrestha
Director

Keshab Raj K.C.
Director

Parikshit Khemka
Director

Sarita Bhatta Adhikari
Director

Tej Bahadur Chand
Director

Date: 11.08.2024
Place: Kathmandu, Nepal

ERSTWHILE RELIANCE LIFE INSURANCE LTD. STATEMENT OF OTHER COMPREHENSIVE INCOME

As at 22nd March, 2023 (Chaitra 08, 2079)
(For the Year Ended Chaitra 08 , 2079)

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Net Profit/(Loss) For The Year		88,650,759	166,911,211
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		(4,317,516)	(6,307,629)
Revaluation of Property and Equipment/Goodwill & Intangible Assets		-	-
Remeasurement of Post-Employment Benefit Obligations	44	-	-
Share of other comprehensive income of associates accounted for using the equity method	9	-	-
Income Tax Relating to Above Items		1,079,379	1,576,907
Total Other Comprehensive Income For the Year, Net of Tax		(3,238,137)	(4,730,722)
Total Comprehensive Income For the Year, Net of Tax		85,412,623	162,180,489

The accompanying notes form an integral part of Financial Statements.

As per our report of even date

CA Sujeep Shrestha
Chief Finance Officer

Shiva Nath Pandey
Chief Executive Officer

Ratan Lal Kedia
Chairman

Bharat Kumar Todi
Director

CA Aman Upreti
Partner
SAR Associates
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Dr. Subarna Das Shrestha
Director

Keshab Raj K.C.
Director

Parikshit Khemka
Director

Sarita Bhatta Adhikari
Director

Tej Bahadur Chand
Director

Date: 11.08.2024
Place: Kathmandu, Nepal

ERSTWHILE RELIANCE LIFE INSURANCE LTD.

STATEMENT OF CASH FLOWS

For Period 17th July, 2022 - 22nd March, 2023
(For the Period Ended Chaitra 08, 2079)

Fig. in NPR

Particulars	Current Year	Previous Year
Cash Flow From Operating Activities:		
Cash Received		
Gross Premium Received	2,095,833,461	3,200,127,417
Reinsurance Commission Received	-	-
Claim Recovery Received from Reinsurers	159,281,372	170,241,495
Realised Foreign Exchange Income other than on Cash and Cash Equivalents		-
Other Direct Income Received	6,385,081	6,423,981
Others (Other Income received)	1,585,079	343,735,944
Cash Paid		
Gross Benefits and Claims Paid	(839,244,035)	(948,179,520)
Reinsurance Premium Paid	(132,972,401)	(170,619,650)
Commission Paid	(335,731,011)	(467,585,452)
Service Fees Paid	(30,863,168)	(30,295,078)
Employee Benefits Expenses Paid	(157,963,980)	(216,730,897)
Other Expenses Paid	(53,524,751)	(296,615,186)
Other Direct Expenses Paid	-	-
Others (Changes in Working Capital)	-	-
Income Tax Paid	(32,000,202)	(32,078,667)
Net Cash Flow From Operating Activities [1]	680,785,445	1,558,424,386
Cash Flow From Investing Activities		
Acquisitions of Intangible Assets	(1,201,190)	(452,000)
Proceeds From Sale of Intangible Assets	-	-
Acquisitions of Investment Properties	-	-
Proceeds From Sale of Investment Properties	-	-
Acquisitions of Property & Equipment	(1,897,612)	(47,177,347)
Proceeds From Sale of Property & 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	-	-
Proceeds from Sale of Equity Instruments	(7,970,858)	1,277,799
Purchase of Mutual Funds	1,454,511	(21,580,508)
Proceeds from Sale of Mutual Funds	-	-
Purchase of Preference Shares	-	-
Proceeds from Sale of Preference Shares	-	-
Purchase of Debentures	(329,837,331)	(469,304,000)

Proceeds from Sale of Debentures	-	
Purchase of Bonds	-	
Proceeds from Sale of Bonds		
Investments in Deposits	(2,932,675,993)	(1,064,000,000)
Maturity of Deposits	2,052,500,000	
Loans Paid	(170,205,591)	(251,405,091)
Proceeds from Loans		
Rental Income Received		
Proceeds from Finance Lease		
Interest Income Received	439,673,948	540,066,131
Dividend Received	1,285,182	2,677,066
Others (to be specified)		
Total Cash Flow From Investing Activities [2]	(948,874,935)	(1,309,897,951)
Cash Flow From Financing Activities		
Interest Paid	-	(7,591,239)
Proceeds From Borrowings	-	-
Repayment of Borrowings	-	-
Payment of Finance Lease	-	-
Proceeds From Issue of Share Capital	-	-
Share Issuance Cost Paid	-	(716,242)
Dividend Paid	-	(105,000,000)
Dividend Distribution Tax Paid	-	(5,527,200)
Others (to be specified)	-	3,328,329
Total Cash Flow From Financing Activities [3]	-	(115,506,352)
Net Increase/(Decrease) In Cash & Cash Equivalents [1+2+3]	(268,089,490)	133,020,083
Cash & Cash Equivalents At Beginning of The Year/Period	447,681,472	314,661,390
Effect of Exchange Rate Changes on Cash and Cash Equivalents		
Cash & Cash Equivalents At End of The Year/Period	179,591,982	447,681,473
Components of Cash & Cash Equivalents	179,591,982	447,681,473
Cash In Hand	3,203,232	48,418,708
Cheuqe in Hand	2,115,302	49,289,923
Term Deposit with Banks (with initial maturity upto 3 months)	-	130,000,000
Balance With Banks	174,273,448	219,972,842

The accompanying notes form an integral part of Financial Statements.

As per our report of even date

CA Sujeep Shrestha
Chief Finance Officer

Shiva Nath Pandey
Chief Executive Officer

Ratan Lal Kedia
Chairman

Bharat Kumar Todi
Director

CA Aman Upreti
Partner
SAR Associates
Chartered Accountants

Dr. Subarna Das Shrestha
Director

Keshab Raj K.C.
Director

Parikshit Khemka
Director

Sarita Bhatta Adhikari
Director

Tej Bahadur Chand
Director

Date: 11.08.2024
Place: Kathmandu, Nepal

ERSTWHILE RELIANCE LIFE INSURANCE LTD.

STATEMENT OF CHANGES IN EQUITY

For Period 17th July, 2022 - 22nd March, 2023
(For the Year Ended Chaitra 08 , 2079)

Previous Year

Fig. in NPR

Particulars	Ordinary Share Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserves	Capital Reserves	Catastrophe Reserves	Corporate Social Responsibility (CSR) Reserves	Insurance Fund	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserve	Other Reserves (Regulatory Reserve)	Other Reserves	Non-controlling interest	Total
Balance as at Shrawan 1, 2078	2,100,000,000	-	-	-	228,676,441	-	-	27,768,602	-	-	80,589	-	3,285,978	15,125,790	-	-	2,374,937,400
Prior period adjustment	-	-	-	-	3,328,329	-	-	-	-	-	-	-	-	-	-	-	3,328,329
Restated Balance as at Shrawan 1, 2078	2,100,000,000	-	-	-	232,004,770	-	-	27,768,602	-	-	80,589	-	3,285,978	15,125,790	-	-	2,378,265,729
Profit/(Loss) For the Year	-	-	-	-	166,911,211	-	-	-	-	-	-	-	-	-	-	-	166,911,211
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	-	-	-	-	-	-	-	-	-	-	(4,730,722)	-	-	-	-	-	(4,730,722)
v) Revaluation of Property and Equipment/ Goodwill & Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
vi) Remeasurement of Post-Employment Benefit Obligations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Reserves/ Funds	-	-	-	-	(12,491,944)	-	-	17,350,480	1,735,048	-	-	-	-	(6,593,585)	-	-	-
Transfer of Deferred Tax Reserves	-	-	-	-	(5,608,489)	-	-	-	-	-	-	-	5,608,489	-	-	-	-
Transfer of Depreciation on Revaluation of Property and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer on Disposal of Property and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer on Disposal of Equity Instruments Measured at FV/TOCI	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Insurance Contract Liabilities	-	-	-	-	-	-	-	-	-	-	725,302	-	-	-	-	-	725,302
Share Issuance Costs	-	-	-	-	(716,242)	-	-	-	-	-	-	-	-	-	-	-	(716,242)
Contribution by/ Distribution to the owners of the Company	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
i) Bonus Share Issued	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
ii) Share Issue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iii) Cash Dividend	-	-	-	-	(105,000,000)	-	-	-	-	-	-	-	-	-	-	-	(105,000,000)
iv) Dividend Distribution Tax	-	-	-	-	(5,527,200)	-	-	-	-	-	-	-	-	-	-	-	(5,527,200)
v) Others (to be Specified)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 32, 2079	2,100,000,000	-	-	-	269,572,107	-	-	45,119,082	1,735,048	-	(3,924,830)	-	8,894,467	8,532,206	-	-	2,429,928,080

ERSTWHILE RELIANCE LIFE INSURANCE LTD.
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 Reserves	Corporate Social Responsibility (CSR) Reserves	Insurance Fund	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserve	Other Reserves (Regulatory Reserve)	Other Reserves	Non-controlling interest	Total
Balance as at Shrawan 1, 2079	2,100,000,000	-	-	-	269,572,107	-	-	45,119,082	1,735,048	-	(3,924,830)	-	8,894,467	8,532,206	-	-	2,429,928,079
Prior period adjustment (DTR)	-	-	-	-	1,308,276	-	-	-	-	-	-	-	(1,308,276)	-	-	-	-
Restated Balance as at Shrawan 1, 2079	2,100,000,000	-	-	-	270,880,383	-	-	45,119,082.00	1,735,048	-	(3,924,830)	-	7,586,191	8,532,206	-	-	2,429,928,079
Profit/(Loss) For the Year	-	-	-	-	88,650,759	-	-	-	-	-	-	-	-	-	-	-	88,650,759
Other Comprehensive Income for the Year, Net of Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
i) Changes in Fair Value of FVOCI Debt Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
ii) Gains/(Losses) on Cash Flow Hedges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iii) Exchange differences on translation of Foreign Operation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iv) Changes in fair value of FVOCI Equity Instruments	-	-	-	-	-	-	-	-	-	-	(3,238,137)	-	-	-	-	-	(3,238,137)
v) Revaluation of Property and Equipment/ Goodwill & Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
vi) Remeasurement of Post-Employment Benefit Obligations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Reserves/ Funds	-	-	-	-	(2,290,648)	-	-	4,370,745	874,149	-	-	-	-	(2,954,246)	-	-	-
Transfer of Deferred Tax Reserves	-	-	-	-	(41,900,107)	-	-	-	-	-	-	-	4,190,107	-	-	-	-
Transfer of Depreciation on Revaluation of Property and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer on Disposal of Property and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer on Disposal of Equity Instruments Measured at FVTOCI	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Insurance-Contract Liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	(5,577,959)	-	-	(5,577,959)
Share Issuance Costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Others (Utilization of Reserves)	-	-	-	-	-	-	-	-	(472,133)	-	-	-	-	-	-	-	(472,133)
Contribution by/ Distribution to the owners of the Company	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
i) Bonus Share Issued	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
ii) Share Issue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iii) Cash Dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iv) Dividend Distribution Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
v) Others (to be Specified)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at Chaitra 08, 2079	2,100,000,000	-	-	-	353,050,388	-	-	49,489,827	2,137,064	-	(7,162,967)	-	11,776,298	-	-	-	2,509,290,608

The accompanying notes form an integral part of Financial Statements. As per our report of even date

CA Aman Upreti
Partner
SAR Associates
Chartered Accountants

Bharat Kumar Todi
Director

Sarita Bhatta Adhikari
Director

Ratan Lal Kedia
Chairman

Parikshit Khemka
Director

Shiva Nath Pandey
Chief Executive Officer

Keshab Raj K.C.
Director

CA Sujeep Shrestha
Chief Finance Officer

Dr. Subama Das Shrestha
Director

Date: 11.08.2024
Place: Kathmandu, Nepal

ERSTWHILE RELIANCE LIFE INSURANCE LTD. STATEMENT OF DISTRIBUTABLE PROFIT OR LOSS

For Period 17th July, 2022 - 22nd March, 2023

(For the Year Ended Chaitra 08 , 2079)

Fig. in NPR

Particulars	Current Year	Previous Year
Opening Balance in Retained Earnings	269,572,107	228,676,441
Transfer from OCI reserves to retained earning in current year		
Net profit or (loss) as per statement of profit or loss	88,650,759	166,911,211
Appropriations:		
i) Transfer to Insurance Fund	-	-
ii) Transfer to Catastrophe Reserve	(4,370,745)	(17,350,480)
iii) Transfer to Capital Reserve	-	
iv) Transfer to CSR reserve	(874,149)	(1,735,048)
v) Transfer to/from Regulatory Reserve	2,954,246	6,593,585
vi) Transfer to Fair Value Reserve		
vii) Transfer of Deferred Tax Reserve	(4,190,107)	(5,608,489)
viii) Transfer to OCI reserves due to change in classification		
ix) Others (Actuarial Reserves)		
Prior period Adjustments	1,308,276	3,328,329
Share Issuance Costs	-	(716,242)
Cash Dividend	-	(105,000,000)
Dividend Distribution Tax	-	(5,527,200)
NFRS 16 Adjustment		-
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 as per sec 16 of Financial Directive		
xii) Delisted share investment or mutual fund investment		
xiii) Bonus share/dividend paid		
xiv) Deduction as per Sec 17 of Financial directive	(47,573)	
xv) Deduction as per Sec 18 of Financial directive	(6,050,000)	

xvi) Others (to be specified)	-	
Adjusted Retained Earning	346,952,814	269,572,107
Add: Transfer from Share Premium Account		-
Less: Amount apportioned for Assigned capital		-
Less: Deduction as per sec 15(1) of Financial directive	(7,162,967)	
Add/Less: Others (Retained Earning)	-	-
Total Distributable Profit/(loss)	339,789,847	269,572,107

The accompanying notes form an integral part of Financial Statements.

As per our report of even date

CA Sujeep Shrestha
Chief Finance Officer

Shiva Nath Pandey
Chief Executive Officer

Ratan Lal Kedia
Chairman

Bharat Kumar Todi
Director

CA Aman Upreti
Partner
SAR Associates
Chartered Accountants

Dr. Subarna Das Shrestha
Director

Keshab Raj K.C.
Director

Parikshit Khemka
Director

Sarita Bhatta Adhikari
Director

Tej Bahadur Chand
Director

Date: 11.08.2024
Place: Kathmandu, Nepal

ERSTWHILE RELIANCE LIFE INSURANCE LIMITED

Notes to the Financial Statements

4. Goodwill & Intangible Assets

Fig. in NPR

Particulars	Software	Goodwill	Others (to be Specified)	Total
Gross carrying amount				
As at Shrawan 1, 2078	8,938,570	-	-	8,938,570
Additions during the year	-	-	-	-
Acquisition	452,000	-	-	452,000
Internal Development	-	-	-	-
Business Combination(to be Specified)	-	-	-	-
Disposals during the year	-	-	-	-
Revaluation/Adjustment	-	-	-	-
Balance as at Ashadh 32, 2079	9,390,570	-	-	9,390,570
Additions during the year	-	-	-	-
Acquisition	1,754,890	-	-	1,754,890
Internal Development	-	-	-	-
Business Combination (to be Specified)	-	-	-	-
Disposals during the year	-	-	-	-
Revaluation/Adjustment	-	-	-	-
Balance as at Chaitra 8, 2079	11,145,460	-	-	11,145,460
Accumulated amortization and impairment				
As at Shrawan 1, 2078	4,143,906	-	-	4,143,906
Additions during the year	1,868,697	-	-	1,868,697
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as at Ashadh 32, 2079	6,012,604	-	-	6,012,604
Additions during the year	974,297	-	-	974,297
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as at Chaitra 8, 2079	6,986,900	-	-	6,986,900
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 at Ashadh 32, 2079	-	-	-	-
Additions during the year	-	-	-	-
Capitalisation during the year	-	-	-	-
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as at Chaitra 8, 2079	-	-	-	-
Net Carrying Amount				
As at Ashadh 32, 2079	3,377,966	-	-	3,377,966
As at Chaitra 8, 2079	4,158,559	-	-	4,158,559

Fig. in NPR

5. Property and Equipment

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	-	-	51,245,665	13,271,805	15,961,419	15,219,884	15,200,900	-	110,899,673
Additions during the year	-	-	-	-	-	-	-	-	-
Acquisition	-	-	2,579,383	1,883,154	5,411,600	1,192,789	6,499,000	-	17,565,925
Capitalization	-	-	-	-	-	-	(7,500,000)	-	(7,500,000)
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/adjustments	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 32, 2079	-	-	53,825,047	15,154,959	21,373,019	16,412,673	14,199,900	-	120,965,598
Additions during the year	-	-	-	-	-	-	-	-	-
Acquisition	-	-	620,126	432,601	519,685	325,200	-	-	1,897,612
Capitalisation	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as at Chaitra 8, 2079	-	-	54,445,173	15,587,560	21,892,704	16,737,873	14,199,900	-	122,863,210
Accumulated depreciation and impairment									
As on Shrawan 1, 2078	-	-	13,688,575	6,984,602	8,614,924	7,862,113	8,002,032	-	45,152,245
Addition during the year	-	-	5,174,995	1,779,870	2,509,946	1,883,769	1,485,840	-	12,834,420
Disposals during the year	-	-	-	-	-	-	(4,296,800)	-	(4,296,800)
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 32, 2079	-	-	18,863,570	8,764,471	11,124,870	9,745,882	5,191,072	-	53,689,865
Addition during the year	-	-	3,724,726	1,127,339	1,805,473	1,175,743	1,241,216	-	9,074,496
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as at Chaitra 8, 2079	-	-	22,588,295	9,891,810	12,930,342	10,921,625	6,432,289	-	62,764,362

6. Investment Properties

Investment Properties at Cost

Fig. in NPR

Particulars	Land	Building	Total
Gross carrying amount			
As at Shrawan 1, 2078	-	-	-
Additions during the year	-	-	-
Acquisition	-	-	-
Subsequent Expenditure	-	-	-
Assets classified as held for sales	-	-	-
Disposals during the year	-	-	-
Transfer/Adjustments	-	-	-
Balance as at Ashadh 32, 2079	-	-	-
Additions during the year	-	-	-
Acquisition	-	-	-
Subsequent Expenditure	-	-	-
Assets classified as held for sales	-	-	-
Disposals during the year	-	-	-
Transfer/Adjustments	-	-	-
Balance as at Chaitra 8, 2079	-	-	-
Accumulated depreciation and impairment			
As at Shrawan 1, 2078	-	-	-
Additions during the year	-	-	-
Disposals during the year	-	-	-
Impairment during the year	-	-	-
Transfer/Adjustments	-	-	-
Balance as at Ashadh 32, 2079	-	-	-
Additions during the year	-	-	-
Disposals during the year	-	-	-
Impairment during the year	-	-	-
Transfer/Adjustments	-	-	-
Balance as at Chaitra 8, 2079	-	-	-
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 at Chaitra 8, 2079	-	-	-
Net Carrying Amount			
Net Balance As At Ashad 31, 2079	-	-	-
Net Balance As At Chaitra 8, 2079	-	-	-

(i) Amounts recognised in statement of profit or loss

Particulars	Current Year	Previous Year
Rental income	-	-
Direct operating expenses from property that generated rental income	-	-
Direct operating expenses from property that didn't generated rental income	-	-
Profit from investment properties before depreciation	-	-
Depreciation charge	-	-
Profit from investment properties	-	-

(ii) Fair value of investment properties:

Particulars	Current Year	Previous Year
Land	-	-
Building	-	-
Total	-	-

Notes on Fair Value :

- (i) The company does not hold any investment property.
(ii) Disclosure on restriction on the realisability of investment properties: Not applicable
(iii) Contractual obligations: Not applicable

Investment Properties at Fair Value

Particulars	Land	Building	Total
Gross carrying amount			-
As at Shrawan 1, 2078	-	-	-
Additions during the year	-	-	-
Disposals during the year	-	-	-
Net changes in Fair Value	-	-	-
Revaluation/Adjustment	-	-	-
Balance as at Ashadh 32, 2079	-	-	-
Additions during the year	-	-	-
Disposals during the year	-	-	-
Net changes in Fair Value	-	-	-
Revaluation/Adjustment	-	-	-
Balance as at Chaitra 8, 2079	-	-	-
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 Chaitra 8, 2079	-	-	-
Net Carrying Amount			-
Net Balance As At Ashad 31, 2079	-	-	-
Net Balance As At Chaitra 8, 2079	-	-	-

Notes on Fair Value :

- (i) The company does not hold any investment property.
- (ii) Disclosure on restriction on the realisability of investment properties: Not applicable
- (iii) Contractual obligations: Not applicable

7. Deferred Tax Assets/Liabilities

Fig. in NPR

Particulars	Current Year			Previous Year		
	Through SOPL	Through SOCI	Total	Through SOPL	Through SOCI	Total
Deferred Tax on Temporary Difference						
Goodwill & Intangible Assets	207,137		207,137	-		
Property and Equipment	884,975		884,975	1,197,478		
Financial Assets at FVPTL			-			
Financial Assets at FVTOCI		2,387,656	2,387,656		1,308,277	
Provision for Leave	2,129,028		2,129,028	1,541,843		
Provision for Gratuity			-			
Impairment Loss on Financial Assets	2,639,174		2,639,174	1,238,056		
Impairment Loss on Other Assets			-			
Carry forward of unused tax losses			-			
Changes in tax rate			-			
ROU Assets and Lease Liability	5,915,984		5,915,984	3,608,813		
Total	11,776,298	2,387,656	14,163,954	7,586,191	1,308,277	8,894,467
Deferred Tax Asstes	11,776,298	2,387,656	14,163,954	7,586,191	1,308,277	8,894,467
Deferred Tax Liabilities	-	-	-	-	-	-

Movements in deferred tax assets/ (liabilities)

Particulars	Current Year			Previous Year		
	SOPL	SOCI	Total	SOPL	SOCI	Total
As at Shrawan 1, 2079	7,586,191	1,308,277	8,894,467	3,554,608	(268,630)	3,285,978
Charged/(Credited) to Statement of Profit or Loss	4,190,107		4,190,107	4,031,582		4,031,582
Charged/(Credited) to Other Comprehensive Income		1,079,379	1,079,379		1,576,907	1,576,907
As at Chaitra 8, 2079	11,776,298	2,387,656	14,163,954	7,586,190	1,308,277	8,894,467

8. Investment in Subsidiaries

Fig. in NPR

Particulars	Current Year	Previous Year
Investment in Quoted Susidiaries	-	-
Investment in Unquoted Susidiaries	-	-
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. Investment in Associates

Fig. in NPR

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

Investment in Quoted 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	-	-	-	-	-	-

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 Regarding Associates

Particulars	Current Year	Previous Year
Name	-	-
Place of Business	-	-

Accounting Method	-	-
% of Ownership	-	-
Current Assets	-	-
Non-Current Assets	-	-
Current Liabilities	-	-
Non-Current Liabilities	-	-
	-	-
Income	-	-
Net Profit or Loss	-	-
Other Comprehensive Income	-	-
Total Comprehensive Income	-	-
	-	-
Company's share of profits	-	-
Net Profit or Loss	-	-
Other Comprehensive Income	-	-

10. Investment

Fig. in NPR

Particulars	Current Year	Previous Year
Investments measured at Amortised Cost		
i) Investment in Preference Shares of Bank and Financial Institutions	-	-
ii) Investment in Debentures	1,708,258,922	1,378,421,591
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-
iv) Fixed Deposits in "A" Class Financial Institutions	3,690,102,765	3,264,564,704
v) Fixed Deposits in Infrastructure Banks	-	-
vi) Fixed Deposits in "B" Class Financial Institutions	1,272,848,301	1,076,661,589
vii) Fixed Deposits in "C" Class Financial Institutions	308,451,220	50,000,000
viii) Others (to be Specified)	-	-
Less: Impairment Losses	-	-
Investments measured at FVTOCI		
i) Investment in Equity Instruments (Quoted)	11,763,631	3,924,852
ii) Investment in Equity Instruments (Unquoted)	1,195,000	1,195,000
iii) Investment in Mutual Funds	18,345,471	19,799,981
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	-	-
v) Others (to be Specified)	-	-
Total	7,010,965,310	5,794,567,717

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 Deposits with "B" Class Financial Institutions	-	-
Fixed Deposits with "C" Class Financial Institutions	-	-
Others (to be Specified)	-	-
Total	-	-

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	-	-
Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-
Fixed Deposit with "A" Class Financial Institutions	1,090,102,765	1,670,064,704
Fixed Deposit with Infrastructure Banks	-	-
Fixed Deposits with "B" Class Financial Institutions	443,348,301	622,661,589
Fixed Deposits with "C" Class Financial Institutions	53,951,220	47,500,000
Others (to be Specified)	-	-
Total	1,587,402,286	2,340,226,293

c) Information relating to investment in equity instruments

Particulars	Current Year			Previous Year		
	Units	Cost	Fair Value	Units	Cost	Fair Value
i) Investment in Equity Instruments (Quoted)	28,299	13,621,186	11,763,631	10,666	5,419,401	3,924,852
Himalayan Bank Limited	3,434	921,050	810,424	-	-	-
Forward Community Microfinance Bittiya Sanstha Limited	87	158,394	112,665	70	158,394.01	166,950.00
Global IME Bank Limited	2,796	1,102,331	525,368	2714	1,102,331.21	682,299.60
Global IME Laghubitta Bittiya Sanstha Ltd.	97	175,224	70,616	86	175,224.02	111,714.00
Nepal Investment Mega Bank Ltd. Promoter Share	1,607	521,002	196,697	1546	521,001.86	374,905.00
Nirdhan Utthan Laghubitta Bittiya Sanstha Limited	417	448,018	250,200	351	448,018.29	385,749.00
NMB Microfinance Bittiya Sanstha Limited	59	69,851	32,745	59	69,851.21	44,255.90
Siddhartha Premier Insurance Limited	1,033	921,191	644,592	-	-	-
Sagarmatha Lumbini Insurance Company Limited	888	992,997	591,408	790	992,996.87	687,300.00
Swabalamban Laghubitta Bittiya Sanstha Limited	81	109,343	63,998	71	109,343.19	82,999.00
Chhimek Laghubitta Bikas Bank Limited	1,037	892,783	817,156	-	-	-
Garima Bikas Bank Limited	2,610	904,507	932,031	-	-	-
Machhapuchhre Bank Limited	2,482	551,630	551,004	-	-	-
Muktinath Bikas Bank Limited	2,661	1,009,602	1,039,387	-	-	-

Neco Insurance Company Limited	400	307,186	310,000	-	-	-
NIC Asia Bank Limited	1,950	1,294,909	1,409,850	-	-	-
Nirdhan Utthan Laghubitta Bittiya Sanstha Limited	197	148,948	118,200	-	-	-
Premier Insurance Company Limited	500	319,711	312,000	904	921,190.67	520,704.00
Sanima Bank Limited	3,070	731,663	742,940	-	-	-
Sanima Mai Hydropower Limited	500	163,619	162,500	-	-	-
Shangrila Development Bank Limited	1,573	440,062	471,900	-	-	-
Sunrise Bank Limited	750	149,279	134,250	-	-	-
Uniliver Nepal Limited	70	1,287,887	1,463,700	-	-	-
Civil Bank Limited (CBL)				4,075	921,049.61	867,975.00

ii) Investment in Equity Instruments (Unquoted)	11,950	1,195,000	1,195,000	11,950	1,195,000	1,195,000
Investment in Insurance Institute Nepal Ltd.	11,950	1,195,000	1,195,000	11,950	1,195,000	1,195,000

iii) Investment in Mutual Funds	2,132,225	26,038,539	18,345,471	1,882,225	23,538,539	19,799,981
Citizens Mutual Fund-1	69,300	1,080,856	512,127	69,300	1,080,856	609,840
Citizens Mutual Fund-2	69,200	1,084,212	534,224	69,200	1,084,212	700,304
Kumari Dhanabridhhi Yojana	130,000	1,300,000	1,040,000	750,000	7,500,000	7,500,000
Laxmi Equity Fund	104,100	1,081,883	851,538	104,100	1,081,883	1,030,590
Laxmi Unnati Kosh	59,800	644,988	467,038	59,800	644,988	571,688
Nabil Balance Fund 3	16,680	166,800	123,432	16,680	166,800	157,292
NABIL BALANCED FUND-2	68,600	1,088,885	548,800	68,600	1,088,885	739,508
Nabil Equity Fund	66,800	1,091,286	571,140	66,800	1,091,286	668,000
NIC Asia Balance Fund	109,200	1,514,542	917,280	109,200	1,514,542	1,169,532
NIC Asia Growth Fund	114,400	1,672,237	1,029,600	114,400	1,672,237	1,275,560
NMB 50	119,660	1,729,231	1,129,590	119,660	1,729,231	1,543,614
NMB Hybrid Fund L-1	70,785	1,071,241	682,367	70,785	1,071,241	792,792
Sanima Equity Fund	106,900	1,719,209	1,118,174	106,900	1,719,209	1,362,975
Sanima Large Cap Fund	500	5,066	3,525	57,300	582,750	534,036
Sunrise First Mutual Fund	99,500	1,510,419	956,195	99,500	1,510,419	1,144,250
Nmb Sulav Investment Fund -2	250,000	2,500,000	2,500,000	-	-	-
Kumari Dhanabridhhi Yojana	620,000	6,200,000	4,960,000	-	-	-
Sanima Large Cap Fund	56,800	577,685	400,440	-	-	-

d) The Company has earmarked investments amounting to NPR 5,271,402,286 to Nepal Insurance Authority.

