

प२^औ वार्षिक प्रतिवेदन २०७५/०७६

समृद्धिको लागि
निरन्तर सहायात्रा



लुम्बिनी विकास बैंक लि.
Lumbini Bikas Bank Ltd.

निरन्तर सहायात्रा

सञ्चालक समिति



दशरथ रिसाल
अध्यक्ष



शशिलराज पराजुली
सञ्चालक
(संस्थापक शेयरधनीको तर्फबाट)



चिन्तामणि मट्टराई
सञ्चालक
(संस्थापक शेयरधनीको तर्फबाट)



प्रबिण कृष्ण श्रेष्ठ
सञ्चालक
(सर्वसाधारण शेयरधनीको तर्फबाट)



प्रताप कुमार आचार्य
सञ्चालक
(सर्वसाधारण शेयरधनीको तर्फबाट)



राम चन्द्र सिग्देल
सञ्चालक
(सर्वसाधारण शेयरधनीको तर्फबाट)



अंजु कुमारी गुप्ता
सञ्चालक
(स्वतन्त्र)

हरि कृष्ण सुवेदी
कम्पनी सचिव

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बाह्रौ वार्षिक साधारण सभा सम्बन्धी सूचना

आदरणीय शेयरधनी महानुभावहरू,

यस लुम्बिनी विकास बैंक लि. को मिति २०७६/०९/०७ गते बसेको संचालक समितिको ३५१ औं बैठकको निर्णय बमोजिम विकास बैंकको बाह्रौ वार्षिक साधारण सभा निम्न लिखित मिति, समय र स्थानमा देहायका बिषयहरू उपर छलफल तथा निर्णय गर्न बस्ने भएकोले कम्पनी ऐन २०६३ को दफा ६७ अनुसार सम्पूर्ण शेयरधनी महानुभावहरूको जानकारी तथा उपस्थितिको लागि यो सूचना प्रकाशित गरिएको छ ।

सभा हुने मिति, समय र स्थान :

मिति : २०७६/०९/२९ गते, मंगलबार (तदनुसार १४ जनवरी २०२०)

समय : बिहान ११:०० बजे देखि

स्थान : अमृतभोग, कालिकास्थान, काठमाडौं ।

छलफलका बिषयहरू :

क) सामान्य प्रस्तावहरू :

- १) सञ्चालक समितिको तर्फबाट अध्यक्षज्यूले पेश गर्नुहुने आर्थिक वर्ष २०७५/०७६ को वार्षिक प्रतिवेदन उपर छलफल गरि पारित गर्ने ।
- २) लेखापरीक्षकको प्रतिवेदन सहित २०७६ आषाढ मसान्तको वासलात, नाफा नोक्सान हिसाब तथा सोही अवधिको नगद प्रवाह विवरण तथा सम्बन्धित अनुसूचीहरू छलफल गरी पारित गर्ने ।
- ३) कम्पनी ऐन २०६३ को दफा १११ साथै बैंक तथा वित्तीय संस्था सम्बन्धी ऐन २०७३ को दफा ६३ वमोजिम आ.व. २०७६/७७ का लागि लेखापरीक्षकको नियुक्ति गर्ने तथा निजको पारिश्रमिक निर्धारण गर्ने । (हालका लेखापरीक्षक Khagendra & Associates पुनः नियुक्ति हुन योग्य हुनुहुन्छ ।)
- ४) सञ्चालक समितिले प्रस्ताव गरे वमोजिम आर्थिक वर्ष २०७५/७६ को मुनाफा तथा संचित मुनाफा रकमबाट हाल कायम चुक्ता पूँजी रु. २,५८,६९,६३,५५१/- (अक्षरेपी दुई अर्ब अण्टाउन्न करोड उनान्सतरी लाख त्रिसठ्ठी हजार पाँच सय एकाउन्न मात्र) को १५% ले हुन आउने रकम रु ३८,८०,४४,५३२/६५ (अक्षरेपी अड्तीस करोड असी लाख चवालिस हजार पाँचसय बत्तीस र पैसा पैसठ्ठी मात्र) (बोनस शेयर र नगद लाभांशमा लाग्ने कर प्रयोजनार्थ समेत) नगद लाभांश वितरण गर्न स्वीकृति प्रदान गर्ने सम्बन्धमा ।

ख) विशेष प्रस्तावहरू :

- १) सञ्चालक समितिले प्रस्ताव गरे वमोजिम आर्थिक वर्ष २०७५/७६ को मुनाफा तथा संचित मुनाफा रकमबाट हाल कायम चुक्ता पूँजी रु. २,५८,६९,६३,५५१/- (अक्षरेपी दुई अर्ब अण्टाउन्न करोड उनान्सतरी लाख त्रिसठ्ठी हजार पाँच सय एकाउन्न मात्र) को ५% ले हुन आउने रकम रु १२,९३,४८,१७७/५५ (अक्षरेपी बाह्र करोड त्रियान्द्वे लाख अड्चालीस हजार एक सय सतहत्तर र पैसा पचपन्न मात्र) बोनस शेयर वितरण गर्न स्वीकृति प्रदान गर्ने सम्बन्धमा ।
- २) विकास बैंकको जारी तथा चुक्ता पूँजी रु. २,५८,६९,६३,५५१/- (अक्षरेपी दुई अर्ब अण्टाउन्न करोड उनान्सतरी लाख त्रिसठ्ठी हजार पाँच सय एकाउन्न मात्र) रहेकोमा बोनस शेयर वितरण पश्चात जारी तथा चुक्ता पूँजी रु. २,७१,६३,११,७२८/५५ (अक्षरेपी दुई अर्ब एकहत्तर करोड त्रिसठ्ठी लाख एघार हजार सातसय अड्ठाईस र पैसा पचपन्न मात्र) पुन्याउने विशेष प्रस्ताव पारित गर्ने ।
- ३) बोनस शेयर जारी पछि कायम हुने जारी र चुक्ता पूँजी वमोजिम यस विकास बैंकको प्रबन्धपत्रको दफा ५ को (ख) र (ग) मा आवश्यक संशोधन गर्ने । यस सम्बन्धमा नियमनकारी निकायहरूबाट फेरबदल गर्न निर्देशन भएमा आवश्यकता अनुसार थपघट, परिमार्जन, संशोधन र भाषागत अन्य सुधार समेतका लागि सञ्चालक समितिलाई अख्तियारी दिने ।
- ४) यस विकास बैंक अन्य कुनै बैंक तथा वित्तीय संस्थामा गाभ्ने/गाभिने वा एक्विजिसन (प्राप्ती) सम्बन्धी उपयुक्त प्रस्ताव आएमा सो कार्यका लागि समझदारीपत्रमा हस्ताक्षर गर्न, सम्पत्ति दायित्व तथा कारोबारको मूल्यांकनकर्ता नियुक्त गर्न तथा निजको पारिश्रमिक निर्धारण गर्न लगायत अन्य सम्पूर्ण प्रक्रिया पुरा गर्न सञ्चालक समितिलाई अख्तियारी प्रदान गर्ने ।

ग) विविध:

संचालक समितिको आज्ञाले
कम्पनी सचिव

वार्षिक साधारण सभा सम्बन्धी जानकारी

1. वार्षिक साधारण सभा प्रयोजनको लागि बैंकको शेयर दाखिल खारेजको काम २०७६/०९/२३ गते देखि २०७६/०९/२९ गतेसम्म बन्द गरिने छ । मिति २०७६/०९/१७ गते सम्ममा श्री नेपाल स्टक एक्सचेन्ज लिमिटेडमा नियमानुसार कारोबार भई सि.डि.एस. एण्ड क्लियरिङ लिमिटेडबाट राफसाफ समेत भई मिति २०७६/०९/२२ गते सम्ममा प्रचलित नियमानुसार यस विकास बैंकको शेयर रजिष्ट्रार श्री मुक्तिनाथ क्यापिटल लिमिटेड, ट्रेड टावर, थापाथली काठमाडौंमा रहेको शेयर दर्ता किताबमा कायम हुन आएका शेयरधनी महानुभावहरूले मात्र साधारण सभामा भाग लिन, मतदान गर्न र लाभांश प्राप्त गर्न सक्नेछन् ।
2. साधारण सभामा भाग लिन इच्छुक शेयरधनी महानुभावहरूले सभा हुने दिन सककल शेयरधनी प्रमाणपत्र वा प्रवेशपत्र वा हितग्राही खाता (DEMAT A/C) को बिबरण सहित आफ्नो परिचय खुल्ने प्रमाण (जस्तै: नागरिकता प्रमाणपत्र वा अन्य कुनै परिचयपत्र) साथमा लिई आउनु हुन अनुरोध छ ।
3. शेयरधनी महानुभावहरूले उपस्थिति पुस्तिकामा दस्तखत गर्न शेयरधनी उपस्थिति पुस्तिका बिहान १०:०० बजे देखि नै खुल्ला गरिनेछ ।
4. साधारण सभामा भाग लिन तथा मतदान गर्नका लागि प्रतिनिधि (प्रोक्सी) नियुक्त गर्न चाहने शेयरधनीहरूले तोकिएको ढाँचामा यस विकास बैंकको शेयरधनीलाई मात्र प्रतिनिधि (प्रोक्सी) नियुक्त गर्न सक्नुहुनेछ । यसरी प्रतिनिधि (प्रोक्सी) नियुक्त गरिएको निवेदन सभा शुरु हुनु भन्दा कम्तिमा ४८ घण्टा अगावै विकास बैंकको प्रधान कार्यालय, डिल्लीबजार, काठमाडौंमा दर्ता गराइ सक्नु पर्नेछ ।
5. प्रतिनिधि नियुक्त गरिसक्नु भएको शेयरधनी ऑफे सभामा उपस्थित भई उपस्थिति पुस्तिकामा दस्तखत गर्न चाहेमा सोको लिखित सूचना दिई प्रतिनिधि (प्रोक्सी) बदर गर्न सक्नुहुनेछ ।
6. कुनै शेयरधनीले प्रतिनिधि (प्रोक्सी) नियुक्त गर्दा आफ्नो नाममा रहेको सम्पूर्ण शेयरको प्रतिनिधि (प्रोक्सी) एक जना व्यक्तिलाई मात्र मुकर्रर गर्नुपर्नेछ । एकभन्दा बढी व्यक्तिलाई अख्तियारनामा दिएमा पहिलो पटक दर्ता हुन आएको अख्तियारनामालाई मान्यता दिइनेछ र पछिल्लो पटक दर्ता हुन आएको अख्तियारनामा स्वतः बदर हुनेछ । संगठित संस्थाका शेयरधनीको हकमा संस्थाले तोकिएको खटाएको वा मनोनित गरेको प्रतिनिधिले साधारणसभामा भाग लिन पाउनु हुनेछ ।
7. नाबालक वा विक्षिप्त व्यक्ति शेयरधनीको तर्फबाट यस विकास बैंकको शेयर लगत किताबमा संरक्षकको रूपमा नाम दर्ता भएको व्यक्तिले सभामा भाग लिन, मतदान गर्न र प्रतिनिधि तोक्न पाउनु हुनेछ तर संरक्षक ऑफे शेयरधनी नभएमा संरक्षकले अरु शेयरधनीको प्रतिनिधि (प्रोक्सी) भई सभामा भाग लिन सक्नुहुने छैन । संयुक्त रूपमा शेयर लिने शेयरधनीहरूको हकमा त्यस्तो शेयरधनीहरू मध्येबाट सर्वसम्मत रूपमा मनोनित प्रतिनिधिले वा सो बमोजिम कुनै प्रतिनिधि नियुक्त नभएमा शेयरधनीहरूको दर्ता किताबमा पहिलो नाम उल्लेख भएको शेयरधनीले मात्र साधारण सभामा भाग लिन तथा मतदान गर्न पाउनु हुनेछ ।
8. शेयरधनीहरूबाट उठेका प्रश्न, जिज्ञासा वा मन्तव्यहरूको सम्बन्धमा सञ्चालक समितिको तर्फबाट सभाका अध्यक्ष वा अध्यक्षबाट अनुमतिप्राप्त ब्यक्तिले जवाफ दिनुहुनेछ ।
9. सुरक्षाको दृष्टिकोणले शेयरधनी महानुभावहरू सभा स्थलमा आउँदा भोला वा अन्य शंकास्पद कुनै बस्तु नलिई आउनु हुन अनुरोध गरिन्छ । सुरक्षाकर्मीले आवश्यक देखेमा सुरक्षा जाँच समेत गर्न सक्ने भएकोले आवश्यक सहयोग गरिदिन हुन अनुरोध गरिन्छ ।
10. साधारण सभा सम्बन्धी अन्य जानकारीका लागि लुम्बिनी विकास बैंक लि. को केन्द्रीय कार्यालय, डिल्लीबजार, काठमाडौंमा कार्यालय समय भित्र सम्पर्क गर्नुहुन वा हाम्रो वेवसाईट www.lumbinibikasbank.com मा हेर्नुहुन अनुरोध छ ।

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Phone : 4413232/4421696/4421698
Fax : 01-4413290

Inside Kathmandu Valley

Basundhara Branch [035]
Branch Manager: Mahendra Kumar Shrestha
Address: Ring Road, Basundhara,
Tokha -5, Kathmandu
Phone: 01-4383614 / 4383615
Fax: 01-4355816

Bode Branch [065]
Branch Manager: Meena Manandhar
Address: Madhyapur Thimi Municipality,
Bhaktapur
Phone: 016636113/114
Fax:

Dhungehdhara Branch [052]
Branch Manager: Shakuntala Lama
Address: Dhungehdhara, Kathmandu
Phone: 01-4880545/4880925
Fax:

Dillibazar Branch [011]
Branch Manager: Bal Krishna Ban
Address: Dillibazar, Kathmandu
Phone: 01-4441641/4441642
Fax: 01-4441642

Gongabu Branch [013]
Branch Manager: Hari Pokhrel
Address: Gongabu, Kathmandu
Phone: 01-4387245/4352052
Fax: 01-4387246

Kantipath Branch [036]
Branch Manager: Binita Mathema
Address: Kantipath, Kathmandu
Phone: 01-4249534/ 01-4253323
Fax: 01-4261316

Kapan Branch [028]
Branch Manager: Sweta Sharma
Address: Milan Chowk,
Kapan, Kathmandu
Phone: 01-4823320
Fax: 01-4823319

Katyayani Branch [053]
Branch Manager: Sabin Ghimire 2
Address: Katyayani Chowk,
Bhimsengolamarg
Phone: 014109293/4
Fax:

Kausaltar Branch [020]
Branch Manager: Min Prasad Shrestha
Address: Kausaltar, Bhaktapur
Phone: 01-6636229/6637385
Fax: 01-6637948

Kuleshwor Branch [018]
Branch Manager: Niranjana Jaspau
Address: Kuleshwor, Kathmandu
Phone: 01-5165035 / 4271279
Fax: 01-4270271

Kumaripati Branch [050]
Branch Manager: Rajeeb Bhakta Mulmi
Address: Kumaripati, Lalitpur
Phone: 01-5534281
Fax: 01-540005

Lele Branch [041]
Branch Manager: Keshab Lal Shrestha
Address: Tika Bhairav, Lalitpur
Phone: 01-6200375 / 6200376
Fax:

Mahalaxmasthan Branch [042]
Branch Manager: Raj Kumar K.C
Address: Mahalaxmasthan, Lalitpur
Phone: 01-5193065 / 01-5193124
Fax:

Narayantar Branch [054]
Branch Manager: Bikash Shrestha
Address: Narayantar, Jorpati
Phone: 01-4910606/4910688
Fax:

Narephat Branch [066]
Branch Manager: Sudhir Kumar Karki
Address: Kathmandu -32, Narephat
Phone: 015149301
Fax:

Newroad Branch [016]
Branch Manager: Dinesh Pokharel
Address: Khichapokhari, Newroad, Kathmandu
Phone: 01-4231106/01-6227836
Fax: 01-4230987

Thamel Branch [049]
Branch Manager: Maheshor Prasad Pokharel
Address: Thamel, Kathmandu
Phone: 01-4423443/4423445
Fax: 01-4425655

Tokha Branch [033]
Branch Manager: Shreeganesh Pradhan
Address: Tokha Road, Kathmandu
Phone: 01-5159600
Fax: 01-5159216

Tripureshwor Branch [031]
Branch Manager: Sajan Shrestha
Address: Tripureshwor, Kathmandu
Phone: 01-4233373/4233380/4233381
Fax: 01-4233376

Outside Kathmandu Valley

Badkhola Branch [063]
Branch Manager: Tanka Prasad Dhakal
Address: Municipality -03,
Badkhola, Syangja
Phone: 063 - 423174

Banepa Branch [034]
Branch Manager: Kaji Bahadur Khatri
Address: Tribhuwan Chowk, Banepa
Phone: 011-661321
Fax: 011-661340

Bhairahawa Branch [027]
Branch Manager: Shankar Pandey
Address: Basantapath -12,
Aawa Road, Rupandehi
Phone: 071-520073
Fax: 071-520074

Bhakundebsi Branch [038]
Branch Manager: Ruku Subedi
Address: Bhakundebsi, Kavre
Phone: 011-404062
Fax: 011-404059

Biratnagar Branch [015]
Branch Manager: Niraj Sethia
Address: Biratnagar -12,
BataRoad, Morang
Phone: 021-440663/530182
Fax: 021-440664

Birgunj Branch [010]
Branch Manager: Prabhakar Kumar Jha
Address: Society Complex, Adarshnagar
Phone: 051-523468/527429
Fax: 051-530766

Butwal Branch [046]
Branch Manager: Amod Subedi
Address: Butwal SMC -11,
Devinagar, Rupandehi
Phone: 071-410165 / 071-410166
Fax:

Chandrawati Branch [047]
Branch Manager: Surendra Dahal
Address: Satiswara VDC -02,
Chandrawati, Tanahun
Phone:
Fax:

Chapur Branch [019]
Branch Manager: Subodh Koirala
Address: Chandrapur -4, Rautahat
Phone: 055-540770
Fax: 055-540681

Devighat Branch [040]
Branch Manager: Bishwombar Dangol
Address: Devighat, Trishuli
Phone: 010-410073
Fax: 010-410072