11. Loans

Fig. in NPR

Particulars	Current Year	Previous Year
Loans measured at Amortised Cost		
Loans to Employees	35,338,628	37,219,703
Loans to Agents	16,190,333	21,267,718
Loans to Policyholders	668,609,844	485,841,322
Others (to be Specified)	-	-
Less: Impairment Losses	(10,556,695)	(4,952,225)
Total	709,582,109	539,376,518

a) Loans to Policyholders

Particulars	Loan amount		Interest Income	
	Current Year	Previous Year	Current Year	Previous Year
Endowment	516,768,214	179,916,532	34,495,662	15,722,169
Anticipated Endowment	107,534,669	26,982,983	6,240,937	1,975,479
Endowment Cum Whole Life	44,306,961	12,422,119	2,858,174	982,734
Non-participating Endowment	-	-	-	-
Foreign Employment Term	-	-	-	-
Other term	-	-	-	-
Total	668,609,844	485,841,322	43,594,773	33,994,225

a) Expected repayment within 12 months:

Particulars	Current Year	Previous Year
Loans to Employees	685,533	3,189,418
Loan to Agents	5,262,336	221,216
Loans to Policyholders	-	Fig. in NPR
Others (to be Specified)	-	-
Total	5,947,869	3,410,634

12. Reinsurance Assets

Fig. in NPR

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	-	-	-	-	-	-	-	-
Anticipated Endowment	-	-	-	-	-	-	-	-
Endowment Cum Whole Life	-	-	-	-	-	-	-	-
Non-participating Endowment	-	-	-	-	-	-	-	-
Foreign Employment Term	-	-	-	-	-	-	-	-
Other term	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-

13. Insurance Receivables

Fig. in NPR

Particulars	Current Year	Previous Year
Receivable from Reinsurers	21,096,784	45,971,967
Receivable from Other Insurance Companies	7,464	7,464.00
Other (to be Specified)	-	-
Less: Impairment Losses	-	-
Total	21,104,248	45,979,431

a) Expected receivable within 12 months:

Particulars	Current Year	Previous Year
Receivable from Reinsurers	21,096,784	45,971,967
Receivable from Other Insurance Companies	7,464	7,464.00
Other (to be Specified)	-	-
Total	21,104,248	45,979,431

14. Other Assets

Fig. in NPR

Particulars	Current Year	Previous Year
Capital Advances	-	-
Prepaid Expenses	3,349,132	796,399
Claim Advances	-	-
Advances to Suppliers	-	-
Staff Advances	2,061,412	1,724,897
Printing and Stationery Stocks	-	-
Stamp Stocks	-	-
Deferred Expenses	-	2,953,281
Deferred Re-Insurance Commission Expenses	-	-
Deferred Agent Commission Expenses	-	-
Lease Receivables	-	-
Other (to be specified)	-	-
i) Other Advance	1,753,078	-
ii) Application for Investment on Debenture	-	-
iii) Application for Investment on Shares	50,000,000	50,000,000
Less: Impairment Losses	-	-
Total	57,163,622	55,474,577

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

Particulars	Current Year	Previous Year
Capital Advances	-	-
Prepaid Expenses	3,349,132	796,399
Claim Advances	-	-
Advances to Suppliers	-	-
Staff Advances	2,061,412	1,724,897
Printing and Stationery Stocks	-	-
Stamp Stocks	-	-
Deferred Expenses	-	2,953,281
Deferred Re-Insurance Commission Expenses	-	-
Deferred Agent Commission Expenses	-	-
Lease Receivables	-	-
Others (to be specified)	-	-
i) Other Advance	1,753,078	-
ii) Application for Investment on Debenture	-	-
iii) Application for Investment on Shares	50,000,000	50,000,000
Less: Impairment Losses	-	-
Total	57,163,622	55,474,577

15. Other Financial Assets

Fig. in NPR

Particulars	Current Year	Previous Year
Security Deposits	-	418,639
Accrued Interest	636,165	283,083
Interest Receivable from Loan to Policyholders	74,597,080	43,037,049
Other Receivables	1,205,441	26,691,904
Other Deposits	3,168,639	
Sundry Debtors	-	
Other (to be Specified)		-
i) Deposit with portfolio manager	-	
Less: Impairment Losses	-	-
Total	79,607,325	70,430,675

a) Expected maturities within 12 months:

Particulars	Current Year	Previous Year
Security Deposits	-	418,639
Accrued Interest	636,165	283,083
Interest Receivable from Loan to Policyholders	74,597,080	43,037,049
Other Receivables	1,205,441	26,691,904
Other Deposits	3,168,639	-
Sundry Debtors	-	-
Other (to be Specified)	-	-
i) Deposit with portfolio manager	-	-
Total	79,607,325	70,430,675

16. Cash and Cash Equivalent

Fig. in NPR

Particulars	Current Year	Previous Year
Cash in Hand	3,203,232	48,418,708
Cheques in Hand	2,115,302	49,289,923
Bank Balances	-	-
i) Balance with "A" Class Financial Institutions	102,388,922	95,465,589
ii) Balance with Infrastructure Banks	-	
iii) Balance with "B" Class Financial Institutions	2,242,187	15,883,334
iv) Balance with "C" Class Financial Institutions	1,437,503	5,026,006
iv) Balance with "D" Class Financial Institutions	67,209,382	103,597,913
Less: Impairment Losses	-	-
Deposits with initial maturity upto 3 months	-	130,000,000
Others (to be Specified)		
Wallet Deposit	995,455	
Less: Impairment Losses	-	-
Total	179,591,983	447,681,473

17(a) Share Capital

Fig. in NPR

Particulars	Current Year	Previous Year
Ordinary Shares		
As at Shrawan 1, 2079	2,100,000,000	2,100,000,000
Additions during the year	-	-
i) Bonus Share Issue	-	-
ii) Share Issue	-	-
As at Chaitra 8, 2079	2,100,000,000	2,100,000,000
Convertible Preference Shares (Equity Component Only)	-	-
As at Shrawan 1, 2079	-	-
Additions during the year	-	-
As at Chaitra 8, 2079	-	-
Irredeemable Preference Shares (Equity Component Only)	-	-
As at Shrawan 1, 2079	-	-
Additions during the year	-	-
As at Chaitra 8, 2079	-	-
Total	2,100,000,000	2,100,000,000

(i) Ordinary Shares

Particulars	Current Year	Previous Year
Authorised Capital:	-	-
30,000,000 Ordinary Shares of Rs. 100 each	3,000,000,000	3,000,000,000
Issued Capital:	-	-
21,000,000 Ordinary Shares of Rs. 100 each	2,100,000,000	2,100,000,000
Subscribed and Paid Up Capital:	-	-
21,000,000 Ordinary Shares of Rs. 100 each	2,100,000,000	2,100,000,000
Total	2,100,000,000	2,100,000,000

(ii) Preference Share Capital

Particulars	Current Year	Previous Year
Authorised Capital:	-	-
..... Convertible Preference Shares of Rs. ... each	-	-
.....Irredeemable Preference Shares of Rs. ... each	-	-
Issued Capital:	-	-
..... Convertible Preference Shares of Rs. ... each	-	-
.....Irredeemable Preference Shares of Rs. ... each	-	-
Subscribed and Paid Up Capital:	-	-
..... Convertible Preference Shares of Rs. ... each	-	-
.....Irredeemable Preference Shares of Rs. ... 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	3,880,000	3,880,000	18.48%	18.48%
Nepali Citizens	10,820,000	10,820,000	51.52%	51.52%
Foreigners				
Others (to be Specified)				
Total (A)	14,700,000	14,700,000	70.00%	70.0%
Other than Promoters				
General Public	6,300,000	6,300,000	30.00%	30.00%
Others (to be Specified)				
Total (B)	6,300,000	6,300,000	30.00%	30.00%
Total (A+B)	21,000,000	21,000,000	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
Siddhartha Bank Ltd.	2,640,000	2,640,000	12.57%	12.57%
Agni Holding Pvt. Ltd.	1,000,000	1,000,000	4.76%	4.76%
Savita Kedia	486,000	486,000	2.31%	2.31%
Manoj Kumar Kedia	400,000	400,000	1.90%	1.90%
Pawan Kumar Agrawal	400,000	400,000	1.90%	1.90%
Devraj RajBhandari	400,000	400,000	1.90%	1.90%
Bharat Kumar Todi	300,000	300,000	1.43%	1.43%
Narendra Kumar Agrawal	300,000	300,000	1.43%	1.43%
Rishi Agrawal	275,000	275,000	1.31%	1.31%
Rahul Agrawal	250,000	250,000	1.19%	1.19%

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 at Shrawan 1, 2079	-	-
Increase due to issue of shares at premium	-	-
Decrease due to issue of bonus shares	-	-
Transaction costs on issue of shares	-	-
Others (to be Specified)	-	-
As at Chaitra 8, 2079	-	-

17(d) Catastrophe Reserves

Particulars	Current Year	Previous Year
As at Shrawan 1, 2079	45,119,082	27,768,602
Additions	4,370,745	17,350,480
Utilizations	-	-
As at Chaitra 8, 2079	49,489,827	45,119,082

17(e) Retained Earnings

Particulars	Current Year	Previous Year
As at Shrawan 1, 2079	269,572,106	228,676,441
Net Profit or Loss	88,650,759	166,911,211
Items of OCI recognised directly in retained earnings		
Remeasurement of Post-Employment Benefit Obligations		
Transfer to reserves		
Revaluation Reserves		
Capital Reserves	-	
Catastrophe Reserves	(4,370,745)	(17,350,480)
Corporate Social Responsibility (CSR) Reserves	(874,149)	(1,735,048)
Insurance Fund	-	
Fair Value Reserves	-	
Actuarial Reserves	-	
Deferred Tax Reserves	(4,190,107)	(5,608,489)
Regulatory Reserves	2,954,246	6,593,585
Other Reserve(to be specified)	-	
Transfer of Depreciation on Revaluation of Property and Equipment	-	
Transfer on Disposal of Revalued Property and Equipment	-	
Transfer of Disposal of Equity Instruments Measured at FVTOCI	-	
Issue of Bonus Shares		
Transaction costs on issue of Shares	-	(716,242)
Dividend Paid	-	(105,000,000)
Dividend Distribution Tax	-	(5,527,200)
Transfer to Insurance Contract Liability	-	
Others (to be Specified)		
i) CSR Reserve	-	
ii) Prior Period Adjustments (DTR)	1,308,276	3,328,329
As at Chaitra 8, 2079	353,050,387	269,572,107

17(f) Other Equity

Particulars	Current Year	Previous Year
Revaluation Reserves	-	-
Capital Reserves	-	
Corporate Social Responsibility (CSR) Reserves	2,137,064	1,735,048
Insurance Fund	-	
Fair Value Reserves	(7,162,967)	(3,924,830)

Actuarial Reserves	-	
Deferred Tax Reserve	11,776,298	8,894,467
Other Reserves		
i) Regulatory Reserves	-	8,532,206
ii) Contingency Reserve	-	-
iii) Other	-	-
Total	6,750,394	15,236,890

18. Provisions

Fig. in NPR

Particulars	Current Year	Previous Year
Provisions for employee benefits		
i) Provision for Leave	8,516,112	6,167,373
ii) Provision for Gratuity	-	-
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	-	-
Total	8,516,112	6,167,373

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
Provisions for employee benefits						
i) Provision for Leave	6,167,373	2,931,934	(583,195)	-	-	8,516,112
ii) Provision for Gratuity	-	-	-	-	-	-
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)	-	-	-	-	-	-

b) Provision with expected payouts within 12 months:

Particulars	Current Year	Previous Year
Provisions for employee benefits		
i) Provision for Leave	1,795,825	1,351,901
ii) Provision for Gratuity		
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	-	-
Total	1,795,825	1,351,901

19. Gross Insurance Contract Liabilities

Fig. in NPR

Particulars	Current Year	Previous Year
Life Insurance Fund as per Actuary Report (19.1)	4,964,715,656	3,929,060,123
Claim Payment Reserve including IBNR (19.2)	296,412,278	258,337,543
Transfer from:	-	-
Fair Value Reserve	-	-
Actuarial Reserve	-	-
Revaluation Reserve	-	-
Other Reserve	-	-
Net gain on fair value changes on FVTPL instruments	-	-
Fair Value Gain on Investment Properties	-	-
Share of Profit of Associates accounted as per Equity Method	-	-
Share of Other Comprehensive Income of Associates Accounted for using the Equity Method	-	-
Total	5,261,127,933	4,187,397,666

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

At each reporting date, an assessment is made of whether the recognized long-term business provisions are adequate, using current estimates of future cash flows. If that assessment shows that the carrying amount of the liabilities (less related assets) is insufficient in the light of the estimated future cash flows, the deficiency is recognized in the income statement by setting up an additional provision in the statement of financial position. The liability has been determined as per Actuarial Valuation directive, 2077 issued by Nepal Insurance Authority. For calculation of liabilities, Poly Systems Life Master model is used. Liabilities calculated by the Model are based on mortality, persistency, expense, interest rate and bonus rate assumptions which are updated annually at each fiscal year end.

Accounting policy for valuation of liabilities

The company has followed going concern basis on account of liability valuation. To be prudent, sufficient margin for adverse deviation has been considered. Active policies (including policies from which premium is received and premium due to be received) and expenses incurred in the fiscal year have been considered for liability valuation. Liabilities for probability of revival has also been considered and future bonus has been adequately considered in the liabilities.

Inflows include:

- Investment income on reserves and net cash flows at each point of time
- Premium: Premium is due at the beginning of the month of premium mode

Outflows include:

- Expected Death benefit = Probability of death x Death Benefit
- Expected Survival/Maturity benefit = Probability of survival x Survival/Maturity Benefit
- Maintenance Expenses: There are two types of Maintenance expense:
 - Percentage of premium
 - Per Policy Expense
- Commission

ii) Notes on valuation methods and assumptions

The valuation has been performed based on Gross Premium Valuation (GPV) method as prescribed by valuation directive issued by Nepal Insurance Authority. For shorter duration non participatory fund, reserve is based on unearned premium reserve. GPV is calculated as the expected present value of future outflows less the expected present value of future inflows. GPV is then further adjusted for the following items:

- Zeroization – Individual reserves are floored to 0.
- Surrender Value Deficiency (Cash Value Adjustment) – ensuring that at product level the reserves are not less than the cash value at valuation date. In case reserves are lower, keeping the difference of cash value & reserves as additional amount of reserves.
- Adjustment – These are additional reserves adjustment for items like due premiums, payments due but not paid to matured policies etc.

To validate if the model has picked correct assumptions to calculate the reserves, Model point testing is performed. Model points are selected such that each and every aspect of a policy is covered. Following factors are considered while choosing appropriate model point: -

- Product
- Policy-term
- Gender
- Cohort
- Premium mode

This testing is performed annually at the time of statutory valuation. In addition, whenever there are assumption updates; model point testing is performed to ensure that correct assumptions are being picked by Poly Systems.

Discount rate of 6% is used as prescribed by Nepal Insurance Authority.

Mortality assumption of 50.6% of Nepal Mortality Table, 2009 for Male and 38.5% of Nepal Mortality Table, 2009 for Female is used with loading of 10% in the best estimate mortality as a Provision for Adverse Deviation (PAD)."

iii) Note on the discounting policy

Discount rate of 6% (Determined by Nepal Insurance Authority) or return on investment whichever is lower is considered. As return on investment is higher than 6%, Discount rate of 6% is considered.

iv) Notes on aggregation practises

The model used for reserve calculation calculates the reserves at Policy level. However, results can be extracted at group level or at required granularity (e.g. by product, by policy etc.). There is no additional aggregation of data performed for reserve calculation.

Sensitivity of Liabilities:

Sensitivity testing is performed based on following assumptions and scenarios:

Assumption	Scenario(s)
Mortality	Base: Liabilities with PAD (10%) -Liabilities without PAD -Liabilities with PAD (20%)
Interest	-Plus/Minus 100 bps
Expenses	-Plus/Minus 10%

Annexure 19.1: Life Insurance Fund

Particulars	Endowment	Anticipated Endowment	Endowment cum Whole Life	Non-participating Endowment	Foreign Employment Term	Other term	Total
Opening Life Insurance Fund	2,710,857,888	691,976,074	278,191,672	13,667,519	107,789,753	126,577,216	3,929,060,123
Surplus transfer to Life Insurance fund as per Sec 21 of the directive	896,568,064	1,257,717	68,348,415	13,557,592	(11,577,447)	47,754,158	1,015,908,499
Gross Life Insurance Fund for valuation (A)	3,607,425,952	693,233,791	346,540,087	27,225,111	96,212,306	174,331,374	4,944,968,622
Net policyholder's liability	3,185,089,764	606,360,720	289,873,396	36,051,487	90,643,476	156,660,430	4,364,679,273
Surplus/(Deficit) before shareholder transfer	422,336,187	86,873,071	56,666,691	(8,826,376)	5,568,831	17,670,944	580,289,349
Transfer to shareholder fund (B)	-	-	-	-	-	-	-
Transfer from shareholder fund to cover deficit as per actuary report (C)	10,290,906	549,634	80,118	8,826,376	-	-	19,747,034
Closing life insurance Fund as per actuarial valuation (D=A-B+C)	3,617,716,858	693,783,426	346,620,205	36,051,487	96,212,306	174,331,374	4,964,715,656
i) Life fund to cover Net Policyholder's liability	3,185,089,764	606,360,720	289,873,396	36,051,487	90,643,476	156,660,430	4,364,679,273
ii) Life fund to cover Cost of bonus	-	-	-	-	-	-	-
iii) Any other liabilities	-	-	-	-	-	-	-
iv) Unallocated surplus	432,627,094	87,422,705	56,746,809	-	5,568,831	17,670,944	600,036,383

Gross Insurance Contract Liabilities
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	6,542,880	1,605,217	-	-	-	-	-	-	-	-	981,432	-	7,524,312	441,600
Anticipated Endowment	21,790,801	3,826,087	-	223,164,768	220,388,998	-	-	-	-	-	36,326,970	-	278,506,769	257,435,101
Endowment Cum Whole Life	500,000	260,870	-	-	-	-	-	-	-	-	75,000	-	575,000	230,000
Non-participating Endowment	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Foreign Employment Term	2,627,128	-	-	-	-	-	-	-	-	-	394,069	-	3,021,197	230,842
Other term	5,900,000	-	-	-	-	-	-	-	-	-	885,000	-	6,785,000	-
Total	37,360,808	5,692,174	-	223,164,768	220,388,998	-	-	-	-	-	38,662,471	-	296,412,278	258,337,543

Description	Gross Outstanding Claim Reserve		Claim Outstanding upto one year		Unclaimed Fund (As per sec 123(2) of Insurance Act, 2019)		Transferred 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	7,524,312	441,600	7,524,312	441,600	-	-	-	-	7,524,312	441,600
Anticipated Endowment	278,506,769	257,435,101	278,506,769	257,435,101	-	-	-	-	278,506,769	257,435,101
Endowment Cum Whole Life	575,000	230,000	575,000	230,000	-	-	-	-	575,000	230,000
Non-participating Endowment	-	-	-	-	-	-	-	-	-	-
Foreign Employment Term	3,021,197	230,842	3,021,197	230,842	-	-	-	-	3,021,197	230,842
Other term	6,785,000	-	6,785,000	-	-	-	-	-	6,785,000	-
Total	296,412,278	258,337,543	296,412,278	258,337,543	-	-	-	-	296,412,278	258,337,543

20. Insurance Payables

Fig. in NPR

Particulars	Current Year	Previous Year
Payable to Reinsurers	4,796,409	2,889,409
Payable to other insurance companies	133,315	133,315
Others (to be Specified)	-	-
Total	4,929,724	3,022,724

Payable within 12 months:

Particulars	Current Year	Previous Year
Payable to Reinsurers	4,796,409	2,889,409
Payable to other insurance companies	133,315	133,315
Others (to be Specified)	-	-
Total	4,929,724	3,022,724

21. Current Tax Assets/ (Liabilities) (Net)

Fig. in NPR

Particulars	Current Year	Previous Year
Income Tax Liabilities	-	-
Income Tax Assets	182,437,208	150,437,006
Total	182,437,208	150,437,006

22. Borrowings

Fig. in NPR

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

Fig. in NPR

Particulars	Current Year	Previous Year
TDS Payable	8,611,304	26,260,330
Unidentified Deposits	4,202,161	9,651,468
Advance Premiums	343,988,345	256,279,581
Insurance Service Fee Payable	17,848,670	32,130,812
Lease Liability	202,989,493	214,799,612
Deferred Reinsurance Commission Income	-	-
Deferred Income	-	-
Others	-	-

i) Excess Deposit	2,967,795	4,015,918
ii) Wada Rental Tax Payable	7,216,711	6,440,055
iii) VAT Payable	342,749	223,294
Total	588,167,228	549,801,069

Payable within 12 months:

Particulars	Current Year	Previous Year
TDS Payable	8,611,304	26,260,330
Unidentified Deposits	4,202,161	9,651,468
Advance Premiums	343,988,345	256,279,581
Insurance Service Fee Payable	17,848,670	32,130,812
Lease Liability	202,989,493	214,799,612
Deferred Reinsurance Commission Income	-	-
Deferred Income	-	-
Others	-	-
i) Excess Deposit	2,967,795	4,015,918
ii) Wada Rental Tax Payable	7,216,711	6,440,055
iii) VAT Payable	342,749	223,294
Total	588,167,228	549,801,069

24. Other Financial Liabilities

Fig. in NPR

Particulars	Current Year	Previous Year
Redeemable Preference Shares	-	-
Irredeemable Cumulative Preference Shares	-	-
Refundable Share Application Money	-	-
Payable to Agents	30,749,201	113,600,777
Sundry Creditors	6,001,515	11,046,874
Retention and deposits	5,819,231	5,907,312
Short-term employee benefits payable	-	-
i) Salary Payables	97,757	118,204
ii) Bonus Payables	27,346,639	28,662,496
iii) SSF contribution Payables	2,239,951	2,165,215
iv) CIT Payable	-	855,500
v) Incentive Payables to Staff	256,355	348,845
vi) Fuel Expenses	568,240	1,217,240
Audit Fees Payable	1,242,600	869,700
Actuarial Fees Payable	4,213,050	1,972,000
Dividend Payable	630	630
Others (to be specified)	-	-
i) Calim Reserve	47,107,459	40,759,427
ii) Stale Cheque	524,492	572,492
Total	126,167,119	208,096,712

Payable within 12 months:

Particulars	Current Year	Previous Year
Redeemable Preference Shares	-	-
Irredeemable Cumulative Preference Shares	-	-
Refundable Share Application Money	-	-
Payable to Agents	30,749,201	113,600,777
Sundry Creditors	6,001,515	11,046,874
Retention and deposits	5,819,231	5,907,312

Short-term employee benefits payable	-	-
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v) Incentive Payables to Staff	256,355	348,845
vi) Fuel Expenses	568,240	1,217,240
Audit Fees Payable	1,242,600	869,700
Actuarial Fees Payable	4,213,050	1,972,000
Dividend Payable	630	630
Others (to be specified)	-	-
i) Calim Reserve	47,107,459	40,759,427
ii) Stale Cheque	524,492	572,492
Total	126,167,119	208,096,712

25. Gross Earned Premium

Fig. in NPR

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	1,089,035,984	1,540,189,618	-	-	-	-	1,089,035,984	1,540,189,618
Anticipated Endowment	661,058,706	1,109,535,721	-	-	-	-	661,058,706	1,109,535,721
Endowment Cum Whole Life	72,360,153	112,143,996	-	-	-	-	72,360,153	112,143,996
Non-participating Endowment	21,182,640	15,085,156	-	-	-	-	21,182,640	15,085,156
Foreign Employment Term	44,309,285	132,984,373	-	-	-	-	44,309,285	132,984,373
Other term	207,886,693	290,188,553	-	-	-	-	207,886,693	290,188,553
Total	2,095,833,461	3,200,127,417	-	-	-	-	2,095,833,461	3,200,127,417

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	272,177,584	591,597,098	787,736,579	827,302,633	29,121,821	121,289,887	1,089,035,984	1,540,189,618
Anticipated Endowment	23,424,557	324,527,799	637,634,149	785,007,922	-	-	661,058,706	1,109,535,721
Endowment Cum Whole Life	4,503,996	18,532,986	67,856,157	93,611,010	-	-	72,360,153	112,143,996
Non-participating Endowment	21,182,640	15,085,156	-	-	-	-	21,182,640	15,085,156
Foreign Employment Term	44,309,285	132,984,373	-	-	-	-	44,309,285	132,984,373
Other term	204,172,293	285,965,109	3,714,400	4,223,444	-	-	207,886,693	290,188,553
Total	569,770,355	1,368,692,521	1,496,941,285	1,710,145,009	29,121,821	121,289,887	2,095,833,461	3,200,127,417

26. Premiums Ceded

Fig. in NPR

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	38,402,698	50,237,564	-	-	38,402,698	50,237,564
Anticipated Endowment	23,173,155	35,033,370	-	-	23,173,155	35,033,370
Endowment Cum Whole Life	2,598,983	3,708,729	-	-	2,598,983	3,708,729
Non-participating Endowment	212,436	225,898	-	-	212,436	225,898
Foreign Employment Term	20,514,883	18,617,812	-	-	20,514,883	18,617,812
Other Term	49,977,247	62,796,276	-	-	49,977,247	62,796,276
Total	134,879,401	170,619,650	-	-	134,879,401	170,619,650

26.1 Portfolio-wise detail of Net Earned Premium

Particulars	Gross Earned Premiums		Premium Ceded		Net Earned Premium	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	1,089,035,984	1,540,189,618	38,402,698	50,237,564	1,050,633,286	1,489,952,054
Anticipated Endowment	661,058,706	1,109,535,721	23,173,155	35,033,370	637,885,551	1,074,502,351
Endowment cum Whole Life	72,360,153	112,143,996	2,598,983	3,708,729	69,761,170	108,435,267
Non-participating Endowment	21,182,640	15,085,156	212,436	225,898	20,970,204	14,859,258
Foreign Employment Term	44,309,285	132,984,373	20,514,883	18,617,812	23,794,403	114,366,561
Other Term	207,886,693	290,188,553	49,977,247	62,796,276	157,909,446	227,392,277
Total	2,095,833,461	3,200,127,417	134,879,401	170,619,650	1,960,954,061	3,029,507,767

27. Commission Income

Fig. in NPR

Particulars	Reinsurance Commission		Profit Commission		Total Commission Income	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment						
Anticipated Endowment						
Endowment Cum Whole Life						
Non-participating Endowment						
Foreign Employment Term						
Other term						
Total	-	-	-	-	-	-

28. Other Direct Income

Fig. in NPR

Particulars	Other Direct Income		Late Fee		Total Other Direct Income	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	-	-	3,176,623	3,100,252	3,176,623	3,100,252
Anticipated Endowment	-	-	2,824,341	2,895,662	2,824,341	2,895,662
Endowment Cum Whole Life	-	-	382,766	421,763	382,766	421,763
Non-participating Endowment	-	-	-	-	-	-
Foreign Employment Term	-	-	-	-	-	-
Other term	-	-	1,351	6,304	1,351	6,304
Total	-	-	6,385,081	6,423,981	6,385,081	6,423,981

29. Income from Investments and Loans

Fig. in NPR

Particulars	Current Year	Previous Year
Interest Income from Financial Assets Designated at Amortised Costs		
i) Fixed Deposit with "A" Class Financial Institutions	220,203,509	290,082,019
ii) Fixed Deposit with Infrastructure Bank	-	-
iii) Fixed Deposit with "B" Class Financial Institutions	90,360,333	93,309,663
iv) Fixed Deposit with "C" Class Financial Institutions	10,013,429	1,784,386
v) Debentures	96,537,013	110,954,182
vi) Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-
vii) Bank Deposits other than Fixed Deposit	8,198,589	2,659,265
viii) Agent Loans	953,903	3,123,750
ix) Employee Loans	1,725,512	3,786,254
xii) Other Interest Income (Debenture Application)		372,386
xiii) Other Interest Income (to be specified)	-	-
Financial Assets Measured at FVTOCI		
i) Interest Income on Debentures	-	-
ii) Dividend Income	1,285,182	2,677,066
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		
Others (to be Specified)		182,050
Total	429,277,471	508,931,022

30. Net Gain/(Losses) on Fair Value Changes

Fig. in NPR

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	-	-
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	-	-

31. Net Realised Gain/(Losses)

Fig. in NPR

Particulars	Current Year	Previous Year
Realised Gain/(Losses) on Derecognition of Financial Assets Measured at FVTPL	-	-
i) Equity Instruments	-	-
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)	-	-
Realised Gains/ (Losses) on Derecognition of Financial Assets Measured at FVTOCI		
i) Equity Instruments	(132,079)	(10,892,938)
Total	(132,079)	(10,892,938)

32. Other Income

Fig. in NPR

Particulars	Current Year	Previous Year
Unwinding of discount on Financial Assets at Amortised Cost		
i) Employee Loans	-	
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	-	(1,601,600)
Amortization of Deferred Income	-	
Stamp Income	-	
Others (Miscellaneous Income)	1,585,079	949,336
Total	1,585,079	(652,264)

Fig. in NPR

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	100,005,707	217,411,740	23,702,348	57,386,943	76,303,359	160,024,797
Anticipated Endowment	543,750,952	537,445,100	20,510,000	7,757,512	523,240,952	529,687,588
Endowment cum Whole Life	7,832,197	7,342,125	299,059	3,160,000	7,533,138	4,182,125
Non-participating Endowment	-	-	-	-	-	-
Foreign Employment Term	42,276,018	29,289,013	9,290,565	5,002,115	32,985,453	24,286,898
Other term	175,832,303	156,691,542	105,479,401	96,934,925	70,352,902	59,756,617
Total	869,697,176	948,179,520	159,281,372	170,241,495	710,415,804	777,938,025

33.1 Details of Gross Benefits and Claim Paid

Particulars	Death Claim		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	23,986,425	57,829,425	377,000	-	-	-	68,295,005	139,426,409	7,347,277	20,155,905	100,005,707	217,411,740
Anticipated Endowment	20,065,300	9,579,894	-	506,528,926	520,910,393	6,384,301	13,306,726	6,384,301	3,850,000	570,513	543,750,952	537,445,100
Endowment Cum Whole Life	867,059	5,021,600	116,000	-	-	2,320,525	6,849,138	-	-	-	7,832,197	7,342,125
Non-participating Endowment	-	-	-	-	-	-	-	-	-	-	-	-
Foreign Employment Term	42,276,018	29,289,013	-	-	-	-	-	-	-	-	42,276,018	29,289,013
Other term	175,832,303	156,691,542	-	-	-	-	-	-	-	-	175,832,303	156,691,542
Total	263,027,104	258,411,475	493,000	506,528,926	520,910,393	148,131,235	88,450,869	11,197,277	20,726,418	869,697,176	948,179,520	

34. Gross Change in Contract Liabilities

Fig. in NPR

	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	910,202,676	1,028,205,525			910,202,676	1,028,205,525
Anticipated Endowment	21,793,087	257,843,571			21,793,087	257,843,571
Endowment Cum Whole Life	68,414,618	93,826,990			68,414,618	93,826,990
Non-participating Endowment	22,348,096	13,667,519			22,348,096	13,667,519
Foreign Employment Term	(8,908,005)	66,586,039			(8,908,005)	66,586,039
Other Term	54,301,837	96,886,887			54,301,837	96,886,887
Total	1,068,152,309	1,557,016,531	-	-	1,068,152,309	1,557,016,531

35. Commission Expenses

Fig. in NPR

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	65,347,632	141,513,955	79,513,486	90,767,682	1,747,309	7,277,403	146,608,427	239,559,040
Anticipated Endowment	5,790,107	80,115,725	69,232,719	104,353,087	-	-	75,022,826	184,468,812
Endowment Cum Whole Life	1,010,662	4,185,491	4,808,180	7,295,737	-	-	5,818,842	11,481,228
Non-participating Endowment	5,295,693	3,771,308	-	-	-	-	5,295,693	3,771,308
Foreign Employment Term	-	-	-	-	-	-	-	-
Other Term	19,999,987	28,145,732	133,660	159,332	-	-	20,133,647	28,305,064
Total	97,444,081	257,732,211	153,688,045	202,575,838	1,747,309	7,277,403	252,879,435	467,585,452

36. Service Fees

Fig. in NPR

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	9,292,327	15,401,896	309,856	502,376	8,982,471	14,899,521
Anticipated Endowment	5,817,035	11,095,357	191,720	350,334	5,625,315	10,745,024
Endowment Cum Whole Life	599,630	1,121,440	20,953	37,087	578,677	1,084,353
Non-participating Endowment	184,248	150,852	1,576	2,259	182,671	148,593
Foreign Employment Term	336,547	1,329,844	155,511	186,178	181,036	1,143,666
Other Term	1,440,313	2,901,886	409,457	627,963	1,030,856	2,273,923
Total	17,670,098	32,001,274	1,089,072	1,706,196	16,581,026	30,295,078

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

37 Other Direct Expenses

Fig. in NPR

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	-	-	-	-	-	-
Non-participating Endowment	-	-	-	-	-	-
Foreign Employment Term	-	-	-	-	-	-
Other term	-	-	-	-	-	-
Total	-	-	-	-	-	-

38. Employee Benefit Expenses

Fig. in NPR

Particulars	Current Year	Previous Year
Salaries	57,394,357	83,031,060
Allowances	45,222,252	72,642,774
Festival Allowances	10,158,574	10,422,503
Defined Benefit Plans	-	-
i) Gratuity	-	-
ii) Others (Leave provision)	-	-
Defined Contribution Plans	-	-
i) Provident Fund/Social Security Fund	11,443,174	16,612,704
ii) Others	-	-
Leave Encashment	6,989,050	2,328,057
Termination Benefits	-	-
Training Expenses	3,907,125	3,295,667
Uniform Expenses	-	-
Medical Expenses	-	-
Insurance Expenses	2,638,191	2,850,084
Welfare	-	-
Others	-	-
i) Staff Incentive	1,864,291	1,379,603
ii) Fuel and Conveyance Expenses	-	-
iii) Stipend to Interns	280,084	198,118
iv) New employee recruitment cost	60,684	235,902
v) Outsourcing cost	5,822,202	6,479,556
vi) Provision for leave	2,348,739	1,975,535
vi) Amortization of Deferred Employee Cost	450,739	-
Sub-Total	148,579,463	201,451,564
Employees Bonus	9,384,517	17,962,110
Total	157,963,980	219,413,674

39. Depreciation and Amortization Expenses

Fig. in NPR

Particulars	Current Year	Previous Year
Amortization of Goodwill & Intangible Assets (Refer Note. 4)	974,297	1,868,697
Depreciation on Property and Equipment (Refer Note. 5)	33,184,414	44,583,062
Depreciation on Investment Properties (Refer Note. 6)	-	-
Total	34,158,711	46,451,759

40. Impairment Losses

Fig. in NPR

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	5,604,470	2,745,858
iii) Other Financial Assets	-	-
iv) Cash and Cash Equivalents	-	-
v) Others (to be Specified)	-	-
Impairment Losses on Other Assets	-	-
i) Reinsurance Assets	-	-
ii) Insurance Receivables	-	-
iii) Lease Receivables	-	-
iv) Others (to be Specified)	-	-
Total	5,604,470	2,745,858

41. Other Operating Expenses

Fig. in NPR

Particulars	Current Year	Previous Year
Rent Expenses	0	-
Electricity and Water	1,409,131	2,327,773
Repair & Maintenance	-	-
i) Buildings	-	-
ii) Vehicles	225,652	172,272
iii) Office Equipments	124,147	146,094
iv) Furniture	9,160	8,426
v) Computer Hardware	251,847	239,723
vI) Leasehold	63,815	160,449
iv) Others	-	-
Telephone & Communication	10,691,690	15,285,305
Printing & Stationary	2,699,764	5,346,250
Office Consumable Expenses	199,300	648,322
Travelling Expenses	-	-
i) Domestic	2,236,990	10,585,553
ii) Foreign	129,695	-
Transportation Expenses	1,205,945	1,451,431
Agent Training	229,876	369,356
Agent Others	31,345,480	184,515,209
Insurance Premium	532,359	777,224
Security and Outsourcing Expenses	262,711	444,022
Legal and Consulting Expenses	238,310	1,531,921
Newspapers, Books and Periodicals	43,780	58,620
Advertisement & Promotion Expenses	4,166,815	7,342,249
Business Promotion	582,722	1,089,298
Guest Entertainment	20,659	16,512
Gift and Donations	187,817	203,233
Board Meeting Fees and Expenses	-	-
i) Meeting Allowances	540,000	840,000
ii) Other Expenses	266,606	161,617
Other Committee/ Sub-committee Expenses	-	-
i) Meeting Allowances	336,000	376,000

ii) Other Expenses	10,345	2,755
General Meeting Expenses	723,898	1,625,704
Actuarial Service Fee	2,956,335	
Other Actuarial Expenses	-	
Audit Related Expenses	-	
i) Statutory Audit	372,900	372,900
ii) Tax Audit	-	
iii) Long Form Audit Report	-	
iv) Other Fees	-	
v) Internal Audit	169,500	226,000
vi) Others (DDA)	593,325	537,616
Vi) Others Expenses	44,610	198,616
Bank Charges	214,961	242,766
Fee and Charges	1,936,457	837,701
Postage Charges	606,485	486,643
Foreign Exchange Losses	-	-
Others	-	-
i) Other Direct expenses	-	
ii) Office expenses	7,355,492	7,298,959
iii) Cleaning Expenses	8,129,577	12,034,639
iv) CSR Related Expenses	-	40,500
v) FE Management Expenses	(190)	119,759
vi) Merger Related Expenses	162,500	-
vii) Fuel Expenses	7,463,340	8,465,926
viii) Wada/Municipality Renewal & Registration expenses	850,511	542,280
ix) Product Design Expenses	-	452,000
x) Miscellaneous expense	483,104	146,430
Sub-Total	90,073,418	267,728,052
Medical examination fee	824,799	3,243,127
Fines, interest, Late Fees and Penalties	673,454	454,899
Total	91,571,670	271,426,079

42. Finance Cost

Fig. in NPR

Particulars	Current Year	Previous Year
Unwinding of discount on Provisions	-	-
Unwinding of discount on Financial Liabilities at Amortised Costs	-	7,591,239
Interest Expenses - Bonds	-	-
Interest Expenses - Debentures	-	-
Interest Expenses - Term Loans	-	
Interest Expenses - Leases	18,602,991	23,795,279
Interest expenses - Overdraft Loans	-	-
Others (Finance Cost-Claim Reserve)	1,273,338	1,393,829
Others (to be Specified)	-	-
Total	19,876,328	32,780,346

43. Income Tax Expense

Fig. in NPR

Particulars	Current Year	Previous Year
Current Tax	-	
i) Income Tax Expenses for the Year	-	
ii) Income Tax Relating to Prior Periods	-	
Deferred Tax For The Year		
i) Originating and reversal of temporary differences	(4,190,107)	(5,252,222)
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	(4,190,107)	(5,252,222)

Reconciliation of Taxable Profit & Accounting Profit

Particulars	Current Year	Previous Year
Accounting Profit Before Tax	84,460,652	161,658,990
Applicable Tax Rate	25%	25%
Tax at the applicable rate on Accounting Profit	21,115,163	40,414,747
Add: Tax effect of expenses that are not deductible for tax purpose		
i) Due to Non deductible expenses	454,323,369	550,784,018
ii) Due to Depreciation amount	5,917,875	8,316,895
Less: Tax effect on exempt income and additional deduction		
i) Due to Non Taxable Income	(490,257,419)	(713,733,078)
ii) Due to deductible expenses	(10,927,922)	(10,277,168)
Less: Adjustments to Current Tax for Prior Periods		
Add/ (Less): Deferred Tax		
Income Tax relating to Prior Periods		
Income Tax Expense	(19,828,933)	(124,494,585)
Effective Tax Rate	-23%	-77%

44. Employee Retirement Benefits

a) Post Employment Benefit - Defined Contribution Plans

For the year ended Chaitra 8, 2079 (March 22, 2023) the company has recognised an amount of NPR. 11,443,174/- 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 recognized in Statement of Profit and Loss

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Current service cost	1,274,475	2,178,301	-	-
Past service cost	-	-	-	-
Net interest cost (a-b)	-	-	-	-
a. Interest expense on defined benefit obligation (DBO)	439,508	418,475	-	-
b. Interest (income) on plan assets	-	-	-	-
Net Actuarial Losses/(gain)	1,217,951	(268,719)	-	-
Defined benefit cost included in Statement of Profit or Loss	2,931,934	2,328,057	-	-

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

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
a. Actuarial (gain)/ loss due to financial assumption changes in DBO	-	-	-	-
b. Actuarial (gain)/ loss due to experience on DBO	-	-	-	-
c. Return on plan assets (greater)/ less than discount rate	-	-	-	-
Total actuarial (gain)/ loss included in OCI	-	-	-	-

e) Total cost recognised in Comprehensive Income

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Cost recognised in Statement of Profit or Loss			-	-
Remeasurements effects recognised in OCI			-	-
Total cost recognised in Comprehensive Income	-	-	-	-
Total cost recognised in Comprehensive Income	5,951,959	-	-	-

f) Change in Defined Benefit Obligation

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Defined benefit obligation as at the beginning of the year	6,167,373	5,460,132	-	-
Service cost	1,274,475	2,178,301	-	-

Interest cost	439,508	418,475	-	-
Benefit payments from plan assets	(583,195)	(1,620,816)	-	-
Actuarial (gain)/ loss - financial assumptions	1,217,951	(268,719)	-	-
Actuarial (gain)/ Loss - experience	-	-	-	-
Defined Benefit Obligation as at Year End	8,516,112	6,167,373	-	-

g) Changes in Fair Value of Plan Assets

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Fair value of plan assets at end of prior year			-	-
Interest Income			-	-
Expected return on plan assets			-	-
Employer contributions			-	-
Participant contributions			-	-
Benefit payments from plan assets			-	-
Transfer in/ transfer out			-	-
Actuarial gain/ (loss) on plan assets			-	-
Fair value of Plan Assets as at Year End	-	-	-	-

h) Net Defined Benefit Asset/(Liability)

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Defined Benefit Obligation	8,516,112	6,167,373	-	-
Fair Value of Plan Assets	-	-	-	-
Liability/ (Asset) Recognised in Statement of Financial Position	8,516,112	6,167,373	-	-

i) Expected Company Contributions for the Next Year

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	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		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Net defined benefit liability/(asset) at prior year end	6,167,373	5,460,132	6,167,373	5,460,132
Defined benefit cost included in Statement of Profit or Loss	2,931,934	2,328,057	-	2,328,057
Total remeasurements included in OCI	-	-	-	-
Acquisition/Divestment	-	-	-	-
Employers contributions	-	-	-	-
Benefits directly paid by the company (Related to Leave payment)			(583,195)	(1,620,816)
Net asset / (liability) recognised at the end of the period	9,099,307	7,788,189	5,584,178	6,167,373

k) Reconciliation of Statement of Other Comprehensive Income

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Cumulative OCI - (Income)/Loss, beginning of period			-	-
Total remeasurements included in OCI	-	-	-	-
Cumulative OCI - (Income)/Loss	-	-	-	-

l) Current/Non - Current Liability

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Current Liability	1,795,825	1,351,901	-	-
Non - Current Liability	6,720,287	4,815,472	-	-
Total	8,516,112	6,167,373	-	-

(m) Expected Future Benefits

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Within 1 year	1,795,825	1,351,901	-	-
Between 1-2 years	1,578,485	1,188,353	-	-
Between 2-5 years	3,722,875	2,809,917	-	-
From 6 to 10	3,671,866	2,748,076	-	-
Total	10,769,051	8,098,247	-	-

(n) Plan Assets

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
	(% Invested)	(% Invested)	(% Invested)	(% Invested)
Government Securities (Central and State)	-	-	-	-
Corporate Bonds (including Public Sector bonds)	-	-	-	-
Mutual Funds	-	-	-	-
Deposits	-	-	-	-
Cash and bank balances	-	-	-	-
Others (Gratuity Fund Scheme of Citizen Investment Trust)	-	-	-	-
Total	-	-	-	-

(o) Sensitivity Analysis

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Effect in Defined Benefit Obligation Due to 1% Increase in Discount Rate	8,192,305	5,942,009	-	-
Effect in Defined Benefit Obligation Due to 1% Decrease in Discount Rate	8,868,296	6,411,853	-	-
Effect in Defined Benefit Obligation Due to 1% Increase in Salary Escalation Rate	8,871,669	6,416,532	-	-
Effect in Defined Benefit Obligation Due to 1% Decrease in Salary Escalation Rate	8,183,604	5,933,926	-	-

Effect in Defined Benefit Obligation Due to 1% Increase in Attrition Rate	8,551,426	6,204,781	-	-
Effect in Defined Benefit Obligation Due to 1% Decrease in Attrition Rate	8,477,776	6,126,838	-	-

p) Assumptions

Particulars	Employee Benefit Plan	Any Other Funded Liability
Discount Rate	10.00%	
Escalation Rate (Rate of Increase in Compensation Levels)	8.00%	
Attrition Rate (Employee Turnover)	18.50%	
Mortality Rate During Employment	58 years	

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.

Fig. in NPR

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	-	11,763,631	-	-	3,924,852	-
Investment in Equity (Unquoted)	3	-	1,195,000			1,195,000	
ii) Investment in Mutual Funds	1	-	18,345,471			19,799,981	
iii) Investment in Preference Shares of Bank and Financial Institutions		-					
iv) Investment in Debentures	3	-		1,708,258,922			1,378,421,591
v) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	3	-					
vi) Fixed Deposits	3	-		5,271,402,286			4,391,226,293
vii) Others (to be specified)		-					
Loans	3	-		709,582,109			709,582,109
Other Financial Assets	3	-		79,607,325			79,607,325
Cash and Cash Equivalent	3	-		179,591,983			179,591,983
Total Financial Assets		-	31,304,102	7,948,442,625	-	24,919,833	6,738,429,301
Borrowings		-	-	-	-	-	-
Other Liabilities	3	-	-	126,167,119			208,096,712
Total Financial Liabilities		-	-	126,167,119	-	-	208,096,712

Level 1: Quoted (unadjusted) market prices in active markets for identical assets or liabilities at the measurement date.

Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable other than quoted prices included within Level 1.

Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

(ii) Valuation Technique Used to Determine Fair Value

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

(iii) Valuation Process

The finance 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:

- Discount rate is arrived at considering the internal and external factors.
- 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	1,708,258,922	1,708,258,922	1,378,421,591	1,378,421,591
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-	-	-
iv) Fixed Deposit	5,271,402,286	5,271,402,286	4,391,226,293	4,391,226,293
v) Others (to be Specified)				
Loans				
i) Loan to Associates		-		
ii) Loan to Employees	35,338,628	35,338,628	37,219,703	37,219,703
iii) Loan to Agent	16,190,333	16,190,333	21,267,718	21,267,718
iv) Loan to Policyholders	668,609,844	668,609,844	485,841,322	485,841,322
v) Others (to be Specified)	-	-	-	-
Other Financial Assets	79,607,325	79,607,325	79,607,325	79,607,325
Total Financial Assets at Amortised Cost	7,779,407,338	7,779,407,338	6,393,583,953	6,393,583,953
Borrowings				
i) Bonds	-	-	-	-
ii) Debentures	-	-	-	-
iii) Term Loans - Bank and Financial Institution	-	-	-	-
iv) Bank Overdrafts	-	-	-	-
v) Others (to be Specified)	-	-	-	-
Other Financial Liabilities		126,167,119		208,096,712
Total Financial Liabilities at Amortised Cost	-	126,167,119	-	208,096,712

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.

46. Insurance Risk

Insurance risk relates to the likelihood that an insured event will occur, requiring the insurance company to pay a claim, beyond either its original expectation during the pricing of the insurance product, or its risk appetite.

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
- Non-participating endowment
- Foreign Employment (Term)
- Others (Term)

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 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) Pre-underwriting inspections are made on new business over a predetermined threshold to evaluate risk prior to acceptance.
- iii) Post-underwriting reviews are conducted to ensure that set guidelines have been observed.
- iv) 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	Male-53.9% & Female-40.7% of NALM	9.6%	5.8%	6%	Male-50.6% & Female-38.5% of NALM	8.2%	5.5%	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. 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.

Fig. in NPR

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	plus 50%	552,961,856	552,961,856	524,441,608	524,441,608
Longevity	-	-	-	-	-

Discount Rate	plus 1%	(939,543,396)	(939,543,396)	(842,170,032)	(842,170,032)
Mortality Rate	minus 50%	(127,181,227)	(127,181,227)	(638,393,924)	(638,393,924)
Longevity	-	-	-	-	-
Discount Rate	minus 1%	1,362,337,925	1,362,337,925	1,195,350,796	1,195,350,796

Note: Above figures are as per actuarial valuation report approved by Nepal Insurance Authority.

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:

Fig. in NPR

Particulars	Current Year			Previous Year		
	Gross Insurance Liabilities	Reinsurance Assets	Net Liabilities	Gross Insurance Liabilities	Reinsurance Assets	Net Liabilities
Endowment	3,625,241,170	-	3,625,241,170	2,711,299,488	-	2,711,299,488
Anticipated Endowment	972,290,194	-	972,290,194	949,411,175	-	949,411,175
Endowment Cum Whole Life	347,195,205	-	347,195,205	278,421,672	-	278,421,672
Non-Participating Endowment	36,051,487	-	36,051,487	13,667,519	-	13,667,519
Foreign Employment Term	99,233,503	-	99,233,503	108,020,595	-	108,020,595
Other Term	181,116,374	-	181,116,374	126,577,216	-	126,577,216
Total	5,261,127,933	-	5,261,127,933	4,187,397,666	-	4,187,397,666

47. Financial Risk Management

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.

The Company has exposure to credit risk, which is the risk that a counter party will be unable to pay amounts in full when due.

Key areas where the Company is exposed to credit risk are:

- Receivables arising out of direct insurance arrangements;
- Receivables arising out of reinsurance arrangements; and
- Reinsurers' share of insurance liabilities.

Other areas where credit risk arises include cash and cash equivalents, government bonds and deposits with banks and other receivables.

Reinsurance is issued to manage insurance risk. This does not, however, discharge the Company's liability as primary insurer. If a reinsurer fails to pay a claim for any reason, the Company remains liable for the payment to the policyholder. The credit worthiness of reinsurers is considered on an annual basis by reviewing their financial strength prior to finalization of any contract. The credit quality of financial assets that are neither past due nor impaired can be assessed by reference to external credit ratings if available or historical information about counter party default rates. The Company classifies counterparties without an external credit rating as below.

The Company maintains a portfolio of highly marketable and diverse assets that can be easily liquidated in the event of an unforeseeable interruption of cash flow.

Group1- new customers/ related parties.

Group2- existing customers/ related parties with no defaults in the past.

Group3- existing customers/ related parties with some defaults in the past. All defaults were fully recovered.

The amount that best represents the Company's maximum exposure to credit risk is made up as follows:

Expected Credit Losses for Financial Assets at Amortised Costs as at Chaitra 08 , 2079

Fig. in NPR

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	35,338,628	-	-	-
		Loan to Agent	16,190,333	29.87%	10,556,695	24,781,932
		Loan to Policyholders	668,609,844	-	-	-
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 Ashad 32, 2079

Fig. in NPR

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	37,219,703	-	-	37,219,703
		Loan to Agent	21,267,718	22.59%	4,803,915	16,463,803
		Loan to Policyholders	485,841,322	0.03%	148,310	485,693,012
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

Fig. in NPR

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 Chaitra 08 , 2079	4,952,225	-	-
Changes in loss allowances	5,752,780	-	-
Write-offs	-	-	-
Recoveries	(148,310)	-	-
Loss Allowance on Chaitra 08 , 2079	5,604,470	-	-

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 assets. 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.

The Company is exposed to daily calls on its available cash for claims settlement and other administration expenses. The Company maintains cash resources to meet all of these needs as experience shows that a minimum level of reinvestment of maturing funds can be predicted with a high level of certainty.

The following table summarizes the maturity profile of the financial assets, financial liabilities and insurance contract liabilities of the Company based on remaining undiscounted contractual obligations, including interest payable and receivable. For insurance contracts liabilities and reinsurance assets, maturity profiles are determined based on estimated timing of net cash outflows from the recognized insurance liabilities.

Maturity of Financial Liabilities:

Fig. in NPR

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	126,167,119			208,096,712		
Total Financial Liabilities	126,167,119	-	-	208,096,712	-	-

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 maintains foreign currency denominated assets in its investment portfolios.

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

The Company's exposure to foreign currency risk at the end of the reporting period expressed in NPR, are as follows:

Particulars	Current Year		Previous Year	
	USD	Currency A	USD	Currency A
Investments	-	-	-	-
Loans	-	-	-	-
Insurance Receivables	-	-	-	-
Other Financial Assets	-	-	-	-
Less: Derivative Assets				
i) Foreign exchange forward contracts - Sell Foreign Currency	-	-	-	-
ii) Foreign exchange option contracts - Sell Foreign Currency	-	-	-	-
Net Exposure to Foreign Currency Risk/ (Assets)	-	-	-	-
Insurance Payable	-	-	-	-
Other Liabilities	-	-	-	-
Less: Derivative Liabilities				

i) Foreign exchange forward contracts - Buy Foreign Currency	-	-	-	-
ii) Foreign exchange option contracts - Buy Foreign Currency	-	-	-	-
Net Exposure to Foreign Currency Risk/ (Liabilities)	-	-	-	-

a2) Foreign Currency Risk - Sensitivity

The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments and the impact on the other components of equity arising from foreign forward exchange contracts, foreign exchange option contracts designated as cash flow hedges

Particulars	Impact on profit after tax		Impact on other component of equity	
	Current Year	Previous Year	Current Year	Previous Year
USD sensitivity				
NPR/ USD - Increases by 10% *				
NPR/ USD - Decreases by 10% *				
Currency A sensitivity				
NPR/ USD - Increases by 10% *				
NPR/ USD - Decreases by 10% *				

* Holding all other variable constant

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. For the purpose of Insurance Liabilities earned interest or 6% whichever is lower, is considered."

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.

*Company doesn't have borrowing for fiscal year 2079.80

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%*	-	-
Interest Rate - Decrease By 1%*	-	-

* 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

Climate Risk is possible negative effects that may arise from climate change. Climate change means long-term shifts in temperatures and weather patterns of global atmosphere, Oceans and terrestrial surface.

The company is committed to ensuring that Life insurance Premiums are determined with consideration of the climate risk. Additionally, company assess potential climate impacts, before investing in in any assets.

1. Company has developed a policy to identify and mitigate climate risk by monitoring health and environmental indicators, integrating climate data into underwriting, pricing models and investment.
2. Company has consider the impact of climate risk and opportunities while preparing business strategy and financial planning.
3. Company has consider the effect of climate change risk on reputation, liability, credit, market, strategic and operation risks while preparation risk management system frame work.
4. For Climate change risks, company has considered mortality rates, climate sensitive diseases, natural disaster, claims data trends, policy holder risk profiles, reinsurance costs, regulatory circulars etc.
5. The Company has set following targets for managing its climate change risk:
 - Focus on less paper operations.
 - Provide social awareness about climate changes and its impact.
 - Ensure compliance with regulatory requirement related to climate risk management

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 to investors, and benefits for other stakeholders, and
- b) Maintain an optimal capital structure to reduce the cost of capital.

Regulatory minimum paid up capital

Life insurance companies are required by the Circular of Nepal Insurance Authority to attain a stipulated minimum Paid Up Capital of NPR 5 billion by 2081 Poush end As on the reporting date, the company's Paid Up Capital is NPR 2.1 Billion.

Dividend

	Current Year	Previous Year
(i) Dividends recognised		
Final dividend for the year ended	-	-
(ii) Dividends not recognised at the end of the reporting period		
No dividend is purposed for this year.	-	-

51. Earnings Per Share

Fig. in NPR

Particulars	Current Year	Previous Year
Profit For the Year used for Calculating Basic Earning per Share	88,650,759	166,911,211
Add: Interest saving on Convertible Bonds	-	-
Profit For the Year used for Calculating Diluted Earning per Share	88,650,759	166,911,211
Weighted Average Number of Equity Shares Outstanding During the Year For Basic Earning per Share	14,268,493	21,000,000
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	14,268,493	21,000,000
Nominal Value of Equity Shares	100	100
Basic Earnings Per Share	6.21	7.95
Diluted Earnings Per Share	6.21	7.95

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. The portfolios are also defined by Nepal Insurance Authority. 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 Companies are:

- i) Endowment
- ii) Anticipated Endowment
- iii) Endowment Cum Whole Life
- iv) Non-Participating Endowment
- v) Foreign Employment Term
- vi) Other Term

a) Segmental Information for the period ended 22 March 2023 (Chaitra 8, 2079)

Fig. in NPR

Particulars	Endowment	Anticipated Endowment	Endowment Cum Whole Life	Non-Participating Endowment	Foreign Employment Term	Other Term	Inter Segment Elimination	Total
Income:								
Gross Earned Premiums	1,089,035,984	661,058,706	72,360,153	21,182,640	44,309,285	207,886,693	-	2,095,833,461
Premiums Ceded	(38,402,698)	(23,173,155)	(2,598,983)	(212,436)	(20,514,883)	(49,977,247)	-	(134,879,401)
Inter-Segment Revenue	-	-	-	-	-	-	-	-
Net Earned Premiums	1,050,633,286	637,885,551	69,761,170	20,970,204	23,794,403	157,909,446	-	1,960,954,061
Commission Income								
Other Direct Income	3,176,623	2,824,341	382,766	-	-	1,351	-	6,385,081
Income from Investments and Loans	223,251,521	61,061,952	20,977,226	1,810,939	6,104,023	11,980,665	-	325,186,325
Net Gain/(Loss) on Fair Value Changes	-	-	-	-	-	-	-	-
Net Realised Gains/(Losses)	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-
Total Segmental Income	1,277,061,430	701,771,844	91,121,161	22,781,143	29,898,426	169,891,462	-	2,292,525,466
Expenses:								
Gross Benefits and Claims Paid	100,005,707	543,750,952	7,832,197	-	42,276,018	175,832,303	-	869,697,176
Claims Ceded	(23,702,348)	(20,510,000)	(299,059)	-	(9,290,565)	(105,479,401)	-	(159,281,372)
Gross Change in Contract Liabilities	910,202,676	21,793,087	68,414,618	22,348,096	(8,908,005)	54,301,837	-	1,068,152,309
Change in Contract Liabilities Ceded to Reinsurers	-	-	-	-	-	-	-	-
Net Benefits and Claims Paid	986,506,035	545,034,039	75,947,756	22,348,096	24,077,448	124,654,739	-	1,778,568,113
Commission Expenses	146,608,427	75,022,826	5,818,842	5,295,693	-	20,133,647	-	252,879,435
Service Fees	8,982,471	5,625,315	578,677	182,671	181,036	1,030,856	-	16,581,026
Other Direct expenses	-	-	-	-	-	-	-	-
Employee Benefits Expenses	73,420,417	38,834,731	4,486,210	1,908,581	2,863,048	12,208,527	-	133,721,517
Depreciation and Amortization Expenses	16,879,498	8,928,181	1,031,389	438,786	658,220	2,806,765	-	30,742,840
Impairment Losses								
Other Operating Expenses	45,133,615	23,681,240	2,738,258	1,178,370	1,735,667	7,423,723	-	81,890,874
Finance Cost	9,821,871	5,195,145	600,146	255,322	383,006	1,633,205	-	17,888,695
Total Segmental Expenses	1,287,352,336	702,321,478	91,201,279	31,607,519	29,898,426	169,891,462	-	2,312,272,500
Total Segmental Results	(10,290,906)	(549,634)	(80,118)	(8,826,376)	-	-	-	(19,747,034)
Segment Assets	3,955,300,910	1,060,812,263	378,805,559	39,333,791	108,268,208	197,606,097	-	5,740,126,830
Segment Liabilities	3,963,970,554	1,063,137,463	379,635,865	39,420,007	108,505,522	198,039,231	-	5,752,708,642

b) Segmental Information for the year ended Ashadh 32, 2079 (July 16, 2022)

Fig. in NPR

Particulars	Endowment	Anticipated Endowment	Endowment Cum Whole Life	Non-Participating Endowment	Foreign Employment Term	Other Term	Inter Segment Elimination	Total
Income:								
Gross Earned Premiums	1,540,189,618	1,109,535,721	112,143,996	15,085,156	132,984,373	290,188,553		3,200,127,417
Premiums Ceded	(50,237,564)	(35,033,370)	(3,708,729)	(225,898)	(18,617,812)	(62,796,276)		(170,619,650)
Inter-Segment Revenue								
Net Earned Premiums	1,489,952,054	1,074,502,351	108,435,267	14,859,258	114,366,561	227,392,277		3,029,507,767
Commission Income	-	-	-	-	-	-		-
Income from Investments and Loans	218,451,499	83,407,489	21,983,592	878,898	10,400,708	13,391,325		348,513,511
Other Direct Income	3,100,252	2,895,662	421,763			6,304		
Net Gain/(Loss) on Fair Value Changes	-	-	-	-	-	-		-
Net Realised Gains/(Losses)	-	-	-	-	-	-		-
Other Income	0	-	-	-	-	-		-
Total Income	1,711,503,805	1,160,805,502	130,840,622	15,738,156	124,767,269	240,789,906		3,384,445,259
Expenses:								
Gross Benefits and Claims Paid	217,411,740	537,445,100	7,342,125	-	29,289,013	156,691,542		948,179,520
Claims Ceded	(57,386,943)	(7,757,512)	(3,160,000)	-	(5,002,115)	(96,934,925)		(170,241,495)
Gross Change in Contract Liabilities	1,059,829,077	266,560,669	95,785,230	9,381,430	92,567,727	102,905,792		1,627,029,924
Change in Contract Liabilities Ceded to Reinsurers								
Net Benefits and Claims Paid	1,219,853,873	796,248,257	99,967,355	9,381,430	116,854,625	162,662,409		2,404,967,949
Commission Expenses	239,559,040	184,468,812	11,481,228	3,771,308	-	28,305,064		467,585,452
Service Fees	14,899,521	10,745,024	1,084,353	148,593	1,143,666	2,273,923		30,295,078
Other Direct expenses	90,400	-	-	361,600	119,759	-		571,759
Employee Benefits Expenses	88,472,946	62,867,158	6,850,958	768,543	2,495,079	17,830,107		179,284,792
Depreciation and Amortization Expenses	6,530,087	4,640,153	505,661	56,725	184,159	1,316,020		13,232,805
Impairment Losses								
Other Operating Expenses	138,107,406	99,000,503	10,642,058	1,215,292	3,857,441	27,598,164		280,420,863
Finance Cost	3,990,533	2,835,595	309,009	34,665	112,539	804,219		8,086,561
Total Expenses	1,711,503,805	1,160,805,502	130,840,622	15,738,156	124,767,269	240,789,906		3,384,445,259
Total Segmental Results								
Segment Assets	3,025,596,389	1,059,467,991	310,696,627	15,251,873	120,542,465	141,250,190		4,672,805,535
Segment Liabilities	3,025,596,389	1,059,467,991	310,696,627	15,251,873	120,542,465	141,250,190		4,672,805,535

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

Fig. in NPR

Particulars	Current Year	Previous Year
Segmental Profit	(19,747,034)	-
Less: Employee Benefits expenses	24,242,463	40,128,882
Less: Depreciation and Amortization	3,415,871	33,218,954
Less: Other operating expenses	9,680,796	(63,350,506)
Less: Impairment losses	5,604,470	2,745,858
Less: Finance Cost	1,987,633	32,780,346
Add: Unallocable Other Income	149,138,919	207,182,523
Profit Before Tax	84,460,652	161,658,990

d) Reconciliation of Assets

Fig. in NPR

Particulars	Current Year	Previous Year
Segment Assets	5,740,126,830	4,672,805,535
Goodwill & Intangible Assets	1,349,651	1,240,413
Property and Equipment	77,704,670	98,482,628
Investment Properties	-	-
Deferred Tax Assets	4,596,880	3,266,110
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investments	2,275,393,528	2,127,805,604
Loans	230,293,329	198,062,812
Reinsurance Assets	-	-
Current Tax Assets	59,209,599	55,241,516
Insurance Receivables	6,849,338	16,883,967
Other Assets	18,552,329	20,370,651
Other Financial Assets	25,836,384	25,862,634
Cash and Cash Equivalent	58,286,187	164,391,753
Total Assets	8,498,198,724	7,384,413,624

e) Reconciliation of Liabilities

Fig. in NPR

Particulars	Current Year	Previous Year
Segment Liabilities	5,752,708,642	4,672,805,535
Provisions	2,763,886	2,264,702
Deferred Tax Liabilities	-	-
Insurance Payables	1,599,931	1,109,965
Current Tax Liabilities	-	-
Other Liabilities	190,888,393	201,890,780
Other Financial Liabilities	40,947,264	76,414,561
Total Liabilities	5,988,908,116	4,954,485,544

53. Related Party Disclosures

(a) Identify Related Parties

During the year, the company identified following Related Parties:

Holding Company: Not applicable

Subsidiaries: Not applicable

Associates: Not applicable

Fellow Subsidiaries:

Key Management Personnel: Key Management Personnel include Chief Executive Officer and DCEO of the company

1. Tara Chand Kedia	Chairman
2. Jagadish Kumar Agrawal	Director
3. Bharat Kumar Todi	Director
4. Amit Kumar Begani	Director
5. Sarita Bhatta Adhikari	Director
6. Badri Prakash Pokharel	Director
7. Parikshit Khemka	Director
8. Rakesh Pokharel	CEO
9. Nirajan Kandel	DCEO

Fig. in NPR

ii) Key Management Personnel Compensation

Particulars	Current Year	Previous Year
Short-term employee benefits	7,965,131	16,218,165
Post-employment benefits	-	-
Other long-term benefits	-	-
Termination benefits	-	-
Total	7,977,737	16,218,165

Payment to CEO

Fig. in NPR

Particulars	Current Year	Previous Year
Annual salary and allowances	3,686,207	7,608,765
Performance based allowances	-	-
i) Employee Bonus	-	367,891
ii) Benefits as per prevailing provisions	-	-
iii) Incentives	-	-
Insurance related benefits	-	-
i) Life Insurance	-	-
ii) Accident Insurance	9,741	6,439
iii) Health Insurance (including family members)	14,820	25,194
Total	3,710,768	8,008,289

iii) Related Party Transactions

Fig. in NPR

Particulars	Holding Company	Subsidiaries	Associates	Fellow Subsidiaries	Key Managerial Personnel	Total
Premium Earned						
Current Year	-	-	-	-	412,767	412,767
Previous Year	-	-	-	-	476,672	476,672
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	-	-	-	-	-	-
Commission Expenses						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Dividend						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Meeting Fees						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Allowances to Directors						
Current Year	-	-	-	-	876,000	876,000
Previous Year	-	-	-	-	1,216,000	1,216,000

Others (Claims Recovered)						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-

iv) 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) Operatng Leases:

The Company has various leases ranging from 1 to 10 years. The Company has entered into non-cancellable lease agreements. The leases are renewable by mutual consent and contain escalation clause.

Fig. in NPR

Future Minimum Lease Payments	Current Year	Previous Year
i) Not Later than 1 year	39,484,820	36,200,483
ii) Later than 1 year and not later than 5 years	164,548,716	161,240,919
iii) Later than 5 years	82,488,483	125,281,099

ii) Finance Leases:

The company does not have finance leases.

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 not leased out any assets.

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

Fig. in NPR

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	-	-
iii) Later than 5 years	-	-

ii) Financial Lease

The Company has no assets under finance leases. At end receivables under financial lease agreements fall due as follows:

Fig. in NPR

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

Fig. in NPR

Particulars	Current Year	Previous Year
Property, Plant and Equipment	-	-
Investment Properties	-	-
Goodwill & Intangible Assets	-	-
Total	-	-

56. Contingent Liabilities

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

Fig. in NPR

Particulars	Current Year	Previous Year
Claims against Group not acknowledged as debts	-	-
a) Income Tax	-	-
b) Indirect Taxes	-	-
c) Others (to be Specified)	-	-
Total	-	-

57. Events occurring after Balance Sheet

Reliance Life Insurance Ltd. and Sanima Reliance Life Insurance Ltd. completed merger and commenced their joint operation as Sanima Reliance Life Insurance Ltd. from Chaitra 9, 2079 (March 23, 2023).

58. Assets Pledged as Security (Only if Pledged)

The carrying amount of assets pledged as security are:

Fig. in NPR

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

59 Corporate Social Responsibility (CSR)

The company has focused on four pillars i.e. health, education, environment and insurance awareness. Accordingly, to make a contribution on these pillars.