Dhangadhi Branch [067]
Branch Manager: Sabin Ghimire
Address: Chauraha, Dhangadhi
Phone: 91-590082
Fax:

Dhikure Branch [039]
Branch Manager: Surya Kumar Pandit
Address: Dhikure, Nuwakot
Phone: 010-418073
Fax: 010-418073

Fattepur Branch [026]
Branch Manager: Ramesh Kumar Poudel
Address: Fattepur -03, Saptari
Phone: 031-550191
Fax: 031-550192

Gajehada Branch [064]
Branch Manager: Manish Acharya
Address: Banganga -4,
Gajehada Kapilvastu
Phone: 076-550423

Garuda Branch [045]
Branch Manager: Prabind Kumar Mandal
Address: Garuda Bazar, Rautahat
Phone: 055-565070
Fax: 055-565071

Gaur Branch [021]
Branch Manager: Chhanu Chaudhary
Address: Gaur, Rautahat
Phone: 055-521437
Fax: 055-521436

Hakimchowk Branch [009]
Branch Manager: Sundar Adhikari
Address: Hakimchowk, Chitwan
Phone: 056-521196
Fax: 056-521197

Haraicha Branch [058]
Branch Manager: Sagarni Ghimire
Address: Haraicha, Morang
Phone: 021-401082
Fax:

Harinagara Branch [048]
Branch Manager: Ashok Kumar Metha
Address: Harinagara, Sunsari
Phone:
Fax:

Inaruwa Branch [017]
Branch Manager: Amit Agrawal
Address: Inaruwa, Sunsari
Phone: 025-561753
Fax: 025-560793

Itahari Branch [012]
Branch Manager: Sessa Raj Timsina
Address: Itahari -06, Sunsari
Phone: 025-587092 / 025-587093
Fax:

Janakpur Branch [030]
Branch Manager: Kiran Bahadur Umra Magar
Address: Janakpur -02, Dhanusha
Phone: 041-590881/590882
Fax: 041-530005

Kalikasthan Branch [043]
Branch Manager: Shambhu Prasad Neupane
Address: Kalikasthan, Rasuwa
Phone: 010-542073
Fax: 010-542073

Kerkha Branch [059]
Branch Manager: Dipak Kumar Khadka
Address: Kerkha, Jhapa
Phone: 023-475170/71
Fax:

Khaireritar Branch [005]
Branch Manager: Binod Kumar Adhikari
Address: Shuklagandaki 06, Tanahun
Phone: 065-412150
Fax: 065-412351

Kurintar Branch [056]
Branch Manager: Thaneshwor Acharya
Address: Kurintar, Chitwan
Phone: 056-410104
Fax:

Lahan Branch [025]
Branch Manager: Subant Sah
Address: Lahan -01, Siraha
Phone: 033-562102
Fax: 033-562104

Lalbandi Branch [014]
Branch Manager: Ashish Kumar Bhattari
Address: Hatbazar, Lalbandi
Phone: 046-501579/501581
Fax: 046-501580

Loharpati Branch [061]
Branch Manager: Raj Kumar Mahato
Address: Loharpati, Mahottari
Phone:
Fax:

Narayangarh Branch [006]
Branch Manager: Suraj Koirala
Address: Bharatpur -4,
Narayangarh
Phone: 056-570130
Fax: 056-570396

Naya Bahuni Branch [062]
Branch Manager: Santosh Dhakal
Address: Belbari -07, Nayabahuni Morang
Phone:
Fax:

Nepalgunj Branch [024]
Branch Manager: Bikram Thapa
Address: Surkhet Road -3,
Nepalgunj
Phone: 081-528259/528258
Fax: 081-525253

Okhaldhunga Branch [037]
Branch Manager: Bijay Lama
Address: Ramaelo Danda, Okhaldhunga
Phone: 037-520644
Fax: 037-520645

Parshadhapa Branch [057]
Branch Manager: Bhanu Sharma
Address: Parshadhapa, Chitwan
Phone: 056-404109 / 404110
Fax:

Patichaur Branch [029]
Branch Manager: Subash Bahadur Thapa
Address: Patichaur,
Deupur, Parbat
Phone: 067-410067/690566
Fax:

Pokhariya Branch [023]
Branch Manager: Pradip Kumar Rouniary
Address: Pokhariya -04, Parsa
Phone: 051-560254/560255
Fax: 051-560224

Rangeli Branch [022]
Branch Manager: Durgesh Rauniary
Address: Rangeli -07, Morang
Phone: 021-580631/580632
Fax: 021-580633

Rupani Branch [060]
Branch Manager: Binod Thapa
Address: Rupani -1, Saptari Nepal
Phone: 031-450197/031-450198
Fax:

Tandi Branch [008]
Branch Manager: Sudarshan Ghimire
Address: Rainagar -02, Chitwan
Phone: 056-563147
Fax: 056-563148

Pokhara Valley

Lakeside Branch [002]
Branch Manager: Bikram Giri
Address: Fewa Marga, Sector 3,
Diegopatan, Chetana Chowk, Pokhara
Phone: 061-465503
Fax: 061-465504

Lamachaur Branch [055]
Branch Manager: Sangita Paudel
Address: Lamachaur, Kaski, Pokhara
Phone: 061-442320/442317
Fax:

Mahendrapool Branch [001]
Branch Manager: Bal Bahadur Dhakal
Address: Mahendrapool, Pokhara -09
Phone: 061-551800/551900/525402
Fax: 016-551833/525401

Newroad Branch [032]
Branch Manager: Prakash Chandra Pahari
Address: Newroad, Pokhara
Phone: 061-522122 / 061-524700
Fax: 061-523700

Rajaka Chautara Branch [044]
Branch Manager: Bishwo Prakash Wagle
Address: Rajaka Chautara, Lekhnath
Phone: 061-410233/410234
Fax:

Rambazar Branch [007]
Branch Manager: Sanju Baral
Address: Rambazar, Pokhara
Phone: 061-432450
Fax:

लुम्बिनी विकास बैंक लिमिटेड प्रोक्सी फारम

(कम्पनी ऐन २०६३ को दफा ७१ को उपदफा (३) सँग सम्बन्धित)

श्री सञ्चालक समिति
लुम्बिनी विकास बैंक लिमिटेड
डिल्लीबजार, काठमाडौं ।

विषय: प्रतिनिधि नियुक्त गरेको बारे ।

महाशय,

जिल्ला _____ म.न.पा./गा.पा. वडा नं. _____ बस्ने म _____ले
त्यस विकास बैंकको शेयरधनीको हैसियतले मिति २०७६/०९/२९ गते मंगलबारका दिन हुने बाह्रौं वार्षिक साधारण सभामा स्वयं
उपस्थित भई छलफल तथा मतदानमा सहभागी हुन नसक्ने भएकाले उक्त सभामा मेरो/हाम्रो तर्फबाट भाग लिन तथा मतदान गर्नका
लागि _____ जिल्ला _____ म.न.पा./गा.पा., वडा नं. _____ बस्ने त्यस विकास बैंकका शेयरधनी
श्री _____ लाई मेरो प्रतिनिधि नियुक्त गरी पठाएको छु ।

प्रतिनिधि नियुक्त भएको व्यक्तिको:

हस्ताक्षरको नमूना :

शेयरधनीको नाम :

शेयरधनी परिचयपत्र नं.:

डिम्याट खाता नं.

निवेदकको

दस्तखत :

नाम :

ठेगाना :

शेयरधनी परिचय नं. :

शेयर डिम्याट नं. :

शेयर संख्या :

मिति :

नोट : यो निवेदन साधारण सभा हुनुभन्दा कम्तीमा ४८ घण्टा अगावै विकास बैंकको डिल्लीबजार स्थित रजिस्टर्ड कार्यालयमा पेश गरी
सक्नु पर्नेछ ।



लुम्बिनी विकास बैंक लिमिटेड डिल्लीबजार, काठमाण्डौ

लुम्बिनी विकास बैंक लि.को मिति २०७६ साल पौष महिना २९ गते मंगलबारका दिन हुने
बाह्रौं वार्षिक साधारण सभामा उपस्थित हुन जारी गरिएको
प्रवेश-पत्र

शेयरधनीको नाम : श्री _____

प्रमाणपत्र नं. _____ शेयरधनी परिचय नं./डिम्याट नं. _____

शेयर संख्या : _____

शेयरधनीको हस्ताक्षर

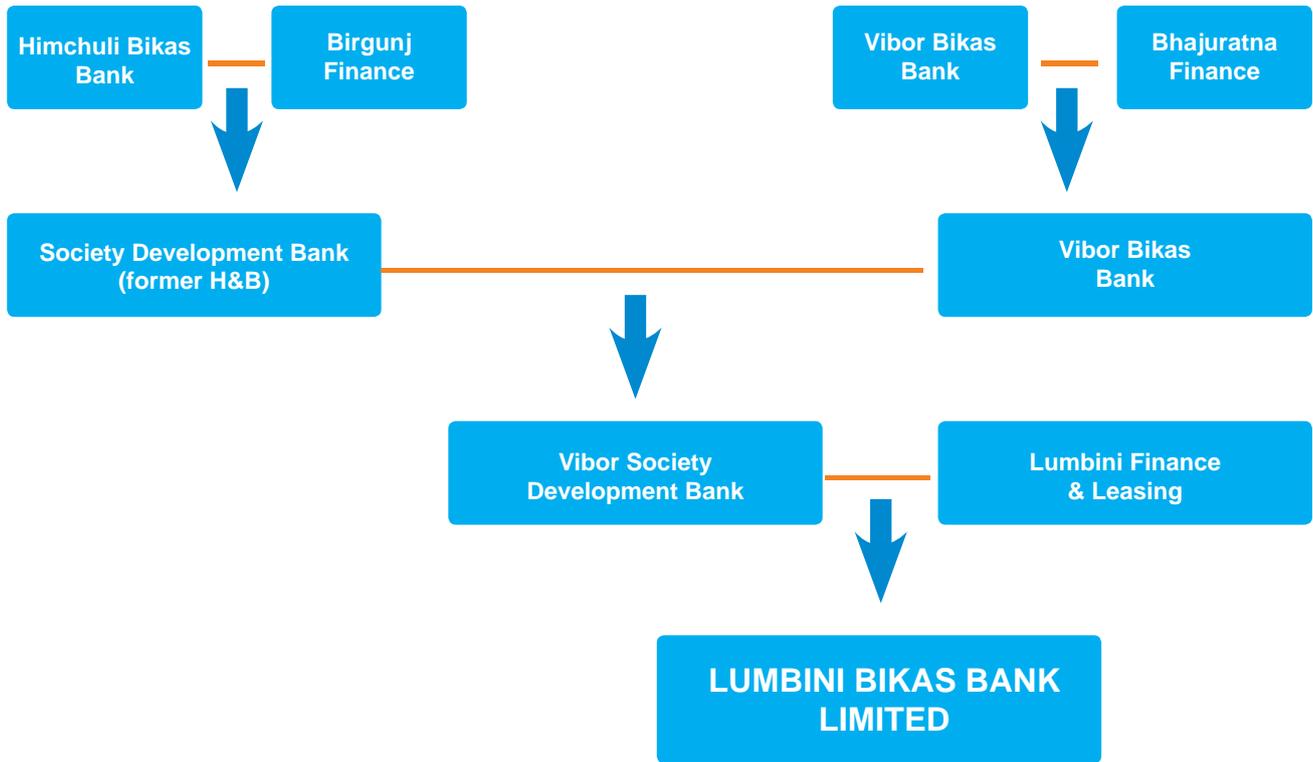
कम्पनी सचिव

द्रष्टव्य: १) शेयरधनीहरूले माथि उल्लिखित सम्पूर्ण विवरणहरू अनिवार्य रूपमा भर्नु हुन अनुरोध छ ।

२) सभाकक्षमा प्रवेश गर्न यो प्रवेशपत्र अनिवार्य रूपमा प्रस्तुत गर्नु पर्नेछ ।

LUMBINI BIKAS BANK LIMITED AT A GLIMPSE

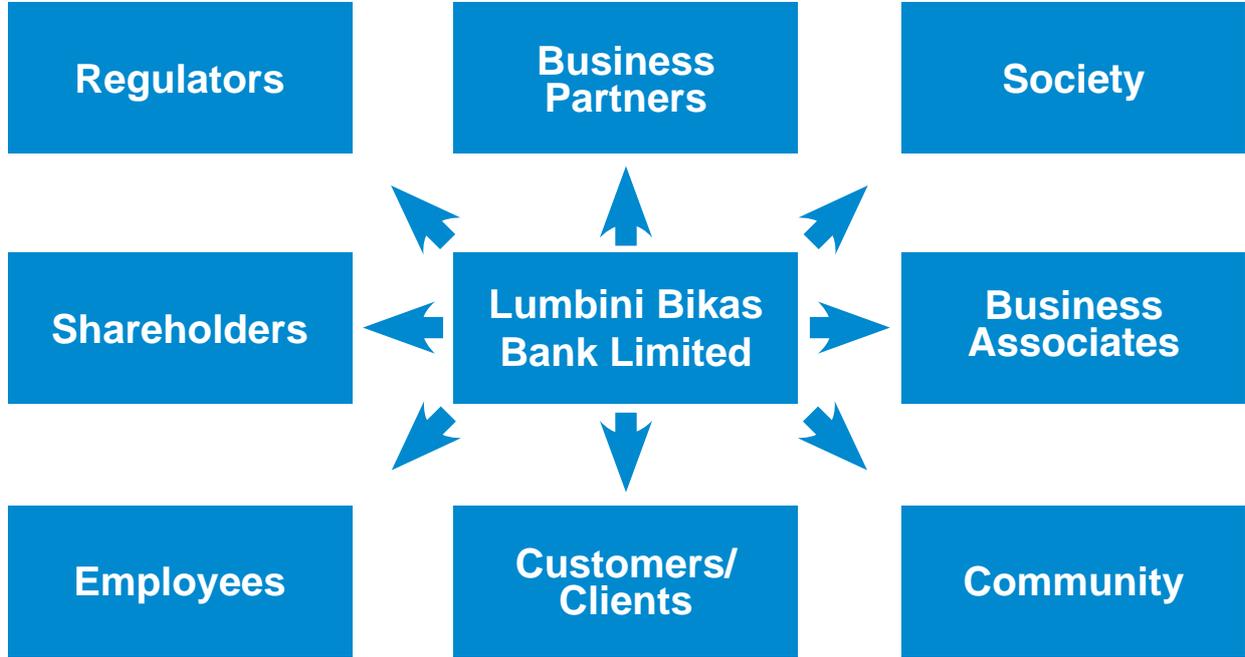
Lumbini Bikas Bank Limited is an entity established with the merger of five Banks and Financial Institution namely. Bhajuratna Finance, Birgunj Finance, Himchuli Bikas Bank, Lumbini Finance and Vibor Bikas Bank. The last merger of Vibor Society Development Bank and Lumbini Finance and Leasing took place on 25th Ashad 2074. Lumbini Bikas Bank has, in this Fiscal Year, completed its 2nd year of joint operation



Situated at the heart of Kathmandu, Lumbini Bikas Bank Limited has today spread its branches all over Nepal. While 66 branches are in operation at present, Lumbini Bikas Bank has plans to open 8 new branches in current Fiscal Year 2076/77. Through its branches, the bank has been successful to build a strong banking network all over Nepal. LBBL is providing its service in following location:

Province	Districts
1	Okhaldhunga, Sunsari, Morang, Jhapa
2	Parsa, Rautahat, Mahottari, Dhanusha, Siraha, Saptari, Sarlahi
3	Chitwan, Rasuwa, Nuwakot, Kathmandu, Bhaktapur, Kavrepalanchowk, Lalitpur
4	Kaski, Parbat, Syangja, Tanahu
5	Kapilbastu, Rupandehi, Banke
6	Surkhet- Upcoming
7	Kailali, Kanchanpur- Upcoming

With the motto of 'Nirantar Sahayatra' Lumbini Bikas Bank Limited has been providing its stakeholders continuous support and has contributed to value addition.



• Quality Service Delivery and Value Addition to **Customers**

Lumbini Bikas Bank places customers in a high place and commits to provide value service delivery. Lumbini Bikas Bank has not just limited its service to deposit accumulation with better interest rate or loan disbursement in feasible interest rates. LBBL has ensured value addition to a simple service easing banking to its customers such as:

- ▶ Prompt service delivery
- ▶ Customer centric attitude
- ▶ Network of 66 branches all over Nepal
- ▶ Network of ATM
- ▶ Network of VISA
- ▶ Phone pay
- ▶ Wallet
- ▶ Mobile Banking
- ▶ Internet Banking

• Mutual Beneficial Relation with **Business Partners**

LBBL value adds the banking service to its customers. In doing so, the bank needs support of various business partners who support in field of Information Technology, Equipment, Machineries, Management Information System, Banking Software, Interior Design of the bank, vendors who supply inventories and agencies who support advertisement, travel, couriers etc. for smooth banking operation.

This relation with Business Partners is mutual beneficiary, where the bank adds value to its service, the partners not only get chance of business generation but also adds value to their service while addressing LBBL new and changing requirements. Thus, LBBL gives Business Partners areas to grow and also address the changing business needs of the market it is operating in.

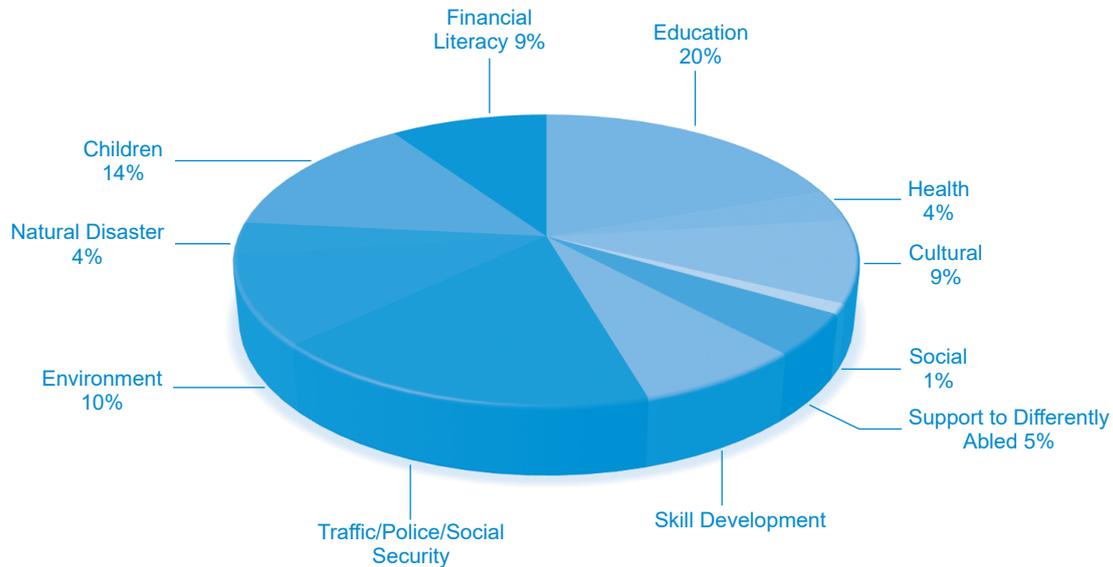
• Compliance to the instruction of **Regulators**

Operating under the central bank of Nepal, Nepal Rastra Bank, Sebon, Nepal Stock Exchange and Company Registrar

etc. LBBL has ensured full compliance to NRB's directives, rules and regulations and provide full corporation to their procedures of operation, inspection and monitoring.

• Corporate Social Responsibilities to **Society**

LBBL works in uplifting society and give back to the society when and where possible. In FY 2075/76 LBBL contributed NRs.26,87,118 as Corporate Social Responsibilities; the sum contributed in CSR were distributed in various sectors as depicted in the pie chart below.



• Responsible Citizen towards Community and **Country**

Lumbini Bikas Bank has been acting as a responsible organization operating in Nepal and has always been responsible member of the community it is operating in. LBBL complies with the Law of Nation, pays taxes and contributes to the nation in any way possible. LBBL respects and supports the Government, policy and preference it celebrated Constitution Day 2076 on 19th September, 2019 and other national festivals with all the citizens of the nation.

• Effective Governance to **Business Associates**

Lumbini Bikas Bank has Board level representation on four BFIs namely

- ▶ Deprocs Laghubitta Bittiya Sanstha as a CHAIRMAN
- ▶ NADEP Laghubitta Bittiya Sanstha Limited
- ▶ Lumbini General Insurance Company Limited
- ▶ Muktinath Capital Limited

In all these organization, Lumbini Bikas Bank has ensured good and effective corporate governance which has resulted sustenance and growth of all these organization.

• Return on Investment to **Shareholders**

Lumbini Bikas Bank values its shareholders and has been continuously giving return on their investment since its joint operation. Returning in form of stock and cash dividend in two consequent years after its last joint operation; returning 17.07% stock dividend in FY 2074/75 and 15% Cash and 5% Stock Dividend in FY 2075/76 to its shareholders.

• Benefits and Recognition to **Employees**

Lumbini Bikas Bank believes that employees are the vital asset of the bank who provide quality service delivery to the customer. Happy Employee means happy customers, happy customer means satisfied customers and satisfied customers is the factor contributing to the growth of the organization. Thus, LBBL has ensured employee satisfaction by several employee benefits such as:

- ▶ Employee Salary Increment from time to time
- ▶ Growth Opportunity
- ▶ Office Uniform
- ▶ Staff Loan
- ▶ Employee medical insurance
- ▶ Best interest rates on savings accounts to employee salary accounts
- ▶ Free locker facility
- ▶ Good working environment

THE BOARD OF DIRECTORS

A team of 7 directors led by the Chairman of the Bank, Mr. Dasharath Risal govern Lumbini Bikas Bank. The competent and experienced directors ensure a good governance and provide correct direction to the management.

- **CHAIRMAN, MR. DASARATH RISAL:**

Mr. Dasarath Risal has been the Chairman of Lumbini Bikas Bank since 10th Bhadra, 2076. Besides Lumbini Bikas Bank, He has held the position of Director in Central Finance for more than 10 years.

- **MR. SUSHIL RAJ PARAJULI:**

Mr. Sushil Parajuli has been in Board of Directors of Lumbini Family for almost 10 years. He has experience in Leadership position in banking sector of about 20 years.

- **MR. CHINTAMANI BHATTARAI:**

Mr. Chintamani Bhattarai is involved in leadership and management position of various Banks and Financial Institution. He has been with Lumbini Bikas Bank Family for more than 20 years. Mr. Bhattarai's extensive involvement with Rotary International is highly noticeable as Deputy Governor of Rotary District 3292 Nepal Bhutan in year 2017/18.

- **MR. PRABIN KRISHNA SHRESTHA:**

Mr. Prabin Krishna Shrestha has 18 years of banking experience with 12 years in Manager Position in commercial Bank. He has been associated with Lumbini Bikas Bank since 31st Bhadra, 2075.

- **MR. PRATAP KUMAR ACHARYA:**

Mr. Pratap Kumar Acharya has served in Sunaulo Parivar for over 17 years and also has worked with DISVI International Cooperation. Board of Director of Financial Institute and Insurance Company. He has been associated with Lumbini Bikas Bank since 31st Bhadra, 2075.

- **MR. RAM CHANDRA SIGDEL:**

Mr. Ram Chandra Sigdel has experience in leadership and management as Board of Director of Banking and Financial Institution, in academic sector as well as in business sector. He has been associated with Lumbini Bikas Bank since 31st Bhadra, 2075.

- **MS. ANJU KUMARI GUPTA:**

Ms. Anju Kumari Gupta has more than 18 years of Banking Experience in Various BFIs including Standard Chartered Bank. She has been associated with Lumbini Bikas Bank since 20th Falgun, 2075. Besides Banking Sector, she is also involved in other Business Sector.

MANAGEMENT OF LUMBINI BIKAS BANK LIMITED

The Management of the Bank includes of CEO and Senior executives of the Bank. The Senior Executives consists of Senior Deputy Chief Executive Officer and Deputy Chief Executive Officer. The Management is involved in monitoring and executing the overall organization under policy and budget given by Board of Directors.

- **MR. NARESH SINGH BOHRA, CEO**

An MBA Degree holder form MONIRBA, University of Allahabad, India, Mr. Bohra has been in the field of Banking for more than two decades. He had started his banking career with Nepal Bangladesh Bank Limited and joined Lumbini Bikas Bank Limited on July 18, 2018 as Chief Executive Officer.

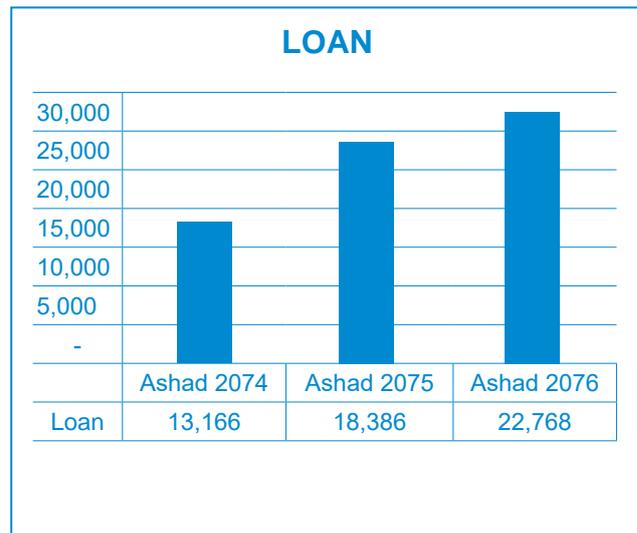
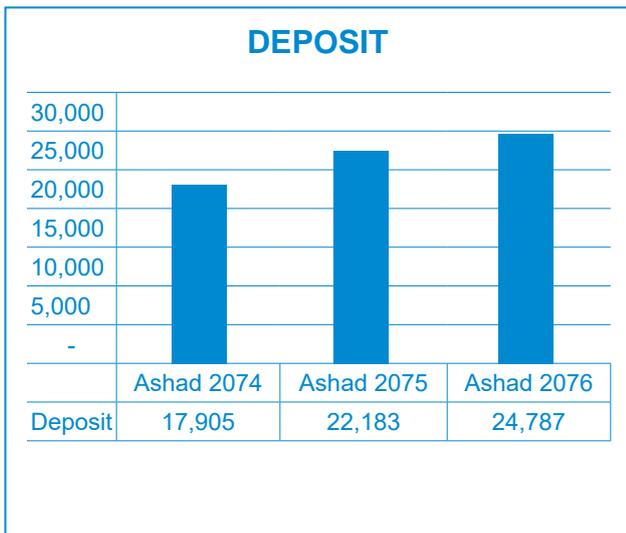
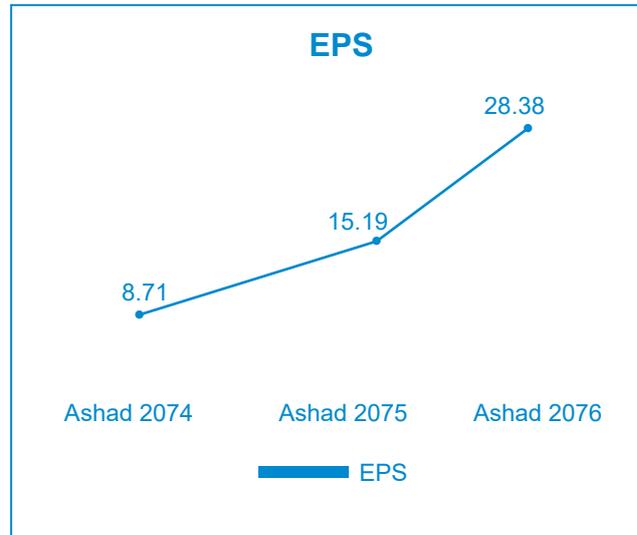
- **MR. PABAN DHAKAL, SENIOR DCEO**

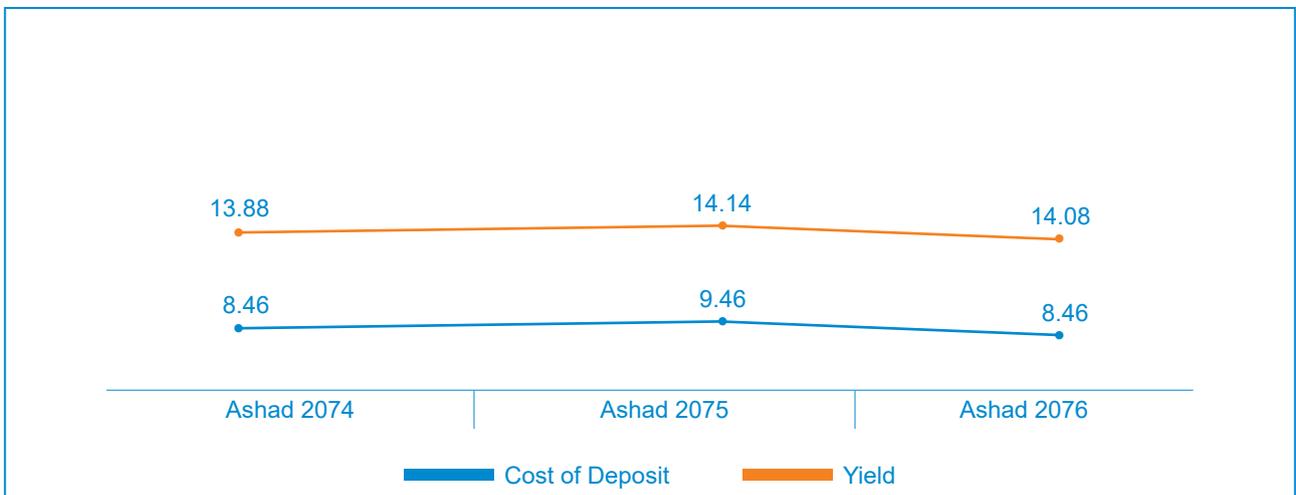
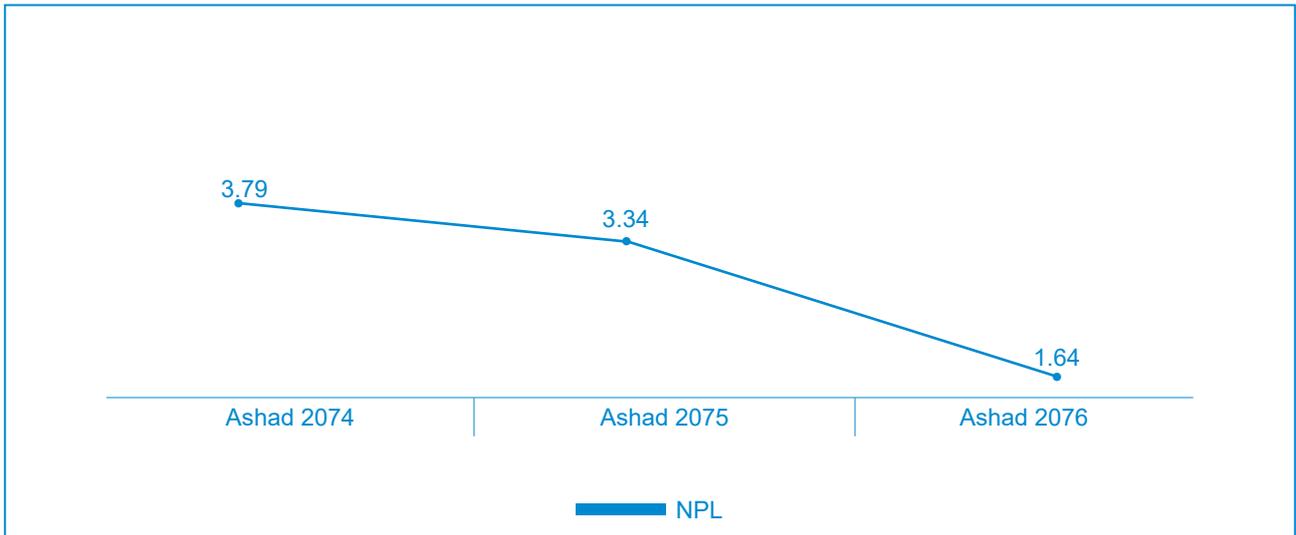
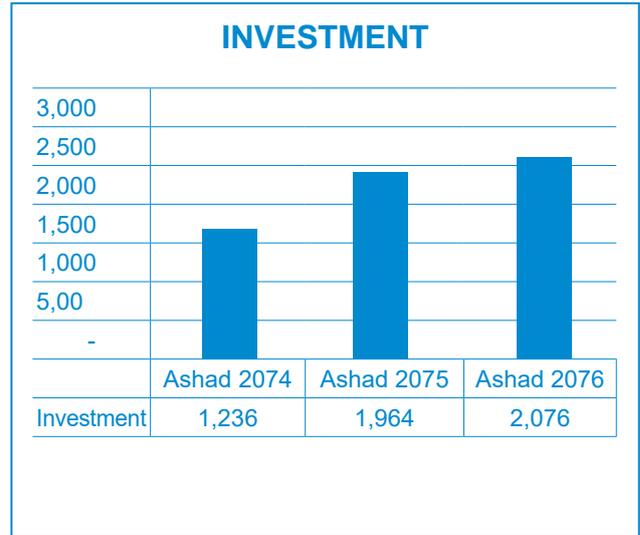
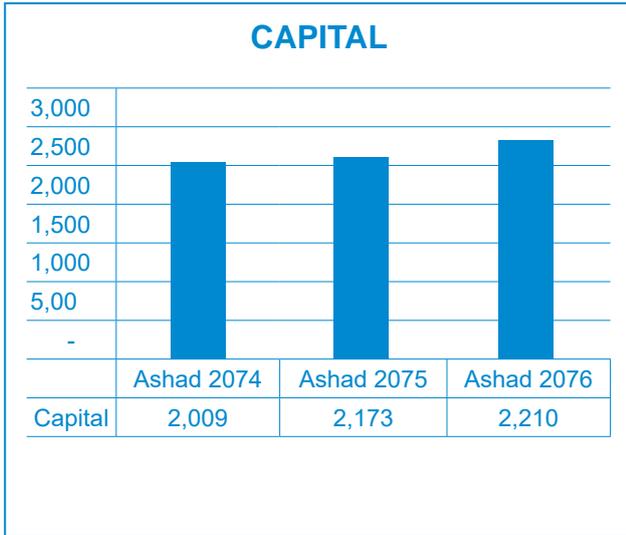
An MBA Degree holder from Tribhuwan University and has been in the field of Banking for more than twenty-six years. He had started his banking career in 1992 from Standard Chartered Bank Nepal Limited He joined Lumbini Bikas Bank Limited on 16th June 2019 as Senior Deputy Chief Executive Officer.

- **MR. UMESH REGMI, DCEO**

Executive MBA Degree holder from Purbanchal University and CA Intermediate from The Institute of Chartered Accountants of Nepal, Mr. Regmi has 16 years of experience in Banking / Financial sector. He started his banking career from then Royal Merchant Banking & Finance Limited He is currently working as Deputy Chief Executive Officer with Lumbini Bikas Bank Limited.