Fig. in NPR

Details of CSR reserves:

Particulars	Amount
Opening reserves	1,735,048
Utilization during the year	(472,133)
Addition to reserves	874,149
Closing Reserves	2,137,064

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)

Erstwhile Reliance Life Insurance Ltd. Major Financial Indicators

S.N	Particular	Indicators	Fiscal Year				2075/76
			2079/80 (Chaitra 08 2079)	2078/79	2077/78	2076/77	
Equity:							
1	Net worth	NPR	2,509,290,608	2,429,928,079	2,374,937,400	1,649,418,165	1,581,601,825
2	Number of Shares	No.s	21,000,000	21,000,000	21,000,000	14,700,000	14,700,000
3	Book value per shares	NPR	119.49	115.71	113.09	112.21	107.59
4	Net Profit	NPR	88,650,759	166,911,211	109,217,057	67,890,611	22,617,605
5	Earning per Shares (EPS)	NPR	6.21	7.95	5.40	4.62	1.54
6	Dividend per Shares (DPS)	NPR	-	-	-	5.26	-
7	Market Price per Shares (MPPS)	NPR	378	335	672	-	-
8	Price Earning Ratio (PE Ratio)	Times	60.84	42.15	124.37	-	-
9	Change in Equity	%	3.27%	2.32%	43.99%	4.29%	1.41%
10	Return on Equity	%	3.53%	6.87%	4.60%	4.12%	1.35%
11	Capital to Total Net Assets Ratio	%	119%	33.28%	42.26%	50.35%	72.42%
12	Capital to Technical Reserve Ratio	%	251%	55.90%	82.79%	127.97%	339.91%
13	Affiliate Ratio	%		15.43%	16.41%	18.77%	21.70%
Business:							
14	First Year Premium Growth Rate	%	-58.37%	4.39%	63.74%	37.12%	711.16%
	<i>Endowment</i>	%	-53.99%	26.37%	93.15%	29.54%	661.93%
	<i>Anticipated Endowment</i>	%	-92.78%	29.99%	24.57%	59.80%	1680.71%
	<i>Endowment Cum Whole Life</i>	%	-75.70%	22.98%	-39.93%	-27.68%	164.16%
	<i>Non-participating Endowment</i>	%	40.42%	-	-	-	-
	<i>Foreign Employment Term</i>	%	-66.68%	339.53%	28.23%	99.69%	16535.85%
	<i>Other term</i>	%	-28.60%	296.08%	393%	108%	962%
15	Renewal Premium Growth Rate	%	-12.47%	59.24%	131%	861%	-
	<i>Endowment</i>	%	-4.78%	59.18%	94%	852%	-
	<i>Anticipated Endowment</i>	%	-18.77%	68.96%	237%	1850%	-
	<i>Endowment Cum Whole Life</i>	%	-27.51%	7.50%	51%	343%	-
	<i>Non-participating Endowment</i>	%	-	-	-	-	-
	<i>Foreign Employment Term</i>	%	-	-	-	-	-
	<i>Other term</i>	%	-12.05%	68.83%	55%	885%	-
16	Single Premium Growth Rate	%	-75.99%	-74.29%	121%	223%	-
	<i>Endowment</i>	%	-75.99%	-74.13%	124%	278%	-
	<i>Anticipated Endowment</i>	%	-	-100.00%	-27%	-64%	-
	<i>Endowment Cum Whole Life</i>	%	-	-	-	-	-
	<i>Non-participating Endowment</i>	%	-	-	-	-	-
	<i>Foreign Employment Term</i>	%	-	-	-	-	-
	<i>Other term</i>	%	-	-	-	-	-
17	Total Direct Premium Growth Rate	%	-34.51%	21.57%	85.82%	90.80%	767.69%
18	Net Insurance Premium/ Gross Insurance Premium	%	93.56%	94.38%	96.51%	96.54%	96.63%
19	Reinsurance Ratio	%	6.44%	5.62%	3.49%	3.46%	3.37%
20	Reinsurance Commission Income/ Gross Reinsurance Premium	%	-	0.00%	0.00%	9.49%	0.00%

21	Gross Premium Revenue/ Equity	%	83.52%	125%	109%	85%	47%
22	Net Premium Revenue/ Equity	%	78.15%	117.91%	1.05%	82.17%	45.36%
23	Gross Insurance Premium/Total Assets	%	24.66%	41.11%	48.95%	46.45%	34.14%
24	Return on Revenue	%	3.63%	5.50%	4.21%	4.29%	2.49%
25	Net Profit/ Gross Insurance Premium	%	4.23%	5.50%	4.21%	4.84%	3.05%
26	Return on Investments and Loan	%	6.12%	8.65%	7.81%	8.81%	11.02%
Expenses:							
27	Management expenses/ Direct Insurance Premium	%	13.97%	16.59%	20.35%	32.75%	43.76%
28	Agent Related Expenses/ Total Management expenses	%	10.99%	5.77%	8.77%	13.28%	11.44%
29	Employee expenses/ Management expenses	%	53.97%	40.63%	36.38%	37.21%	43.21%
30	Agent Related Expenses/ Direct Insurance Premium	%	1.53%	5.77%	8.77%	13.28%	11.44%
31	Employee expenses/ Number of Employees	Amt.	631,856	941,690	866,268	768,628	715,773
32	Expense Ratio	%	25.47%	32.33%	36.49%	47.88%	50.99%
33	Commission Ratio	%	12.07%	15.43%	16.41%	18.77%	21.70%
34	Direct Business Acquisition Ratio	%	5.37%	12.95%	15.55%	20.98%	15.02%
35	Operating Expense Ratio	%	26.66%	34.19%	38.48%	51.60%	55.73%
Assets:							
36	Increment in Investment held	%	20.99%	39.68%	76.14%	37.57%	16.52%
37	Return on Assets	%	1.04%	2.26%	2.06%	2.25%	1.04%
38	Long term Investments/Total Investments	%	77.36%	60.19%	45.17%	44.55%	5.71%
39	Short term Investments/Total Investments	%	22.64%	39.81%	54.83%	55.45%	94.29%
40	Total Investment & Loan/Gross Insurance Contract Liabilities	%	146.75%	153.36%	171.12%	223.27%	400.79%
41	Investment in Unlisted Shares and Debtors/ Total Net Assets	%	0.05%	0.02%	0.02%	0.05%	0.29%
42	Investment in Shares/ Total Net Assets	%	1.25%	1.49%	33.24%	26.15%	59.71%
43	Agent loan / Number of Agents	NPR	541	668	1,982	1,854	816
44	Liquidity Ratio	%	293%	288%	644%	665%	1160%
Liabilities:							
45	Solvency Margin	%	312%	295.80%	255.00%	171.15%	129.00%
46	Increment in Gross Insurance Contract Liabilities	%	25.64%	59.15%	129.72%	163.29%	885.05%
47	Net Technical Reserve/ Average Net Premium of Previous 3 Years	%	210.67%	181.03%	170.58%	158.41%	162.90%
	<i>Endowment</i>	%	271.97%	117.21%	109.12%	85.17%	90.98%
	<i>Anticipated Endowment</i>	%	111.88%	41.04%	44.84%	54.85%	48.01%
	<i>Endowment Cum Whole Life</i>	%	364.17%	12.04%	12.01%	0.01%	17.56%
	<i>Non-participating Endowment</i>	%	201.24%	0.59%	-	-	-
	<i>Foreign Employment Term</i>	%	202.17%	4.67%	2.65%	3.30%	4.03%
	<i>Other term</i>	%	130.36%	5.47%	1.92%	0.78%	2.31%
48	Actuarial Provision	Amt.	5,261,127,933	3,543,195,140	2,233,837,328	916,005,044	276,900,739
49	Technical Provisions/ Total Equity	%	209.67%	57%	89%	137%	340%
50	Insurance Debt/ Total Equity	%	-	-	-	-	-
51	Outstanding Claim/ Claim Paid	%	34.08%	27.91%	0.70%	0.00%	4.48%
52	No. of Outstanding Claim/ No. of Intimated Claims	%	22.25%	0.58%	0.36%	19.44%	53.85%
53	Total Number of Inforce Policies	No.s	1,073,916	904,414	492,686	50,720	19,722

54	Lapse Ratio	%	7.14%				
55	Number of Renewed Policy/ Last Year's Total Number of In Force Policies	%	56.15%	77.34%	77.56%	61.00%	58.92%
56	Number of Intimated Claim/ Total Number of In Force Policy	%	1.36%	0.15%	0.07%	0.07%	0.07%
57	Declared Bonus Rate	Per'000	-	19-75	19-75	19-60	20-70
58	Interim Bonus Rate	Per'000	19-75	19-75	19-60	20-70	20-70
Others:							
59	Number of Offices	No.s	122	122	100	100	88
60	Number of Agents	No.s	29,930	27,052	21,362	16,514	9,051
61	Number of Employees	No.s	250	254	233	218	191

**Erstwhile Reliance Life Insurance Ltd.
Statement of Sum Assured (As per Actuarial valuation report)**

Fig. in NPR

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	34,277	34,791	22,389,711,510	21,770,932,501	29,581,304,197	54,184,402,883	15,534,311,510	38,962,428,674	14,046,992,688	15,221,974,209
2	Anticipated Endowment	8,509	9,842	12,159,795,370	15,463,106,570	18,273,200,025	37,059,663,030	10,457,995,370	31,953,920,346	7,815,204,655	5,105,742,684
3	Endowment Cum Whole Life	1,917	2,128	1,233,192,957	1,402,405,527	2,000,628,921	6,118,900,926	849,792,957	4,416,926,702	1,150,835,964	1,701,974,224
4	Non-participating ndowment	441	168	424,676,390	180,381,800	390,481,255	650,740,800	336,476,390	529,013,200	54,004,865	121,727,600
5	Foreign Employment Term	10,869	-	10,869,000,000	-	10,995,000,000	-	6,521,400,000	-	4,473,600,000	-
6	Other term	1,017,903	857,485.00	114,950,160,396	94,975,647,099	117,193,812,160	115,364,457,366	68,970,096,237	69,809,984,715	48,223,715,923	45,554,472,650
	Total	1,073,916	904,414	162,026,536,622	133,792,473,497	178,434,426,558	213,378,165,005	102,670,072,464	145,672,273,638	75,764,354,094	67,705,891,367

ERSTWHILE RELIANCE LIFE INSURANCE LTD.

Notes to the Financial Statements for the year ended Chaitra 08, 2079 (March 22nd, 2023)

1. General Information

Erstwhile Reliance Life Insurance Company is a public limited company, incorporated on 19 Mangsir 2064 and operated as Life Insurance Company after obtaining license on 18 Shrawan 2074 under the Insurance Act 2049.

The registered office of the Company is located at New Baneshwor, Kathmandu. The Company's share are listed on Nepal Stock Exchange as 'RLI'.

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.

Reliance Life Insurance Ltd. and Sanima Reliance Life Insurance Ltd. merged and commenced their joint operation as Sanima Reliance Life Insurance Ltd. from Chaitra 9, 2079 (March 23, 2023).

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 Shrawan 27, 2081 (11 August 2024).

(b) Reporting Period and approval of financial statements

The Company reporting period is from 1st Shrawan 2079 to 8th Chaitra 2079 (17 July 2022 to 22 March 2023) with the corresponding previous year from Shrawan 01, 2078 to Ashad 32, 2079 (16 July 2021 to 16 July 2022). These financial statements have been approved by the Board of Directors of Shrawan 27, 2081 (11 August 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:

- Certain Financial Assets and Liabilities which are required to be measured at fair value
- Defined Employee Benefits
- Insurance Contract Liabilities which are required to be determined using actuarial valuation method prescribed by Actuarial Valuation Directive 2077.

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 assets 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

Accounting standards issued and effective: Issued on June 25, 2020 & effective from July 16, 2020

(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.

(I) 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

This note provides a list of the significant policies adopted in the preparation of these Financial Statements.

(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:

- The consideration transferred measured in accordance with the NFRS 3, which generally requires acquisition-date fair value.
- The amount of any non-controlling interest in the acquiree measured in accordance with the NFRS 3, and
- In a business combination achieved in stages, the acquisition-date fair value of the acquirer's previously held equity interest in the acquiree.
- 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
Soft wares	5 Years
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)/ Diminishing Balance Method ((DBM)" based on Useful Life estimated by technical expert of the management.

The Assets Useful Life/ Rate of Depreciation 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/DBM is categorized as stated below:

List of Assets Categories	Useful Life (In Years) for SLM/Rate for WDV	
Land	Not Applicable	Not Applicable
Buildings*	20 Years	5% of DBM
Leasehold Improvement	10 Years	10% of SLM
Furniture & Fixture	10	25% of DBM
Computers and IT Equipment	7	25% of DBM
Officer Equipment	8	25% of DBM
Vehicle	10	20% of DBM
Other Assets	4	25% of DBM

* The amount shown in building represents Right to use assets as per NFRS 16 – Leases.

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

Cost Model

Property that is held for rental income or for capital appreciation or both, is classified as investment property. Investment properties are measured initially at cost, including related transaction cost. It is subsequently carried at cost less accumulated depreciation. Subsequent expenditure is capitalized to the asset's carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the company and the cost can be measured reliably. All other repairs and maintenance costs are expensed when incurred.

Land is carried at historical cost, however, buildings are depreciated over their estimated useful lives as mentioned above.

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.

(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 Difference.

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.

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

Current Tax Assets are the assets which are created against the excess amount paid as advance tax than the actual income tax liability.

(h) Cash & Cash Equivalent

Cash & Cash Equivalents includes Cash in Hand, Cheque in Hand, Bank Balances, wallet deposits, and shortterm 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:

If the company has issued share and part of such shares are not fully paid up then such pending amount are called 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 of bonus shares.

iii) Catastrophe Reserve:

The Company has allocated catastrophe reserve for the amount which is 10% of net profit before adjustment of deferred tax income/expense 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.

Viii) Corporate Social Responsibility Reserves:

The Company has allocated a corporate social responsibility reserve for the amount which is 1% of net profit before adjustment of deferred tax income/expense as per the Regulator's Directive.

vii) Other Reserves:

Reserve other than above reserves, for e.g. deferred tax reserve, others.

(m) Gross Insurance Contract Liabilities

i) Life Insurance Fund

The company performs the liability valuation of its portfolio in annual basis at the end of each financial year as per Actuarial valuation Directive, 2077.

For actuarial valuation purpose, all surplus arising from all the portfolios are transferred to Life Insurance Fund. Accumulated Life Insurance Fund is re-adjusted based on liability determined as per actuarial valuation to align with latest policy liabilities balance.

ii) Claim Payment Reserve

As per section 15(d) of Insurance Regulation, 2049 (1993), provision for outstanding claim is made at 115% of the total outstanding claim.

(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 up to 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.

ii) 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.

iii) 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.

iv) 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.

v) 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, 2019.

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 is 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) 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.

v) 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.

(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 11.50%.

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.

(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.

(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" and as per Insurers' Financial Statement Related Directive 2080.

(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 of between 1 year 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 exists.

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.



नेपाल बीमा प्राधिकरण NEPAL INSURANCE AUTHORITY

मिति: २०८१/०५/०५

वि. वि. शा. : ५४ (२०८१/०८२) च.नं. ७३६

श्री सानिमा रिलायन्स लाइफ इन्स्योरेन्स लिमिटेड,
नयाँ बानेश्वर, काठमाण्डौं।



श्री सुनिष्ठा
२०८१/०५/०५

विषय: आ.व. २०७९/८० को वित्तीय विवरणको स-शर्त स्वीकृति बारे।

तहाँको मिति २०८१/०४/२९(च.नं.६५-२०८१/८२) को पत्र साथ प्राधिकरणमा पेश भएको साबिक रिलायन्स लाइफ इन्स्योरेन्स लिमिटेडको आ.व. २०७९/८० को वित्तीय विवरण सम्बन्धमा लेखिदैछ।

उपरोक्त सम्बन्धमा बीमक श्री सानिमा रिलायन्स लाइफ इन्स्योरेन्स लिमिटेड (साबिक रिलायन्स लाइफ इन्स्योरेन्स लिमिटेड) बाट पेश भएको आ.व. २०७९/८० (मर्जर पूर्व) को वित्तीय विवरण तथा अन्य कागजातहरू अध्ययन गर्दा बीमा ऐन, २०७९ को दफा ३८, ३९, ४० र ४१ तथा बीमकको वित्तीय विवरण सम्बन्धी 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।

शर्तहरू:

१. बीमकले बीमा ऐन, २०७९ को दफा ३६ बमोजिमको न्युनतम चुक्ता पूँजी कायम गर्ने।
२. बीमकले अन्य बीमक तथा पुनर्बीमकसँगको लेनादेना हिसाब राफसाफ गर्ने।
३. बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिका, २०८० को दफा ४४(१) र ४५(२) को व्यवस्था पुर्ण रूपमा पालना गर्ने।
४. बीमकले प्राधिकरणबाट जारी AML/CFT सम्बन्धी निर्देशनका पूर्ण पालना गर्ने।
५. बीमकले जोखिम व्यवस्थापन समितिलाई प्रभावकारी बनाउन प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन सम्बन्धी कार्य गर्ने।
६. बीमकले लेखा परीक्षण समितिलाई प्रभावकारी बनाई आन्तरिक नियन्त्रण प्रणालि सुदृढ बनाउने।
७. बीमकको जोखिमाङ्कन तथा दाबी भुक्तानी प्रक्रिया प्रभावकारी गराउने।
८. प्राधिकरणको स्थलगत निरीक्षण क्रममा देखियका कैफियत तथा लेखापरीक्षकले औंल्याएका कैफियतहरू सुधार गर्न तथा त्यस्ता कैफियतहरू पुनः दोहोरिन नदिन आवश्यक व्यवस्था गर्ने।
९. बीमकले प्राधिकरणबाट वित्तीय विवरण स्वीकृत भएको मितिले ६०(साठी) दिन भित्र साधारण सभा गर्ने।

सुशील देव सुवेदी
निर्देशक

नेपाल बीमा प्राधिकरणको मिति २०८१।०५।०५ को पत्र अनुसार साबिक रिलायन्स लाइफ इन्स्योरेन्स लि. को आ.व. २०७९।८० को चैत्र ०८ सम्मको वित्तीय विवरण स्वीकृत गर्दाको शर्तहरू सम्बन्धमा कम्पनीको भनाई :

१. बीमकले बीमा ऐन, २०७९ को दफा ३६ बमोजिमको न्यूनतम चुक्ता पूँजी कायम गर्ने ।
उपरोक्त सम्बन्धमा तहाँबाट जारी भएको न्यूनतम चुक्ता पूँजी वृद्धि सम्बन्धी निर्देशन बमोजिम यस कम्पनीको न्यूनतम चुक्ता पूँजी कायम गर्ने अवधी बाँकी रहेको व्यहोरा तहाँको जानकारीको लागि अवगत गराउँदछौं । आ.व. २०७९।८० को साथै, आ.व. २०८०।८१ को मुनाफा बाट लाभांश वितरण गरी कम्पनीको न्यूनतम चुक्ता पूँजी कायम गर्ने योजना सहित कार्य गरिरहेको व्यहोरा तहाँको जानकारीको लागि अनुरोध गर्दछु ।
२. बीमकले अन्य बीमक तथा पुनर्बीमकसागको लेनादेना हिसाब राफसाफ गर्ने ।
कम्पनीको Receivable from Reinsurers and Receivable from Insurers हिसाबमा देखाएको रकमको आयुगत विवरण तयार गरी लेना देना हिसाबको राफसाफ गर्ने गरिएको जानकारी गराउँदछौं ।
३. बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिका, २०८० को दफा ४४(१) र ४५(२) को व्यवस्था पूर्ण रुपमा पालना गर्ने ।
कम्पनीले संस्थागत सुशासन सम्बन्धी निर्देशिका २०८० को दफा ४४(१) र ४५(२) को पूर्ण पालना गर्ने प्रतिबद्धता जाहेर गर्दछौं ।
४. बीमकले प्राधिकरणबाट जारी AML/CFT निर्देशनको पूर्ण पालना गर्ने ।
कम्पनीले प्राधिकरणबाट जारी AML/CFT निर्देशनको पूर्ण पालना गर्ने प्रतिबद्धता जाहेर गर्दछौं ।
५. बीमकले जोखिम व्यवस्थापन समितिलाई प्रभावकारी बनाउन प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन सम्बन्धी कार्य गर्ने ।
कम्पनीले जोखिम व्यवस्थापन समितिलाई प्रभावकारी बनाउनको लागि प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन निति तयार पारी संचालक समितिबाट स्वीकृत गराई कार्यान्वयनमा आई सकेको, जोखिम व्यवस्थापन समितिको बैठक आवश्यकता अनुसार बसी जोखिम रजिष्टर तयार पार्ने लगायतका जोखिम व्यवस्थापन सम्बन्धी कार्य सुचारु भएको जानकारी गराउँदछौं ।
६. बीमकले लेखापरिक्षण समितिलाई प्रभावकारी बनाई आन्तरिक नियन्त्रण प्रणाली सुदृढ बनाउने ।
कम्पनीले बीमा प्राधिकरणले जारी गरेको आन्तरिक लेखा परिक्षण निर्देशिकामा तोकिएका जिम्मेवारी पूरा गर्दै लेखापरिक्षण समितिलाई प्रभावकारी बनाइरहेको तथा आन्तरिक नियन्त्रण प्रणाली सुदृढ बनाउन लेखा परिक्षण समितिलाई थप प्रभावकारी बनाउने योजनाका साथ लागि परेको जानकारी गराउँदछौं ।
७. बीमकको जोखिमाङ्कन तथा दाबी भुक्तानी प्रक्रिया प्रभावकारी बनाउने ।
कम्पनीले आफ्नो जोखिमाङ्कन तथा दाबी भुक्तानी प्रकृत्यालाई प्रभावकारी बनाउन system driven बनाई विभिन्न प्रविधिको प्रयोग गरी आवश्यकता अनुरूपको सेवा विकेन्द्रिकित गरिएको छ । साथै, अझ प्रभावकारी बनाउन कर्मचारीको तालिम तथा विकासको थप कार्यक्रमहरू कार्यान्वयन गरिने छ ।

८. प्राधिकरणको स्थलगत निरीक्षण क्रममा देखिएका कैफियत तथा लेखापरिक्षकले औल्याएका कैफियतहरु सुधार गर्न तथा त्यस्ता कैफियतहरु पुनः दोहोरीन नदिन आवश्यक व्यवस्था गर्ने ।
कम्पनीको बीमा प्राधिकरणले गरेको स्थलगत निरीक्षण का क्रममा तथा बाह्य लेखा परिक्षकले औल्याएका कैफियतहरु क्रमिक रुपले सुधार गरिँदै लगेएको व्यहोरा अनुरोध गर्दछौं र सोलाई पुनः दोहोरिन नदिन प्रत्येक विभागलाई आवश्यक प्रक्रियाहरु अवलम्बन गर्न निर्देशन दिइएको छ ।
९. बीमकले प्राधिकरणबाट वित्तीय विवरण स्वीकृत भएको मितिले ६०(साठी) दिनभित्र साधारण सभा गर्ने ।
कम्पनीको आ.व.२०७९/८० को साधारण सभा बीमा प्राधिकरणबाट वित्तीय विवरण स्वीकृत भएको मितिले ४७ दिन भित्र अर्थात् असोज २३ गते हुने जानकारी गराउँदछौं ।

भोलिको तयारी आजैबाट गरौं

सानिमा रिलायन्स लाईफ इन्स्योरेन्समा
जीवन बीमा गरी

खुलेर जिऔं





Financial Reports

2079/80

SUJAN KAFLE & ASSOCIATES
CHARTERED ACCOUNTANTS

Firm No.: 200 (ICAN), PAN: 605263363, House No.: 173/44
Bhimsenmarg, Bishalnagar, Kathmandu, Nepal
Tel.: 4540283, 4542603, Post Box: 20357
Email: support@skaca.com.np
www.skaca.com.np

**Independent Auditor's Report
To the Shareholders of Sanima Reliance Life Insurance Limited¹**

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the Sanima Reliance Life Insurance Limited ("The Company") which comprise the statement of financial position as at Ashadh 31st 2080 (July 16th 2023), and the statement of profit or loss, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, and summary of significant accounting Policies.

In our opinion, the accompanying financial statements presents fairly, in all material respects, the financial position of the Company as at Ashadh 31st 2080 (July 16th 2023), and of the financial performance and of its cashflow for the year then ended in accordance with Nepal Financial Reporting Standard.

Basis for opinion

We conducted our audit in accordance with Nepal Standards on Auditing (NSAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the ICAN's Handbook of Code of Ethics for Professional Accountants together with the ethical requirements that are relevant to our audit of the financial statement in Nepal, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAN's Handbook of Code of Ethics for Professional Accountants. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for the other Information. The other Information comprises the information included in Annual Report but does not include the financial statements and our auditor's report thereon.

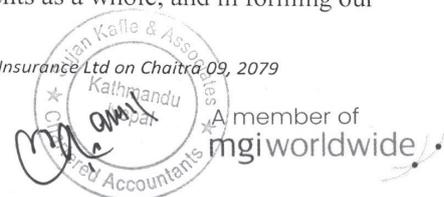
Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in the audit of the financial statements of the current period. These matters were addressed in the context of the audit of the financial statements as a whole, and in forming our

¹ An entity formed after merger of Reliance Life Insurance Ltd and Sanima Life Insurance Ltd on Chaitra 09, 2079



opinion thereon, and we do not provide a separate opinion on these matters. we have determined the matters described below to be the key audit matters to communicate in this report.

S.N.	Key Audit Matters	Auditor's Response
1.	<p>Investment Valuation, Identification, and Impairment</p> <p>Investment of the company comprises of investment in quoted equity instruments, Debentures, Mutual Funds, Fixed deposits of financial institutions. The Valuation of aforesaid securities has been done in compliance with NAS-39 read with NFRS-9. The investment in the government and NRB bonds and T-Bills should be recognized on reporting date on Amortized cost basis whereas other investments, other than those held for trading purpose, should be valued at Fair Value through OCI.</p> <p>Given the varieties of treatments recommended for valuation of investment based on nature of cash flows, the business model adopted, complexity of the calculation and the significance of the amount involve in such Investments, same has been considered as Key Audit Matters in our Audit.</p>	<p>Our audit approach regarding verification of process of investment valuation, identification and impairment included:</p> <p>a. Review of the investment of company and its valuation having reference to NFRS issued by the Accounting Standard Board of Nepal.</p> <p>b. For the investment valuation that are done at amortized cost, we checked the EIR and amortization schedule on test basis.</p> <p>c. We assessed the nature of expected cash flow of the investments as well as the business model adopted by the management on the basis of available evidence/circumstances and ensured that classification of investment is commensurate with nature of cash flow and management intention of holding the investment.</p> <p>d. For the investment valued through OCI for quoted investment, we ensured that fair valuation has been done at the closing transaction rate in NEPSE as on 16.07.2023.</p>
2.	<p>Insurance contract Liabilities</p> <p>The Valuation of the liabilities for insurance contracts involves complex and subjective judgements about future events, both internal and external to the business for which small changes can result in a material impact to the valuation of these abilities.</p> <p>Economic assumptions such as investment return and associated discount rates and operating assumptions (including expenses, mortality and lapse rates) are the key inputs to estimate these long-term liabilities.</p>	<p>Our Assumption procedures consist of focus appropriates of actuarial assumption, models and methodology.</p>
3.	<p>Information Technology</p> <p>IT controls with respect to recording of transactions, generating various reports in compliance with Beema Samiti guidelines and other compliances to regulators is an important</p>	<p>Our audit approach regarding Information technology of company is based upon the Information Technology Guidelines 2076 issued by Beema Samiti and it included:</p> <p>a. Understanding the coding system adopted by company for various categories of products.</p>



S.N.	Key Audit Matters	Auditor's Response
	<p>part of the process. Such reporting is highly dependent on the effective working of Software and other allied systems.</p> <p>We have considered this as key audit matter as any control lapses, validation failures, incorrect input data and wrong extraction of data may result in wrong reporting of data to the management, shareholders and regulators.</p>	<p>b. Understanding the feeding of the data in the system and going through the extraction of the financial information and statements from the IT system existing in company.</p> <p>c. Checking of the user requirements for any changes in the regulations/ policy of the company</p> <p>d. Reviewed the reports generated by the system on sample basis.</p>

Responsibility of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Nepal Financial Reporting Standards and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

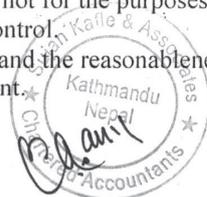
Those charged with Governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is 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. Misstatement can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with NSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risk of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtained 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 purposes of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting polices used and the reasonableness of accounting estimates and related disclosures made by the 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 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.
- 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 a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

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

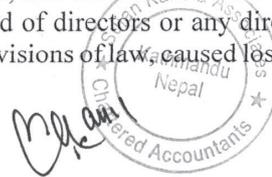
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on the requirements of Companies Act 2063, Insurance Act 2049 and Directives of Insurance Board

We have obtained satisfactory information and explanations asked for, which to the best of our knowledge and belief were necessary for the purpose of our audit; the returns received from the branch offices of the company, though the statements are independently not audited, were adequate for the purpose of the audit; the financial statements have been prepared in accordance with the provisions of the Companies Act 2063, and they are in agreement with the books of accounts of the company, and the accounts and records of the company are properly maintained in accordance with the prevailing laws.

To the best of our information and according to the explanations given to us, in the course of our audit, we observed that adequate amount have been set aside for insurance fund and other statutory reserves as per Beema Samiti Directives; the business of the company was conducted satisfactorily in line with the Beema Samiti Directives, the company has not conducted any business other than insurance business and has not issued any unauthorized policies and its transactions were found to be within the scope of its authority. We did not come across cases of where the company has acted against the interest of insured and investors. Further, company's internal control system is reasonably adequate, and we did not come across cases of accounting related fraud and the cases where the board of directors or any director or any office bearer of the Company has acted contrary to the provisions of law, caused loss or damage


Chartered Accountants
Nepal

to the company, or committed any misappropriation of the funds of company. Also, the company has provided required financial and other information to its shareholders and company appears to be able to serve its long-term liabilities out of its assets.



.....
CA. Laba Kumar Khatte
Partner

Date: Bhadra 30, 2081
Place: Kathmandu

UDIN: 240916CA00739QAJh4

SANIMA RELIANCE LIFE INSURANCE LIMITED ANNEXURE I

Minimum Disclosure in Management Report For the Year Ended Ashadh 31, 2080)

Minimum Disclosure in Directors' Report

A Information related to Life Insurer

Under this title following matters shall be disclosed

- 1 Date of establishment: 2064/08/13
- 2 Insurer license date: 2074/06/26
- 3 Insurance business type, nature: Life Insurance
- 4 Date of commencement of business: 2074/08/22
- 5 Other matters which insurer wish to include: Not Applicable

B. Insurer's Board of Directors shall approve following matters

1. Tax, service charges, fine and penalties to be paid under laws & regulation whether paid or not.
Tax and service charges has been paid and there are no any dues.
2. Share structure of the insurer, changes if any in line with prevailing laws & regulation.
The share structure of Company is as follows and it is in line with prevailing laws and regulations.

Particulars	Current Year	
	Number of Shares	Ownership
Promoters		
Nepali Organized Institutions	6,797,600	16.25%
Nepali Citizens	22,490,400	53.75%
Total (A)	29,288,000	70.00%
Other than Promoters		
General Public	12,552,000	30.00%
Total (B)	12,552,000	30.00%
Total (A+B)	41,840,000	100.00%

3. Whether solvency ratio as prescribed by Nepal Insurance Authority is maintained or not.
The solvency ratio is 2.42 and is maintained as prescribed by Nepal Insurance Authority.
4. a) Statement regarding assets that financial amount contained in SOFP are not overstated than its fair value.
Not Overstated.
b) Measurement basis of the assets recognized in financial statements.
Measurement is on the basis of historical cost less related depreciations.
5. Declaration on investment made by insurer that are in line with prevailing laws. If not reason to be disclosed.
The investment made by insurer are in line with prevailing laws.
6. Number of claims settled within the year and outstanding claim number and time frame to settle the outstanding claim.
Number of claims settled including partial maturity settlement within the year was 14,954 and there are 6,471 outstanding claims including partial maturity claims, that will be settled within next fiscal year.
7. 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.

Compliant with the provision of Insurance Act 2079, Insurance Regulation 2049, Company Act 2063, NFRSs and other prevailing laws & regulation

8. Declaration that the appropriate accounting policy has been consistently adopted.

The appropriate accounting policy has been consistently adopted.

9. Declaration on Financial Statements as at Reporting Date that the insurer's Financial Position and Financial Performance are presented true & fairly.

The insurer's Financial Position and Financial Performance are presented true & fairly as at Reporting Date.

10. 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.

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.

11. Declaration that Financial Statements have been prepared based on going concern basis.

Financial Statements have been prepared based on going concern basis.

12. Declaration that the internal control system is commensurate with the size, nature & volume of the insurer's business.

The internal control system is commensurate with the size, nature & volume of the insurer's business.

13. 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, 2079, 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.

14. Disclosure on any penalties, levied by Nepal Insurance Authority for the particular financial year.

Nepal Insurance Authority has not imposed any penalties, for the particular financial year.

15. Other disclosure which is deemed appropriate by Board of Directors/management

Not Applicable

SANIMA RELIANCE LIFE INSURANCE LIMITED

STATEMENT OF FINANCIAL POSITION

As at 16th July, 2023 (Ashadh 31, 2080)

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Assets			
Goodwill & Intangible Assets	4	38,233,946	-
Property and Equipment	5	493,203,521	285,389,828
Investment Properties	6	-	-
Deferred Tax Assets	7	17,060,696	891,844
Investment in Subsidiaries	8	-	-
Investment in Associates	9	-	-
Investments	10	14,375,301,467	5,323,185,363
Loans	11	1,154,574,932	277,526,400
Reinsurance Assets	12	28,136,107	-
Current Tax Assets	21	352,410,781	116,724,902
Insurance Receivables	13	-	32,477,641
Other Assets	14	28,458,664	10,221,851
Other Financial Assets	15	117,610,633	56,484,012
Cash and Cash Equivalent	16	571,073,433	114,016,511
Total Assets		17,176,064,180	6,216,918,351
Equity & Liabilities			
Equity			
Share Capital	17 (a)	4,184,000,000	2,084,000,000
Share Application Money Pending Allotment	17 (b)	-	-
Share Premium	17 (c)	-	-
Catastrophe Reserves	17 (d)	95,212,214	32,191,223
Retained Earnings	17 (e)	775,366,805	147,731,185
Other Equity	17 (f)	58,041,268	15,791,708
Total Equity		5,112,620,286	2,279,714,116
Liabilities			
Provisions	18	28,883,823	18,064,616
Gross Insurance Contract Liabilities	19	10,768,614,151	3,539,200,381
Deferred Tax Liabilities	7	-	-
Insurance Payables	20	37,589,188	1,147,332
Current Tax Liabilities	21	-	-
Borrowings	22	-	-
Other Liabilities	23	865,522,011	250,116,992
Other Financial Liabilities	24	362,834,721	128,674,915
Total Liabilities		12,063,443,894	3,937,204,235
Total Equity and Liabilities		17,176,064,180	6,216,918,351

The accompanying notes form an integral part of Financial Statements.

As per our report of even date

CA Sujeep Shrestha
Chief Finance Officer

Shiva Nath Pandey
Chief Executive Officer

Ratan Lal Kedia
Chairman

Bharat Kumar Todi
Director

CA Laba Kumar Khatri
Partner
Sujan Kafle & Associates
Chartered Accountants

Dr. Subarna Das Shrestha
Director

Keshab Raj K.C.
Director

Parikshit Khemka
Director

Sarita Bhatta Adhikari
Director

Tej Bahadur Chand
Director

Date: 30 Bhadra 2081
Place: Kathmandu, Nepal

SANIMA RELIANCE LIFE INSURANCE LIMITED

STATEMENT OF PROFIT OR LOSS

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

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Income			
Gross Earned Premiums	25	3,551,887,906	2,404,766,931
Premiums Ceded	26	(183,582,538)	(52,788,371)
Net Earned Premiums		3,368,305,368	2,351,978,560
Commission Income	27	-	-
Other Direct Income	28	11,119,458	3,879,934
Interest Income on Loan to Policyholders	11	41,165,594	13,045,258
Income from Investments and Loans	29	836,594,829	404,859,822
Net Gain/(Loss) on Fair Value Changes	30	-	-
Net Realised Gains/(Losses)	31	(1,199,727)	1,553,894
Other Income	32	907,295	-
Total Income		4,256,892,817	2,775,317,468
Expenses			
Gross Benefits and Claims Paid	33	1,044,936,626	491,340,373
Claims Ceded	33	(109,333,656)	(36,642,276)
Gross Change in Contract Liabilities	34	1,963,410,811	1,314,854,407
Change in Contract Liabilities Ceded to Reinsurers	34	(28,136,107)	-
Net Benefits and Claims Paid		2,870,877,674	1,769,552,504
Commission Expenses	35	435,681,232	381,708,250
Service Fees	36	26,692,058	23,519,786
Other Direct expenses	37	-	-
Employee Benefits Expenses	38	268,378,278	168,788,695
Depreciation & Amortization Expenses	39	61,322,971	44,987,689
Impairment Losses	40	2,889,891	42,966,415
Other Operating Expenses	41	295,971,604	213,434,580
Finance Cost	42	27,013,130	12,519,798
Total Expenses		3,988,826,838	2,657,477,715
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax		268,065,979	117,839,753
Share of Net Profit of Associates accounted using Equity Method	9	-	-
Profit Before Tax		268,065,979	117,839,753
Income Tax Expense	43	(3,275,352)	92,488
Net Profit/(Loss) For The Year		271,341,331	117,747,265
Earning Per Share	51		
Basic EPS		9.88	5.65
Diluted EPS		9.88	5.65

The accompanying notes form an integral part of Financial Statements.