Financial Highlights (Figures in million)







अध्यक्षज्यूको मन्तव्य

आदरणीय शेयरधनी महानुभावहरू,

लुम्बिनी विकास बैंक लिमिटेडको ऐतिहासिक बाह्रौं वार्षिक साधारण सभामा पाल्नु भएका संस्थापक एवं सम्पूर्ण शेयरधनीहरू, अतिथिहरू तथा आमन्त्रित महानुभावहरूमा यस विकास बैंकको सञ्चालक समिति तथा मेरो व्यक्तिगत तर्फबाट समेत हार्दिक स्वागत तथा अभिवादन व्यक्त गर्दछु ।

२०७६ आषाढ मसान्तमा विकास बैंकको चुक्ता पूँजी रु. २ अर्ब २० करोड ९७ लाख ६६ हजार ३९३ रहेकोमा मिति २०७६/४/२८ मा सम्पन्न एघारौं वार्षिक साधारण सभाबाट बैंकको कायम चुक्ता पूँजीमा रु. ३७,७९,९७,२३६/- (अक्षरूपी सैंतीस करोड एकहत्तर लाख सन्तान्बे हजार दुई सय छत्तीस) वोनश शेयर वितरण पश्चात चुक्ता पूँजी रु. २,५८,६९,६३,५५९/- (अक्षरूपी दुई अर्ब अन्ठाउन्न करोड उनान्सतरी लाख त्रिसठ्ठी हजार पाँच सय एकाउन्न) पुगेको व्यहोरा अनुरोध गर्दछु ।

शेयरधनी महानुभावहरूबाट प्राप्त सल्लाह सुभाव तथा मार्गदर्शनलाई आत्मसाथ गर्दै लुम्बिनी विकास बैंक प्रगतिको मार्गमा उल्लेख्य सुधार सहित अगाडि बढ्दै गरेको व्यहोरा जानकारी गराउन पाउँदा गौरवको महशुस गरिरहेको छु । साथै यस विकास बैंकलाई थप सवल र मजबुत बनाई शेयरधनीहरूको हित अभिवृद्धिको लागि हरदम प्रयासरत रहेको व्यहोरा समेत अनुरोध गर्न चाहन्छु । बैंकको व्यवसायमा बृद्धि र विविधिकरण गरी आवश्यकता बमोजिम शाखाहरू खोली गुणस्तरीय कर्जा लगानीमा बृद्धि र खराब कर्जा असुली कार्यलाई थप शशक्त बनाईएकोले आ.व. २०७५/७६ मा बैंकको प्रतिफलमा उत्साहजनक बृद्धि भएको छ ।

समिक्षा अवधिमा बैंकको कुल कर्जा सापटी २३.८४% ले वृद्धि भई रु. २२,७६,९८,६४,४९३ पुगेको छ भने निक्षेप ११.८३% ले वृद्धि भई रु. २४,८०,६२,३२,७३८ पुगेको छ । विकास बैंकको वासलात आकारमा १५.६८% ले वृद्धि भई रु. ३०,०२,७३,९८,५९७ पुगेको छ । यस अवधिमा विकास बैंकको निष्क्रिय कर्जामा उल्लेख्य रूपमा घटी १.६४% कायम भएको तथा खुद मुनाफामा ९५.५४% बृद्धि भई रु. ६२,०६,८१,५६४ भएको व्यहोरा सहर्ष जानकारी गराउन चाहन्छु ।

आदरणीय शेयरधनी महानुभावहरू समक्ष आजको यस बाह्रौं वार्षिक साधारण सभामा यस विकास बैंकको आर्थिक बर्ष २०७५/७६ को मुनाफा तथा संचित मुनाफाबाट बैंकका शेयरधनीहरूलाई बैंकको हाल कायम चुक्ता पूँजी रु. २,५८,६९,६३,५५९ मा देहाय बमोजिमको लाभांश वितरण गर्न यस बाह्रौं वार्षिक साधारण सभाबाट पारित भएपश्चात लागु हुने गरी बोनस शेयर तथा नगदको रूपमा लाभांश वितरण गर्ने सिफारिस गरिएको छ ।

विवरण	प्रतिशत	रकम (रु) अंकमा	रकम (रु) अक्षरमा
नगद लाभांश •	१५%	३८,८०,४४,५३२.६५	अक्षरेपी अडतीस करोड असी लाख चवालिस हजार पाँचसय बतीस र पैसा पैसठ्ठी मात्र
बोनस शेयर	५%	१२,९३,४८,९७७.५५	अक्षरेपी बाह्र करोड त्रियान्न्वे लाख अड्चालीस हजार एक सय सतहत्तर पैसा पचपन्न मात्र

• नगद लाभांश र वोनस शेयरमा लाग्ने कर समेत संलग्न रहेको

उपरोक्त लाभांश प्रस्तावसँगै प्रस्तुत गरिएका सामान्य तथा विशेष प्रस्तावहरू समेत आवश्यक छलफल पश्चात पारित गरिदिनुहुन समेत हार्दिक अनुरोध गर्दछु ।

आगामी दिनमा हामी उत्कृष्ट सेवाको साथ सवल विकास बैंकको रूपमा पहिचान बनाउने गरी अगाडि बढी रहेका छौं । आफ्नो उद्देश्यमा सफलता हासिल गर्न नीति नियमको पालना, उच्च संस्कारको विकास, तथा स्पष्ट कार्ययोजना अंगिकार गरेका छौं । सर्वसाधारण जनताबाट संकलित निक्षेपको सहि ढंगले परिचालन एवं सुरक्षा गर्न राष्ट्रिय अर्थतन्त्रमा योगदान पुऱ्याउन संयमित हुँदै व्यवसाय सञ्चालन गरी शेयरधनीलाई प्रतिफल दिन हामी प्रतिवद्ध छौं ।

आफ्नो अमूल्य समय दिई विकास बैंकको गरिमामय बाह्रौं बार्षिक साधारण सभामा भाग लिन आउनु भएका सम्पुर्ण शेयरधनी महानुभावहरूको आत्मियता, न्यानो माया, धैर्यता र विश्वास प्रति हार्दिक आभार प्रकट गर्दै तपाईंहरूको अमूल्य सुभावा, सल्लाह प्रगतिको कोशेढुङ्गा सावित हुने विश्वास लिएको छु ।

यसै गरी हामीलाई निरन्तर रूपमा अमूल्य मार्गदर्शन, परामर्श तथा समयमै कार्य सम्पादन गरिदिई सहयोग पुऱ्याउदै आउनु भएका नेपाल सरकार, नेपाल राष्ट्र बैंक, कम्पनी रजिष्ट्रारको कार्यालय, नेपाल धितोपत्र बोर्ड, नेपाल स्टक एक्सचेन्ज लि., तथा अन्य सरोकारवाला नियामक निकायहरू, हाम्रा समस्त ग्राहक महानुभावहरू लगायत अन्य प्रत्यक्ष वा परोक्ष रूपमा सहयोग पुऱ्याउदै आउनु भएका सम्पुर्ण शुभेच्छुकहरूलाई विशेष धन्यवाद ज्ञापन गर्दछु ।

बैंकको व्यवस्थापकीय पदमा रही कम्पनीको उन्नति र प्रगतिमा योगदान पूऱ्याउनु भएका व्यवस्थापन समुह तथा संस्थामा कार्यरत सम्पुर्ण कर्मचारीहरूलाई धन्यवाद दिन चाहन्छु ।

अन्त्यमा यस विकास बैंकप्रति विश्वास कायम राखी धैर्यतापूर्वक देखाउनु भएको सद्भाव तथा आफ्नो अमूल्य समय दिई विकास बैंकको गरिमामय बाह्रौं बार्षिक साधारण सभामा भाग लिन आउनु भएका सम्पुर्ण शेयरधनी महानुभावहरूको आत्मियता, न्यानो माया, धैर्यता र विश्वास प्रति हार्दिक आभार प्रकट गर्दै आगामी दिनमा सुदृढ एवं सवल विकास बैंकको रूपमा परिचित भई अगाडि बढने विश्वास दिलाउन चाहन्छु ।

धन्यवाद ।

दशरथ रिसाल

अध्यक्ष

संचालक समिति

मिति:- २०७६/०९/२९

बाह्रौ वार्षिक साधारण सभामा प्रस्तुत सञ्चालक समितिको आ.व. २०७५/७६ को वार्षिक प्रतिवेदन

आदरणीय शेयरधनी महानुभावहरू,

यस लुम्बिनी विकास बैंक लिमिटेडको गरिमामय बाह्रौ वार्षिक साधारण सभामा उपस्थित हुनुभएका सम्पूर्ण संस्थापक एवं सर्वसाधारण शेयर धनीहरू, अतिथिहरू एवं आमन्त्रीत महानुभावहरूमा सञ्चालक समिति तथा मेरो व्यक्तिगत तर्फबाट समेत हार्दिक स्वागत तथा अभिवादन गर्दछु ।

विगतका आर्थिक वर्षहरू देखि नै बैंकिङ्ग क्षेत्रमा देखिएको तरलताको समस्या एवं अन्य वैकल्पिक वित्तीय स्रोतको अभावले यस आ.व. २०७५/७६ मा समेत बैंकहरूलाई प्रभावित बनाई रह्यो । परिवर्तित राजनैतिक अवस्था, अर्थतन्त्रमा देखिएको नीतिगत परिवर्तन लगायतका चुनौतीपूर्ण अवस्थामा पनि आ.व. २०७५/७६ मा यस विकास बैंकले आफ्नो व्यवसाय विस्तारमा अपेक्षित प्रगति गरी सम्पूर्ण व्यवस्था पछिको खुद मुनाफा रु. ६२,०६,८१,५६४/- (अक्षरेपी बैसड्डी करोड छ लाख एकासी हजार पाँचसय चौसड्डी मात्र) आर्जन गर्न सफल भएको व्यहोरा यस गरिमामय साधारण सभामा सहर्ष जानकारी गराउन चाहन्छु ।

बैंकको व्यवसाय, ग्राहक आधार तथा शाखा सञ्जालमा समेत विस्तार भई आ.व. २०७५/७६ को अन्त्यसम्ममा कुल शाखा सङ्ख्या ६५ रहेको छ भने चालु आ.व. मा क्रमशः शाखाहरू विस्तार गर्ने कार्यक्रम रहेको छ । हाल यस विकास बैंकका आधार ग्राहकहरू करिब २ लाख २० हजार नाघी सकेको समेत सभालाई जानकारी गराउन चाहन्छौं ।

समिक्षा अवधिमा बैंकले व्यवसाय विस्तारसंगै आफ्ना ग्राहकहरूको सुविधा तथा सुरक्षित कारोवारलाई ध्यानमा राखि "Chip Based" भिसा डेबिट कार्ड, ईबैंकिङ्ग, C-ASBA लगायतका विद्युतीय बैंकिङ्ग सेवाहरू परिमार्जन गर्दै कर्मचारीको कार्यक्षमता अभिवृद्धि तथा नियामक निकायहरूबाट जारी सुशासन सम्बन्धी निर्देशनहरूको पालना गर्ने जस्ता कार्यलाई कटिबद्धताका साथ लागु गरेको छ । बैंकको निष्कृय कर्जाको असुलीमा तिब्रता दिई गुणस्तरीय कर्जा प्रवाहलाई जोड दिई आएको सो को परिणाम स्वरूप बैंकको मुनाफामा समेत उल्लेख्य प्रगति देखिन थालेको छ ।

विगतमा जस्तै आजको यस साधारण सभामा पनि आदरणीय शेयरधनीहरूबाट यस विकास बैंकको उन्नती प्रगतिको लागि आवश्यक सल्लाह सुझाव तथा सद्भाव प्राप्त हुनेमा आशावादी हुँदै प्राप्त सल्लाह सुझावहरू बैंकको कार्य योजना तथा लक्ष्य प्राप्तिमा निकै उपलब्धिमुलक हुनेमा हामीले विश्वास लिएका छौं ।

लुम्बिनी विकास बैंक लि. को आ.व. २०७५/७६ को कारोबारको सिंहावलोकन

विगत आर्थिक वर्ष २०७५/७६ सम्मको विकास बैंकको प्रमुख वित्तीय भलकहरू निम्नानुसार रहेको छ ।

शीर्षक	आ.व २०७५/७६	आ.व २०७४/७५	वृद्धि (ह्रास) %
चुक्ता पूँजी •	२,२०,९७,६६,३९३	२,१७,३२,८२,६६९	१.६८
सञ्चित मुनाफा, जगेडा तथा कोषहरू	१,९९,८२,५३,७५२	१,३३,१३,०७,९९४	५०.१०
पूँजी कोषको पर्याप्तता	१६.५४%	१७.१८%	(०.६४)
कुल सम्पत्ति	३०,०२,७३,९८,५१७	२५,९५,६९,२८,११९	१५.६८
कुल निक्षेप	२४,८०,६२,३२,७३८	२२,१८,२५,५२,५२६	११.८३
कुल कर्जा सापटीहरू	२२,७६,९८,६४,४९३	१८,३८,६९,३०,८९२	२३.८४
लगानीहरू धितोपत्र तथा शेयर (बजार मुल्य)	८०,९४,१९,६३८	७५,५६,७५,०५४	७.११
खुद व्याज आम्दानी	१,१६,४६,५४,३३४	७९,७०,५७,५५६	४६.१२
सञ्चालन खर्च	५९,७१,४८,८२४	५२,०२,२१,५७६	१४.७९
खुद मुनाफा	६२,०६,८१,५६४	३१,७४,७९,७४९	९५.५१
निष्क्रिय कर्जा अनुपात	१.६४%	३.३४%	(५०.८९)

२०७६ आषाढ मसान्तमा विकास बैंकको चुक्ता पूँजी रु. २ अर्ब २० करोड ९७ लाख ६६ हजार ३९३ रहेकोमा मिति २०७६/४/२८ मा सम्पन्न एघारौं वार्षिक साधारण सभाबाट बैंकको कायम चुक्ता पूँजीमा रु. ३७,७९,९७,२३६/- (अक्षरूपी सैंतीस करोड एकहत्तर लाख सन्तान्बे हजार दुई सय छत्तीस) वोनश शेयर वितरण पश्चात चुक्ता पूँजी रु. २,५८,६९,६३,५५९/- (अक्षरूपी दुई अर्ब अन्ठाउन्न करोड उनान्सत्तरी लाख त्रिसठ्ठी हजार पाँच सय एकाउन्न) पुगेको व्यहोरा अनुरोध गर्दछु ।

समिक्षा अवधिमा बैंकको कुल कर्जा सापटी २३.८४% ले वृद्धि भई रु. २२,७६,९८,६४,४९३ पुगेको छ भने निक्षेप ११.८३% ले वृद्धि भई रु. २४,८०,६२,३२,७३८ पुगेको छ । विकास बैंकको वासलात आकारमा १५.६८% ले वृद्धि भई रु. ३०,०२,७३,९८,५९७ पुगेको छ । यस अवधिमा विकास बैंकको निष्क्रिय कर्जामा उल्लेख्य रूपमा घटी १.६४% कायम भएको तथा खुद मुनाफामा ९५.५४% ले वृद्धि भई रु. ६२,०६,८१,५६४ भएको छ ।

बैंकले विगत वर्षको तुलनामा यस आव.मा अपेक्षाकृत रूपमा सन्तोषजनक परिणाम हाँसिल गर्न सकेको साथै आगामी दिनमा यस संस्थाको समग्र सवल पक्षहरूलाई अंगिकार गरि संस्थालाई थप मजबुत बनाई मुनाफामा अपेक्षित वृद्धिको लागि हरदम प्रयासरत रहि खराव कर्जा असुलीमा विशेष ध्यान दिई गुणस्तरीय कर्जा लगानी र आय आर्जनका अन्य स्रोतहरूको समेत पहिचान गरिनेछ ।

राष्ट्रिय तथा अन्तर्राष्ट्रिय परिस्थितिबाट बैंकको कारोबारमा समिक्षा अवधिमा परेको प्रभाव :

अन्तर्राष्ट्रिय प्रभाव :

विश्व अर्थतन्त्रको वृद्धि सन् २०१७ मा ३.५ प्रतिशत रहेकोमा सन् २०१८ मा ३.६ प्रतिशतले वृद्धि भएको छ । विकसित राष्ट्रहरूको तथा विकासोन्मुख मुलुकहरूको अर्थतन्त्र सन् २०१८ मा २.२ प्रतिशत तथा ४.५ प्रतिशतले वृद्धि भएकोमा सन् २०१९ मा यो वृद्धिदर क्रमशः १.९ प्रतिशत र ४.९ प्रतिशत हुने प्रक्षेपण गरिएको छ । नेपालका छिमेकी मुलुकहरू मध्ये भारतीय अर्थतन्त्रको वृद्धिदर सन् २०१८ मा ६.८ प्रतिशत रहेको छ भने सन् २०१९ मा ७.० प्रतिशतले वृद्धि हुने तथा चीनको अर्थतन्त्रको वृद्धिदर सन् २०१८ मा ६.६ प्रतिशत रहेकोमा सन् २०१९ मा ६.२ प्रतिशतले वृद्धि हुने प्रक्षेपण रहेको छ । भारत र चीनको आर्थिक विकास र आर्थिक बृद्धिले नेपाल जस्तो अल्पविकसित राष्ट्रमा सकारात्मक प्रभाव पर्ने आंकलन गरिएको छ । अन्तर्राष्ट्रिय मुद्राकोषको विश्व वित्तीय स्थायित्व प्रतिवेदन, २०१८ ले वित्तीय स्थायित्वमा क्रमिक सधुर हुँदै आएको जनाएको छ ।

नेपालको अर्थतन्त्रको महत्वपूर्ण हिस्सा ओगट्ने रेमिट्यान्सको आप्रवाहमा यस वर्ष उत्साहजनक वृद्धि हुन सकेन । विश्व अर्थतन्त्रमा विस्तार, अन्तर्राष्ट्रिय बजारमा वित्तीय सम्पत्तिको मूल्यमा उच्च उतार चढाव, विकसित मुलुकहरूमा कसिलो मौद्रिक नीतिको अभ्यास तथा पेट्रोलियम पदार्थको मूल्य वृद्धिका सन्दर्भमा अन्तर्राष्ट्रिय आर्थिक घटनाक्रमको नेपाली अर्थतन्त्रमा मिश्रित प्रभाव पर्ने देखिन्छ ।

राष्ट्रिय प्रभाव :

आर्थिक वर्ष २०७६/७७ मा देशको कुल ग्राहस्थ उत्पादन वृद्धिदर ७.९ प्रतिशत रहने प्रारम्भिक अनुमान छ । आर्थिक वर्ष २०७५/७६ मा कृषि उत्पादनमा वृद्धि, उर्जा आपूर्तिमा सहजता, निर्माण कार्यमा तीव्रता, औद्योगिक उत्पादन विस्तार तथा पर्यटक आगमन बढेका कारण आर्थिक वृद्धि उच्च रहेको तथा सोहि आव.मा कुल ग्राहस्थ वचतको कुल ग्राहस्थ उत्पादनसँगको अनुपात २०.५ प्रतिशत पुगेको अनुमान छ । कुल राष्ट्रिय वचतको यस्तो अनुपात ५२.४ प्रतिशत पुगेको अनुमान छ । अधिल्लो वर्ष यी अनुपातहरू क्रमशः १७.८ प्रतिशत र ४७.९ प्रतिशत रहेका थिए । समीक्षा वर्षमा वचतको तुलनामा लगानी उच्च रहेकोले साधनको स्रोत-माग अन्तरको कुल ग्राहस्थ उत्पादनसँगको अनुपात ९.९ प्रतिशत रहेको अनुमान छ । अधिल्लो वर्ष यस्तो अनुपात ८.९ प्रतिशत रहेको थियो ।

समीक्षा वर्ष २०७५/७६ मा बैंक तथा वित्तीय संस्थाहरूको निक्षेप १८.२४ प्रतिशतले बढेको छ भने प्रवाह हुने कर्जामध्ये आन्तरिक कर्जाको वृद्धिदर २२.५ प्रतिशत रहेको छ । आर्थिक वर्ष २०७५/७६ मा कुल रु ३२२ अर्ब ४९ करोड तरलता प्रवाह भएको छ । यस अर्न्तगत रिर्भस रिपो मार्फत रु १६८ अर्ब १६ करोड र स्थायी तरलता सुविधा मार्फत रु १५४ अर्ब ३३ करोड प्रवाह भएको छ । आर्थिक वर्ष २०७५/७६ मा रु. १०० अर्ब ३५ करोड तरलता प्रशोचन भएको छ । यस अर्न्तगत रिर्भस रिपो मार्फत रु २० अर्ब ७० करोड र निक्षेप संकलन बोलकवोल मार्फत रु ७९ अर्ब ६५ करोड प्रशोचन भएको छ ।

देश हाल संघीय संरचनामा प्रवेश गरेसँगै स्थानीय स्तरमा वित्तीय सेवाको पहुँच विस्तार गर्नुपर्ने आवश्यकता देखिएको सन्दर्भमा सबै स्थानीय तहमा बैंक शाखा विस्तार गर्ने कार्यलाई उच्च प्राथमिकतामा राखिएकोले यस विकास बैंकले पनि सोही बमोजिम व्यवसाय वृद्धिको लागि थप नयाँ शाखा बिस्तारको रणनीति लिएको छ । देशमा संबिधान जारी भै सम्पूर्ण स्थानीय निकाय तथा प्रादेशिक तहमा जनप्रतिनिधिहरू निर्वाचित भै सरकारले आव. २०७६/७७ को बजेट समेत कार्यान्वयनमा ल्याईसकेको अवस्थामा लगानीकर्ताहरूको लगानी गर्ने सोचमा सकारात्मक परिवर्तन भई अर्थतन्त्रले गति लिने अपेक्षा लिईएको छ ।

समिक्षा आव. को उपलब्धी :

१. आफ्नै बिप्रेषण सेवा शुरुवात गर्न नेपाल राष्ट्र बैंकबाट अनुमति लिई "लुम्बिनी रेमिट" को नामवात कार्य समेत अगाडि बढिसकेको छ भने आफ्नो ब्यापार बिस्तारको क्रममा ग्राहकहरूको सुबिधाको लागि विगतमा भैरहेका कम्पनीका अतिरिक्त थप रेमिट कम्पनीसँग बिप्रेषण सम्बन्धी सम्झौता गरि बिप्रेषण कार्य अगाडि बढाएको छ ।
२. बैंकले कर्जा असुली कार्यलाई थप शशक्त बनाई खराब कर्जा प्रतिशत मात्रा घटाउने तथा गुणस्तरीय कर्जा लगानी बढाउने तर्फ उन्मुख भएको छ ।
३. नेपाल राष्ट्र बैंकको निर्देशन बमोजिम यस विकास बैंकका ग्राहकहरूको ग्राहक पहिचान विवरणहरू अद्यावधिक गर्ने तथा सम्पत्ती शुद्धीकरण निवारण सम्बन्धी कार्यको लागि आवश्यक पर्ने नीति तथा कार्यविधि सञ्चालक समितिबाट पारित गराई सो को प्रभावकारी कार्यान्वयनको लागि छुट्टै AML टिम खडा गरी सम्बन्धित कर्मचारीहरूलाई सम्पत्ति शुद्धीकरण सम्बन्धी दक्षता अभिवृद्धिको लागि समय समयमा विभिन्न तालिम प्रदान गराउँदै आएको छ ।

बैंकको आगामी आर्थिक वर्षको योजना :

- कर्जा तथा लगानीलाई अझ विविधिकरण गरी सुदृढ बनाउँदै लगिनेछ ।
- असुलीलाई थप प्रभावकारी बनाउने, गैर बैंकिङ्ग सम्पत्ति विक्री गर्ने, र गुणस्तरीय कर्जा बृद्धि गर्ने कार्यलाई प्राथमिकतामा राखिएको छ ।
- ग्राहक संख्यामा बृद्धि गर्ने लक्ष्य अनुरूप प्रविधिमा आधारित नयाँ तथा समयानुकूल सेवाहरूको विस्तार गर्दै जाने ।
- नविनतम तथा मौलिक किसिमका बचत योजनाहरू तर्जुमा गरि परिचालन गर्ने ।
- सबै शाखा कार्यालयहरूको व्यवसाय विस्तार गरी मुनाफामा बृद्धि हुने गरी सञ्चालन गरिनेछ ।
- आम्दानीका स्रोतहरूको विविधिकरण गर्ने, र सञ्चालन खर्चमा मितव्ययिता अपनाउने ।
- ग्राहकहरूको माग तथा वजार विस्तारको सम्भाव्यता अध्ययन गरी थप शाखा कार्यालयहरू विस्तार गरिनेछ ।
- ग्रामीण शाखाहरूलाई क्रियाशिल गराई लघुवित्त कार्यक्रमहरूको माध्यमवात व्यवसाय विस्तार गरिनेछ ।
- विभिन्न बैंकिङ्ग सफ्टवेयरहरूको प्रयोग गरि बैंकिङ्ग सेवा तथा कार्य पद्धतिलाई थप चुस्त बनाईनेछ ।
- अन्य उपयुक्त बैंक तथा वित्तीय संस्थासँग मर्जर वा एक्वीजिसन गर्ने तथा रणनीतिक साझेदार भित्र्याउने पहललाई निरन्तरता दिने ।

औद्योगिक तथा ब्यवसायिक सम्बन्ध :

यस विकास बैंकले आफूसँग सम्बद्ध विभिन्न सरकारी, गैर सरकारी संघसंस्था एवं ब्यवसायिक औद्योगिक प्रतिष्ठानहरू, सामाजिक संस्थाहरू, नियामक निकायहरू नेपाल राष्ट्र बैंक, कम्पनी रजिष्ट्रारको कार्यालय, धितोपत्र बोर्ड, नेपाल स्टक एक्सचेन्ज लगायतका सम्पूर्ण निकायहरूसँग सौहाद्रपूर्ण र ब्यवसायिक सम्बन्ध कायम गर्दै आएको छ । उपत्यका वाहिर आफ्नो शाखा सञ्जाल रहेका जिल्लाका सम्बन्धित उद्योग वाणिज्य संघ, व्यापारिक एवं अन्य संघ संस्थाहरू, ब्यवसायिक प्रतिष्ठानहरू लगाएत सकृय सामाजिक संस्थाहरूसँग समेत सौहाद्र सम्बन्ध विकास गर्दै आएको छ । भविष्यमा आवश्यकता अनुसार अन्य औद्योगिक तथा ब्यवसायिक प्रतिष्ठानहरूसँग थप सम्बन्ध कायम राख्दै आफ्नो ब्यवसायलाई थप विस्तार गरिनेछ ।

सञ्चालक समितिमा हेरफेर :

२०७५ भाद्र २९ मा सम्पन्न विकास बैंकको दशौं वार्षिक साधारण सभाबाट नयाँ कार्यकाल ४ वर्षका लागि सञ्चालकहरूको चयन भएकोमा मिति २०७५/११/१९ गते वसेको सञ्चालक समितिको ३२५ औं बैठकले श्री अंजु कुमारी गुप्तालाई स्वतन्त्र सञ्चालकमा नियुक्त गरेको साथै संस्थापक समुहका सञ्चालक डा. रूप ज्योतिले मिति २०७६/३/२४ मा राजिनामा दिनु भएकोले उक्त रिक्त स्थानमा मिति २०७६/३/२५ गते देखि श्री दशरथ रिसाल संस्थापक समुहबाट नयाँ सञ्चालकको रूपमा नियुक्त भई विकास बैंकको मिति २०७६/४/२८ मा सम्पन्न एघारौं वार्षिक साधारण सभाबाट उहाँहरूको नियुक्तिलाई अनुमोदन समेत भईसकेको छ । हाल तपशिल बमोजिमको ७ सदस्यीय सञ्चालक समिति कार्यरत रहेको छ ।

क्र.सं.	सञ्चालकहरूको नाम	पद	ठेगाना	नियुक्त भएको मिति
१	श्री दशरथ रिसाल (संस्थापक शेयरधनी स्याकार कम्पनी प्रा.लि.को तर्फबाट प्रतिनिधि) (मिति २०७६/०५/१० मा बसेको ३४३ औं बैठकबाट अध्यक्षमा नियुक्त)	अध्यक्ष	का.म.न.पा. -१३, कालीमाटी, काठमाडौं	२०७६/०३/२५
२	श्री शुशिलराज पराजुली (संस्थापक शेयरधनीको तर्फबाट)	सञ्चालक	पोखरा म.न.पा. -१५ कास्की	२०७५/०५/३१
३	श्री चिन्तामणि भट्टराई (संस्थापक शेयरधनीको तर्फबाट)	सञ्चालक	वडा नं. -१, काठमाडौं	२०७५/०५/३१
४	श्री प्रताप कुमार आचार्य (सर्वसाधारण शेयरधनीको तर्फबाट)	सञ्चालक	चावहिल, वडा नं. -७, काठमाडौं	२०७५/०५/३१
५	श्री प्रविण कृष्ण श्रेष्ठ (सर्वसाधारण शेयरधनी उपहान एण्ड कं. प्रा.लि.को तर्फबाट प्रतिनिधि)	सञ्चालक	ईखालुखु, वडा नं. -१६, पाटन, ललितपुर	२०७५/०५/३१
६	श्री रामचन्द्र सिग्देल (सर्वसाधारण शेयरधनीको तर्फबाट)	सञ्चालक	पोखरा म.न.पा. वडा नं. -१२, भद्रकाली, कास्की	२०७५/०५/३१
७	श्री अंजु कुमारी गुप्ता (स्वतन्त्र)	सञ्चालक	नार्गाजुन -२, काठमाडौं	२०७५/११/२०

कारोबारमा असर पार्ने कुराहरू :

विकास बैंकको कारोवारमा असर पार्ने प्रमुख कुराहरू निम्नानुसार रहेका छन ।

- (क) समय समयमा देखिने तरलताको अभाव वा अधिक तरलताको प्रभाव ।
- (ख) देशको समग्र आर्थिक तथा वित्तीय नीतिमा आउने परिवर्तन तथा विदेशी विनिमय दरहरूमा हुने परिवर्तन ।
- (ग) उत्पादनशिल क्षेत्रमा अपेक्षित रूपमा कर्जा बृद्धि नहुनु ।
- (घ) वित्तीय संस्थाहरू बीच एक आपसमा बढ्दो तिव्र र अस्वस्थ प्रतिस्पर्धा ।
- (ङ) नियमनकारी निकायहरूबाट समय समयमा परिवर्तन हुने नीतिका कारणबाट सिर्जित हुन सक्ने जोखिमहरू ।
- (च) ब्याजदरमा देखिएको तीव्र उतार चढाव ।
- (छ) विप्रेषण आप्रवाहमा कमी आई मुलुकको अर्थतन्त्रमा उत्पन्न हुन सक्ने प्रभाव ।

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

बैंकको नियमित कारोबारमा भएका/देखिएका सामान्य कैफियत बाहेक अन्य कुनै नकारात्मक कुराहरू लेखापरीक्षण प्रतिवेदनमा देखिएको छैन । प्राप्त प्रतिक्रिया तथा सुझावहरू प्रति सञ्चालक समितिको ध्यानाकर्षण भई आवश्यक सुधारको लागि समय समयमा ब्यवस्थापनलाई निर्देशन दिने गरिएको तथा उक्त कैफियतहरूमा क्रमिक सुधार हुँदै गईरहेको छ ।

लाभांश वाँडफाँड गर्न सिफारिस गरिएको रकम :

यस विकास बैंकको आर्थिक वर्ष २०७५/७६ को मुनाफा तथा संचित मुनाफाबाट बैंकका शेयरधनीहरूलाई बैंकको हाल कायम चुक्ता पूँजी रु. २,५८,६९,६३,५५१ मा देहाय बमोजिमको लाभांश वितरण गर्न यस बाह्रौं वार्षिक साधारण सभाबाट पारित भएपश्चात लागु हुने गरी बोनस शेयर तथा नगदको रूपमा लाभांश वितरण गर्ने सिफारिस गरिएको छ ।

विवरण	प्रतिशत	रकम (रु) अंकमा	रकम (रु) अक्षरमा
नगद लाभांश •	१५%	३८,८०,४४,५३२.६५	अक्षरेपी अड्तीस करोड असी लाख चवालिस हजार पाँचसय बत्तीस र पैसा पैसङ्गी मात्र
बोनस शेयर	५%	१२,९३,४८,१७७.५५	अक्षरेपी बाह्र करोड त्रियान्न्वे लाख अड्चालीस हजार एक सय सतहत्तर पैसा पचपन्न मात्र

- नगद लाभांश र वोनस शेयरमा लाग्ने कर समेत संलग्न रहेको

जफत गरिएको शेयर संख्या :

समिक्षा आर्थिक वर्षमा कुनै शेयर जफत गरिएको छैन ।

बैंक र यसका सहायक कम्पनीहरूले गरेको कारोबारको प्रगति :

हाल बैंकको सहायक कम्पनी नरहेको ।

बैंक र यसका सहायक कम्पनीहरूले आर्थिक वर्ष २०७५/०७६ मा सम्पन्न गरेको प्रमुख कारोबारहरू र सो अवधिमा कम्पनीको कारोबारमा आएको कुनै महत्वपूर्ण परिवर्तन :

नभएको ।

विगत आर्थिक वर्ष बैंकका आधारभूत शेयरधनीहरूले बैंकलाई उपलब्ध गराएको जानकारी :

नभएको ।

विगत आर्थिक वर्षमा बैंकका संचालक तथा पदाधिकारीहरूले लिएको शेयरको स्वामित्वको विवरण :

नभएको ।

विगत आर्थिक वर्ष बैंकसँग सम्बन्धित सम्भौताहरूमा कुनै संचालक तथा निजका आफन्तको व्यक्तिगत स्वार्थ सम्बन्धी जानकारी :

नभएको ।

बैंकले आफ्नो शेयर आफैँ खरिद गरेको विवरण :

बैंकले आफ्नो शेयर आफैँ खरिद गरेको छैन ।

आन्तरिक नियन्त्रण प्रणाली :

बैंकको सम्पूर्ण हर हिसाब लगायत दैनिक कार्य सम्पादन कम्प्युटर प्रविधि मार्फत गर्ने गरिएको छ । बैंकमा आन्तरिक नियन्त्रण तथा संस्थागत सुशासन कायम गर्न बैंकको सञ्चालक समितिले ठूलो भुमिका खेलेको छ । समिक्षा अवधिमा ३२ पटक सञ्चालक समितिको बैठक बसी विभिन्न महत्वपूर्ण विषयहरूमा निर्णय लिएको छ । नियमनकारी निकाय नेपाल राष्ट्र बैंकको निर्देशन अनुसार बैंकमा संस्थागत सुशासन कायम गर्न गैह्र कार्यकारी संचालकको संयोजकत्वमा लेखापरीक्षण समिति, जोखिम व्यवस्थापन समिति, कर्मचारी व्यवस्थापन तथा सेवा सुविधा समिति तथा सम्पत्ति शुद्धिकरण निवारण समिति गठन गरेको छ । यी समितिहरूले बैंकमा आन्तरिक नियन्त्रणका लागि विभिन्न प्रकारको निर्देशन गर्नुका साथै सन्तुलन तथा नियन्त्रणको भूमिका निर्वाह गर्दछन् । यसका अतिरिक्त आन्तरिक लेखापरीक्षक नियुक्त गरी नियमित रूपमा आन्तरिक लेखापरीक्षण गर्ने र त्यसको प्रतिवेदन लेखापरीक्षण समितिमा पेश गरी छलफल गर्ने गरिएको छ । उपरोक्त समितिहरूमा विस्तृत रूपमा छलफल पछि कैफियत र नियन्त्रणको लागि व्यवस्थापनलाई सञ्चालक समिति मार्फत निर्देशन दिइने गरेको छ । साथै आगामी दिनमा सम्पूर्ण समितिहरूलाई थप प्रभावकारी बनाइनेछ ।

आर्थिक वर्ष २०७५/०७६ को कुल व्यवस्थापन खर्चको विवरण :

विवरण	रकम रु.
कर्मचारी खर्च	३४,९३,३२,३२८
सञ्चालन खर्च	२४,७८,९६,४९६
कुल व्यवस्थापन खर्च	५९,७१,४८,८२४

लेखापरीक्षण समितिको काम कारबाहीको विवरण, सदस्यहरूको नाम, तथा निजहरूले प्राप्त गरेको पारिश्रमिक, भत्ता तथा सुविधा :

बैंकले आन्तरिक लेखापरीक्षण कार्यलाई चुस्त दुरुस्त राख्न स्वतन्त्र लेखापरीक्षक श्री एस आर पाण्डे एण्ड कम्पनीलाई नियुक्त गरेको छ । आन्तरिक लेखापरीक्षण प्रतिवेदन लेखापरीक्षण समितिलाई सोभै पेश गर्ने व्यवस्था मिलाइएको छ । लेखापरीक्षण समितिले आन्तरिक लेखापरीक्षकले तयार गरेको उक्त प्रतिवेदनलाई पुनरावलोकन गर्नुका साथै संचालक समिति मार्फत व्यवस्थापनलाई आवश्यक निर्देशन दिने कार्य गर्दछ । यसका अतिरिक्त लेखापरीक्षण समितिले बैंकको वित्तीय स्थिति, आन्तरिक नियन्त्रण र जोखिम व्यवस्थापन, कानून तथा नियमको परिपालना, लेखापरीक्षण कार्यबारे नियमित रूपमा समिक्षा गर्ने गरिएको छ र आवश्यकता अनुसार विभिन्न प्रकारको सल्लाह सुझाव प्रदान