As per our report of even date

CA Sujeep Shrestha
Chief Finance Officer

Shiva Nath Pandey
Chief Executive Officer

Ratan Lal Kedia
Chairman

Bharat Kumar Todi
Director

CA Laba Kumar Khatri
Partner
Sujan Kafle & Associates
Chartered Accountants

Dr. Subarna Das Shrestha
Director

Keshab Raj K.C.
Director

Parikshit Khemka
Director

Sarita Bhatta Adhikari
Director

Tej Bahadur Chand
Director

Date: 30 Bhadra 2081
Place: Kathmandu, Nepal

SANIMA RELIANCE LIFE INSURANCE LIMITED

STATEMENT OF OTHER COMPREHENSIVE INCOME

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

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Net Profit/(Loss) For The Year		271,341,331	117,747,265
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		5,081,816	5,311,546
Revaluation of Property and Equipment/Goodwill & Intangible Assets		-	-
Remeasurement of Post-Employment Benefit Obligations	44	-	-
Share of other comprehensive income of associates accounted for using the equity method	9	-	-
Income Tax Relating to Above Items		(1,270,454)	(1,327,887)
Total Other Comprehensive Income For the Year, Net of Tax		3,811,362	3,983,660
Total Comprehensive Income For the Year, Net of Tax		275,152,693	121,730,925

The accompanying notes form an integral part of Financial Statements.

As per our report of even date

CA Sujeep Shrestha
Chief Finance Officer

Shiva Nath Pandey
Chief Executive Officer

Ratan Lal Kedia
Chairman

Bharat Kumar Todi
Director

CA Laba Kumar Khatri
Partner
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Director

Parikshit Khemka
Director

Sarita Bhatta Adhikari
Director

Tej Bahadur Chand
Director

Date: 30 Bhadra 2081
Place: Kathmandu, Nepal

SANIMA RELIANCE LIFE INSURANCE LIMITED

STATEMENT OF CASH FLOWS

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

Fig. in NPR

Particulars	Current Year	Previous Year
Cash Flow From Operating Activities:		
Cash Received		
Gross Premium Received	3,551,887,906	2,404,766,931
Reinsurance Commission Received	-	-
Claim Recovery Received from Reinsurers	109,333,656	36,642,276
Realised Foreign Exchange Income other than on Cash and Cash Equivalents		-
Other Direct Income Received	11,119,458	
Others (Other Income received)	907,295	3,983,660
Cash Paid		
Gross Benefits and Claims Paid	(1,044,936,626)	(491,340,373)
Reinsurance Premium Paid	(152,070,406)	(51,641,039)
Commission Paid	(353,646,933)	(425,530,013)
Service Fees Paid	(22,512,687)	(19,067,519)
Employee Benefits Expenses Paid	(268,378,278)	(180,668,588)
Other Expenses Paid	(189,387,145)	(143,119,259)
Other Direct Expenses Paid	-	-
Others (Cash Balance transfer from Reliance Life Insurance Limited)	-	-
Income Tax Paid	(3,275,352)	(92,488)
Net Cash Flow From Operating Activities [1]	1,639,040,888	1,133,933,588
Cash Flow From Investing Activities		
Acquisitions of Intangible Assets	(96,050)	-
Proceeds From Sale of Intangible Assets	-	-
Acquisitions of Investment Properties	-	-
Proceeds From Sale of Investment Properties	-	-
Acquisitions of Property & Equipment	(19,423,377)	(251,636,453)
Proceeds From Sale of Property & 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	(136,838,459)	(12,841,650)
Proceeds from Sale of Equity Instruments	(1,199,727)	-
Purchase of Mutual Funds	(10,351,469)	-
Proceeds from Sale of Mutual Funds	-	-
Purchase of Preference Shares	-	-
Proceeds from Sale of Preference Shares	-	-
Purchase of Debentures	(307,513,183)	(117,593,646)
Proceeds from Sale of Debentures	-	-

Purchase of Bonds	-	
Proceeds from Sale of Bonds		
Investments in Deposits	(1,596,447,683)	(1,815,686,524)
Maturity of Deposits	-	
Loans Paid	(167,466,423)	(147,735,960)
Proceeds from Loans		
Rental Income Received		
Proceeds from Finance Lease		
Interest Income Received	876,596,310	423,338,908
Dividend Received	1,164,113	-
Others (to be specified)		
Total Cash Flow From Investing Activities [2]	(1,361,575,949)	(1,922,155,325)
Cash Flow From Financing Activities		
Interest Paid	-	-
Proceeds From Borrowings	-	-
Repayment of Borrowings	-	-
Payment of Finance Lease	-	(12,519,798)
Proceeds From Issue of Share Capital	-	600,000,000
Share Issuance Cost Paid	-	(10,647,053)
Dividend Paid	-	
Dividend Distribution Tax Paid	-	
Others (Balance transfer in Acquisition)	179,591,983	8,240,729
Total Cash Flow From Financing Activities [3]	179,591,983	585,073,878
Net Increase/(Decrease) In Cash & Cash Equivalents [1+2+3]		457,056,922
Cash & Cash Equivalents At Beginning of The Year/Period	114,016,511	317,164,370
Effect of Exchange Rate Changes on Cash and Cash Equivalents		
Cash & Cash Equivalents At End of The Year/Period	571,073,433	114,016,511
Components of Cash & Cash Equivalents	571,073,433	114,016,511
Cash In Hand	125,405,867	8,856
Cheuqe in Hand	138,697,230	-
Term Deposit with Banks (with initial maturity upto 3 months)	-	-
Balance With Banks	306,970,336	114,007,655

The accompanying notes form an integral part of Financial Statements.

As per our report of even date

CA Sujeep Shrestha
Chief Finance Officer

Shiva Nath Pandey
Chief Executive Officer

Ratan Lal Kedia
Chairman

Bharat Kumar Todi
Director

CA Laba Kumar Khatri
Partner
Sujan Kafle & Associates
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Dr. Subarna Das Shrestha
Director

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Director

Parikshit Khemka
Director

Sarita Bhatta Adhikari
Director

Tej Bahadur Chand
Director

Date: 30 Bhadra 2081
Place: Kathmandu, Nepal

SANIMA RELIANCE LIFE INSURANCE LIMITED

STATEMENT OF CHANGES IN EQUITY

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

Previous Year

Fig. in NPR

Particulars	Ordinary Share Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserves	Capital Adjustment Reserves	Catastrophe Reserves	Corporate Social Responsibility (CSR) Reserves	Insurance Fund	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserve	Other Reserves (Regulatory Reserve)	Other Reserves	Non-controlling interest	Total
Balance as at Shrawan 1, 2078	1,400,000,000	-	-	-	136,177,089	-	-	21,006,721	-	-	5,568,227	-	5,059,129	1,779,788	-	-	1,569,590,855
Prior period adjustment	-	-	-	-	8,240,733	-	-	-	-	-	-	-	-	-	-	-	8,240,733
Restated Balance as at Shrawan 1, 2078	1,400,000,000	-	-	-	144,417,823	-	-	21,006,721	-	-	5,568,227	-	5,059,129	1,779,788	-	-	1,577,831,689
Profit/(Loss) For the Year	-	-	-	-	117,747,265	-	-	-	-	-	-	-	-	-	-	-	117,747,265
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	-	-	-	-	3,983,660	-	-	-	-	-	-	-	-	-	-	-	3,983,660
v) Revaluation of Property and Equipment/ Goodwill & Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
vi) Remeasurement of Post-Employment Benefit Obligations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Reserves/Funds	-	-	-	-	(23,516,742)	-	-	11,184,502	1,118,450	-	5,311,546	-	-	5,902,244	-	-	-
Transfer of Deferred Tax Reserves	-	-	-	-	4,167,286	-	-	-	-	-	-	-	(4,167,286)	-	-	-	-
Transfer of Depreciation on Revaluation of Property and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer on Disposal of Property and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer on Disposal of Equity Instruments Measured at FVTOCI	-	-	-	-	-	-	-	-	-	-	(4,780,391)	-	-	-	-	-	(4,780,391)
Transfer to Insurance Contract Liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Share Insurance Costs	-	-	-	-	(106,647,053)	-	-	-	-	-	-	-	-	-	-	-	(106,647,053)
Contribution by/ Distribution to the owners of the Company	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
i) Bonus Share Issued	84,000,000	-	-	-	(84,000,000)	-	-	-	-	-	-	-	-	-	-	-	-
ii) Share Issue	600,000,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	600,000,000
iii) Cash Dividend	-	-	-	-	(4,421,053)	-	-	-	-	-	-	-	-	-	-	-	(4,421,053)
iv) Dividend Distribution Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
v) Others (to be Specified)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 32, 2079	2,084,000,000	-	-	-	147,731,185	-	-	32,191,223	1,118,450	-	6,099,382	-	891,844	7,682,032	-	-	2,279,714,117

SANIMA RELIANCE LIFE INSURANCE LIMITED
STATEMENT OF CHANGES IN EQUITY

Current Year

Fig. in NPR

Particulars	Ordinary Share Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserves	Capital Adjustment Reserves	Catastrophe Reserves	Corporate Social Responsibility (CSR) Reserves	Insurance Fund	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserve	Other Reserves (Regulatory Reserve)	Other Reserves	Non-controlling interest	Total
Balance as at Shrawan 1, 2079	2,084,000,000	-	-	-	147,731,185	-	-	32,191,223	1,118,450	-	6,099,382	-	891,844	7,682,032	-	-	2,279,714,116
Prior period adjustment*	-	-	-	-	23,663,936	-	-	-	-	-	(1,524,846)	-	2,875,213	-	-	-	25,014,303
Transfer from RLI	2,000,000,000	-	-	-	353,050,388	-	34,493,523	49,489,827	2,137,064	-	(7,162,967)	-	11,776,298	(0)	-	-	2,568,798,430
Restated Balance as at Shrawan 1, 2079	4,184,000,000	-	-	-	524,445,504	-	34,493,523	81,681,050,86	3,255,514	-	(2,588,431)	-	15,543,353	7,682,032	-	-	4,848,512,546
Profit/(Loss) for the Year	-	-	-	-	271,341,331	-	-	-	-	-	-	-	-	-	-	-	271,341,331
Other Comprehensive Income for the Year, Net of Tax	-	-	-	-	3,811,362	-	-	-	-	-	-	-	-	-	-	-	3,811,362
i) Changes in Fair Value of FVOCI Debt Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(3,811,362)
ii) Gains/ (Losses) on Cash Flow Hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iii) Exchange differences on translation of Foreign Operation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iv) Changes in fair value of FVOCI Equity Instruments	-	-	-	-	(3,811,362)	-	-	-	-	-	3,811,362	-	-	-	-	-	3,811,362
v) Revaluation of Property and Equipment/ Goodwill & Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
vi) Remeasurement of Post-Employment Benefit Obligations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Reserves/Funds	-	-	-	-	(13,680,118)	-	-	13,531,163	2,706,233	-	-	-	-	(2,557,278)	-	-	-
Transfer of Deferred Tax Reserves	-	-	-	-	(3,275,352)	-	-	-	-	-	-	-	3,275,352	-	-	-	-
Transfer of Depreciation on Revaluation of Property and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer on Disposal of Property and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer on Disposal of Equity Instruments Measured at FVOCI	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Insurance Contract Liabilities	-	-	-	-	-	-	-	-	-	-	(1,100,638)	-	-	(5,124,754)	-	-	(6,225,393)
Share Issuance Costs	-	-	-	-	(3,464,560)	-	-	-	-	-	-	-	-	-	-	-	(3,464,560)
Others (Utilization of Reserves)	-	-	-	-	-	-	-	-	(1,355,000)	-	-	-	-	-	-	-	(1,355,000)
Contribution by Distribution to the owners of the Company	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
i) Bonus Share Issued	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
ii) Share Issue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iii) Cash Dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iv) Dividend Distribution Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
v) Others (to be Specified)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 31, 2080	4,184,000,000	-	-	-	775,366,805	-	34,493,523	95,212,214	4,606,746	-	122,293	-	18,818,705	-	-	-	5,112,620,286

The accompanying notes form an integral part of Financial Statements.

As per our report of even date

CA Sujeep Shrestha
Chief Finance Officer

Shiva Nath Pandey
Chief Executive Officer

Ratan Lal Kedia
Chairman

Bharat Kumar Todi
Director

CA Laba Kumar Khatri
Partner
Sujan Kafle & Associates
Chartered Accountants

Date: 30 Bhadra, 2081
Place: Kathmandu, Nepal

Dr. Subarna Das Shrestha
Director

Keshab Raj K.C.
Director

Pankshit Khemka
Director

Sarita Bhatta Adhikari
Director

Tej Bahadur Chand
Director

SANIMA RELIANCE LIFE INSURANCE LIMITED

STATEMENT OF DISTRIBUTABLE OF PROFIT AND LOSS

For Period 17th July, 2022 - 16th July, 2023

(For the Year Ended Ashadh 31, 2080)

Fig. in NPR

Particulars	Current Year	Previous Year
Opening Balance in Retained Earnings	500,781,573	47,756,037
Transfer from OCI reserves to retained earning in current year		
Net profit or (loss) as per statement of profit or loss	271,341,331	121,730,925
Appropriations:		
i) Transfer to Insurance Fund	-	-
ii) Transfer to Catastrophe Reserve	(13,531,163)	(11,184,502)
iii) Transfer to Capital Reserve	-	
iv) Transfer to CSR reserve	(2,706,233)	(1,118,450)
v) Transfer to/from Regulatory Reserve	2,557,278	(5,902,244)
vi) Transfer to Fair Value Reserve		(5,311,546)
vii) Transfer of Deferred Tax Reserve	(3,275,352)	4,167,286
viii) Transfer to OCI reserves due to change in classification		
ix) Others (Actuarial Reserves)		
Prior period Adjustments.	23,663,936	8,240,733
Share Issuance Costs	(3,464,560)	(10,647,053)
Cash Dividend	-	
Dividend Distribution Tax	-	
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 as per sec 16 of Financial Directive	(250,000)	
xii) Delisted share investment or mutual fund investment		
xiii) Bonus share/dividend paid		
xiv) Deduction as per Sec 17 of Financial directive		
xiv) Deduction as per Sec 18 of Financial directive	(6,050,000)	
xv) Others (to be specified)	-	

Adjusted Retained Earning	769,066,810	147,731,185
Add: Transfer from Share Premium Account		-
Less: Amount apportioned for Assigned capital		-
Less: Deduction as per sec 15(1) of Financial directive		
Add/Less: Others (Retained Earning)	-	-
Total Distributable Profit/(loss)	769,066,810	147,731,185

The accompanying notes form an integral part of Financial Statements.

As per our report of even date

CA Sujeep Shrestha
Chief Finance Officer

Shiva Nath Pandey
Chief Executive Officer

Ratan Lal Kedia
Chairman

Bharat Kumar Todi
Director

CA Laba Kumar Khatri
Partner
Sujan Kafle & Associates
Chartered Accountants

Dr. Subarna Das Shrestha
Director

Keshab Raj K.C.
Director

Parikshit Khemka
Director

Sarita Bhatta Adhikari
Director

Tej Bahadur Chand
Director

Date: 30 Bhadra 2081
Place: Kathmandu, Nepal

SANIMA RELIANCE LIFE INSURANCE LIMITED

Notes to the Financial Statements

4. Goodwill & Intangible Assets

Fig. in NPR

Particulars	Software	Goodwill	Others (website)	Total
Gross carrying amount				
As at Shrawan 1, 2078	1,073,500	-	235,606	1,309,106
Additions during the year	-	-	-	-
Acquisition	-	-	-	-
Internal Development	-	-	-	-
Business Combination(to be Specified)	-	-	-	-
Disposals during the year	-	-	-	-
Revaluation/Adjustment	-	-	-	-
Balance as at Ashadh 32, 2079	1,073,500	-	235,606	1,309,106
Additions during the year	-	-	-	-
Acquisition	96,050	-	-	96,050
Internal Development	-	-	-	-
Business Combination (transfer)	11,145,460	34,493,523	-	45,638,983
Disposals during the year	-	-	-	-
Revaluation/Adjustment	-	-	-	-
Balance as at Ashadh 31, 2080	12,315,010	34,493,523	235,606	47,044,139
Accumulated amortization and impairment				
As at Shrawan 1, 2078	1,073,500	-	235,606	1,309,106
Additions during the year	-	-	-	-
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as at Ashadh 32, 2079	1,073,500	-	235,606	1,309,106
Additions during the year	514,186	-	-	514,186
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Business Combination (transfer)	6,986,900	-	-	6,986,900
Balance as at Ashadh 31, 2080	8,574,587	-	235,606	8,810,193
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 at Ashadh 32, 2079	-	-	-	-
Additions during the year	-	-	-	-
Capitalisation during the year	-	-	-	-
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as at Ashadh 31, 2080	-	-	-	-
Net Carrying Amount				
As at Ashadh 32, 2079	-	-	-	-
As at Ashadh 31, 2080	3,740,423	34,493,523	-	38,233,946

Fig. in NPR

5. PROPERTY, PLANT AND EQUIPMENT

Particulars	Land	Buildings	Leasehold Improvement	Furniture & Fixtures	Computers and IT Equipments	Office Equipments	Vehicles	Other Assets	Total
Gross carrying amount	-	-	-	-	-	-	-	-	-
As on Shrawan 1, 2078	-	-	54,769,453	2,830,638	19,548,645	3,548,106	39,608,500	-	120,305,343
Additions during the year	-	-	-	-	-	-	-	-	-
Acquisition	-	-	18,231,200	498,798	6,008,755	259,500	4,449,084	-	29,447,336
Capitalization	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Business Combination (transfer)	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 32, 2079	-	-	73,000,653	3,329,436	25,557,400	3,807,606	44,057,584	-	149,752,679
Additions during the year	-	-	-	-	-	-	-	-	-
Acquisition	-	-	8,705,633	574,277	1,253,574	1,089,892	7,800,000	-	19,423,377
Capitalisation	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Business Combination (transfer)	-	-	54,445,173	15,587,560	21,892,704	16,737,873	14,199,900	-	122,863,210
Balance as at Ashadh 31, 2080	-	-	136,151,460	19,491,273	48,703,678	21,635,371	66,057,484	-	292,039,266
Accumulated depreciation and impairment	-	-	-	-	-	-	-	-	-
As on Shrawan 1, 2078	-	-	12,958,526	944,521	8,876,041	1,886,557	16,898,633	-	41,564,279
Addition during the year	-	-	5,436,824	502,901	3,535,539	439,060	5,287,957	-	15,202,288
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 32, 2079	-	-	18,395,350	1,447,421	12,411,581	2,325,616	22,186,590	-	56,766,559
Addition during the year	-	-	12,763,816	1,090,802	4,262,379	921,239	5,076,052	-	24,114,288
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Business Combination (transfer)	-	-	22,588,295	9,891,810	12,930,342	10,921,625	6,432,289	-	62,764,362
Balance as at Ashadh 31, 2080	-	-	53,747,462	12,430,034	29,604,301	14,168,480	33,694,931	-	143,645,208

6. Investment Properties

Investment Properties at Cost

Fig. in NPR

Particulars	Land	Building	Total
Gross carrying amount			
As at Shrawan 1, 2078	-	-	-
Additions during the year	-	-	-
Acquisition	-	-	-
Subsequent Expenditure	-	-	-
Assets classified as held for sales	-	-	-
Disposals during the year	-	-	-
Transfer/Adjustments	-	-	-
Balance as at Ashadh 32, 2079	-	-	-
Additions during the year	-	-	-
Acquisition	-	-	-
Subsequent Expenditure	-	-	-
Assets classified as held for sales	-	-	-
Disposals during the year	-	-	-
Transfer/Adjustments	-	-	-
Balance as at Ashadh 31, 2080	-	-	-
Accumulated depreciation and impairment			
As at Shrawan 1, 2078	-	-	-
Additions during the year	-	-	-
Disposals during the year	-	-	-
Impairment during the year	-	-	-
Transfer/Adjustments	-	-	-
Balance as at Ashadh 32, 2079	-	-	-
Additions during the year	-	-	-
Disposals during the year	-	-	-
Impairment during the year	-	-	-
Transfer/Adjustments	-	-	-
Balance as at Ashadh 31, 2080	-	-	-
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 at Ashadh 31, 2080	-	-	-
Net Carrying Amount			
Net Balance As At Ashadh 32, 2079	-	-	-
Net Balance As At Ashadh 31, 2080	-	-	-

(i) Amounts recognised in statement of profit or loss

Particulars	Current Year	Previous Year
Rental income	-	-
Direct operating expenses from property that generated rental income	-	-
Direct operating expenses from property that didn't generated rental income	-	-
Profit from investment properties before depreciation	-	-
Depreciation charge	-	-
Profit from investment properties	-	-

(ii) Fair value of investment properties:

Particulars	Current Year	Previous Year
Land	-	-
Building	-	-
Total	-	-

Notes on Fair Value :

- (i) The company does not hold any investment property.
(ii) Disclosure on restriction on the realisability of investment properties: Not applicable
(iii) Contractual obligations: Not applicable

Investment Properties at Fair Value

Particulars	Land	Building	Total
Gross carrying amount			-
As at Shrawan 1, 2078	-	-	-
Additions during the year	-	-	-
Disposals during the year	-	-	-
Net changes in Fair Value	-	-	-
Revaluation/Adjustment	-	-	-
Balance as at Ashadh 32, 2079	-	-	-
Additions during the year	-	-	-
Disposals during the year	-	-	-
Net changes in Fair Value	-	-	-
Revaluation/Adjustment	-	-	-
Balance as at Ashadh 31, 2080	-	-	-
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 at Ashadh 31, 2080	-	-	-
Net Carrying Amount			-
Net Balance As At Ashad 31, 2079	-	-	-
Net Balance As At Ashadh 31, 2080	-	-	-

Notes on Fair Value :

- (i) The company does not hold any investment property.
- (ii) Disclosure on restriction on the realisability of investment properties: Not applicable
- (iii) Contractual obligations: Not applicable

7. Deferred Tax Assets/Liabilities

Fig. in NPR

Particulars	Current Year			Previous Year		
	Through SOPL	Through SOCI	Total	Through SOPL	Through SOCI	Total
Deferred Tax on Temporary Difference						
Goodwill & Intangible Assets	216,214		216,214	207,137		
Property and Equipment	873,996		873,996	(2,256,358)		
Financial Assets at FVPTL			-			
Financial Assets at FVTOCI		(1,758,011)	(1,758,011)		(487,557)	
Provision for Leave	7,220,956		7,220,956	6,372,325		
Provision for Gratuity			-			
Impairment Loss on Financial Assets	3,390,823		3,390,823	2,639,174		
Impairment Loss on Other Assets			-			
Carry forward of unused tax losses			-			
Changes in tax rate			-			
ROU Assets and Lease Liability	7,116,718		7,116,718	8,581,077		
Total	18,818,706	(1,758,011)	17,060,696	15,543,354	(487,557)	15,055,797
Deferred Tax Asstes	18,818,706	(1,758,011)	17,060,696	15,543,354	(487,557)	15,055,797
Deferred Tax Liabilities	-	-	-	-	-	-

Movements in deferred tax assets/ (liabilities)

Particulars	Current Year			Previous Year		
	SOPL	SOCI	Total	SOPL	SOCI	Total
As at Shrawan 1, 2079	15,543,354	(487,557)	15,055,797	6,606,456	(1,547,326)	5,059,130
Charged/(Credited) to Statement of Profit or Loss	3,275,352		3,275,352	(2,839,400)		(2,839,400)
Charged/(Credited) to Other Comprehensive Income		(1,270,454)	(1,270,454)		(1,327,886)	(1,327,886)
As at Ashadh 31, 2080	18,818,706	(1,758,011)	17,060,696	3,767,056	(2,875,212)	891,844

8. Investment in Subsidiaries

Fig. in NPR

Particulars	Current Year	Previous Year
Investment in Quoted Susidiaries	-	-
Investment in Unquoted Susidiaries	-	-
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. Investment in Associates

Fig. in NPR

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

Investment in Quoted 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	-	-	-	-	-	-

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 Regarding Associates

Particulars	Current Year	Previous Year
Name	-	-
Place of Business	-	-
Accounting Method	-	-
% of Ownership	-	-
Current Assets	-	-
Non-Current Assets	-	-
Current Liabilities	-	-
Non-Current Liabilities	-	-
	-	-
Income	-	-
Net Profit or Loss	-	-
Other Comprehensive Income	-	-
Total Comprehensive Income	-	-
	-	-
Company's share of profits	-	-
Net Profit or Loss	-	-
Other Comprehensive Income	-	-

10. Investment

Fig. in NPR

Particulars	Current Year	Previous Year
Investments measured at Amortised Cost		
i) Investment in Preference Shares of Bank and Financial Institutions		-
ii) Investment in Debentures	3,062,673,105	1,046,901,000
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)		-
iv) Fixed Deposits in "A" Class Financial Institutions	8,443,082,845	3,374,750,000
v) Fixed Deposits in Infrastructure Banks		-
vi) Fixed Deposits in "B" Class Financial Institutions	2,095,606,089	769,500,000
vii) Fixed Deposits in "C" Class Financial Institutions	553,411,034	80,000,000
viii) Others (to be Specified)		-
Less: Impairment Losses		-
Investments measured at FVTOCI		
i) Investment in Equity Instruments (Quoted)	139,024,753	40,422,663
ii) Investment in Equity Instruments (Unquoted)	52,640,000	1,445,000
iii) Investment in Mutual Funds	28,863,640	166,700
iv) Investment in Debentures		-
v) Others (to be Specified)		10,000,000
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		-
v) Others (to be Specified)		-
Total	14,375,301,467	5,323,185,363

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 Deposits with "B" Class Financial Institutions	-	-
Fixed Deposits with "C" Class Financial Institutions	-	-
Others (to be Specified)	-	-
Total	-	-

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	-	-
Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-
Fixed Deposit with "A" Class Financial Institutions	2,705,932,845	1,015,600,000
Fixed Deposit with Infrastructure Banks	-	-
Fixed Deposits with "B" Class Financial Institutions	566,106,089	141,500,000
Fixed Deposits with "C" Class Financial Institutions	210,911,034	
Others (to be Specified)	-	-
Total	3,482,949,969	1,157,100,000

c) Information relating to investment in equity instruments

Particulars	Current Year			Previous Year		
	Units	Cost	Fair Value	Units	Cost	Fair Value
i) Investment in Equity Instruments (Quoted)						
Siddhartha Bank Limited	1	-	253	-	-	-
Citizen Bank International Limited	54,152	13,512,435	9,373,711	25,152	7,870,718	5,093,280
NMB Bank Limited	80,423	11,195,242	18,175,598	80,423	11,195,242	20,990,403
Prime Commercial Bank Ltd.	44,054	7,806,403	8,590,530	24,431	4,546,955	6,474,215
Nepal Bank Limited	9,308	1,335,356	2,317,692	9,126	1,335,356	2,719,548
Machhapuchchhre Bank Limited	25,926	5,390,793	6,009,647	11,713	1,913,261	2,975,102
NIC Asia Bank Ltd.	500	390,000	396,900	500	390,000	348,000
Sahas Urja Limited	950	500,116	459,705	950	500,116	437,000
Global IME Bank Limited	5,958	1,170,165	1,108,188	5,721	1,170,165	1,385,115
Manjushree Finance Ltd.	500	251,464	275,000			
Nepal Investment Mega Bank Limited	1,000	248,464	173,800			
Progressive Finance Limited	1,000	357,381	408,900			
Prabhu Bank Limited	22,800	4,435,385	3,707,280			
Laxmi Sunrise Bank Limited- Previous Laxmi	11,162	2,212,967	1,931,026			
Citizen Investmetn Trust	715	304,054	1,493,635			
Arun Kabeli	500	187,725	117,250			

Sahas urja	1,500	1,182,180	725,850			
Himalayan Distillery Ltd.	500	200,275	1,124,000			
Agriculture Development Bank Limited	1,224	591,498	286,294			
Garima Bikas Bank Limited	1,000	703,970	405,000			
Arun Valley Hydropower Development Company Limited	2,160	5,148,295	550,800			
CEDB	500	431,670	452,000			
Sana Kisan Bikas Laghubitta Bittiya Sanstha Limited	435	1,093,377	337,125			
Machhapuchhre Bank Limited	21,482	4,775,569	4,979,528			
Nic Asia Bank Limited	18,610	13,000,670	14,772,618			
Sunrise Bank Limited	750	149,279	129,825			
Garima Bikas Bank Limited	14,328	5,087,123	5,802,840			
Muktinath Bikas Bank Limited	16,025	6,242,589	6,522,175			
Shangrila Development Bank Limited	9,071	2,630,693	2,920,862			
Shine Resunga Development Bank Limited	5,000	1,684,034	1,920,000			
Chhimek Laghubitta Bikas Bank Limited	3,037	2,671,143	3,037,000			
Nesdo Sambridha Laghubitta Bittiya Sanstha Limited	750	1,557,037	1,533,000			
Nirdhan Utthan Laghubitta Bittiya Sanstha Limited	197	148,948	150,705			
Mountain Energy Nepal Limited	1,320	999,584	1,313,400			
Sanima Mai Hydropower Limited	8,800	2,909,424	3,124,000			
Super Madi Hydropower Ltd.	750	328,495	316,500			
Neco Insurance Company Limited	10,099	7,579,572	8,999,219			
Siddhartha Premier Insurance Limited	2,500	1,458,712	1,946,250			
Shivam Cements Limited	11,070	4,524,823	7,212,105			
Uniliver Nepal Limited	100	1,926,261	3,299,800			
Arun Valley Hydropower Development Company Limited	1,000	290,753	255,000			
Citizen Investment Trust	270	603,842	564,030			
Forward Community Microfinance Bittiya Sanstha Limited	87	158,394	114,927			
Global Ime Bank Limited	2,796	1,102,331	520,056			
Global Ime Laghubitta Bittiya Sanstha Ltd.	97	175,224	102,917			
Himalayan Bank Limited	3,434	921,050	730,755			
Neco Insurance Company Limited	300	236,195	267,330			
Nepal Investment Mega Bank Ltd. Promoter Share	1,607	521,002	247,317			
Nic Asia Bank Limited	800	575,398	635,040			
Nirdhan Utthan Laghubitta Bittiya Sanstha Limited	417	448,018	319,005			
Nlg Insurance Company Limited	300	213,638	252,000			
Sagarmatha Lumbini Insurance Company Limited	888	992,997	664,224			
Shine Resunga Development Bank Limited	1,200	396,742	460,800			
Shivam Cements Limited	790	410,787	514,685			
Siddhartha Premier Insurance Limited	1,033	921,191	804,191			
Standard Chartered Bank Limited	1,000	538,741	530,100			
Swabalamban Laghubitta Bittiya Sanstha Limited	81	109,343	72,949			
Everest Bank Ltd.	3,965	2,198,652	2,232,295			
Nepal SBI Bank Ltd.	5,903	1,988,193	2,012,922			
ICFC Finance Ltd.	1,500	820,427	787,500			
Chilime Hydropower Company Ltd.	1,000	537,435	536,700			
Total	418,625	130,483,523	139,024,753	158,016	28,921,813	40,422,663
ii) Investment in Equity Instruments (Unquoted)						
Investment in Insurance Institute Nepal Ltd.	23,900	2,390,000	2,390,000	11,950	1,195,000	1,195,000

Investment in Multiderivative Exchange Ltd.	2,500	250,000	250,000	2,500	250,000	250,000
Vision Lumbini Urja Co. Ltd. - Promoter Share (VLUCLO)	500,000	100	50,000,000			
Total	26,400	2,640,000	52,640,000	14,450	1,445,000	1,445,000
iii) Investment in Mutual Funds						
Nabil Balance Fund 3	16,670	166,700	126,192	16,670	166,700	166,700
NMB sulav fund	200,000	2,000,000	1,998,000			
NIBL Growth fund	500,000	5,000,000	5,320,000			
Citizens Mutual Fund-1	69,300	1,081,080	650,034			
Citizens Mutual Fund-2	69,200	1,084,364	718,988			
Kumari Dhanabridhhi Yojana	130,000	1,300,000	1,305,200			
Laxmi Equity Fund	104,100	1,081,599	998,319			
Laxmi Unnati Kosh	59,800	645,242	561,522			
Nabil Balance Fund 3	16,680	166,800	126,268			
Nabil Balanced Fund-2	68,600	1,088,682	603,680			
Nabil Equity Fund	66,800	1,091,512	641,948			
Nic Asia Balance Fund	109,200	1,514,604	1,018,836			
Nic Asia Growth Fund	114,400	1,672,528	1,177,176			
Nmb 50	119,660	1,729,087	1,256,430			
Nmb Hybrid Fund L-1	70,785	1,070,977	763,770			
Sanima Equity Fund	106,900	1,718,952	1,261,420			
Sanima Large Cap Fund	500	5,065	4,460			
Sunrise First Mutual Fund	99,500	1,510,410	1,102,460			
Kumari Dhanabridhhi Yojana	620,000	6,200,000	6,224,800			
Sanima Large Cap Fund	56,800	577,656	506,656			
NMB sulav fund	250,000	2,500,000	2,497,500			
Total	2,848,895	33,205,258	28,863,659	16,670	166,700	166,700

d) The Company has earmarked investments amounting to NPR 11,064,550,000 to Nepal Insurance Authority.