गर्ने कार्य गर्दै आईरहेको छ । आ.व. २०७५/७६ मा बैंकमा गैर कार्यकारी संचालक श्री प्रविण कृष्ण श्रेष्ठको संयोजकत्वमा गठित लेखापरीक्षण समितिमा सञ्चालक श्री रामचन्द्र सिग्देल सदस्य तथा बैंकका आन्तरिक लेखापरीक्षण विभाग प्रमुख सचिव रहनु भएको थियो । लेखापरीक्षण समितिका संयोजक तथा सदस्यलाई (कर्मचारी बाहेक) समिक्षा आ.व. मा प्रति बैठक रु. ६,८००/- (कर सहित) भत्ता प्रदान गर्ने गरेको छ सो बाहेक अतिरिक्त पारिश्रमिक प्रदान गरिएको छैन ।

सञ्चालक, प्रबन्ध सञ्चालक, कार्यकारी प्रमुख, बैंकका आधारभूत शेयरधनी वा निजका आफन्तले बैंकलाई बुझाउन बाँकी रकम : नभएको ।

सञ्चालक, प्रबन्ध सञ्चालक, कार्यकारी प्रमुख तथा पदाधिकारीहरूलाई भुक्तानी गरिएको पारिश्रमिक, भत्ता तथा सुविधाको विवरण : विकास बैंकका प्रत्येक सञ्चालकहरूलाई आ.व. २०७५/०७६ मा बैठक भत्ता बापत कर सहित रु. ६,८००/- प्रदान गर्ने गरिएको छ । विकास बैंकको कामको सिलसिलामा सञ्चालकहरूलाई भ्रमण भत्ता बिल बमोजिम तथा र दैनिक भत्ता स्वदेशमा रु. ५,०००/- प्रति दिनका दरले प्रदान गर्ने गरिएको छ । टेलिफोन सुविधा वापत अध्यक्ष र सञ्चालकलाई क्रमशः रु. २,०००/- र रु. ६५०/- तथा पत्रपत्रिका सुविधा वापत अध्यक्ष र सञ्चालकलाई मासिक रु. १,३५०/- प्रदान गर्ने गरिएको छ ।

आ.व. २०७५/७६ मा प्रमुख कार्यकारी अधिकृत तथा उच्च पदाधिकारीहरूलाई भुक्तानी गरिएको तलव भत्ताको विवरण :

अ) प्रमुख कार्यकारी अधिकृतलाई भुक्तानी गरिएको तलव भत्ता तथा अन्य सुविधाहरू :

विवरण	रकम
पारिश्रमिक	५३,८५,४८४
• बोनस	२,८१,७४४
संचयकोष	४,३०,८३९
दशैँ भत्ता	४,५०,०००
अन्य भत्ता	३,६०,०००
जम्मा	६९,०८,०६७

- तत्कालिन कार्यकारी अधिकृतलाई भुक्तानी दिईएको ।

आ) उच्च व्यवस्थापकीय श्रेणीमा कार्यरत कर्मचारीलाई भुक्तान गरिएको विवरण :

पद	संख्या	तलब	वोनस	संचयकोष	दशैँ	अन्य	जम्मा रु
वरिष्ठ नायव प्रमुख कार्यकारी अधिकृत	१	३,६०,०००	-	२१,६००	-	-	३,८१,६००
नायव प्रमुख कार्यकारी अधिकृत	१	३५,९८,०००	५,७८,०९१	२,२३,९६०	३,०२,०००	१,३२,५८६	४८,३४,६३७
सहायक प्रमुख कार्यकारी अधिकृत	१	२१,९९,०००	४,४६,२२५	२,१५,२८०	१,७९,४००	१,९४,४००	३७,२६,३३५
जम्मा	३	८४,८९,७३२	१०,२४,३१६	४,६०,८४०	४,८१,४००	३,२६,९८६	८९,४२,५७२

यस बाहेक कर्मचारी सेवा विनियमावली अनुसारको अन्य सुविधाहरू समेत उपलब्ध गराईएको छ ।

शेयरधनीले बुझिलिन बाँकी रहेको लाभांशको रकम :

शेयरधनीहरूले बुझिलिन बाँकी रहेको लाभांशको रकम जम्मा रु. ३४,४९,२९६/- (अक्षरेपी चौतीस लाख उनान्पचास हजार दुईसय छयान्बे मात्र) रहेको देखिन्छ । उक्त विवरण विकास बैंकको वेवसाइट www.lumbinibikasbank.com मा उपलब्ध छ ।

दफा १४१ बमोजिम सम्पत्ति खरिद वा बिक्री गरेको विवरण :

नभएको ।

दफा १७५ बमोजिम सम्बद्ध कम्पनी बीच भएको कारोबार :

विकास बैंकको शेयर सम्बन्धी सम्पूर्ण कारोबार (Registrar to Share) भवोर क्यापिटल लि. (हाल नाम परिवर्तन भई मुक्तिनाथ क्यापिटल लि.) मार्फत गर्दै आएकोमा उक्त कार्य गरे बापत भिबोर क्यापिटल लि. लाई यस आ.व. २०७५/७६ मा रु. ३,००,०००/- भुक्तानी गरिएको छ ।

कम्पनी ऐन २०६३ तथा प्रचलित कानून बमोजिम यस प्रतिवेदनमा खुलाउन पर्ने अन्य कुराहरू :
नभएको ।

मानव संशाधन :

विकास बैंकमा २०७६ आषाढ मसान्त सम्म १९५ जना महिला तथा ३०१ जना पुरुष गरी जम्मा ४९६ जना कर्मचारीहरू कार्यरत रहेका थिए । बैंकको उन्नति तथा प्रगतिको लागि मानव संशाधन एक अत्यावश्यक तथा महत्वपूर्ण सम्पत्ति रहेको कारणले कर्मचारीहरूको वृत्ति विकास तथा कार्यक्षमता अभिवृद्धिका लागि समय समयमा तालिम, सेमिनारमा भाग लिन पठाउने तथा आवश्यकता अनुसार बैंकमै पनि आन्तरिक तालिम दिने ब्यवस्था गर्दै आएका छौं । बैंकको सफलता बैंकमा कार्यरत कर्मचारीको लगन, निष्ठा, ज्ञान, सिप, कार्यकुशलता, नैतिकता तथा परिश्रममा निर्भर रहने भएको कारणले बैंकले हरेक कर्मचारीलाई बैंकको सम्पत्तिको रूपमा ब्यवहार गर्ने गरिएको छ । कर्मचारीहरूको कार्य सन्तुष्टि र व्यक्तिगत विकासबाट नै बैंकको विकास हुने कुरालाई ध्यानमा राखी बैंकले विभिन्न प्रकारका मानव संशाधन नीतिहरू कार्यान्वयन गर्दै आईरहेको छ ।

बैंकले दक्ष मानव संशाधनलाई काम गर्ने उत्कृष्ट वातावरणको साथै सिकने, सेवा प्रदान गर्ने र साथै व्यक्तिगत रूपमा विकसित हुने अवसर प्रदान गर्दै आएको छ । आ.व. २०७५/७६ मा बैंकले आयोजना गरेको ३४ वटा आन्तरिक तथा ११९ वाह्य तालिममा विकास बैंकका कर्मचारीहरूलाई सामेल गराईएको छ ।

संस्थागत सुशासन :

विकास बैंकले संस्थागत सुशासनलाई उच्च प्राथमिकतामा राख्दै नियमनकारी निकायहरू नेपाल राष्ट्र बैंक, कम्पनी रजिष्ट्रारको कार्यालय, धितोपत्र बोर्ड, नेपाल स्टक एक्सचेञ्ज लगायतबाट जारी गरिएका निर्देशन तथा परिपत्रहरूको कटिबद्ध रूपमा पालना गर्दै आएको छ । संस्थागत सुशासनलाई प्रभावकारी बनाउन विकास बैंकमा सञ्चालक स्तरीय तथा व्यवस्थापन स्तरीय विभिन्न समिति र उप-समितिलेलाई सक्रिय बनाईएको छ । नेपाल राष्ट्र बैंकबाट जारी एकीकृत निर्देशन तथा अन्य प्रचलित ऐन नियम बमोजिम सञ्चालक तथा कर्मचारीबाट पालना गर्नुपर्ने आचरणहरू पालना भएको र यस सम्बन्धमा विकास बैंकको सञ्चालक समिति पूर्ण प्रतिबद्ध रहेको छ ।

क) लेखापरीक्षण समिति :

नेपाल राष्ट्र बैंकबाट जारी एकीकृत निर्देशन बमोजिम बैंकमा गैर कार्यकारी संचालक श्री प्रविणकृष्ण श्रेष्ठको संयोजकत्वमा क्रमशः सञ्चालक श्री रामचन्द्र सिग्देल सदस्य तथा लेखापरीक्षण विभाग प्रमुख सचिव रहने गरी लेखापरीक्षण समिति क्रियाशिल रहेको थियो । उक्त समितिले ऐन, नियम, नेपाल राष्ट्र बैंकबाट जारी एकीकृत निर्देशन र समय समयमा जारी परिपत्र अन्तर्गत दिईएका जिम्मेवारी बमोजिम कार्य गर्दै लेखापरीक्षकहरूले जारी गरेको प्रतिवेदन उपर छलफल गर्ने, उठाईएका कैफियतहरू पुनरावलोकन गर्ने, कैफियतहरू सुधारका लागि सिफारिस गर्ने, आवश्यक निर्देशन दिने, लेखापरीक्षक नियुक्तिको लागि सिफारिस गर्ने, वार्षिक लेखा सम्बन्धी कार्ययोजना तयार गरी उक्त कार्ययोजनाको समय समयमा समिक्षा गर्ने लगायतका कार्यहरू गर्दै आईरहेको छ । आ.व. २०७५/७६ मा समितिका १० वटा बैठक बसेको छ ।

ख) जोखिम ब्यवस्थापन समिति :

नेपाल राष्ट्र बैंकबाट जारी एकीकृत निर्देशन बमोजिम समिक्षा अवधि आ.व. २०७५/७६ मा गैर कार्यकारी संचालक श्री चिन्तामणि भट्टराईको संयोजकत्वमा सञ्चालक सदस्यहरू क्रमशः श्री प्रविणकृष्ण श्रेष्ठ र सञ्चालक श्री अंजु कुमारी गुप्ता र जोखिम ब्यवस्थापन विभागका प्रमुख सचिव रहने गरी जोखिम ब्यवस्थापन समिति क्रियाशिल रहेको थियो । उक्त समितिले बैंकको कारोबारमा निहित विभिन्न प्रकारका जोखिमहरू सम्बन्धमा विभिन्न कोण तथा औजारहरूको माध्यमबाट विश्लेषण गरी के कसरी बैंकको जोखिम न्यूनिकरण गर्न सकिन्छ सो बारे सञ्चालक समितिमा सुभाब दिने गरिएको छ । आ.व. २०७५/७६ मा समितिका ४ वटा बैठक बसेको छ ।

ग) कर्मचारी ब्यवस्थापन तथा सेवा सुबिधा समिति :

नेपाल राष्ट्र बैंकबाट जारी एकीकृत निर्देशन बमोजिम बैंकमा गैर कार्यकारी समिक्षा अवधि आ.व. २०७५/७६ मा तत्कालिन संचालक डा. रूप ज्योतिको संयोजकत्वमा सदस्यहरू क्रमशः सञ्चालक श्री प्रताप कुमार आचार्य, प्रमुख कार्यकारी अधिकृत, लेखा विभाग प्रमुख र कर्मचारी ब्यवस्था विभागका प्रमुख सचिव रहने गरी कर्मचारी ब्यवस्थापन तथा सेवा सुबिधा समिति क्रियाशिल रहेको थियो । उक्त समितिले बैंकमा आवश्यक मानव संशाधन, तिनीहरूको गुणस्तर, तालिम कार्यक्रम तथा नीति तयार गर्ने, कर्मचारीको सेवाको शर्त, तलव भत्ता लगायतका अन्य सुबिधाहरू पुनरावलोकन गर्ने लगायतका कार्यहरू गरी सञ्चालक समितिको बैठकमा सुभाब पेश गर्ने गरेको छ । समितिले कर्मचारीहरूको तलवभत्ता एवं भ्रमण कार्यविधिहरू पुनरावलोकन गर्न सञ्चालक समितिलाई सिफारिस समेत गरेको छ । आ.व. २०७५/७६ मा समितिका ३ वटा बैठक बसेको छ ।

घ) सम्पत्ति शुद्धीकरण निवारण समिति:

नेपाल राष्ट्र बैंकबाट जारी एकीकृत निर्देशन बमोजिम समिक्षा अवधिमा बैंकमा गैर कार्यकारी संचालक श्री प्रताप कुमार आचार्यको संयोजकत्वमा सदस्यहरू क्रमशः सञ्चालक श्री रामचन्द्र सिग्देल, अनुपालन विभाग प्रमुख सचिव रहने गरी सम्पत्ति शुद्धीकरण निवारण समिति क्रियाशिल रहेको थियो । यस समितिले विकास बैंकमा ग्राहक पहिचान सम्बन्धी विद्यमान व्यवस्थाको निरीक्षण तथा अनुगमन गर्ने, ग्राहक पहिचान पद्धति तथा सम्पत्ति शुद्धीकरण सम्बन्धमा हुनसक्ने सम्भावित आर्थिक गतिविधि र सोको नियन्त्रणको लागि नीति निर्माण गर्ने सम्बन्धमा संचालक समिति समक्ष सुझाव पेश गर्ने कार्य गर्दछ । समितिले AML/CFT & KYC सम्बन्धी नीति तथा कार्यविधि तयार गरी सञ्चालक समितिबाट पारित गराई उक्त AML/CFT & KYC सम्बन्धी नीति तथा कार्यविधि कार्यान्वयनमा समेत ल्याई सकेको छ । आ.व. २०७५/७६ मा समितिका ४ वटा बैठक वसेको छ ।

सम्पत्ति शुद्धीकरण निवारण सम्बन्धमा :

बैंकले सम्पत्ति शुद्धीकरण तथा आतंकवादी क्रियाकलापमा वित्तीय लगानी निवारण सम्बन्धमा प्रचलित ऐन, नियम तथा नेपाल राष्ट्र बैंकबाट जारी एकीकृत निर्देशन र अन्य परिपत्रहरूको कार्यान्वयन तथा पालना गरिआएको छ । साथै बैंकले प्रचलित ऐन नियम तथा निर्देशन अन्तर्गत रही आफ्नै छुट्टै सम्पत्ति शुद्धीकरण नीति र ग्राहक पहिचान सम्बन्धमा AML/CFT & KYC सम्बन्धी नीति तथा कार्यविधि समेत बनाई लागु गरेको छ । सम्पत्ति शुद्धीकरण तथा आतंकवादी क्रियाकलापमा वित्तीय लगानी निवारण बिषय एक संवेदनशिल बिषय रहेकोले बैंकका कर्मचारीहरूलाई यस बिषयमा समयानुकूल तालिम दिईने गरिएको छ र ग्राहक पहिचान कार्यलाई निरन्तर चल्ने प्रक्रियाको रूपमा लिई आवश्यकता अनुसार ग्राहकहरूको विवरण अद्यावधिक गर्दै गैरहेको छ ।

यस विकास बैंकको आन्तरिक नियन्त्रण प्रणालीलाई सुदृढ बनाउन व्यवस्थापन स्तरमा निम्न बमोजिमका समितिहरू क्रियाशिल रहेको व्यहोरा समेत सभा समक्ष जानकारी गराउन चाहन्छु ।

- आर्थिक निर्देशन समिति
- पदपूर्ति समिति
- सम्पत्ति दायित्व व्यवस्थापन समिति
- खरिद समिति
- कर्जा असुली समिति
- लिलाम समिति
- सूचना प्रविधि अनुगमन समिति
- निःशर्ग समिति
- संस्थागत सामाजिक उत्तरदायित्व सम्बन्धी समिति

संस्थागत सामाजिक उत्तरदायित्व :

बैंकले संस्थागत सामाजिक उत्तरदायित्व अन्तर्गत, विभिन्न सामाजिक संघ संस्थाहरूलाई नगद तथा जिन्सी सहयोग प्रदान गर्दै आईरहेको छ । गत आ.व. २०७५/७६ मा विकास बैंकले निम्न बमोजिम संस्थागत सामाजिक उत्तरदायित्व अन्तर्गत सहयोग कार्यक्रम सञ्चालन गरेको छ ।

- विराटनगर रहेको Cerebral Palsi Center मा रहेका अशक्त बच्चाहरूको भोजन प्रबन्धको लागि सहयोग प्रदान गरेको ।
- रंगेलीमा वित्तीय साक्षरता एवं सार्वजनिक स्थलहरूको सरसफाई सम्बन्धी जनचेतनामुलक कार्यक्रम सञ्चालन गरेको ।
- वीरगञ्ज तथा कलैया क्षेत्रमा आएको आँधीबाट पिडितहरूको लागि राहत सामग्री वितरण गरेको ।
- काठमाडौं जोरपाटी स्थित खगेन्द्र नवजिवन केन्द्रमा आश्रित अशक्त बच्चाहरूलाई खाजा वितरण तथा सो केन्द्रमा खानेपानी व्यवस्थापनको लागि पानी टङ्ग्याकी तथा सम्बन्धित सामग्री वितरण गरेको ।
- काठमाडौंको गोकर्णमा रहेको गोकर्णेश्वर महादेव मन्दिरको छाना मर्मत गर्न आर्थिक सहयोग प्रदान गरेको ।
- महिला शशक्तिकरण कार्यक्रमको लागि जोन्ता क्लव काठमाडौंको कार्यक्रमलाई आर्थिक सहयोग प्रदान गरेको ।
- ई नेवल नेपालद्वारा जन्मजात हात नभएका बालबालिकाहरूको लागि कृतिम डिजिटल हात जडान गर्न आर्थिक सहयोग प्रदान गरेको ।
- श्री सेकेण्डरी स्कूल, चितवनका विद्यार्थीलाई शैक्षिक प्रयोजनको लागि कम्प्युटर प्रदान गरेको ।
- चितवन स्थित बृद्धाश्रममा शौचालय निर्माणको लागि आर्थिक सहयोग प्रदान गरेको ।
- शुक्रराज मा.वि. पुम्दी कास्कीलाई फर्निचर खरिद गरी प्रदान गरेको ।
- भैरहवामा सिसिटीभी जडान गर्न जिल्ला प्रशासन कार्यालय मार्फत सहयोग गरेको ।
- बुढानिलकण्ठ स्कूल डडेल्धुरालाई शैक्षिक सामग्रीहरू प्रदान गरेको ।
- सहारा कल्ब पोखरामा आश्रित अनाथ बालबालिकालाई दैनिक भोजन प्रबन्धको लागि सहयोग प्रदान गरेको ।