11. Loans

Fig. in NPR

Particulars	Current Year	Previous Year
Loans measured at Amortised Cost		
Loans to Employees	119,709,035	78,135,482
Loans to Agents	15,245,433	1,454,725
Loans to Policyholders	1,033,183,758	197,936,193
Others (to be Specified)		
Less: Impairment Losses	(13,563,294)	
Total	1,154,574,932	277,526,400

a) Loans to Policyholders

Particulars	Loan amount		Interest Income	
	Current Year	Previous Year	Current Year	Previous Year
Endowment	732,351,086	93,487,657	20,626,994	5,346,089
Anticipated Endowment	156,853,490	29,100,979	4,707,666	1,969,223
Endowment Cum Whole Life	136,186,384	71,657,716	15,408,396	5,502,794
Non-participating Endowment	7,792,798	3,689,841	422,538	227,152

Foreign Employment Term	-	-	-	-
Other term	-	-	-	-
Total	1,033,183,758	197,936,193	41,165,594	13,045,258

a) Expected repayment within 12 months:

Particulars	Current Year	Previous Year
Loans to Employees	23,857,111	
Loan to Agents	6,267,114	
Loans to Policyholders	-	-
Others (to be Specified)	-	-
Total	30,124,225	-

12. Reinsurance Assets

Fig. in NPR

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	-	-	7,287,786	-			7,287,786	
Anticipated Endowment	-	-	57,200	-			57,200	
Endowment Cum Whole Life	-	-	9,800,000	-			9,800,000	
Non-participating Endowment	-	-	50,000	-			50,000	
Foreign Employment Term	-	-	720,000	-			720,000	
Other term	-	-	10,221,121	-			10,221,121	
Total	-	-	28,136,107	-	-	-	28,136,107	-

13. Insurance Receivables

Fig. in NPR

Particulars	Current Year	Previous Year
Receivable from Reinsurers		32,477,641
Receivable from Other Insurance Companies		-
Other (to be Specified)		-
Less: Impairment Losses		-
Total	-	32,477,641

a) Expected receivable within 12 months:

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

14. Other Assets

Fig. in NPR

Particulars	Current Year	Previous Year
Capital Advances	-	-
Prepaid Expenses	245,500	322,125
Claim Advances	-	-
Advances to Suppliers	-	-
Staff Advances	12,025,899	4,488,612
Printing and Stationery Stocks	-	-
Stamp Stocks	-	-
Deferred Expenses	8,711,445	5,411,114
Deferred Re-Insurance Commission Expenses	-	-
Deferred Agent Commission Expenses	-	-
Lease Receivables	-	-
Other (to be specified)		
i) Other Advance	305,820	-
ii) Application for Investment on Debenture	-	-
iii) Application for Investment on Shares	7,170,000	-
Less: Impairment Losses	-	-
Total	28,458,664	10,221,851

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

Particulars	Current Year	Previous Year
Capital Advances	-	-
Prepaid Expenses	245,500	322,125
Claim Advances	-	-
Advances to Suppliers	-	-
Staff Advances	12,025,899	4,488,612
Printing and Stationery Stocks	-	-
Stamp Stocks	-	-
Deferred Expenses	8,711,445	5,411,114
Deferred Re-Insurance Commission Expenses	-	-
Deferred Agent Commission Expenses	-	-
Lease Receivables	-	-
Others (to be specified)	-	-
i) Other Advance	305,820	-
ii) Application for Investment on Debenture	-	-
iii) Application for Investment on Shares	7,170,000	-
Less: Impairment Losses	-	-
Total	28,458,664	10,221,851

15. Other Financial Assets

Fig. in NPR

Particulars	Current Year	Previous Year
Security Deposits	4,566,539	598,150
Accrued Interest	793,383	41,485,558
Interest Receivable from Loan to Policyholders	106,368,960	11,916,159

Other Receivables	5,881,751	2,484,145
Other Deposits	-	-
Sundry Debtors	-	-
Other (to be Specified)	-	-
i) Deposit with portfolio manager	-	-
Less: Impairment Losses	-	-
Total	117,610,633	56,484,012

a) Expected maturities within 12 months:

Particulars	Current Year	Previous Year
Security Deposits	4,566,539	-
Accrued Interest	793,383	-
Interest Receivable from Loan to Policyholders	106,368,960	-
Other Receivables	5,881,751	2,484,145
Other Deposits	-	-
Sundry Debtors	-	-
Other (to be Specified)	-	-
i) Deposit with portfolio manager	-	-
Total	117,610,633	2,484,145

16. Cash and Cash Equivalent

Fig. in NPR

Particulars	Current Year	Previous Year
Cash in Hand	125,405,867	8,856
Cheques in Hand	138,697,230	-
Bank Balances		
i) Balance with "A" Class Financial Institutions	76,807,333	157,581,062
ii) Balance with Infrastructure Banks	-	-
iii) Balance with "B" Class Financial Institutions	127,931,544	-
iv) Balance with "C" Class Financial Institutions	37,965,871	-
iv) Balance with "D" Class Financial Institutions	105,721,482	-
Less: Impairment Losses	(43,456,700)	-
Deposits with initial maturity upto 3 months	-	-
Others (to be Specified)	-	-
Wallet Deposit	2,000,806	-
Less: Impairment Losses	-	(43,573,407)
Total	571,073,433	114,016,511

17(a) Share Capital

Fig. in NPR

Particulars	Current Year	Previous Year
Ordinary Shares		
As at Shrawan 1, 2079	4,184,000,000	1,400,000,000
Additions during the year	-	-
i) Bonus Share Issue	-	84,000,000
ii) Share Issue	-	600,000,000
As at Ashadh 31, 2080	4,184,000,000	2,084,000,000
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	4,184,000,000	2,084,000,000

(i) Ordinary Shares

Particulars	Current Year	Previous Year
Authorised Capital:	-	-
50,000,000 Ordinary Shares of Rs. 100 each	5,000,000,000	3,000,000,000
Issued Capital:	-	-
41,840,000 Ordinary Shares of Rs. 100 each	4,184,000,000	2,084,000,000
Subscribed and Paid Up Capital:	-	-
41,840,000 Ordinary Shares of Rs. 100 each	4,184,000,000	2,084,000,000
Total	4,184,000,000	2,084,000,000

(ii) Preference Share Capital

Particulars	Current Year	Previous Year
Authorised Capital:	-	-
..... Convertible Preference Shares of Rs. ... each	-	-
.....Irredeemable Preference Shares of Rs. ... each	-	-
Issued Capital:	-	-
..... Convertible Preference Shares of Rs. ... each	-	-
.....Irredeemable Preference Shares of Rs. ... each	-	-
Subscribed and Paid Up Capital:	-	-
..... Convertible Preference Shares of Rs. ... each	-	-
.....Irredeemable Preference Shares of Rs. ... 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	6,797,600	2,917,600	16.25%	14.00%
Nepali Citizens	22,490,400	11,670,400	53.75%	56.00%
Foreigners				
Others (to be Specified)				
Total (A)	29,288,000	14,588,000	70.00%	70.00%
Other than Promoters				
General Public	12,552,000	6,252,000	30.00%	30.00%
Others (to be Specified)				

Total (B)	12,552,000	6,252,000	30.00%	30.00%
Total (A+B)	41,840,000	20,840,000	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
Sanima Bank Limited	2,917,600	2,917,600	6.97%	20.00%
Siddhartha Bank Ltd.	2,640,000	-	6.31%	-
Jib Nath Lamichhane	2,380,970	2,380,970	5.69%	16.32%
Ghanashyam Thapa	1,351,474	1,351,474	3.23%	9.26%
Arun Kumar Ojha	1,266,030	1,266,030	3.03%	8.68%
Binaya Kumar Shrestha	1,255,610	1,255,610	3.00%	8.61%
Agni Holding Pvt. Ltd.	1,000,000	-	2.39%	-
Tek Raj Niraula	927,380	927,380	2.22%	6.36%
Shamba Lama	729,400	729,400	1.74%	5.00%
Khem Raj Lamichhane	718,980	718,980	1.72%	4.93%
Sonam Gyatso	625,200	625,200	1.49%	4.29%
Prabha Goenka	583,520	583,520	1.39%	4.00%
Savita Kedia	486,000	-	1.16%	-
	16,882,164	12,756,164	81.00%	87.45%

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 at Shrawan 1, 2079	-	-
Increase due to issue of shares at premium	-	-
Decrease due to issue of bonus shares	-	-
Transaction costs on issue of shares	-	-
Others (to be Specified)	-	-
As at Ashadh 31, 2080	-	-

17(d) Catastrophe Reserves

Particulars	Current Year	Previous Year
As at Shrawan 1, 2079	81,681,051	21,006,721
Additions	13,531,163	11,184,502
Utilizations	-	-
As at Ashadh 31, 2080	95,212,214	32,191,223

17(e) Retained Earnings

Particulars	Current Year	Previous Year
As at Shrawan 1, 2079	500,781,568	136,177,089
Net Profit or Loss	271,341,331	121,730,925
Items of OCI recognised directly in retained earnings		
Remeasurement of Post-Employment Benefit Obligations		
Transfer to reserves		
Revaluation Reserves		
Capital Reserves	-	
Catastrophe Reserves	(13,531,163)	(11,184,502)
Corporate Social Responsibility (CSR) Reserves	(2,706,233)	(1,118,450)
Insurance Fund		
Fair Value Reserves		(531,155)
Actuarial Reserves	-	
Deferred Tax Reserves	(3,275,352)	4,167,286
Regulatory Reserves	2,557,278	(5,902,244)
Other Reserve(to be specified)	-	
Transfer of Depreciation on Revaluation of Property and Equipment	-	
Transfer on Disposal of Revalued Property and Equipment	-	
Transfer of Disposal of Equity Instruments Measured at FVTOCI	-	
Issue of Bonus Shares		(84,000,000)
Transaction costs on issue of Shares	(3,464,560)	(10,647,053)
Dividend Paid	-	
Dividend Distribution Tax	-	(4,421,053)
Transfer to Insurance Contract Liability	-	(4,780,391)
Others (to be Specified)		
i) CSR Reserve	-	
ii) Prior Period Adjustments	23,663,936	8,240,733
As at Ashadh 31, 2080	775,366,805	147,731,185

17(f) Other Equity

Particulars	Current Year	Previous Year
Revaluation Reserves		
Capital Adjustment Reserves	34,493,523	
Corporate Social Responsibility (CSR) Reserves	4,606,746	1,118,450
Insurance Fund		
Fair Value Reserves	122,293	6,099,382
Actuarial Reserves		
Deferred Tax Reserve	18,818,705	891,844
Other Reserves		
i) Regulatory Reserves	-	7,682,032
ii) Contingency Reserve		
iii) Other		
Total	58,041,268	15,791,708

18. Provisions

Fig. in NPR

Particulars	Current Year	Previous Year
Provisions for employee benefits		
i) Provision for Leave	28,883,823	18,064,616
ii) Provision for Gratuity		
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		
Total	28,883,823	18,064,616

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
Provisions for employee benefits						
i) Provision for Leave	18,064,616	10,819,207		-	-	28,883,823
ii) Provision for Gratuity	-			-	-	-
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)	-	-	-	-	-	-

b) Provision with expected payouts within 12 months:

Particulars	Current Year	Previous Year
Provisions for employee benefits		
i) Provision for Leave	6,104,642	4,178,683
ii) Provision for Gratuity		
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	-	
Total	6,104,642	4,178,683

19. Gross Insurance Contract Liabilities

Fig. in NPR

Particulars	Current Year	Previous Year
Life Insurance Fund as per Actuary Report (19.1)	10,155,456,884	3,448,993,390
Claim Payment Reserve including IBNR (19.2)	608,005,528	84,805,522

Transfer from:	-	-
Fair Value Reserve	5,151,740	5,401,468
Actuarial Reserve		-
Revaluation Reserve		-
Other Reserve		-
Net gain on fair value changes on FVTPL instruments		-
Fair Value Gain on Investment Properties		-
Share of Profit of Associates accounted as per Equity Method		-
Share of Other Comprehensive Income of Associates Accounted for using the Equity Method		-
Total	10,768,614,151	3,539,200,381

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

At each reporting date, an assessment is made of whether the recognized long-term business provisions are adequate, using current estimates of future cash flows. If that assessment shows that the carrying amount of the liabilities (less related assets) is insufficient in the light of the estimated future cash flows, the deficiency is recognized in the income statement by setting up an additional provision in the statement of financial position. The liability has been determined as per Actuarial Valuation directive, 2077 issued by Nepal Insurance Authority. For calculation of liabilities, Poly Systems Life Master model is used. Liabilities calculated by the Model are based on mortality, persistency, expense, interest rate and bonus rate assumptions which are updated annually at each fiscal year end

Accounting policy for valuation of liabilities

The company has followed going concern basis on account of liability valuation. To be prudent, sufficient margin for adverse deviation has been considered. Active policies (including policies from which premium is received and premium due to be received) and expenses incurred in the fiscal year have been considered for liability valuation. Liabilities for probability of revival has also been considered and future bonus has been adequately considered in the liabilities.

Inflows include:

- Investment income on reserves and net cash flows at each point of time
- Premium: Premium is due at the beginning of the month of premium mode

Outflows include:

- Expected Death benefit = Probability of death x Death Benefit
- Expected Survival/Maturity benefit = Probability of survival x Survival/Maturity Benefit
- Maintenance Expenses: There are two types of Maintenance expense:
 - Percentage of premium
 - Per Policy Expense
- Commission

ii) Notes on valuation methods and assumptions

The valuation has been performed based on Gross Premium Valuation (GPV) method as prescribed by valuation directive issued by Nepal Insurance Authority. For shorter duration non participatory fund, reserve is based on unearned premium reserve. GPV is calculated as the expected present value of future outflows less the expected present value of future inflows. GPV is then further adjusted for the following items:

- Zeroization – Individual reserves are floored to 0.
- Surrender Value Deficiency (Cash Value Adjustment) – ensuring that at product level the reserves are not less than the cash value at valuation date. In case reserves are lower, keeping the difference of cash value & reserves as additional amount of reserves.
- Adjustment – These are additional reserves adjustment for items like due premiums, payments due but not paid to matured policies etc.

To validate if the model has picked correct assumptions to calculate the reserves, Model point testing is performed. Model points are selected such that each and every aspect of a policy is covered. Following factors are considered while choosing appropriate model point: -

- Product
- Policy-term
- Gender
- Cohort
- Premium mode

This testing is performed annually at the time of statutory valuation. In addition, whenever there are assumption updates; model point testing is performed to ensure that correct assumptions are being picked by Poly Systems.

Discount rate of 6% is used as prescribed by Nepal Insurance Authority.

Mortality assumption of 50.6% of Nepal Mortality Table, 2009 for Male and 38.5% of Nepal Mortality Table, 2009 for Female is used with loading of 10% in the best estimate mortality as a Provision for Adverse Deviation (PAD)."

iii) Note on the discounting policy

Discount rate of 6% (Determined by Nepal Insurance Authority) or return on investment whichever is lower is considered. As return on investment is higher than 6%, Discount rate of 6% is considered.

iv) Notes on aggregation practises

The model used for reserve calculation calculates the reserves at Policy level. However, results can be extracted at group level or at required granularity (e.g. by product, by policy etc.). There is no additional aggregation of data performed for reserve calculation.

Sensitivity of Liabilities:

Sensitivity testing is performed based on following assumptions and scenarios:

Assumption	Scenario(s)
Mortality	Base: Liabilities with PAD (10%) -Liabilities without PAD -Liabilities with PAD (20%)
Interest	-Plus/Minus 100 bps
Expenses	-Plus/Minus 10%

Annexure 19.1: Life Insurance Fund

Particulars	Endowment	Anticipated Endowment	Endowment cum Whole Life	Non-participating Endowment	Foreign Employment Term	Other term	Total
Opening Life Insurance Fund	2,034,925,033	759,312,010	442,197,852	101,029,120	107,769,969	3,759,406	3,448,993,390
Adjustment in opening balance							
Business Combination (Transfer)	3,617,716,858	693,783,426	346,620,205	36,051,487	96,212,306	174,331,374	4,964,715,656
Adjusted Opening Life Insurance Fund	5,652,641,891	1,453,095,436	788,818,057	137,080,607	203,982,275	178,090,780	8,413,709,046
Surplus transfer to Life Insurance fund as per Sec 21 of the directive	1,683,526,208	(183,337,440)	182,626,458	49,122,877	90,936,822	4,052,202	1,826,927,127
Gross Life Insurance Fund for valuation (A)	7,336,168,099	1,269,757,995	971,444,515	186,203,484	294,919,098	182,142,982	10,240,636,173
Net policyholder's liability	6,629,464,567	1,136,709,590	895,894,739	181,692,868	239,945,893	166,659,284	9,250,366,941
Surplus/(Deficit) before shareholder transfer	706,703,532	133,048,405	75,549,776	4,510,616	54,973,205	15,483,698	990,269,232
Transfer to shareholder fund (B)	71,825,816	21,070,577	6,527,365	4,510,616	54,973,205	15,483,698	174,391,277
Transfer from shareholder fund to cover deficit as per actuary report (C)	11,554,627	77,657,361	-	-	-	-	89,211,988
Closing life insurance Fund as per actuarial valuation (D=A-B+C)	7,275,896,910	1,326,344,779	964,917,150	181,692,868	239,945,893	166,659,284	10,155,456,884
i) Life fund to cover Net Policyholder's liability	6,629,464,567	1,136,709,590	895,894,739	181,692,868	239,945,893	166,659,284	9,250,366,941
ii) Life fund to cover Cost of bonus	646,432,343	189,635,189	58,746,282				894,813,814
iii) Any other liabilities							-
iv) Unallocated surplus			10,276,129				10,276,129

**Gross Insurance Contract Liabilities
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	16,599,601	1,725,000	-	-	-	-	-	-	-	-	2,489,940	-	19,089,541	1,725,000
Anticipated Endowment	20,799,441	1,150,000	454,887,442	81,009,680	-	-	-	-	-	-	71,353,032	-	547,039,915	82,159,680
Endowment Cum Whole Life	11,050,000	-	-	-	-	-	-	-	-	-	1,657,500	-	12,707,500	-
Non-participating Endowment	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Foreign Employment Term	2,200,000	230,842	-	-	-	-	-	-	-	-	330,000	-	2,530,000	230,842
Other term	23,163,975	690,000	-	-	-	-	-	-	-	-	3,474,596	-	26,638,571	690,000
Total	73,813,017	3,795,842	-	81,009,680	-	-	-	-	-	-	79,305,069	-	608,005,528	84,805,522

Description	Gross Outstanding Claim Reserve		Claim Outstanding upto one year		Unclaimed Fund (As per sec 123(2) of Insurance Act, 2019)		Transferred 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	19,089,541	1,725,000	19,089,541	1,725,000	-	-	-	-	19,089,541	1,725,000
Anticipated Endowment	547,039,915	82,159,680	547,039,915	82,159,680	-	-	-	-	547,039,915	82,159,680
Endowment Cum Whole Life	12,707,500	-	12,707,500	-	-	-	-	-	12,707,500	-
Non-participating Endowment	-	-	-	-	-	-	-	-	-	-
Foreign Employment Term	2,530,000	230,842	2,530,000	230,842	-	-	-	-	2,530,000	230,842
Other term	26,638,571	690,000	26,638,571	690,000	-	-	-	-	26,638,571	690,000
Total	608,005,528	84,805,522	608,005,528	84,805,522	-	-	-	-	608,005,528	84,805,522

20. Insurance Payables

Fig. in NPR

Particulars	Current Year	Previous Year
Payable to Reinsurers	37,455,873	1,147,332
Payable to other insurance companies	133,315	-
Others (to be Specified)	-	-
Total	37,589,188	1,147,332

Payable within 12 months:

Particulars	Current Year	Previous Year
Payable to Reinsurers	37,455,873	1,147,332
Payable to other insurance companies	133,315	-
Others (to be Specified)	-	-
Total	37,589,188	1,147,332

21. Current Tax Assets/ (Liabilities) (Net)

Fig. in NPR

Particulars	Current Year	Previous Year
Income Tax Liabilities	-	-
Income Tax Assets	352,410,781	116,724,902
Total	352,410,781	116,724,902

22. Borrowings

Fig. in NPR

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

Fig. in NPR

Particulars	Current Year	Previous Year
TDS Payable	44,514,001	24,223,718
Unidentified Deposits	9,473,065	-
Advance Premiums	368,772,577	-
Insurance Service Fee Payable	46,303,940	24,275,899
Lease Liability	373,276,334	201,617,375
Deferred Reinsurance Commission Income	-	-
Deferred Income	-	-
Others	-	-
i) Excess Deposit	8,366,089	-

ii) Wada Rental Tax Payable	14,399,613	
iii) VAT Payable	416,390	
Total	865,522,011	250,116,992

Payable within 12 months:

Particulars	Current Year	Previous Year
TDS Payable	44,514,001	24,223,718
Unidentified Deposits	9,473,065	-
Advance Premiums	368,772,577	-
Insurance Service Fee Payable	46,303,940	24,275,899
Lease Liability	373,276,334	201,617,375
Deferred Reinsurance Commission Income	-	-
Deferred Income	-	-
Others	-	-
i) Excess Deposit	8,366,089	-
ii) Wada Rental Tax Payable	14,399,613	-
iii) VAT Payable	416,390	-
Total	865,522,011	250,116,992

24. Other Financial Liabilities

Fig. in NPR

Particulars	Current Year	Previous Year
Redeemable Preference Shares	-	-
Irredeemable Cumulative Preference Shares	-	-
Refundable Share Application Money	-	-
Payable to Agents	184,249,804	71,466,304
Sundry Creditors	20,977,458	23,029,143
Retention and deposits	738,802	
Short-term employee benefits payable		
i) Salary Payables	1,308,341	9,746,535
ii) Bonus Payables	69,967,548	19,511,883
iii) SSF contribution Payables	2,227,494	
iv) CIT Payable	1,213,052	
iv) Gratuity Payable	4,224,678	
iv) Providend Fund Payable	1,708,131	
v) Incentive Payables to Staff	2,534,794	
vi) Fuel Expenses	1,029,147	
vii) Other employee benefit payables	1,042,903	
Audit Fees Payable	339,000	500,000
Actuarial Fees Payable		
Dividend Payable	630	4,421,053
Others (to be specified)		
i) Calim Reserve	56,180,468	
ii) Stale Cheque	524,492	
iii) Provision for Expenses	7,972,631	
iv) Branch petty cash payable	2,683,710	-
iv) Other Payables	3,911,640	
Total	362,834,721	128,674,918

Payable within 12 months:

Particulars	Current Year	Previous Year
Redeemable Preference Shares	-	-
Irredeemable Cumulative Preference Shares	-	-
Refundable Share Application Money	-	-
Payable to Agents	184,249,804	71,466,304
Sundry Creditors	20,977,458	23,029,143
Retention and deposits	738,802	-
Short-term employee benefits payable	-	-
i) Salary Payables	1,308,341	9,746,535
ii) Bonus Payables	69,967,548	19,511,883
iii) SSF contribution Payables	2,227,494	-
iv) CIT Payable	1,213,052	-
iv) Gratuity Payable	4,224,678	-
iv) Providend Fund Payable	1,708,131	-
v) Incentive Payables to Staff	2,534,794	-
vi) Fuel Expenses	1,029,147	-
vii) Other employee benefit payables	1,042,903	-
Audit Fees Payable	339,000	500,000
Actuarial Fees Payable	-	-
Dividend Payable	630	4,421,053
Others (to be specified)	-	-
i) Calim Reserve	56,180,468	-
ii) Stale Cheque	524,492	-
iii) Provision for Expenses	7,972,631	-
iv) Other Payables	3,911,640	-
Total	360,151,011	128,674,918

25. Gross Earned Premium

Fig. in NPR

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	2,107,880,387	1,194,669,281	-	-	-	-	2,107,880,387	1,194,669,281
Anticipated Endowment	891,338,889	903,261,057	-	-	-	-	891,338,889	903,261,057
Endowment Cum Whole Life	187,389,353	155,658,421	-	-	-	-	187,389,353	155,658,421
Non-participating Endowment	50,211,839	31,474,361	-	-	-	-	50,211,839	31,474,361
Foreign Employment Term	216,815,335	114,361,376	-	-	-	-	216,815,335	114,361,376
Other term	98,252,103	5,342,435	-	-	-	-	98,252,103	5,342,435
Total	3,551,887,906	2,404,766,931	-	-	-	-	3,551,887,906	2,404,766,931

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	663,619,939	434,456,418	1,285,352,606	666,039,522	158,907,842	94,173,341	2,107,880,387	1,194,669,281
Anticipated Endowment	76,010,465	422,748,761	815,328,424	480,512,296	-	-	891,338,889	903,261,057
Endowment Cum Whole Life	28,440,431	35,709,952	152,681,507	115,315,377	6,267,415	4,633,092	187,389,353	155,658,421
Non-participating Endowment	19,011,248	-	31,200,591	31,474,361	-	-	50,211,839	31,474,361
Foreign Employment Term	216,815,335	114,361,376	-	-	-	-	216,815,335	114,361,376
Other term	93,669,154	1,960,176	4,582,949	3,382,259	-	-	98,252,103	5,342,435
Total	1,097,566,572	1,009,236,683	2,289,146,077	1,296,723,815	165,175,257	98,806,433	3,551,887,906	2,404,766,931

26. Premiums Ceded

Fig. in NPR

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	40,394,923	21,862,028	-	-	40,394,923	21,862,028
Anticipated Endowment	27,832,536	26,163,425	-	-	27,832,536	26,163,425
Endowment Cum Whole Life	3,898,734	3,165,921	-	-	3,898,734	3,165,921
Non-participating Endowment	688,971	530,052	-	-	688,971	530,052
Foreign Employment Term	87,784,741	210,456	-	-	87,784,741	210,456
Other Term	22,982,633	856,489	-	-	22,982,633	856,489
Total	183,582,538	52,788,371	-	-	183,582,538	52,788,371

26.1 Portfolio-wise detail of Net Earned Premium

Particulars	Gross Earned Premiums		Premium Ceded		Net Earned Premium	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	2,107,880,387	1,194,669,281	40,394,923	21,862,028	2,067,485,464	1,172,807,253
Anticipated Endowment	891,338,889	903,261,057	27,832,536	26,163,425	863,506,353	877,097,632
Endowment Cum Whole Life	187,389,353	155,658,421	3,898,734	3,165,921	183,490,619	152,492,500
Non-participating Endowment	50,211,839	31,474,361	688,971	530,052	49,522,868	30,944,309
Foreign Employment Term	216,815,335	114,361,376	87,784,741	210,456	129,030,594	114,150,920
Other Term	98,252,103	5,342,435	22,982,633	856,489	75,269,470	4,485,946
Total	3,551,887,906	2,404,766,931	183,582,538	52,788,371	3,368,305,368	2,351,978,560

27. Commission Income

Fig. in NPR

Particulars	Reinsurance Commission		Profit Commission		Total Commission Income	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	-	-	-	-	-	-
Anticipated Endowment	-	-	-	-	-	-
Endowment Cum Whole Life	-	-	-	-	-	-
Non-participating Endowment	-	-	-	-	-	-
Foreign Employment Term	-	-	-	-	-	-
Other term	-	-	-	-	-	-
Total	-	-	-	-	-	-

28. Other Direct Income

Fig. in NPR

Particulars	Other Direct Income		Late Fee		Total Other Direct Income	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	-	-	5,785,100	2,139,947	5,785,100	2,139,947
Anticipated Endowment	-	-	4,180,380	1,192,663	4,180,380	1,192,663
Endowment Cum Whole Life	-	-	954,904	407,369	954,904	407,369
Non-participating Endowment	-	-	185,062	127,653	185,062	127,653
Foreign Employment Term	-	-	-	-	-	-
Other term	-	-	14,012	12,302	14,012	12,302
Total	-	-	11,119,458	3,879,934	11,119,458	3,879,934

29. Income from Investments and Loans

Fig. in NPR

Particulars	Current Year	Previous Year
Interest Income from Financial Assets Designated at Amortised Costs		
i) Fixed Deposit with "A" Class Financial Institutions	500,669,586	234,195,793
ii) Fixed Deposit with Infrastructure Bank		-
iii) Fixed Deposit with "B" Class Financial Institutions	136,948,481	63,405,102
iv) Fixed Deposit with "C" Class Financial Institutions	19,863,168	8,735,754
v) Debentures	156,068,185	90,840,305
vi) Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)		-
vii) Bank Deposits other than Fixed Deposit	10,249,484	1,226,959
viii) Agent Loans	669,082	222,717
ix) Employee Loans	10,962,729	6,233,192
x) Other Interest Income (to be specified)	-	-
Financial Assets Measured at FVTOCI		
i) Interest Income on Debentures		-
ii) Dividend Income	1,164,113	-
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		-
Others (to be Specified)		-
Total	836,594,829	404,859,822

30. Net Gain/(Losses) on Fair Value Changes

Fig. in NPR

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	-	-
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	-	-

31. Net Realised Gain/(Losses)

Fig. in NPR

Particulars	Current Year	Previous Year
Realised Gain/(Losses) on Derecognition of Financial Assets Measured at FVTPL	-	-
i) Equity Instruments	-	-
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)	-	-
Realised Gains/ (Losses) on Derecognition of Financial Assets Measured at FVTOCI	-	-
i) Equity Instruments	(1,199,727)	1,553,894
Total	(1,199,727)	1,553,894

32. Other Income

Fig. in NPR

Particulars	Current Year	Previous Year
Unwinding of discount on Financial Assets at Amortised Cost	-	-
i) Employee Loans	-	-
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 (Policy Charges & Miscellaneous Income)	907,295	-
Total	907,295	-

33. Gross Benefits, Claims Paid and Claims Ceded

Fig. in NPR

Particulars	Gross Benefits and Claims Paid		Claims Ceded		Net Claims Paid	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	112,129,429	46,510,515	21,338,741	5,885,333	90,790,688	40,625,183
Anticipated Endowment	743,116,870	363,790,723	7,503,667	19,646,667	735,613,203	344,144,056
Endowment cum Whole Life	25,778,563	49,357,051	500,000	6,649,667	25,278,563	42,707,384
Non-participating Endowment	1,652,677	770,836	-	-	1,652,677	770,836
Foreign Employment Term	51,621,669	28,386,898	14,232,600	3,546,000	37,389,069	24,840,898
Other term	110,637,418	2,524,350	65,758,648	914,610	44,878,770	1,609,740
Total	1,044,936,626	491,340,373	109,333,656	36,642,276	935,602,970	454,698,097

33.1 Details of Gross Benefits and Claim Paid

Particulars	Death Claim		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	27,205,311	22,226,985	1,452,320	-	-	-	69,787,570	24,283,530	13,684,228	-	112,129,429	46,510,515
Anticipated Endowment	6,959,298	24,063,500	-	339,048,524	722,033,090	8,874,482	8,874,482	678,699	5,250,000	-	743,116,870	363,790,723
Endowment Cum Whole Life	2,379,867	9,779,866	3,830,000	-	-	19,568,696	39,577,185	39,577,185	-	-	25,778,563	49,357,051
Non-participating Endowment	-	-	-	-	-	1,652,677	770,836	770,836	-	-	1,652,677	770,836
Foreign Employment Term	51,621,669	28,386,898	-	-	-	-	-	-	-	-	51,621,669	28,386,898
Other term	110,637,418	2,524,350	-	-	-	-	-	-	-	-	110,637,418	2,524,350
Total	198,803,563	86,981,599	5,282,320	339,048,524	722,033,090	99,883,425	65,310,250	18,934,228	-	-	1,044,936,626	491,340,373

34. Gross Change in Contract Liabilities

Fig. in NPR

	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	1,630,275,016	890,705,667	7,287,786		1,622,987,230	890,705,667
Anticipated Endowment	58,820,148	266,124,013	57,200		58,762,948	266,124,013
Endowment Cum Whole Life	187,136,282	93,822,225	9,800,000		177,336,282	93,822,225
Non-participating Endowment	44,460,107	11,731,859	50,000		44,410,107	11,731,859
Foreign Employment Term	35,016,068	52,650,669	720,000		34,296,068	52,650,669
Other Term	7,703,190	(180,026)	10,221,121		(2,517,931)	(180,026)
Total	1,963,410,811	1,314,854,407	28,136,107	-	1,935,274,704	1,314,854,407

35. Commission Expenses

Fig. in NPR

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	158,106,810	97,459,099	126,555,746	75,752,447	9,622,969	5,534,171	294,285,525	178,745,717
Anticipated Endowment	18,647,264	105,101,770	87,726,510	75,396,526		-	106,373,774	180,498,296
Endowment Cum Whole Life	6,437,941	7,956,328	12,257,837	11,463,570	265,704	277,986	18,961,481	19,697,883
Non-participating Endowment	4,762,036		2,033,312	2,459,871			6,795,348	2,459,871
Foreign Employment Term	-		-	-			-	-
Other Term	9,079,777	167,541	185,327	138,941			9,265,103	306,482
Total	197,033,828	210,684,738	228,758,732	165,211,355	9,888,673	5,812,157	435,681,232	381,708,250