माथि उल्लेखित कार्यक्रमका साथै अन्य विभिन्न संघ संस्थाहरूबाट आयोजना हुने जनचेतना सम्बन्धी कार्यक्रममा खानेपानी वितरण, सार्वजनिक स्थलहरू, नदिनाला सफाई आदि कार्यक्रमहरूमा विभिन्न सामाग्रीहरूका साथमा प्रत्यक्ष सहभागि भै समिक्ष आर्थिक वर्षमा रु. २७,३४,९२०.५४ वरावरको योगदान गरेको छ । आगामी दिनमा पनि यस किसिमका संस्थागत सामाजिक उत्तरदायित्वका कार्यक्रमहरूलाई सक्रिय एवं प्रभावकारी रूपमा सञ्चालनमा ल्याईने व्यहोरा उल्लेख गर्न चाहन्छु ।

प्रविधि :

यस विकास बैंकले आफ्नो दैनिक बैंकिङ्ग कार्यप्रणाली Pumori IV नामको बैंकिङ्ग सफ्टवेयरबाट संचालन गरेको छ । पुमोरी सफ्टवेयरमा समय सापेक्ष सुधार गरी नयाँ संस्करणको रूपमा तयार गरिएको पुमोरी ४ सफ्टवेयर बैंकिङ्ग क्षेत्रमा बिश्वास प्राप्त नै रहेको छ । यसका साथै उक्त सफ्टवेयरमा आवश्यकता अनुसार समय समयमा सुधार तथा थप परिमार्जन समेत भईरहेको छ भने सफ्टवेयर प्रदायक कम्पनीबाट समेत समय समयमा आवश्यक सहयोग तथा सुझाव प्राप्त भैरहेको छ । विकास बैंकले कर्मचारी व्यवस्थापनको लागि NIMBUS नामक सफ्टवेयर र सम्पत्ति शुद्धीकरण निवारण तथा goAML रिपोर्टिङ प्रयोजनको लागि INFICARE नामक सफ्टवेयर समेत सञ्चालनमा ल्याईसकेको व्यहोरा जानकारी गराउन चाहन्छु ।

धन्यवाद ज्ञापन

यस विकास बैंकले तय गरेका उद्देश्य प्राप्तीका लागि विभिन्न समयमा प्रत्यक्ष अप्रत्यक्ष रूपमा महत्वपूर्ण सहयोग पुऱ्याउनु हुने तथा बैंकप्रति विश्वास कायम राखी धैर्यतापूर्वक बैंकको भविष्य सुनिश्चित तुल्याई बैंकको अवस्था मजबुत बनाउन देखाउनु भएको सद्भाव तथा हौसला प्रति समस्त आदरणीय शेयरधनी महानुभावहरूमा हार्दिक कृतज्ञता व्यक्त गर्दछौं ।

मर्जर पश्चात यस लुम्बिनी विकास बैंकलाई अभि बलियो र सुदृढ विकास बैंकको रूपमा वित्तीय बजारमा पहिचान बनाउन विभिन्न किसिमले सक्रिय सहयोग पुऱ्याउनु हुने तथा अभिभावकको रूपमा निरन्तर मार्गदर्शन तथा सदा साथ दिनुहुने आदरणीय शेयरधनी महानुभावहरू तथा नियमनकारी निकायहरू नेपाल सरकार, नेपाल राष्ट्र बैंक, नेपाल धितोपत्र बोर्ड, कम्पनी रजिष्ट्रारको कार्यालयका साथै नेपाल स्टक एक्स्चेन्ज लि. तथा अन्य प्रत्यक्ष वा अप्रत्यक्ष सहयोग पुऱ्याउँदै आउनु भएका सम्पूर्ण निकायहरू तथा शुभचिन्तक महानुभावहरू प्रति हार्दिक कृतज्ञता ज्ञापन गर्दै भविष्यमा पनि यसै गरी यहाँहरूको साथ र सहयोग पाईरहने विश्वास लिएका छौं ।

अन्त्यमा, यस विकास बैंकको सम्बृद्धिको लागि निरन्तर क्रियाशील भई आफ्नो मेहनत र लगनका साथ बैंकलाई दिनुभएको योगदानको लागि म सञ्चालक समितिको तर्फबाट बैंक व्यवस्थापन लगायत सम्पूर्ण कर्मठ कर्मचारीहरूलाई धन्यवाद दिन चाहन्छु ।

धन्यवाद ।

दशरथ रिसाल

अध्यक्ष

सञ्चालक समिति

लुम्बिनी विकास बैंक लि.

मिति : २०७६/०९/२९

INDEPENDENT AUDITOR'S REPORT
TO THE SHAREHOLDERS OF LUMBINI BIKAS BANK LIMITED

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Lumbini Bikas Bank Ltd (Bikas Bank) and its Group, which comprise consolidated statement of financial position as at Ashad 31, 2076 (July 16, 2019) and consolidated statement of profit or loss, consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended and a summary of significant accounting policies and notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements give a true and fair view of the consolidated financial position of the group as at Ashad 31, 2076, its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with Nepal Financial Reporting Standards (NFRSs).

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 Consolidated Financial Statements section of our report. We are independent of the Group and we have fulfilled our other ethical responsibilities in accordance with the ICAN's Handbook of the Code of Ethics for Professional Accountants. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

Management is responsible for other information. The other information comprises the information included in the Annual Report and Report of Board of Directors, but not included in the consolidated financial statements and our auditor's report thereon.

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

Responsibilities of the Management and Those Charged with Governance for the Consolidated Financial Statements

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

In preparing the consolidated financial statements, management is responsible for assessing the Bikas Bank'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 Bikas Bank or to cease operations or has no realistic alternative but to do so.

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



Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Bikas Bank's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Bikas Bank'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 consolidated 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 Bikas Bank to cease to continue as a going concern.

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

Report on Other Legal and Regulatory Requirements

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

- 1) 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.
- 2) The financial statements which include consolidated statement of financial position as at Ashad 31, 2076, the consolidated statement of profit or loss, consolidated statement of cash flows, consolidated statement of changes in equity for the year then ended, a summary of significant



accounting policies and notes to the consolidated financial statements are prepared as per the procedure and format prescribed by Nepal Rastra Bank and in agreement with the books of accounts maintained by the Bikas Bank and proper books of account as required by the law have been kept.

- 3) The capital fund, risk bearing fund and the provision for possible impairment of assets of the Bikas Bank are adequate as per the Directives issued by Nepal Rastra Bank.
- 4) The returns received from the branch offices of the Bikas Bank, though all the statements are independently not audited, were adequate for the purpose of the audit.
- 5) 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 Bikas Bank has acted contrary to the provisions of law or caused loss or damage to the Bikas Bank or committed any misappropriation of its funds.
- 6) To the best of our information and according to the explanations given to us, in the course of our audit, we observed that the loans have been written off as specified; the business of the Bikas Bank was conducted satisfactorily, and the Bikas Bank's transactions were found to be within the scope of its authority.



CA. Khagendra Bhattarai
For Khagendra & Associates
Chartered Accountants
UDIN No. 191210CA001383Hx1s

Date: 2076.08.24
Baneshwor, Kathmandu

Consolidated Statement of Financial Position

As at 31 Ashad 2076 (16 July 2019)

Figures in NPR

Particulars	Note	Group			Bank		
		As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Assets							
Cash and cash equivalent	4.1	4,125,966,766	4,678,949,583	3,672,157,412	4,125,966,766	4,678,800,961	3,671,232,766
Due from Nepal Rastra Bank	4.2	832,739,821	972,153,065	996,049,470	832,739,821	972,153,065	996,049,470
Placement with Bank and Financial Institutions	4.3	-	-	-	-	-	-
Derivative financial instruments	4.4	-	-	-	-	-	-
Other trading assets	4.5	-	27,652,963	25,173,273	-	-	-
Loan and advances to B/FIs	4.6	1,206,137,608	815,302,754	453,282,649	1,206,137,608	815,302,754	453,282,649
Loans and advances to customers	4.7	21,144,418,517	16,994,392,633	14,609,735,630	21,144,418,517	16,994,392,633	14,609,735,630
Investment securities	4.8	1,666,989,837	1,642,262,908	953,122,069	1,666,989,837	1,642,262,908	953,122,069
Current tax assets	4.9	109,783,096	44,206,923	45,066,597	109,783,096	44,206,923	45,066,597
Investment in subsidiaries	4.10	-	-	-	-	40,000,000	70,000,000
Investment in associates	4.11	408,866,853	281,897,276	212,621,201	408,866,853	281,897,276	212,621,201
Investment property	4.12	54,292,581	58,163,583	58,229,978	54,292,581	58,163,583	58,229,978
Property and equipment	4.13	322,691,124	344,545,581	319,811,854	322,691,123	342,782,979	319,388,854
Goodwill and Intangible assets	4.14	3,985,687	4,460,947	4,614,838	3,985,687	4,443,277	4,572,581
Deferred tax assets	4.15	34,435,648	7,122,243	63,708,832	34,435,648	6,000,224	63,565,274
Other assets	4.16	117,010,979	86,401,056	76,709,799	117,010,979	76,521,536	57,785,390
Total Assets		30,027,318,517	25,957,511,517	21,490,283,603	30,027,318,517	25,956,928,119	21,514,652,459
Liabilities							
Due to Bank and Financial Institutions	4.17	3,310,110,762	4,361,711,719	2,698,915,922	3,310,110,762	4,361,711,719	2,698,915,922
Due to Nepal Rastra Bank	4.18	681,687,112	-	319,970,772	681,687,112	-	319,970,772
Derivative financial instruments	4.19	-	-	-	-	-	-
Deposits from customers	4.20	21,496,400,627	17,792,125,652	15,257,935,777	21,496,400,627	17,823,239,572	15,281,069,338
Borrowing	4.21	-	-	-	-	-	-
Current Tax Liabilities	4.9	-	-	-	-	-	-
Provisions	4.22	-	-	-	-	-	-
Deferred tax liabilities	4.15	-	-	-	-	-	-
Other liabilities	4.23	331,099,952	272,929,306	196,233,845	331,099,952	267,386,166	191,228,497
Debt securities issued	4.24	-	-	-	-	-	-
Subordinated Liabilities	4.25	-	-	-	-	-	-
Total Liabilities		25,819,298,452	22,426,766,677	18,473,056,315	25,819,298,452	22,452,337,457	18,491,184,529
Equity							
Share capital	4.26	2,209,766,313	2,173,282,669	2,008,878,469	2,209,766,313	2,173,282,669	2,008,878,469
Share premium		14,272,683	13,758,238	-	14,272,683	13,758,238	-
Retained earnings		521,163,016	172,487,079	(154,220,592)	522,039,599	174,684,691	(147,979,950)
Reserves	4.27	1,462,818,053	1,142,865,065	1,162,569,412	1,461,941,470	1,142,865,065	1,162,569,412
Total equity attributable to equity holders		4,208,020,065	3,502,393,050	3,017,227,288	4,208,020,064	3,504,590,663	3,023,467,931
Non-controlling interest		-	28,351,790	-	-	-	-
Total equity		4,208,020,065	3,530,744,840	3,017,227,288	4,208,020,064	3,504,590,663	3,023,467,931
Total liabilities and equity		30,027,318,517	25,957,511,517	21,490,283,603	30,027,318,517	25,956,928,119	21,514,652,459
Contingent liabilities and commitment	4.28	2,100,191,489	1,377,723,593	1,151,971,836	2,100,191,489	1,377,723,593	1,151,971,836
Net assets value per share		190.43	162.46	150.19	190.43	161.26	150.51

As per our report of even date

Milan Khatiwada
Head- Finance Account and Treasury

Naresh Singh Bohra
Chief Executive Officer

Dasarath Risal
Chairman

CA Khagendra Bhattarai
Khagendra and Associates
Chartered Accountants

Anju Kumari Gupta
Director

Ram Chandra Sigdel
Director

Pratap Kumar Acharya
Director

Prabin Krishna Shrestha
Director

Chintamani Bhattarai
Director

Shushil Raj Parajuli
Director

Date : 2076.08.24

Consolidated Statement of Profit or Loss

For the year ended 31 Ashad 2076 (16 July 2019)

Figures in NPR

Particulars	Note	Group		Bank	
		2075/76	2074/75	2075/76	2074/75
Interest income	4.29	3,243,024,468	2,514,208,306	3,243,024,468	2,514,158,344
Interest expense	4.30	2,077,706,274	1,716,073,950	2,078,370,134	1,717,100,787
Net interest income		1,165,318,194	798,134,356	1,164,654,334	797,057,556
Fee and commission income	4.31	140,049,584	109,375,436	140,049,584	109,375,436
Fee and commission expense	4.32	3,070,861	1,496,693	3,070,861	1,496,693
Net fee and commission income		136,978,722	107,878,743	136,978,722	107,878,743
Net interest, fee and commission income		1,302,296,916	906,013,098	1,301,633,057	904,936,299
Net trading income	4.33	24,514	45,858	24,514	45,858
Other operating income	4.34	51,758,393	128,868,940	39,549,084	120,486,202
Total operating income		1,354,079,823	1,034,927,897	1,341,206,654	1,025,468,359
Impairment charge/(reversal) for loans and other losses	4.35	(103,852,363)	(368,578)	(103,755,835)	(654,790)
Net operating income		1,457,932,186	1,035,296,475	1,444,962,489	1,026,123,149
Operating expense					
Personnel expenses	4.36	354,389,582	295,203,369	349,332,328	291,802,016
Other operating expenses	4.37	204,806,158	178,700,595	196,653,917	174,861,964
Depreciation & Amortization	4.38	52,013,071	54,074,579	51,162,579	53,557,595
Operating Profit		846,723,375	507,317,932	847,813,665	505,901,574
Non operating income	4.39	7,836,111	900,000	7,836,111	900,000
Non operating expense	4.40	503,564	10,544	503,564	10,544
Profit before income tax		854,055,922	508,207,388	855,146,212	506,791,029
Income tax expense	4.41	233,966,239	188,340,819	234,464,648	189,319,280
Current Tax		257,767,318	95,477,051	257,767,318	95,477,051
Deferred Tax		(23,801,079)	92,863,768	(23,302,670)	93,842,229
Profit for the period		620,089,682	319,866,569	620,681,564	317,471,749
Profit attributable to:					
Equity holders of the Bank		620,343,346	318,840,218	620,681,564	317,471,749
Non-controlling interest		(253,663)	1,026,351	-	-
Profit for the period		620,089,682	319,866,569	620,681,564	317,471,749
Earnings per share					
Basic earnings per share		28.36	15.26	28.38	15.19
Diluted earnings per share		28.36	15.26	28.38	15.19

As per our report of even date

Milan Khatiwada
Head- Finance Account and Treasury

Naresh Singh Bohra
Chief Executive Officer

Dasarath Risal
Chairman

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Anju Kumari Gupta
Director

Ram Chandra Sigdel
Director

Pratap Kumar Acharya
Director

Prabin Krishna Shrestha
Director

Chintamani Bhattarai
Director

Shushil Raj Parajuli
Director

Date : 2076.08.24

Consolidated Statement of Comprehensive Income

For the year ended 31 Ashad 2076 (16 July 2019)

Figures in NPR

Particulars	Note	Group		Bank	
		2075/76	2074/75	2075/76	2074/75
Profit for the year		620,089,682	319,866,569	620,681,564	317,471,749
Other comprehensive income, net of income tax					
a) Items that will not be reclassified to Profit or loss					
• Gains/(losses) from Investments in equity instruments measured at fair value		(15,874,464)	(120,582,404)	(15,874,464)	(120,582,404)
• Gains/(losses) on revaluation		-	-	-	-
• Actuarial gains/(losses) on defined benefit plans		(1,234,718)	(341,524)	(1,234,718)	(341,524)
• Income tax relating to above items		5,132,755	36,277,178	5,132,755	36,277,178
Net other comprehensive income that will not be reclassified to profit or loss		(11,976,428)	(84,646,750)	(11,976,428)	(84,646,750)
b) Items that are or may be reclassified to profit or loss					
• Gains/(losses) on cash flow hedge		-	-	-	-
• Exchange gains/(losses) (arising from translating financial assets of foreign operation)		-	-	-	-
• Income tax relating to above items		-	-	-	-
• Reclassify to profit or loss		-	-	-	-
Net other comprehensive income that are or may be reclassified to profit or loss		-	-	-	-
c) Share of other comprehensive income of associate accounted as per equited method		58,602,760	70,135,295	57,726,176	70,135,295
Other comprehensive income for the period, net of income tax		46,626,332	(14,511,455)	45,749,749	(14,511,455)
Total comprehensive income for the year		666,716,014	305,355,114	666,431,312	302,960,294
Total comprehensive income attributable to:					
Equity holders of the Bank		666,716,014	304,328,763	666,431,312	302,960,294
Non-controlling interest		(253,663)	1,026,351	-	-
Total comprehensive income for the period		666,462,351	305,355,114	666,431,312	302,960,294

As per our report of even date

Milan Khatiwada
Head- Finance Account and Treasury

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Chief Executive Officer

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Director

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Director

Shushil Raj Parajuli
Director

Date : 2076.08.24

Consolidated Statement of Changes in Equity

For the year ended 31 Ashad 2076 (16 July 2019)