36. Service Fees

Fig. in NPR

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	16,723,264	11,946,693	326,747	218,620	16,396,516	11,728,073
Anticipated Endowment	7,217,304	9,032,611	237,543	261,634	6,979,761	8,770,976
Endowment Cum Whole Life	1,514,451	1,556,584	31,911	31,659	1,482,540	1,524,925
Non-participating Endowment	400,390	314,744	5,728	5,301	394,662	309,443
Foreign Employment Term	1,843,847	1,143,614	744,924	2,105	1,098,923	1,141,509
Other Term	513,056	53,424	173,400	8,565	339,656	44,859
Total	28,212,311	24,047,669	1,520,254	527,884	26,692,058	23,519,786

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

37. Other Direct Expenses

Fig. in NPR

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	-	-	-	-	-	-
Non-participating Endowment	-	-	-	-	-	-

Foreign Employment Term	-	-	-	-	-	-
Other term	-	-	-	-	-	-
Total	-	-	-	-	-	-

38. Employee Benefit Expenses

Fig. in NPR

Particulars	Current Year	Previous Year
Salaries	104,382,179	72,811,961
Allowances	78,418,706	50,776,225
Festival Allowances	9,513,310	7,502,896
Defined Benefit Plans		
i) Gratuity	6,251,498	5,730,143
ii) Others (Leave provision)		
Defined Contribution Plans		
i) Provident Fund/Social Security Fund	13,371,898	6,869,823
ii) Others		
Leave Encashment	1,872,647	
Termination Benefits	-	
Training Expenses	3,836,367	1,382,672
Uniform Expenses	302,800	1,800,450
Medical Expenses		
Insurance Expenses	2,177,346	1,145,458
Welfare		
Others		
i) Staff Incentive	4,778,281	
ii) Fuel and Conveyance Expenses		
iii) Stipend to Interns	78,678	
iv) New employee recruitment cost		
v) Outsourcing cost	6,089,227	
vi) Provision for leave	4,355,300	7,026,382
vi) Amortization of Deferred Employee Cost	3,164,934	1,137,945
Sub-Total	238,593,169	156,183,953
Employees Bonus	29,785,109	12,604,741
Total	268,378,278	168,788,695

39. Depreciation and Amortization Expenses

Fig. in NPR

Particulars	Current Year	Previous Year
Amortization of Goodwill & Intangible Assets (Refer Note. 4)	514,186	
Depreciation on Property and Equipment (Refer Note. 5)	60,808,785	44,987,689
Depreciation on Investment Properties (Refer Note. 6)		-
Total	61,322,971	44,987,689

40. Impairment Losses

Fig. in NPR

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	2,889,891	
iii) Other Financial Assets		
iv) Cash and Cash Equivalents		42,966,415
v) Others (to be Specified)		
Impairment Losses on Other Assets		
i) Reinsurance Assets		
ii) Insurance Receivables		
iii) Lease Receivables		
iv) Others (to be Specified)		
Total	2,889,891	42,966,415

41. Other Operating Expenses

Fig. in NPR

Particulars	Current Year	Previous Year
Rent Expenses	-	-
Electricity and Water	2,818,018	2,031,598
Repair & Maintenance	-	-
i) Buildings	-	-
ii) Vehicles	802,560	611,327
iii) Office Equipments	485,585	575,938
iv) Furniture		
v) Computer Hardware	738,227	
vi) Leasehold	769,213	
iv) Others	42,257	147,911
Telephone & Communication	12,437,578	8,787,383
Printing & Stationary	5,270,753	3,403,368
Office Consumable Expenses	540,108	1,416,311
Travelling Expenses		
i) Domestic	4,285,614	3,314,079
ii) Foreign	-	
Transportation Expenses	500,953	
Agent Training	3,296,161	9,117,686
Agent Others	198,189,902	146,226,864
Insurance Premium	1,094,837	979,790
Security and Outsourcing Expenses	974,248	632,150
Legal and Consulting Expenses	178,630	892,116
Newspapers, Books and Periodicals	37,389	19,165

Advertisement & Promotion Expenses	3,533,422	878,855
Business Promotion	6,541,645	4,618,348
Guest Entertainment		3,598,729
Gift and Donations		51,378
Board Meeting Fees and Expenses		
i) Meeting Allowances	1,004,000	716,000
ii) Other Expenses	178,213	63,281
Other Committee/ Sub-committee Expenses		
i) Meeting Allowances	254,000	1,977
ii) Other Expenses	185,135	866,080
General Meeting Expenses	221,892	169,377
Actuarial Service Fee	5,748,443	
Other Actuarial Expenses	542,909	
Audit Related Expenses		
i) Statutory Audit	339,000	259,360
ii) Tax Audit		
iii) Long Form Audit Report		
iv) Other Fees		
v) Internal Audit	297,346	217,328
vi) IT Audit	508,500	
vii) Others (DDA)		
viii) Others Expenses	124,370	
Bank Charges	207,676	43,094
Fee and Charges	152,959	2,205,419
Postage Charges	1,548,202	1,102,104
Foreign Exchange Losses		
Others		
i) Other Direct expenses		
ii) Office expenses	6,778,357	7,787,216
iii) Cleaning Expenses	6,799,367	
iv) CSR Related Expenses		
v) FE Management Expenses		6,768,676
vi) Merger Related Expenses	6,231,459	
vii) Fuel Expenses	12,926,765	
viii) Wada/Municipality Renewal & Registration expenses	817,397	
ix) Wallet Commission	4,271,865	
x) Miscellaneous expense	1,547,625	3,527,767
Sub-Total	293,222,577	211,030,674
Medical examination fee	1,928,520	2,403,906
Fines, interest, Late Fees and Penalties	820,506	
Total	295,971,604	213,434,580

42. Finance Cost

Fig. in NPR

Particulars	Current Year	Previous Year
Unwinding of discount on Provisions		
Unwinding of discount on Financial Liabilities at Amortised Costs	26,292,635	12,519,798

Interest Expenses - Bonds		
Interest Expenses - Debentures		
Interest Expenses - Term Loans		
Interest Expenses - Leases		
Interest expenses - Overdraft Loans		
Others (Finance Cost-Claim Reserve)	720,495	
Others (to be Specified)		
Total	27,013,130	12,519,798

43. Income Tax Expense

Fig. in NPR

Particulars	Current Year	Previous Year
Current Tax		
i) Income Tax Expenses for the Year		
ii) Income Tax Relating to Prior Periods		
Deferred Tax For The Year		
i) Originating and reversal of temporary differences	(3,275,352)	92,488
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	(3,275,352)	92,488

(b) Reconciliation of Taxable Profit & Accounting Profit

Particulars	Current Year	Previous Year
Accounting Profit Before Tax	268,065,979	117,839,753
Applicable Tax Rate	25%	25%
Tax at the applicable rate on Accounting Profit	67,016,495	29,459,938
Add: Tax effect of expenses that are not deductible for tax purpose		
i) Due to Non deductible expenses	244,705,714	118,190,678
ii) Due to Depreciation amount	12,501,961	3,141,333
Less: Tax effect on exempt income and additional deduction		
i) Due to Non Taxable Income	(842,367,370)	(575,095,345)
ii) Due to deductible expenses	(11,314,989)	
Less: Adjustments to Current Tax for Prior Periods		
Add/ (Less): Deferred Tax		
Income Tax relating to Prior Periods		
Income Tax Expense	(529,458,190)	(424,303,395)
Effective Tax Rate	0%	0%

44. Employee Retirement Benefits

a) Post Employment Benefit - Defined Contribution Plans

For the year ended Ashadh 31, 2080 (July 16, 2023) the company has recognised an amount of NPR. 10,819,207/- 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 recognized in Statement of Profit and Loss

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Current service cost	7,679,814	7,748,037	-	-
Past service cost			-	-
Net interest cost (a-b)	1,445,896	1,024,402	-	-
a. Interest expense on defined benefit obligation (DBO)		568,560	-	-
b. Interest (income) on plan assets			-	-
Net Actuarial Losses/(gain)	(2,824,412)	(3,001,011)	-	-
Defined benefit cost included in Statement of Profit or Loss	6,301,298	5,771,428	-	-

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

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
a. Actuarial (gain)/ loss due to financial assumption changes in DBO	-	-	-	-
b. Actuarial (gain)/ loss due to experience on DBO	-	-	-	-
c. Return on plan assets (greater)/ less than discount rate	-	-	-	-
Total actuarial (gain)/ loss included in OCI	-	-	-	-

e) Total cost recognised in Comprehensive Income

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Cost recognised in Statement of Profit or Loss	6,301,298	5,771,428	-	-
Remeasurements effects recognised in OCI	-	-	-	-
Total cost recognised in Comprehensive Income	6,301,298	5,771,428	-	-

f) Change in Defined Benefit Obligation

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Defined benefit obligation as at the beginning of the year	18,064,616	13,384,618		
Service cost	7,679,814	7,748,037		
Interest cost	1,445,896	1,024,402		

Benefit payments from plan assets	(3,998,203)			
Acquisition/Business Combination/Divestiture	8,516,112	-		
Actuarial (gain)/ loss - financial assumptions	(2,824,412)	(3,001,011)		
Actuarial (gain)/ Loss - experience				
Defined Benefit Obligation as at Year End	28,883,823	19,156,046	-	-

g) Change in Fair Value Of Plan Assets

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Fair value of plan assets at end of prior year			-	-
Interest Income			-	-
Expected return on plan assets			-	-
Employer contributions			-	-
Participant contributions			-	-
Benefit payments from plan assets			-	-
Transfer in/ transfer out			-	-
Actuarial gain/ (loss) on plan assets			-	-
Fair value of Plan Assets as at Year End	-	-	-	-

h) Net Defined Benefit Asset/(Liability)

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Defined Benefit Obligation	(28,883,823)	(19,156,046)	-	-
Fair Value of Plan Assets	-	-	-	-
Liability/ (Asset) Recognised in Statement of Financial Position	(28,883,823)	(19,156,046)	-	-

i) Expected Company Contributions for the Next Year

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	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		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Net defined benefit liability/(asset) at prior year end	(18,064,616)	(13,384,618)		
Defined benefit cost included in Statement of Profit or Loss	(6,301,298)	(5,771,428)		
Total remeasurements included in OCI	-	-		
Acquisition/Divestment	-	-		
Employers contributions	-	-		
Benefits directly paid by the company (Related to Leave payment)	(4,517,909)	1,091,430		
Net asset / (liability) recognised at the end of the period	(28,883,823)	(18,064,616)	-	-

k) Reconciliation of Statement of Other Comprehensive Income

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Cumulative OCI - (Income)/Loss, beginning of period			-	-
Total remeasurements included in OCI	-	-	-	-
Cumulative OCI - (Income)/Loss	-	-	-	-

l) Current/Non - Current Liability

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Current Liability	6,104,642	4,871,683		
Non - Current Liability	22,779,181	13,192,933		
Total	28,883,823	18,064,616	-	-

(m) Expected Future Benefits

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Within 1 year	6,104,642	4,871,683		
Between 1-2 years	5,349,473	3,940,616		
Between 2-5 years	12,558,899	7,849,051		
From 6 to 10	12,612,061	5,825,838		
Total	36,625,075	22,487,188	-	-

(n) Plan Assets

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
	(% Invested)	(% Invested)	(% Invested)	(% Invested)
Government Securities (Central and State)	-	-	-	-
Corporate Bonds (including Public Sector bonds)	-	-	-	-
Mutual Funds	-	-	-	-
Deposits	-	-	-	-
Cash and bank balances	-	-	-	-
Others (Gratuity Fund Scheme of Citizen Investment Trust)	-	-	-	-
Total	-	-	-	-

(o) Sensitivity Analysis

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Effect in Defined Benefit Obligation Due to 1% Increase in Discount Rate	27,785,247	17,533,000	-	-
Effect in Defined Benefit Obligation Due to 1% Decrease in Discount Rate	30,079,073	18,633,556	-	-
Effect in Defined Benefit Obligation Due to 1% Increase in Salary Escalation Rate	30,090,524	18,531,440	-	-

Effect in Defined Benefit Obligation Due to 1% Decrease in Salary Escalation Rate	27,555,729	17,620,040	-	-
Effect in Defined Benefit Obligation Due to 1% Increase in Attrition Rate	29,004,237	-	-	-
Effect in Defined Benefit Obligation Due to 1% Decrease in Attrition Rate	28,752,947	-	-	-

p) Assumptions

Particulars	Employee Benefit Plan	Any Other Funded Liability
Discount Rate	10.00%	10.00%
Escalation Rate (Rate of Increase in Compensation Levels)	8.00%	8.00%
Attrition Rate (Employee Turnover)	0.00%	18.50%
Mortality Rate During Employment	Nepali Assured Lives Mortality (2009)	Nepali Assured Lives Mortality (2009)

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.

Fig. in NPR

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	-	139,024,753	-	-	40,422,663	-
Investment in Equity (Unquoted)	3	-	52,640,000			1,445,000	
ii) Investment in Mutual Funds	1	-	28,863,640			166,700	
iii) Investment in Preference Shares of Bank and Financial Institutions		-					
iv) Investment in Debentures	3	-		3,062,673,105			1,046,901,000
v) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	3	-					
vi) Fixed Deposits	3	-		11,092,099,969			4,224,250,000
vii) Others (to be specified)		-					
Loans	3	-		1,154,574,932			277,526,400
Other Financial Assets	3	-		117,610,633			56,484,012
Cash and Cash Equivalent	3	-		571,073,433			114,016,511
Total Financial Assets		-	220,528,393	15,998,032,072	-	42,034,363	5,719,177,923
Borrowings		-	-	-	-	-	-
Other Liabilities	3	-	-	362,834,721			128,674,915
Total Financial Liabilities		-	-	362,834,721	-	-	128,674,915

Level 1: Quoted (unadjusted) market prices in active markets for identical assets or liabilities at the measurement date.

Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable other than quoted prices included within Level 1.

Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

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

(ii) Valuation Technique Used to Determine Fair Value

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

(iii) Valuation Process

The finance 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:

- Discount rate is arrived at considering the internal and external factors.
- 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

Fig. in NPR

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	3,062,673,105	3,062,673,105	1,046,901,000	1,046,901,000
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-	-	-
iv) Fixed Deposit	11,092,099,969	11,092,099,969	4,224,250,000	4,224,250,000
v) Others (to be Specified)				
Loans				
i) Loan to Associates		-		
ii) Loan to Employees	119,709,035	119,709,035	78,135,482	78,135,482
iii) Loan to Agent	15,245,433	15,245,433	1,454,725	1,454,725
iv) Loan to Policyholders	1,033,183,758	1,033,183,758	197,936,193	197,936,193
v) Others (to be Specified)	-	-	-	-
Other Financial Assets	117,610,633	117,610,633	56,484,012	56,484,012
Total Financial Assets at Amortised Cost	15,440,521,933	15,440,521,933	5,605,161,412	5,605,161,412
Borrowings				
i) Bonds	-	-	-	-
ii) Debentures	-	-	-	-
iii) Term Loans - Bank and Financial Institution	-	-	-	-
iv) Bank Overdrafts	-	-	-	-
v) Others (to be Specified)	-	-	-	-
Other Financial Liabilities		362,834,721		128,674,915
Total Financial Liabilities at Amortised Cost	-	362,834,721	-	128,674,915

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.

46 Insurance Risk

Insurance risk relates to the likelihood that an insured event will occur, requiring the insurance company to pay a claim, beyond either its original expectation during the pricing of the insurance product, or its risk appetite.

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
- Non-participating endowment
- Foreign Employment (Term)
- Others (Term)

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 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) Pre-underwriting inspections are made on new business over a predetermined threshold to evaluate risk prior to acceptance.
- iii) Post-underwriting reviews are conducted to ensure that set guidelines have been observed.
- iv) 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	"105% of NALM (2009) for PAR and NON-PAR Endowment Plans 130% for Term Plans	8.53%	11.7%	6%	105% of NALM (2009) for PAR and NON-PAR Endowment Plans	9.9%	13.7%	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. 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.

Fig. in NPR

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	plus 50%	737,354,033	844,432,442	402,710,396	402,710,396
Longevity	-	-	-	-	-
Discount Rate	plus 1%	(2,236,007,619)	(2,122,846,058)	(198,544,131)	(198,544,131)
Mortality Rate	minus 50%	(1,352,578,492)	(1,237,071,723)	(283,223,754)	(283,223,754)
Longevity	-	-	-	-	-
Discount Rate	minus 1%	1,574,615,546	1,687,181,039	493,780,649	493,780,649

Note: Above figures are as per actuarial valuation report approved by Nepal Insurance Authority.

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:

Fig. in NPR

Particulars	Current Year			Previous Year		
	Gross Insurance Liabilities	Reinsurance Assets	Net Liabilities	Gross Insurance Liabilities	Reinsurance Assets	Net Liabilities
Endowment	7,294,986,451	7,287,786	7,287,698,665	2,036,650,033	-	2,036,650,033
Anticipated Endowment	1,873,384,694	57,200	1,873,327,494	841,471,690	-	841,471,690
Endowment Cum Whole Life	977,624,650	9,800,000	967,824,650	442,197,852	-	442,197,852
Whole Life	-	-	-	-	-	-
Foreign Employment Term	242,475,893	720,000	241,755,893	108,000,811	-	108,000,811
Micro Term	-	-	-	-	-	-
Other Term	193,297,855	10,221,121	183,076,734	4,449,406	-	4,449,406
Others	-	-	-	-	-	-
Non-Participating Endowment	181,692,868	50,000	181,642,868	101,029,120	-	101,029,120
Total	10,763,462,411	28,086,107	10,735,326,304	3,533,798,912	-	3,533,798,912

47. Financial Risk Management

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:

- 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.
- 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.
- 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.

The Company has exposure to credit risk, which is the risk that a counter party will be unable to pay amounts in full when due. Key areas where the Company is exposed to credit risk are:

- Receivables arising out of direct insurance arrangements;
- Receivables arising out of reinsurance arrangements; and
- Reinsurers' share of insurance liabilities.

Other areas where credit risk arises include cash and cash equivalents, government bonds and deposits with banks and other receivables.

Reinsurance is issued to manage insurance risk. This does not, however, discharge the Company's liability as primary insurer. If a reinsurer fails to pay a claim for any reason, the Company remains liable for the payment to the policyholder. The credit worthiness of reinsurers is considered on an annual basis by reviewing their financial strength prior to finalization of any contract. The credit quality of financial assets that are neither past due nor impaired can be assessed by reference to external credit ratings if available or historical information about counter party default rates. The Company classifies counterparties without an external credit rating as below.

The Company maintains a portfolio of highly marketable and diverse assets that can be easily liquidated in the event of an unforeseeable interruption of cash flow.

Group1- new customers/ related parties.

Group2- existing customers/ related parties with no defaults in the past.

Group3- existing customers/ related parties with some defaults in the past. All defaults were fully recovered.

The amount that best represents the Company's maximum exposure to credit risk is made up as follows:

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

Fig. in NPR

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	119,709,035	-	-	-
		Loan to Agent	15,245,433	11.15%	13,351,470	106,357,565
		Loan to Policyholders	1,033,183,758	0.02%	211,824	1,032,971,934
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 32, 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	78,135,482	-	-	37,219,703
		Loan to Agent	1,454,725	0.00%	-	1,454,725
		Loan to Policyholders	197,936,193	0.06%	116,707	197,819,486
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	116,707	-	-
Changes in loss allowances	13,446,587	-	-
Write-offs	-	-	-
Recoveries	-	-	-
Loss Allowance on Ashadh 31, 2080	13,563,294	-	-

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 assets. 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.

The Company is exposed to daily calls on its available cash for claims settlement and other administration expenses. The Company maintains cash resources to meet all of these needs as experience shows that a minimum level of reinvestment of maturing funds can be predicted with a high level of certainty.

The following table summarizes the maturity profile of the financial assets, financial liabilities and insurance contract liabilities of the Company based on remaining undiscounted contractual obligations, including interest payable and receivable.

For insurance contracts liabilities and reinsurance assets, maturity profiles are determined based on estimated timing of net cash outflows from the recognized insurance liabilities.

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.

Fig. in NPR

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	362,834,721			128,674,918		
Total Financial Liabilities	362,834,721	-	-	128,674,918	-	-

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 maintains foreign currency denominated assets in its investment portfolios.

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

The Company's exposure to foreign currency risk at the end of the reporting period expressed in NPR, are as follows:

Particulars	Current Year		Previous Year	
	USD	Currency A	USD	Currency A
Investments	-	-	-	-
Loans	-	-	-	-
Insurance Receivables	-	-	-	-
Other Financial Assets	-	-	-	-
Less: Derivative Assets				
i) Foreign exchange forward contracts - Sell Foreign Currency	-	-	-	-
ii) Foreign exchange option contracts - Sell Foreign Currency	-	-	-	-
Net Exposure to Foreign Currency Risk/ (Assets)	-	-	-	-
Insurance Payable	-	-	-	-
Other Liabilities	-	-	-	-
Less: Derivative Liabilities				
i) Foreign exchange forward contracts - Buy Foreign Currency	-	-	-	-

ii) Foreign exchange option contracts - Buy Foreign Currency	-	-	-	-
Net Exposure to Foreign Currency Risk/ (Liabilities)	-	-	-	-

a2) Foreign Currency Risk - Sensitivity

The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments and the impact on the other components of equity arising from foreign forward exchange contracts, foreign exchange option contracts designated as cash flow hedges

Particulars	Impact on profit after tax		Impact on other component of equity	
	Current Year	Previous Year	Current Year	Previous Year
USD sensitivity				
NPR/ USD - Increases by 10% *	-	-	-	-
NPR/ USD - Decreases by 10% *	-	-	-	-
Currency A sensitivity				
NPR/ USD - Increases by 10% *	-	-	-	-
NPR/ USD - Decreases by 10% *	-	-	-	-

* Holding all other variable constant

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. For the purpose of Insurance Liabilities earned interest or 6% whichever is lower, is considered.

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.

*Company doesn't have borrowing for fiscal year 2079.80

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%*	-	-
Interest Rate - Decrease By 1%*	-	-

* 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

means the risks posed by the exposure of an insurer to transition, physical and/or liability risks caused by or related to climate change. Transition risks means risks that arise from the transition to a low-carbon and climate-resilient economy, Physical risks mean risks that arise from the physical effects of climate change, and Liability risk means the risk of claims arising under liability policies, as well as direct actions against insurers, for failing to manage climate risk.

Climate-related risks significantly impact life insurance companies by affecting underwriting, investments, operations, and financial stability. Climate change can exacerbate health issues through increased heatwaves, spread of vector-borne diseases, and air pollution, leading to higher mortality and morbidity rates, and more claims. Extreme weather events such as floods, landside and wildfires can cause immediate increases in claims for injury, death, and property damage, disrupting financial stability. Climate change also causes increased volatility and long-term depreciation in investment portfolios, particularly in high-risk sectors. Additionally, extreme weather can disrupt operations, affect the ability to service policyholders, process claims, and cause significant costs due to physical damage to infrastructure.

Disclosures of Climate Related Risks as per Climate Change related directive 2078 issued by NIA :

- Climate policy : The company has not yet prepared a Climate Change Risk Management Policy but plans to introduce it as soon as possible.
- A report on the activity of the appointed person responsible on climate risk : The company has a dedicated risk management committee and department that also supervises activities and disclosures related to climate risks.
- Key metrics, indicators and other measurements used to assess the company's climate change risks: During its assessment of insurance liabilities, the company takes into account the impact of climate change on mortality rates.
- Targets to be used by the company in managing its climate change risks and report on the actual performance against these targets:
 - Increasing investment in hydropower projects can indeed contribute to reducing a country's dependence on carbon-intensive energy sources.
 - planting of trees in various areas of countries.
 - Promoting digital operations aims to minimize paperwork

50. Capital Management

The Company's objectives when managing Capital are to:

- Safeguard their ability to continue as a going concern so that they can continue to provide returns to investors, and benefits for other stakeholders, and
- Maintain an optimal capital structure to reduce the cost of capital.

Regulatory minimum paid up capital

Life insurance companies are required by the Circular of Nepal Insurance Authority to attain a stipulated minimum Paid Up Capital of NPR 5 billion by 2081 Poush end. As on the reporting date, the company's Paid Up Capital is NPR 4.18 Billion.

Dividend

Fig. in NPR

Particulars	Current Year	Previous Year
(i) Dividends recognised		
Final dividend for the year ended	-	-
(ii) Dividends not recognised at the end of the reporting period		
The Board of Directors have proposed dividend of 18.3811% (all in the form of bonus shares) on capital of 4,184,000,000, tax on which shall be borne by the Shareholders (as applicable). This proposed dividend is subject to the approval by Shareholder in the Annual General Meeting	769,065,224	-
	769,065,224	-

51. Earnings Per Share

Fig. in NPR

Particulars	Current Year	Previous Year
Profit For the Year used for Calculating Basic Earning per Share	271,341,331	117,747,265
Add: Interest saving on Convertible Bonds	-	-
Profit For the Year used for Calculating Diluted Earning per Share	271,341,331	117,747,265
Weighted Average Number of Equity Shares Outstanding During the Year For Basic Earning per Share	27,456,438	20,840,000
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	27,456,438	20,840,000
Nominal Value of Equity Shares	100	100
Basic Earnings Per Share	9.88	5.65
Diluted Earnings Per Share	9.88	5.65

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. The portfolios are also defined by Nepal Insurance Authority. 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 Companies are:

- i) Endowment
- ii) Anticipated Endowment
- iii) Endowment Cum Whole Life
- iv) Non-Participating Endowment
- v) Foreign Employment Term
- vi) Other Term

a) Segmental Information for the period ended 16 July, 2023 (Ashadh 31, 2080) Fig. in NPR

Particulars	Endowment	Anticipated Endowment	Endowment Cum Whole Life	Non-Participating Endowment	Foreign Employment Term	Other Term	Inter Segment Elimination	Total
Income:								
Gross Earned Premiums	2,107,880,387	891,338,889	187,389,353	50,211,839	216,815,335	98,252,103	-	3,551,887,906
Premiums Ceded	(40,394,923)	(27,832,536)	(3,898,734)	(688,971)	(87,784,741)	(22,982,633)	-	(183,582,538)
Inter-Segment Revenue	-	-	-	-	-	-	-	-
Net Earned Premiums	2,067,485,464	863,506,353	183,490,619	49,522,868	129,030,594	75,269,470	-	3,368,305,368
Commission Income								
Other Direct Income	5,785,100	4,180,380	954,904	185,062	-	14,012	-	11,119,458
Income from Investments and Loans	390,248,023	92,089,230	72,051,875	16,986,720	24,550,170	3,144,592	-	599,070,610
Net Gain/(Loss) on Fair Value Changes	-	-	-	-	-	-	-	-
Net Realised Gains/(Losses)	-	-	-	-	-	-	-	-
Other Income								
Total Segmental Income	2,463,519,587	959,775,963	256,497,398	66,694,650	153,580,764	78,428,074	-	3,978,495,436
Expenses:								
Gross Benefits and Claims Paid	112,129,429	743,116,870	25,778,563	1,652,677	51,621,669	110,637,418	-	1,044,936,626
Claims Ceded	(21,338,741)	(7,503,667)	(500,000)	-	(14,232,600)	(65,758,648)	-	(109,333,656)
Gross Change in Contract Liabilities	1,622,987,230	58,762,948	177,336,282	44,410,107	34,296,068	(2,517,931)	-	1,935,274,704
Change in Contract Liabilities Ceded to Reinsurers	-	-	-	-	-	-	-	-
Net Benefits and Claims Paid	1,713,777,918	794,376,152	202,614,845	46,062,784	71,685,137	42,360,838	-	2,870,877,674
Commission Expenses	294,285,525	106,373,774	18,961,481	6,795,348	-	9,265,103	-	435,681,232
Service Fees	16,396,516	6,979,761	1,482,540	394,662	1,098,923	339,656	-	26,692,058
Other Direct expenses	-	-	-	-	-	-	-	-
Employee Benefits Expenses	163,239,503	46,899,779	11,625,927	3,850,353	11,175,085	4,749,800	-	241,540,450
Depreciation and Amortization Expenses	37,299,335	10,716,344	2,656,461	879,785	2,553,446	1,085,303	-	55,190,674
Impairment Losses	1,757,759	505,016	125,188	41,461	120,333	51,146	-	2,600,902
Other Operating Expenses	179,934,641	51,501,346	12,748,859	4,240,869	12,210,390	5,192,733	-	265,828,840
Finance Cost	16,430,577	4,720,612	1,170,187	387,550	1,124,808	478,083	-	24,311,817
Total Segmental Expenses	2,423,121,775	1,022,072,785	251,385,488	62,652,813	99,968,123	63,522,663	-	3,922,723,647
Total Segmental Results	40,396,813	(62,296,822)	5,111,911	4,041,837	53,612,640	14,905,411	-	55,771,789
Segment Assets								
Segment Liabilities	7,294,986,451	1,873,384,694	977,624,650	181,692,868	242,475,893	193,297,855	-	10,763,462,411

b) Segmental Information for the year ended Ashadh 32, 2079 (July 16, 2022)

Fig. in NPR

Particulars	Endowment	Anticipated Endowment	Endowment Cum Whole Life	Non-Participating Endowment	Foreign Employment Term	Other Term	Inter Segment Elimination	Total
Income:								
Gross Earned Premiums	1,194,669,281	903,261,057	155,658,421	31,474,361	61,894,170	6,212,461		2,353,169,750
Premiums Ceded	(21,862,028)	(26,163,425)	(3,165,921)	(530,052)	210,456	(856,489)		(52,367,459)
Inter-Segment Revenue								
Net Earned Premiums	1,172,807,253	877,097,632	152,492,500	30,944,309	62,104,626	5,355,972	-	2,300,802,292
Commission Income	-	-	-	-	-	-	-	-
Income from Investments and Loans	159,351,757	71,281,430	29,508,482	9,000,695	11,466,869	570,660	-	281,179,894
Other Direct Income								
Net Gain/(Loss) on Fair Value Changes	-	-	-	-	-	-	-	-
Net Realised Gains/(Losses)	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-
Total Income	1,332,159,010	948,379,062	182,000,981	39,945,005	73,571,495	5,926,632	-	2,581,982,186
Expenses:								
Gross Benefits and Claims Paid	46,510,515	363,790,723	49,357,051	770,836	28,386,898	2,524,350		491,340,373
Claims Ceded	(5,885,333)	(19,646,667)	(6,649,667)	-	(3,546,000)	(914,610)		(36,642,276)
Gross Change in Contract Liabilities	890,705,667	266,124,013	93,822,225	11,731,859	183,462	690,000		1,263,257,226
Change in Contract Liabilities Ceded to Reinsurers								
Net Benefits and Claims Paid	931,330,850	610,268,069	136,529,609	12,502,695	25,024,360	2,299,740	-	1,717,955,323
Commission Expenses	178,745,717	180,498,296	19,697,883	2,459,871	-	306,482		381,708,250
Service Fees	11,728,073	8,770,976	1,524,925	309,443	1,141,509	44,859		23,519,786
Other Direct expenses	-	-	-	-	-	-		-
Employee Benefits Expenses	56,298,867	36,568,223	14,631,468	1,937,913	492,108	401,098		110,329,677
Depreciation and Amortization Expenses								
Impairment Losses								
Other Operating Expenses	126,257,072	82,008,697	32,812,850	4,346,007	1,103,612	899,512		247,427,750
Finance Cost								
Total Expenses	1,304,360,578	918,114,262	205,196,736	21,555,929	27,761,589	3,951,691	-	2,480,940,786
Total Segmental Results	27,798,432	30,564,800	(23,195,754)	18,389,076	45,809,906	1,974,941	-	101,041,400
Segment Assets								
Segment Liabilities	2,034,925,033	759,312,010	442,197,852	101,029,120	107,769,969	3,759,406		3,448,993,390

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

Fig. in NPR

Particulars	Current Year	Previous Year
Segmental Profit	55,771,789	101,041,400
Less: Employee Benefits expenses	26,837,828	-
Less: Depreciation and Amortization	6,132,297	44,987,689
Less: Other operating expenses	30,142,764	79,952,060
Less: Impairment losses	288,989	-
Less: Finance Cost	2,701,313	-
Add: Unallocable Other Income	278,397,380	141,738,102
Profit Before Tax	268,065,979	117,839,753

d) Reconciliation of Assets

Fig. in NPR

Particulars	Current Year	Previous Year
Segment Assets	-	-
Goodwill & Intangible Assets	38,233,946	-
Property and Equipment	493,203,521	285,389,828
Investment Properties	-	-
Deferred Tax Assets	17,060,696	891,844
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investments	14,375,301,467	5,323,185,363
Loans	1,154,574,932	277,526,400
Reinsurance Assets	28,136,107	-
Current Tax Assets	352,410,781	116,724,902
Insurance Receivables	-	32,477,641
Other Assets	28,458,664	10,221,851
Other Financial Assets	117,610,633	56,484,012
Cash and Cash Equivalent	571,073,433	114,016,511
Total Assets	17,176,064,180	6,216,918,351

e) Reconciliation of Liabilities

Fig. in NPR

Particulars	Current Year	Previous Year
Segment Liabilities	10,763,462,411	3,539,200,381
Fair value reserve	5,151,740	-
Provisions	28,883,823	18,064,616
Deferred Tax Liabilities	-	-
Insurance Payables	37,589,188	1,147,332
Current Tax Liabilities	-	-
Other Liabilities	865,522,011	250,116,992
Other Financial Liabilities	362,834,721	128,674,915
Total Liabilities	12,063,443,894	3,937,204,235

53. Related Party Disclosures

(a) Identify Related Parties

During the year, the company identified following Related Parties:

Holding Company: Not applicable

Subsidiaries: Not applicable

Associates: Not applicable

Fellow Subsidiaries:

Key Management Personnel: Key Management Personnel include Chief Executive Officer, Sr. DCEO and DCEO of the company

1. Tara Chand Kedia	Chairman
2. Dr. Subarna Das Shrestha	Director
3. Bharat Kumar Todi	Director
4. Keshab Raj KC	Director
5. Parikshit Khemka	Director
6. Sarita Bhatta Adhikari	Director
7. Ghanashyam Thapa	Director
8. Shiva Nath Pandey	CEO
9. Agam Mukhia	Sr. DCEO
10. Rakesh Pokharel	Sr. DCEO
11. Nirajan Kandel	DCEO

ii) Key Management Personnel Compensation

Fig. in NPR

Particulars	Current Year	Previous Year
Short-term employee benefits	12,712,358	7,718,805
Post-employment benefits	-	-
Other long-term benefits	-	-
Termination benefits	-	-
Total	12,712,358	7,718,805

Payment to CEO

Fig. in NPR

Particulars	Current Year	Previous Year
Annual salary and allowances	2,468,999	6,111,398
Performance based allowances	-	-
i) Employee Bonus	-	207,716
ii) Benefits as per prevailing provisions	-	-
iii) Incentives	-	-
Insurance related benefits	-	-
i) Life Insurance	15,787	-
ii) Accident Insurance	1,707	-
iii) Health Insurance (including family members)	6,254	-
Total	2,492,747	6,319,114

Fig. in NPR

iii) Related Party Transactons

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	-	-	-	-	-	-
Commission Expenses						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Dividend						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Meeting Fees						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Allowances to Directors						
Current Year	-	-	-	-	1,258,000	1,258,000
Previous Year	-	-	-	-	1,552,080	1,552,080

Others (Claims Recovered)						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-

iv) Related Party Balances:

Fig. in NPR

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 leases ranging from 1 to 10 years. The Company has entered into non-cancellable lease agreements. The leases are renewable by mutual consent and contain escalation clause.

Fig. in NPR

Future Minimum Lease Payments	Current Year	Previous Year
i) Not Later than 1 year	81,857,536	37,743,097
ii) Later than 1 year and not later than 5 years	311,461,477	141,641,811
iii) Later than 5 years	109,676,214	96,407,309

ii) Finance Leases:

The company does not have operating leases

Fig. in NPR

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 not leased out any assets.

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

Fig. in NPR

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	-	-
iii) Later than 5 years	-	-

ii) Financial Lease

The Company has not given any assets under finance lease.

Fig. in NPR

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

Fig. in NPR

Particulars	Current Year	Previous Year
Property and Equipment	-	-
Investment Properties	-	-
Goodwill & Intangible Assets	-	-
Total	-	-

56. Contingent Liabilities

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

Fig. in NPR

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

57. Events occurring after Balance Sheet

There is no such events occurred after Balance Sheet that needs to be adjusted or disclosed.

58 .Assets Pledged as Security (only if pledged)

The carrying amount of assets pledged as security are:

Fig. in NPR

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

59 Corporate Social Responsibility (CSR)

The company has focused on four pillars i.e. health, education, environment and insurance awareness. Accordingly, to make a contribution on these pillars.

Details of CSR reserves:

Fig. in NPR

Particulars	Amount
Opening reserves	1,118,450
Business Combination (Transfer)	2,137,064
Utilization during the year	(1,355,000)
Addition to reserves	2,706,233
Closing Reserves	4,606,746

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)

Sanima Reliance Life Insurance Limited

Major Financial Indicators

S.N	Particular	Indicators	Fiscal Year				2075/76
			2079/80	2078/79	2077/78	2076/77	
Equity:							
1	Net worth	NPR	5,112,620,286	2,279,714,116	1,569,590,956	1,571,382,502	1,449,172,547
2	Number of Shares	No.s	41,840,000	20,840,000	14,000,000	14,000,000	14,000,000
3	Book value per shares	NPR	122.19	109.39	112.11	112.24	103.51
4	Net Profit	NPR	271,341,331	117,747,265	6,316,784	121,692,391	54,742,173
5	Earning per Shares (EPS)	NPR	9.88	5.65	0.45	8.69	3.91
6	Dividend per Shares (DPS)	NPR	-	-	-	4.42	-
7	Market Price per Shares (MPPS)	NPR	556.00	-	-	-	-
8	Price Earning Ratio (PE Ratio)	Times	56.26	-	-	-	-
9	Change in Equity	%	124.27	45.24	(0.07)	8.44	4.44
10	Return on Equity	%	5.31	11.49	0.71	7.74	3.78
11	Capital to Total Net Assets Ratio	%	81.84	91.41	89.19	89.13	96.61
12	Capital to Technical Reserve Ratio	%	38.85	58.88	63.08	147.64	315.57
13	Affiliate Ratio	%	16.47%	14.4%	15.31%	17.54%	7.78%
Business:							
14	First Year Premium Growth Rate	%	8.75%	-9.39%	121.74%	32.21%	290.59%
	<i>Endowment</i>	%	52.75%	6.22%	80.28%	2.45%	686.64%
	<i>Anticipated Endowment</i>	%	-82.02%	-16.76%	224.69%	263.07%	14.62%
	<i>Endowment Cum Whole Life</i>	%	-20.36%	-38.25%	33.44%	-18.93%	164.23%
	<i>Non-participating Endowment</i>	%	100.00%	-100.00%	-52.84%	-2.08%	100.00%
	<i>Foreign Employment Term</i>	%	89.59%	339.51%	28.23%	-41.52%	658.03%
	<i>Other term</i>	%	4678.61%	-58.49%	221.93%	18.77%	343.00%
15	Renewal Premium Growth Rate	%	76.53%	88.79%	151.03%	348.23%	-
	<i>Endowment</i>	%	92.98%	72.41%	117.21%	485.38%	-
	<i>Anticipated Endowment</i>	%	69.68%	156.14%	313.45%	184.46%	-
	<i>Endowment Cum Whole Life</i>	%	32.40%	32.68%	109.70%	184.88%	-
	<i>Non-participating Endowment</i>	%	0.00%	28.60%	194.53%	112573.51%	-
	<i>Foreign Employment Term</i>	%	-	-	-	-	-
	<i>Other term</i>	%	35.50%	113.62%	144.23%	313.12%	-
16	Single Premium Growth Rate	%	67.17%	-30.77%	146.63%	168.21%	219.00%
	<i>Endowment</i>	%	68.74%	-48.86%	368.61%	231.73%	219.47%
	<i>Anticipated Endowment</i>	%	-	-	-	-	-
	<i>Endowment Cum Whole Life</i>	%	35.27%	-95.26%	49.78%	-	-
	<i>Non-participating Endowment</i>	%	-	-	-	-	-
	<i>Foreign Employment Term</i>	%	-	-	-	-	-
	<i>Other term</i>	%	-	-	-	-	-
17	Total Direct Premium Growth Rate	%	47.70%	21.31%	134.92%	89.85%	370.17%
18	Net Insurance Premium/ Gross Insurance Premium	%	94.83%	97.80%	98.89%	98.59%	96.45%
19	Reinsurance Ratio	%	5.17%	2.20%	1.11%	1.41%	3.55%
20	Reinsurance Commission Income/ Gross Reinsurance Premium	%	-	-	-	-	-
21	Gross Premium Revenue/ Equity	%	69.47%	105.49%	49.12%	53.70%	30.67%

22	Net Premium Revenue/ Equity	%	65.88%	103.17%	48.58%	52.94%	29.58%
23	Gross Insurance Premium/Total Assets	%	20.68%	38.68%	49.12	31.69 %	22.93%
24	Return on Revenue	%	6.37%	4.24%	0.29%	12.03%	9.69%
25	Net Profit/ Gross Insurance Premium	%	7.64%	4.90%	0.32%	14.58%	6.49%
26	Return on Investments and Loan	%	5.64%	7.49%	7.26%	7.96%	9.64%
Expenses:							
27	Management expenses/ Direct Insurance Premium	%	17.46%	17.15%	20.05%	29.88%	32.77%
28	Agent Related Expenses/ Total Management expenses	%	33.54%	34.03%	49.22%	38.46%	19.74%
29	Employee expenses/ Management expenses	%	43.28%	37.60%	30.84%	34.39%	40.08%
30	Agent Related Expenses/ Direct Insurance Premium	%	16.47%	6.46%	9.66%	11.00%	4.44%
31	Employee expenses/ Number of Employees	Amt.	551,085	574,244	557,221	597,881	389,224
32	Expense Ratio	%	28.79%	32.39%	36.64%	46.00%	47.43%
33	Commission Ratio	%	12.27%	15.87%	17.60%	18.29%	19.98%
34	Direct Business Acquisition Ratio	%	16.47%	14.44%	15.31%	17.54%	7.78%
35	Operating Expense Ratio	%	30.71%	36.40%	39.05%	90.94%	40.18%
Assets:							
36	Increment in Investment held	%	170.05%	57.63%	45.01%	36.35%	19.33%
37	Return on Assets	%	1.58%	1.89%	0.16%	4.57%	2.82%
38	Long term Investments/Total Investments	%	75.77%	78.26%	55.46%	25.24%	9.39%
39	Short term Investments/Total Investments	%	24.23%	21.74%	44.54%	74.76%	90.61%
40	Total Investment & Loan/Gross Insurance Contract Liabilities	%	144.21%	158.25%	158.00%	250.37%	385.86%
41	Investment in Unlisted Shares and Debtors/ Total Net Assets	%	1.03%	0.06%	0.09%	0.08%	0.01%
42	Investment in Shares/ Total Net Assets	%	3.75%	1.84%	1.86%	3.72%	3.91%
43	Agent loan / Number of Agents	NPR	1035.13	173.80	380.53	357.74	739.71
44	Liquidity Ratio	%	361.02%	378.67%	199.90%	113.98%	346.58%
Liabilities:							
45	Solvency Margin	%	2.42	2.56	1.74	1.54	1.44
46	Increment in Gross Insurance Contract Liabilities	%	204.27%	59.45%	134.07%	213.74%	187%
47	Net Technical Reserve/ Average Net Premium of Previous 3 Years	%					
	<i>Endowment</i>	%	856.47%	366.14%	470.83%	484.97%	1987.44%
	<i>Anticipated Endowment</i>	%	311.41%	268.54%	591.22%	691.51%	836.74%
	<i>Endowment Cum Whole Life</i>	%	540.02%	291.14%	444.96%	573.95%	1131.66%
	<i>Non-participating Endowment</i>	%	610.66%	405.16%	626.86%	944.96%	0.00%
	<i>Foreign Employment Term</i>	%	542.19%	463.12%	343.52%	392.30%	1932.11%
	<i>Other term</i>	%	5682.12%	160.73%	405.25%	302.33%	729.51%
48	Actuarial Provision	Amt.	10,768,614,151	3,539,200,381	2,219,565,582	947,615,149	443,641,418
49	Technical Provisions/ Total Equity	%	210.63%	155.25%	141.00%	60.37%	30.61%
50	Insurance Debt/ Total Equity	%	-	-	-	-	-
51	Outstanding Claim/ Claim Paid	%	58.19%	17.26%	0.01%	0.00%	0.00%
52	No. of Outstanding Claim/ No. of Intimated Claims	%	7.12%	0.00%	0.00%	0.00%	0.00%
53	Total Number of Inforce Policies	No.s	1043074	40245	36,451	21,939	11248
54	Lapse Ratio	%	9.08%	13.66%	25.00%	29.00%	18.00%

55	Number of Renewed Policy/ Last Year's Total Number of In Force Policies	%	6.35%	30.72%	59.92%	44.83%	-
56	Number of Intimated Claim/ Total Number of In Force Policy	%	0.28%	0.20%	0.10%	0.04%	0.04%
57	Declared Bonus Rate	Per'000	19-70	35-70	35-70	35-65	35-65
58	Interim Bonus Rate	Per'000	19-70	35-70	35-70	35-65	35-65
Others:							
59	Number of Offices	No.s	175	118	118	78	58
60	Number of Agents	No.s	14,728	8370	6447	6809	3293
61	Number of Employees	No.s	487	270	220	145	150

Sanima Reliance Life Insurance Limited
Statement of Sum Assured (As per Actuarial valuation report)

Fig. in NPR

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	79,079	27,893	50,306,804,990	18,584,920,000	43,677,340,423	17,305,974,957	23,252,104,990	12,053,121,370	20,425,235,433	5,252,853,587
2	Anticipated Endowment	16,601	6,059	25,272,340,170	12,113,210,000	24,135,630,580	11,486,521,930	20,024,940,170	10,119,897,984	4,110,690,410	1,366,623,946
3	Endowment Cum Whole Life	6,017	2,999	3,958,079,837	2,017,385,000	3,062,185,098	1,818,436,215	1,701,979,837	1,352,062,072	1,360,205,261	466,374,143
4	Whole Life				-		-		-		-
5	Foreign Employment Term	62,445	2	181,090,500,000	2,000,000	180,850,554,107	2,000,000	108,654,300,000	1,600,038	72,196,254,107	399,962
6	Micro Term				-		-		-		-
7	Other Term	878,047	2,953	115,038,952,752	1,645,653,372	114,872,293,468	1,406,813,280	68,964,120,978	867,781,286	45,908,172,490	539,031,994
8	Non Participating endowment	885	339	866,206,243	362,670,000	684,513,375	259,230,732	588,706,243	181,461,513	95,807,132	77,769,220
	Total	1,043,074	40,245	376,532,883,992	34,725,838,372	367,282,517,051	32,278,977,115	223,186,152,218	24,575,924,263	144,096,364,833	7,703,052,852

SANIMA RELIANCE LIFE INSURANCE LIMITED

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

1. General Information

Sanima Reliance Life Insurance Limited is a public limited company, incorporated on 2064/08/13 and operated as Life Insurance Company after obtaining license on 2074/06/26 under the Insurance Act 2049. The registered office of the Company is located at New Baneshwor, Kathmandu. The Company's share is listed on Nepal Stock Exchange as 'SRLI'.

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.

Reliance Life Insurance Ltd. and Sanima Reliance Life Insurance Ltd. merged and commenced their joint operation as Sanima Reliance Life Insurance Ltd. from Chaitra 9, 2079 (March 23, 2023).

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.

(b) Reporting Period and approval of financial statements

The Company reporting period is from 1st Shrawan 2079 to 31st Ashadh, 2080 (17 July 2022 to 16th July, 2023) with the corresponding previous year comprising the transactions of Former Sanima Life Insurance Limited only, from Shrawan 01, 2078 to Ashad 32, 2079 (16 July 2021 to 16 July 2022). These Financial Statements have been approved by Board of Directors of 30th Bhadra, 2081 (15th September, 2024)

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:

- Certain Financial Assets and Liabilities which are required to be measured at fair value
- Defined Employee Benefits
- Insurance Contract Liabilities which are required to be determined using actuarial valuation method prescribed by Actuarial Valuation Directive 2077.

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 assets 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.

(c) 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.

(d) 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.

(e) 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.

(f) 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.

(g) Recent Accounting Pronouncements Accounting standards issued and effective

Accounting standards issued and effective: Issued on June 25, 2020 & effective from July 16, 2020.

(h) Carve-outs

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

(i) 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.

(j) 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.

(k) 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:

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

Note on Business Combination

Financial Report for the Year ended 15 July 2023

The Company entered into a merger agreement with the erstwhile Reliance Life Insurance Limited at a swap ratio of 1:1. The merger was completed on the date of 22 March 2023 and the merged entity started the combined operation from 23 March 2023 by the name of Sanima Reliance Life Insurance Limited.

The merger was carried out through the transfer of the equity shares of erstwhile Sanima Life Insurance Company Limited to the shareholders of the erstwhile Reliance Life Insurance Limited and therefore erstwhile Sanima Life Insurance Company Limited (now, Sanima Reliance Life Insurance Limited) has been considered as the acquirer as per the NFRS 3 Business combination.

The details of the business combination are summarized as follows:

Fig. in NPR

Particulars	Amount (NPR)
Components of Purchase Consideration	
Fair Value of Equity Shares issued *	2,567,448,067
Purchase Consideration (A)	2,567,448,067
Net Assets Acquired	
Assets	
Goodwill & Intangible Assets	4,158,559
Property and Equipment	272,100,735
Deferred Tax Assets	14,163,954
Investments	7,010,965,310
Loans	709,582,109

Current Tax Assets	182,437,208
Insurance Receivables	21,104,248
Other Assets	57,163,622
Other Financial Assets	79,607,325
Cash and Cash Equivalent	179,591,983
Total Assets	8,530,875,053
Liabilities	
Provisions	8,516,112
Gross Insurance Contract Liabilities	5,261,127,933
Insurance Payables	4,929,724
Other Liabilities	597,179,621
Other Financial Liabilities	126,167,119
Total Liabilities	5,997,920,509
Net Assets Acquired (B)	2,532,954,544
Goodwill on Acquisition/merger (A-B)	34,493,523

* The fair value of the purchase consideration on the acquisition date has been calculated based on the valuation method of the shares of the acquirer company carried out in the DDA Report for determination of swap ratio of the merging companies. The valuation method considered are the adjusted book value per share method and business value method in the ratio of 95:5 to derive to the per share value of the Sanima Life Insurance Company Limited on the date of acquisition.

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
Soft wares	5 Years
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)/ Diminishing Balance Method ((DBM)" based on Useful Life estimated by technical expert of the management. The Assets Useful Life/ Rate of Depreciation and Residual Values are reviewed at the Reporting date and the effect of any changes in estimates are accounted for on a prospective basis.

List of Assets Categories	Useful Life (In Years) for SLM/Rate for WDV	
Land	Not Applicable	Not Applicable
Buildings*	20 Years	5% DBM
Leasehold Improvement	As per term of Agreement	As per term of usage
Furniture & Fixture	10	25% DBM
Computers and IT Equipment	7	25% DBM
Officer Equipment	8	25% DBM
Vehicles	10	20% DBM
Other Assets	4	25% DBM

* The amount shown in building represents Right to use assets as per NFRS 16 – Leases.

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 Cost Model

Property that is held for rental income or for capital appreciation or both, is classified as investment property. Investment properties are measured initially at cost, including related transaction cost. It is subsequently carried at cost less accumulated depreciation. Subsequent expenditure is capitalized to the asset's carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the company and the cost can be measured reliably. All other repairs and maintenance costs are expensed when incurred.

Land is carried at historical cost, however, buildings are depreciated over their estimated useful lives as mentioned above.

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.

(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 Difference.

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.

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

Current Tax Assets are the assets which are created against the excess amount paid as advance tax than the actual income tax liability.

(h) Cash & Cash Equivalent

Cash & Cash Equivalents includes Cash in Hand, Cheque in Hand, Bank Balances, wallet deposits, 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:

If the company has issued share and part of such shares are not fully paid up then such pending amount are called 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 of bonus shares.

iii) Catastrophe Reserve:

The Company has allocated catastrophe reserve for the amount which is 10% of net profit before adjustment of deferred tax income/expense 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.

viii) Corporate Social Responsibility Reserves:

The Company has allocated a corporate social responsibility reserve for the amount which is 1% of net profit before adjustment of deferred tax income/expense as per the Regulator's Directive.

vii) Other Reserves:

Reserve other than above reserves, for e.g. deferred tax reserve, others.

(m) Gross Insurance Contract Liabilities

i) Life Insurance Fund

The company performs the liability valuation of its portfolio in annual basis at the end of each financial year as per Actuarial valuation Directive, 2077.

For actuarial valuation purpose, all surplus arising from all the portfolios are transferred to Life Insurance Fund. Accumulated Life Insurance Fund is re-adjusted based on liability determined as per actuarial valuation to align with latest policy liabilities balance.

ii) Claim Payment Reserve

As per section 15(d) of Insurance Regulation, 2049 (1993), provision for outstanding claim is made at 115% of the total outstanding claim.

(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 up to 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.

ii) 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.

iii) 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.

iv) 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.

v) Net realized gains and losses

Net realized gains and losses recorded in the statement of 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, 2019.

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) 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.

v) 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.

(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 11.50%.

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.

(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.

(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 comp any 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 is 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" and as per Insurers' Financial Statement Related Directive 2080.

(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 of between 1 year 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 exists.

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.



नेपाल बीमा प्राधिकरण NEPAL INSURANCE AUTHORITY

मिति: २०८१।०५।३१

वि. वि. शा. : ७६(२०८१/०८२) च.नं. १३०१

श्री सानिमा रिलायन्स लाइफ इन्स्योरेन्स लिमिटेड,
नयाँ बानेश्वर, काठमाडौं।



विषय: आ.व. २०७९।८० को वित्तीय विवरणको स-शर्त स्वीकृति बारे।

तहाँको मिति २०८१।०५।३१ (च.नं.१३१-०८०।८१) को पत्र साथ प्राधिकरणमा पेश भएको आ.व. २०७९।८० को वित्तीय विवरण सम्बन्धमा लेखिदैछ।

उपरोक्त सम्बन्धमा बीमक श्री सानिमा रिलायन्स लाइफ इन्स्योरेन्स 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 सम्बन्धी 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।

शर्तहरु:

१. बीमकले NFRS-17 Insurance Contracts लागु गर्नको लागि आवश्यक तयारी गर्ने।
२. बीमकले वित्तीय विवरणको लेखापरीक्षण गराई अनुसूची ५ तयार गरी बिमाङ्कीय मुल्याङ्कन गराउने।
३. बीमकले अन्य बीमक तथा पुनर्बीमकसँगको लेनादेना हिसाब राफसाफ गर्ने।
४. बीमकले प्राधिकरणबाट जारी AML/CFT सम्बन्धी निर्देशनको व्यवस्था पूर्ण पालना गर्ने।
५. बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिका, २०८० को दफा ४५ को उपदफा (२) को व्यवस्था पूर्ण रूपमा पालना गर्ने।
६. बीमकले जोखिम व्यवस्थापन समितिलाई प्रभावकारी बनाउन प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन सम्बन्धी कार्य गर्ने।
७. बीमकले लेखा परीक्षण समितिलाई प्रभावकारी बनाई आन्तरिक नियन्त्रण प्रणालि सुदृढ बनाउने।
८. बीमकको जोखिमाङ्कन तथा दाबी भुक्तानी प्रक्रिया प्रभावकारी गराउने।
९. प्राधिकरणको स्थलगत निरीक्षण क्रममा देखियका कैफियत तथा लेखापरीक्षकले औल्याएका कैफियतहरु सुधार गर्न तथा त्यस्ता कैफियतहरु पुनः दोहोरिन नदिन आवश्यक व्यवस्था गर्ने।
१०. बीमकले प्राधिकरणबाट वित्तीय विवरण स्वीकृत भएको मितिले ६०(साठी) दिन भित्र साधारण सभा गर्ने।

सुशील देव सुवेदी
निर्देशक

**नेपाल बीमा प्राधिकरणको मिति २०८१।०५।३१ को पत्र अनुसार कम्पनीको आ.व.
 २०७९।८० को वित्तीय विवरण स्वीकृत गर्दाको शर्तहरू सम्बन्धमा कम्पनीको भनाई :**

१. बीमकले NFRS-17 Insurance Contracts लागु गर्नका लागि आवश्यक तयारी गर्ने ।
 बीमकले NFRS 17 Insurance Contracts लागु गर्नको लागि निम्न तयारी गरेको जानकारी गराउदछौं :
 क. बीमकको वित्त विभागका कर्मचारीहरूलाई NFRS 17 सम्बन्धी तालिम तथा गोष्ठीमा सहभागी गराइएको ।
 ख. बीमकको NFRS 17 संग प्रत्यक्ष सरोकार राख्ने विभागहरूका प्रमुखहरूको संलग्नतामा एउटा NFRS 17 Implementation team गठन गरिएको र सो team को नियमित रूपमा बैठक बस्ने गरिएको ।
 ग. बीमकको NFRS 17 संग सम्बन्धित लेखाङ्कनको लागि विभिन्न अन्तर्राष्ट्रिय कम्पनी तथा परामर्शदाता द्वारा विकसित गरेको software हरको Demo हेर्ने क्रममा रहेको ।
 घ. NFRS 17 संग सम्बन्धित विभिन्न Granular data सुचना प्रविधि विभाग मार्फत तयार गर्ने क्रममा रहेको र सो data लाई प्रशोधन गरी वित्तीय विवरण तयार गर्ने सिलसिलामा रहेको ।

२. बीमकले वित्तीय विवरणको लेखापरिक्षण गराई अनुसूची ५ तयार गरी बिमाङ्गीय मुल्याङ्कन गराउने ।
 कम्पनीले वित्तीय विवरणको लेखा परिक्षण गराएर अनुसूची ५ तयार गरि बीमाङ्गीय मुल्याङ्कन गर्ने गरिएको जानकारी गराउँछौं ।

३. बीमकले अन्य बीमक तथा पुनर्बीमकसँगको लेनादेना हिसाब राफसाफ गर्ने ।
 कम्पनीको Receivable from Reinsurers and Receivable from Insurers हिसाबमा देखाएको रकमको आयुगत विवरण तयार गरि लेना देना हिसाबको राफसाफ गर्ने गरिएको जानकारी गराउँछौं ।

४. बीमकले प्राधिकरणबाट जारी AML/CFT सम्बन्धी निर्देशनको व्यवस्था पूर्ण पालना गर्ने ।
 कम्पनीले प्राधिकरणबाट जारी AML/CFT निर्देशनको पूर्ण पालना गर्ने प्रतिबद्धता जाहेर गर्दछौं ।

५. बीमकको संस्थागत सुशासन सम्बन्धी निर्देशन, २०८० को दफा ४५ को उपदफा (२) को व्यवस्था पूर्ण रूपमा पालना गर्ने ।
 कम्पनीले संस्थागत सुशासन सम्बन्धी निर्देशिका २०८० को दफा ४५ (२) को पूर्ण पालना गर्ने प्रतिबद्धता जाहेर गर्दछौं ।

६. बीमकले जोखिम व्यवस्थापन समितिलाई प्रभावकारी बनाउन प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन गर्ने ।
 कम्पनीले जोखिम व्यवस्थापन समितिलाई प्रभावकारी बनाउनको लागि प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन निति तयार पारी संचालक समितिबाट स्वीकृत गराई कार्यान्वयमा आई सकेको, जोखिम व्यवस्थापन समितिको बैठक आवश्यकता अनुसार बसी जोखिम रजिष्टर तयार पार्ने लगायतका जोखिम व्यवस्थापन सम्बन्धी कार्य सुचारु भएको जानकारी गराउँछौं ।

७. बीमकले लेखापरिक्षण समितिलाई प्रभावकारी बनाई आन्तरिक नियन्त्रण प्रणाली सुदृढ बनाउने ।
 कम्पनीले बीमा प्राधिकरणले जारी गरेको आन्तरिक लेखा परिक्षण निर्देशिकामा तोकिएका जिम्मेवारी पूरा गर्दै लेखापरिक्षण समितिलाई प्रभावकारी बनाइरहेको तथा आन्तरिक नियन्त्रण प्रणाली सुदृढ बनाउन लेखा परिक्षण समितिलाई थप प्रभावकारी बनाउने योजनाका साथ लागि परेको जानकारी गराउँछौं ।

८. बीमकको जोखिमाङ्कन तथा दाबी भुक्तानी प्रक्रिया प्रभावकारी बनाउने ।

कम्पनीले आफ्नो जोखिमाङ्कन तथा दाबी भुक्तानी प्रकृत्यालाई प्रभावकारी बनाउन system driven बनाई विभिन्न प्रविधिको प्रयोग गरी आवश्यकता अनुरूपको सेवा विकेन्द्रिकित गरिएको छ । साथै, अझ प्रभावकारी बनाउन कर्मचारीको तालिम तथा विकासको थप कार्यक्रमहरु कार्यान्वयन गरिने छ ।

९. प्राधिकरणको स्थलगत निरीक्षण क्रममा देखिएका कैफियत तथा लेखापरिक्षकले औल्याएका कैफियतहरु सुधार गर्न तथा त्यस्ता कैफियतहरु पुनःदोहोरीन नदिन आवश्यक व्यवस्था गर्ने ।

कम्पनीको बीमा प्राधिकरणले गरेको स्थलगत निरीक्षणका क्रममा तथा बाह्य लेखा परिक्षकले औल्याएका कैफियतहरु क्रमिक रुपले सुधार गरिंदै लगेको व्यहोरा अनुरोध गर्दछौं र सोलाई पुनः दोहोरीन नदिन प्रत्येक विभागलाई आवश्यक प्रक्रियाहरु अवलम्बन गर्न निर्देशन दिइएको छ ।

१०. बीमकले प्राधिकरणबाट वित्तीय विवरण स्वीकृत भएको मितिले ६० (साठी) दिनभित्र साधारण सभा गर्ने ।

कम्पनीको आ.व.२०७९/८० को साधारण सभा बीमा प्राधिकरणबाट वित्तीय विवरण स्वीकृत भएको मितिले २३ दिन भित्र अर्थात् असोज २३ गते हुने जानकारी गराउँदछौं ।

सानिमा रिलायन्स लाईफ इन्स्योरेन्स लि.

(लि. नं. १०३४/०६४/६५)

नयाँ बानेश्वर, काठमाण्डौ

तीन महले विवरण

मिति २०८१।०६।२३ गते हुने सातौं वार्षिक साधारण सभामा पेश हुने प्रबन्धपत्रको दफा ६ को (ख) र (ग) सँग सम्बन्धित संशोधन प्रस्ताव :

दफा	हालको व्यवस्था	प्रस्तावित संशोधन/थप व्यवस्था	संशोधन/थप गर्नुको कारण
६ (ख)	कम्पनीको जारी पूँजी रु. ४,१८,४०,००,०००।- (अक्षरेपी चार अर्ब अठार करोड चालिस लाख रुपैया) हुनेछ। सो पूँजीलाई प्रतिशेयर रु. १००।- दरका २,१८,४०,००० थान साधारण शेयरमा विभाजन गरिएको छ।	कम्पनीको जारी पूँजी रु. ४,९५,३०,६५,२२४।- (अक्षरेपी चार अर्ब पन्चानब्बे करोड तीस लाख पैसाठी हजार दुई सय चौबीस) हुनेछ। सो पूँजीलाई प्रतिशेयर रु. १००।- दरका ४,९५,३०,६५२ थान साधारण शेयरमा विभाजन गरिएको छ।	सातौं वार्षिक साधारण सभाबाट १८.३८११ प्रतिशत बोनस शेयर जारी गर्दा कम्पनीको जारी पूँजीलाई वृद्धि गर्न आवश्यक भएकोले।
६ (ग)	कम्पनीको चुक्ता पूँजी रु. ४,१८,४०,००,०००।- (अक्षरेपी चार अर्ब अठार करोड चालिस लाख रुपैया) हुनेछ। सो पूँजीलाई प्रतिशेयर रु. १००।- दरका ४,१८,४०,००० थान साधारण शेयरमा विभाजन गरिएको छ।	कम्पनीको चुक्ता पूँजी रु. ४,९५,३०,६५,२२४।- (अक्षरेपी चार अर्ब पन्चानब्बे करोड तीस लाख पैसाठी हजार दुई सय चौबीस) हुनेछ। सो पूँजीलाई प्रतिशेयर रु. १००।- दरका ४,९५,३०,६५२ थान साधारण शेयरमा विभाजन गरिएको छ।	सातौं वार्षिक साधारण सभाबाट १८.३८११ प्रतिशत बोनस शेयर जारी गर्दा कम्पनीको जारी पूँजीलाई वृद्धि गर्न आवश्यक भएकोले।

मिति २०८१।०६।२३ गते हुने सातौं वार्षिक साधारण सभामा पेश हुने सञ्चालक समितिको भत्ता तथा सुविधा परिमार्जन गर्ने प्रस्तावसँग सम्बन्धित संशोधन प्रस्ताव

क्र.सं.	हालको व्यवस्था	प्रस्तावित संशोधन/थप व्यवस्था	संशोधन/थप गर्नुको कारण
१.	सञ्चालक समिति प्रति बैठक भत्ता अध्यक्ष : रु.१०,०००।- (अक्षरेपी दश हजार मात्र) सदस्य : रु.८,०००।- (अक्षरेपी आठ हजार मात्र) सञ्चालक समिति अन्तर्गत गठित उप समिति प्रति बैठक भत्ता सञ्चालक सरहको हुने।	सञ्चालक समिति प्रति बैठक भत्ता अध्यक्ष : रु.२०,०००।- (अक्षरेपी बीस हजार मात्र) सदस्य : रु.१८,०००।- (अक्षरेपी अठार हजार मात्र) सञ्चार सुविधा : रु.२५,०००।- (अक्षरेपी पच्चिस हजार मात्र) मासिक सञ्चालक समिति अन्तर्गत गठित उप समिति प्रति बैठक भत्ता सञ्चालक सरहको हुने।	कम्पनीको संस्थापनाकाल देखि सञ्चालक समितिको भत्ता तथा सुविधा परिमार्जन नभएको र अन्य कम्पनीको भत्ता तथा सुविधाको तुलनामा कम देखिएको हुँदा समय सापेक्ष रुपमा भत्ता तथा सुविधा परिमार्जन गर्न आवश्यक भएकोले।

6TH ANNUAL GENERAL MEETING JANUARY 25, 2024



1ST ANNIVERSARY MARCH 22, 2024



BUSINESS STRATEGY MEET APRIL 21, 2024



FAREWELL TO BOARD MEMBERS AND RECOGNITION OF THE WINNER OF CORPORATE WOMEN'S BEACH CRICKET TEAM JUNE 19, 2024



NEPAL IDOL SEASON 5

JUNE 22, 2024



BRAVO ANNUAL CONCLAVE 2081

AUGUST 6, 2024



CLUB ACHIEVERS' EVENT 2081

SEPTEMBER 2 2024



CSR EVENTS

SEPTEMBER 8, 2024





सानिमा रिलायन्स लाईफ इन्स्योरेन्स लिमिटेड

नयाँ बानेश्वर, काठमाडौं, नेपाल

☎ ०१-४७९७१२४ ✉ info@sanimareliancelife.com 🌐 www.sanimareliancelife.com