Figures in NPR

Particulars	Group											
	Share Capital	Share premium	General reserve	Exchange equalization reserve	Regulatory reserve	Fair value reserve	Revaluation reserve	Retained earning	Other reserves	Total	Non-controlling interest	Total equity
Balance at Shrawan 1, 2074	2,008,878,469	-	460,507,504	333,317	-	-	-	(247,680,219)	513,148,018	2,735,187,089	-	2,735,187,089
Adjustment/Restatement	-	-	-	-	-	-	-	-	-	-	-	-
NFRS Adjustment	-	-	-	-	-	107,679,473	-	93,459,626	80,901,099	-	-	-
Adjusted/Restated balance at Shrawan 1, 2074	2,008,878,469	-	460,507,504	333,317	-	107,679,473	-	(154,220,592)	594,049,118	3,017,227,288	-	3,017,227,288
Adjustment to NCI	-	-	-	-	-	-	-	-	-	-	30,000,000	30,000,000
Comprehensive income for the year	-	-	-	-	-	-	-	-	-	-	-	-
Profit for the year	-	-	-	-	-	-	-	319,866,569	-	319,866,569	-	319,866,569
Other comprehensive income, net of tax	-	-	-	-	-	-	-	-	-	-	-	-
Gains/(losses) from investments in equity instruments measured at fair value	-	-	-	-	-	(84,407,683)	-	-	-	(84,407,683)	-	(84,407,683)
Gains/(losses) on revaluation	-	-	-	-	-	-	-	-	-	-	-	-
Share of Associates accounted as per Equity Method	-	-	-	-	-	-	-	-	70,135,295	70,135,295	-	70,135,295
Actuarial gains/(losses) on defined benefit plans	-	-	-	-	-	-	-	-	(239,067)	(239,067)	-	(239,067)
Gains/(losses) on cash flow hedge	-	-	-	-	-	-	-	-	-	-	-	-
Exchange gains/(losses) (arising from translating financial asset of foreign operation)	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	168,835	-	(84,407,683)	-	319,866,569	69,896,228	305,355,114	-	305,355,114
Transfer to reserve during the year	-	-	59,935,760	168,835	-	-	-	(88,666,527)	30,210,143	1,648,210	(1,648,210)	(0.00)
Transfer from reserve during the year	-	-	-	-	-	-	-	95,507,629	(95,507,629)	-	-	-
Transactions with owners, directly recognised in equity	-	-	-	-	-	-	-	-	-	-	-	-
Share issued	164,404,200	-	-	-	-	-	-	-	-	164,404,200	-	164,404,200
Premium received on issuance of unsubscribed number of right shares	-	14,196,370	-	-	-	-	-	-	-	14,196,370	-	14,196,370
Share issuance cost	-	(438,132)	-	-	-	-	-	-	-	(438,132)	-	(438,132)
Share based payments	-	-	-	-	-	-	-	-	-	-	-	-
Dividends to equity holders	-	-	-	-	-	-	-	-	-	-	-	-
Bonus shares issued	-	-	-	-	-	-	-	-	-	-	-	-
Cash dividend paid	-	-	-	-	-	-	-	-	-	-	-	-
Total contributions by and distributions	164,404,200	13,758,238	59,935,760	168,835	-	(84,407,683)	-	326,707,671	4,598,741	485,165,761	(1,648,210)	483,517,552
Balance at Ashad end 2075	2,173,282,669	13,758,238	520,443,264	502,152	-	23,271,790	-	172,487,079	598,647,859	3,502,393,050	28,351,790	3,530,744,840

continue...

Particulars	Group											Total equity
	Attributable to equity holders of the Bank											
	Share Capital	Share premium	General reserve	Exchange equalization reserve	Regulatory reserve	Fair value reserve	Revaluation reserve	Retained earning	Other reserves	Total	Non-controlling interest	
Balance at Shrawan 1, 2075	2,173,282,669	13,758,238	520,443,264	502,152	-	23,271,790	-	172,487,079	598,647,859	3,502,393,050	28,351,790	3,530,744,840
Comprehensive income for the year	-	-	-	-	-	-	-	-	-	-	-	-
Profit for the year	-	-	-	-	-	-	-	620,089,682	-	620,089,682	-	620,089,682
Other comprehensive income, net of tax	-	-	-	-	-	-	-	-	-	-	-	-
Gains/(losses) from investments in equity instruments measured at fair value	-	-	-	-	-	(11,112,125)	-	-	-	(11,112,125)	-	(11,112,125)
Gains/(losses) on revaluation	-	-	-	-	-	-	-	-	-	-	-	-
Share of Associates accounted as per Equity Method	-	-	-	-	-	-	-	-	58,602,760	58,602,760	-	58,602,760
Actuarial gains/(losses) on defined benefit plans	-	-	-	-	-	-	-	-	(864,303)	(864,303)	-	(864,303)
Gains/(losses) on cash flow hedge	-	-	-	-	-	-	-	-	-	-	-	-
Exchange gains/(losses) (arising from translating financial asset of foreign operation)	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	-	(11,112,125)	-	620,089,682	57,738,457	666,716,014	(253,663)	666,462,351
Transfer to reserve during the year	-	-	124,136,313	-	-	-	-	(138,843,525)	14,960,876	253,663	-	253,663
Transfer from reserve during the year	-	-	-	-	166,224,583	-	-	(134,229,468)	(31,995,115)	-	-	-
Transactions with owners, directly recognised in equity	-	-	-	-	-	-	-	-	-	-	-	-
Share issued	36,483,644	-	-	-	-	-	-	-	-	36,483,644	-	36,483,644
Premium received on issuance of unsubscribed number of right shares	-	514,445	-	-	-	-	-	-	-	514,445	-	514,445
Share based payments	-	-	-	-	-	-	-	-	-	-	-	-
Dividends to equity holders	-	-	-	-	-	-	-	-	-	-	-	-
Bonus shares issued	-	-	-	-	-	-	-	-	-	-	-	-
Cash dividend paid	-	-	-	-	-	-	-	-	-	-	-	-
Revaluation Surplus	-	-	-	-	-	-	-	-	-	-	-	-
Profit/(Loss) on sale disposal of subsidiary	-	-	-	-	-	-	-	1,659,248	-	1,659,248	-	1,659,248
Disposal of Subsidiary	-	-	-	-	-	-	-	-	-	-	(28,098,127)	(28,098,127)
Total contributions by and distributions	36,483,644	514,445	124,136,313	-	166,224,583	(11,112,125)	-	348,675,937	40,704,218	705,627,015	-	705,627,015
Balance at Ashad end 2076	2,209,766,313	14,272,683	644,579,577	502,152	166,224,583	12,159,665	-	521,163,016	639,352,077	4,208,020,065	-	4,208,020,065

continue...

Particulars	Bank									
	Share Capital	Share premium	Statutory General reserve	Exchange equalization reserve	Regulatory reserve	Fair value reserve	Revaluation reserve	Retained earning	Other reserves	Total
Balance at Shrawan 1, 2074	2,008,878,469	-	460,507,504	333,317	-	-	-	(241,439,576)	513,148,018	2,741,427,732
Adjustment/Restatement	-	-	-	-	-	-	-	-	-	-
NFRS Adjustment	-	-	-	-	-	107,679,473	-	93,459,626	80,901,099	282,040,199
Adjusted/Restated balance at Shrawan 1, 2074	2,008,878,469	-	460,507,504	333,317	-	107,679,473	-	(147,979,950)	594,049,118	3,023,467,931
Comprehensive income for the year	-	-	-	-	-	-	-	-	-	-
Profit for the year	-	-	-	-	-	-	-	317,471,749	-	317,471,749
Other comprehensive income, net of tax	-	-	-	-	-	-	-	-	-	-
Gains/(losses) from investments in equity instruments measured at fair value	-	-	-	-	-	(84,407,683)	-	-	-	(84,407,683)
Gains/(losses) on revaluation	-	-	-	-	-	-	-	-	-	-
Share of Associates accounted as per Equity Method	-	-	-	-	-	-	-	-	70,135,295	70,135,295
Actuarial gains/(losses) on defined benefit plans	-	-	-	-	-	-	-	-	(239,067)	(239,067)
Gains/(losses) on cash flow hedge	-	-	-	-	-	-	-	-	-	-
Exchange gains/(losses) (arising from translating financial asset of foreign operation)	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	168,835	-	(84,407,683)	-	317,471,749	69,896,228	302,960,294
Transfer to reserve during the year	-	-	59,935,760	168,835	-	-	-	(90,314,737)	30,210,143	-
Transfer from reserve during the year	-	-	-	-	-	-	-	95,507,629	(95,507,629)	-
Transactions with owners, directly recognised in equity	-	-	-	-	-	-	-	-	-	-
Share issued	164,404,200	-	-	-	-	-	-	-	-	164,404,200
Premium received on issuance of unsubscribed number of right shares	-	14,196,370	-	-	-	-	-	-	-	14,196,370
Share issuance cost	-	(438,132)	-	-	-	-	-	-	-	(438,132)
Share based payments	-	-	-	-	-	-	-	-	-	-
Dividends to equity holders	-	-	-	-	-	-	-	-	-	-
Bonus shares issued	-	-	-	-	-	-	-	-	-	-
Cash dividend paid	-	-	-	-	-	-	-	-	-	-
Total contributions by and distributions	164,404,200	13,758,238	59,935,760	168,835	-	(84,407,683)	-	322,664,642	4,598,741	481,122,732
Balance at Ashad end 2075	2,173,282,669	13,758,238	520,443,264	502,152	-	23,271,790	-	174,684,691	598,647,859	3,504,590,662

continue...

Particulars	Bank									
	Attributable to equity holders of the Bank									
	Share Capital	Share premium	General reserve	Exchange equalization reserve	Regulatory reserve	Fair value reserve	Revaluation reserve	Retained earning	Other reserves	Total
Balance at Shrawan 1, 2075	2,173,282,669	13,758,238	520,443,264	502,152	-	23,271,790	-	174,684,691	598,647,859	3,504,590,662
Comprehensive income for the year	-	-	-	-	-	-	-	-	-	-
Profit for the year	-	-	-	-	-	-	-	620,681,564	-	620,681,564
Other comprehensive income, net of tax	-	-	-	-	-	-	-	-	-	-
Gains/(losses) from investments in equity instruments measured at fair value	-	-	-	-	-	(11,112,125)	-	-	-	(11,112,125)
Gains/(losses) on revaluation	-	-	-	-	-	-	-	-	-	-
Share of Associates accounted as per Equity Method	-	-	-	-	-	-	-	-	-	-
Actuarial gains/(losses) on defined benefit plans	-	-	-	-	-	-	-	-	57,726,176	57,726,176
Gains/(losses) on cash flow hedge	-	-	-	-	-	-	-	-	(864,303)	(864,303)
Exchange gains/(losses) (arising from translating financial assets of foreign operation)	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	-	(11,112,125)	-	620,681,564	56,861,874	666,431,312
Transfer to reserve during the year	-	-	124,136,313	-	-	-	-	(139,097,189)	14,960,876	-
Transfer from reserve during the year	-	-	-	-	166,224,583	-	-	(134,229,468)	(31,995,115)	-
Transactions with owners, directly recognised in equity	-	-	-	-	-	-	-	-	-	-
Share issued	36,483,644	-	-	-	-	-	-	-	-	36,483,644
Premium received on issuance of unsubscribed number of right shares	-	514,445	-	-	-	-	-	-	-	514,445
Share based payments	-	-	-	-	-	-	-	-	-	-
Dividends to equity holders	-	-	-	-	-	-	-	-	-	-
Bonus shares issued	-	-	-	-	-	-	-	-	-	-
Cash dividend paid	-	-	-	-	-	-	-	-	-	-
Total contributions by and distributions	36,483,644	514,445	124,136,313	-	166,224,583	(11,112,125)	-	347,354,907	39,827,635	703,429,402
Balance at Ashad end 2076	2,209,766,313	14,272,683	644,579,577	502,152	166,224,583	12,159,665	-	522,039,599	638,475,493	4,208,020,064

Other reserves at 31st Ashad 2076 includes Corporate Social Responsibility Reserve, staff training Fund, Investment Adjustment Reserve, and Actuarial Gain on Gratuity.

Changes in Other Reserve of the Bank

Other Reserves

Particulars	Staff training fund	Corporate social responsibility reserve	Investment Adjustment Reserve	Capital Reserve	Deferred tax reserve	Special Reserve	Actuarial gain/(loss)	Reserve through Associate-Equity	Total
As at 1st Shrawan 2074	-	2,224,754	22,317,886	363,000,867	120,129,511	5,475,000	-	-	513,148,018
Reserve in Associates using equity Method	-	-	-	-	-	-	-	89,134,658	89,134,658
Actuarial Loss	-	-	-	-	-	-	1,527,633	-	1,527,633
Reserve transferred to retained earning	-	-	-	-	(9,761,192)	-	-	-	(9,761,192)
Closing as on 1st Shrawan 2074 after NFRS Adjustment	-	2,224,754	22,317,886	363,000,867	110,368,319	5,475,000	1,527,633	89,134,658	594,049,118
Transfer to various reserves from retained earning	2,450,205	2,996,788	24,763,150	-	-	-	-	-	30,210,143
Transfer to retained earning during the year	-	(1,665,401)	-	-	(93,842,229)	-	-	-	(95,507,629)
OCI Movement-Reserve in Associates using equity	-	-	-	-	-	-	-	70,135,295	70,135,295
OCI Movement on Actuarial Gain/loss	-	-	-	-	-	-	(341,524)	-	(341,524)
DTA on OCI	-	-	-	-	-	-	102,457	-	102,457
Closing balance of Other reserve as at 32 Ashad 2075 after NFRS Adjustment	2,450,205	3,556,141	47,081,036	363,000,867	16,526,091	5,475,000	1,288,566	159,269,953	598,647,859
Transfer to various reserves from retained earning	8,754,060	6,206,816	-	-	-	-	-	-	14,960,876
Transfer to retained earning during the year	(5,653,068)	(2,734,921)	(7,081,036)	-	(16,526,091)	-	-	-	(31,995,115)
OCI Movement-Reserve in Associates using equity	-	-	-	-	-	-	-	57,726,176	57,726,176
OCI Movement on Actuarial Gain/loss	-	-	-	-	-	-	(1,234,718)	-	(1,234,718)
DTA on OCI	-	-	-	-	-	-	370,415	-	370,415
Closing balance of Other reserve as at 31 Ashad 2076 after NFRS Adjustment	5,551,197	7,028,036	40,000,000	363,000,867	-	5,475,000	424,264	216,996,130	638,475,493

Consolidated Statement of cash flows

For the year ended 31 Ashad 2076 (16 July 2019)

Figures in NPR

Particulars	Group		Bank	
	2075/76	2074/75	2075/76	2074/75
CASH FLOWS FROM OPERATING ACTIVITIES				
Interest received	3,190,164,953	2,511,497,084	3,190,164,953	2,511,447,122
Fees and other income received	149,607,923	109,375,436	140,049,584	109,375,436
Dividend received	12,873,163	15,698,059	12,873,163	15,698,059
Receipts from other operating activities	35,947,526	109,873,507	33,296,556	105,386,907
Interest paid	(2,077,706,274)	(1,718,902,439)	(2,078,370,134)	(1,719,929,276)
Commission and fees paid	(3,070,861)	(1,496,693)	(3,070,861)	(1,496,693)
Cash payment to employees	(250,559,268)	(270,142,737)	(245,598,542)	(266,883,020)
Other expense paid	(204,758,310)	(176,474,691)	(196,606,069)	(173,136,060)
Operating cash flows before changes in operating assets and liabilities	852,498,852	579,427,525	852,738,650	580,462,474
(Increase)/Decrease in operating assets	-	-	-	-
Due from Nepal Rastra Bank	139,413,244	23,896,405	139,413,244	23,896,405
Placement with bank and financial institutions	-	-	-	-
Other trading assets	-	(2,563,052)	-	-
Loan and advances to bank and financial institutions	(394,793,197)	(365,658,886)	(394,793,197)	(365,658,886)
Loans and advances to customers	(3,992,454,110)	(2,374,659,565)	(3,992,454,110)	(2,374,659,565)
Other assets	(44,423,971)	(19,633,735)	(43,509,236)	(28,408,625)
Increase/(Decrease) in operating liabilities	-	-	-	-
Due to bank and financial institutions	(1,051,600,957)	1,662,795,797	(1,051,600,957)	1,662,795,797
Due to Nepal Rastra Bank	681,687,112	(319,970,772)	681,687,112	(319,970,772)
Deposit from customers	3,671,431,905	2,534,189,875	3,673,161,055	2,542,170,233
Borrowings	-	-	-	-
Other liabilities	(38,336,172)	59,529,236.43	(37,362,448)	59,335,931
Net cash flow from operating activities before tax paid	(176,577,294)	1,777,352,828	(172,719,886)	1,779,962,992
Income taxes paid	(323,343,492)	(94,617,377)	(323,343,492)	(94,617,377)
Net cash flow from operating activities	(499,920,786)	1,682,735,452	(496,063,378)	1,685,345,616
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of investment securities	(76,390,770)	(785,706,548)	(76,390,770)	(785,706,548)
Receipts from sale of investment securities	43,083,059	6,842,524	6,545,977	6,842,524
Purchase of property and equipment	(63,666,454)	(75,826,585)	(30,020,379)	(74,264,585)
Receipt from the sale of property and equipment	1,425,837	555,800	1,425,837	555,800
Purchase of intangible assets	(745,850)	(3,617,921)	(745,850)	(3,617,921)
Receipt from the sale of intangible assets	-	-	-	-
Purchase of investment properties	(4,379,500)	-	(4,379,500)	-
Receipt from the sale of investment properties	9,795,779	-	9,795,779	-
Interest received	-	-	-	-
Dividend received	-	3,396,139	-	-
Net cash used in investing activities	(90,877,899)	(854,356,591)	(93,768,906)	(856,190,730)
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipt from issue of debt securities	-	-	-	-
Repayment of debt securities	-	-	-	-
Receipt from issue of subordinated liabilities	-	-	-	-
Repayment of subordinated liabilities	-	-	-	-
Receipt from issue of shares	169,498,090	178,162,437	36,998,090	178,162,437
Dividends paid	-	250,872	-	250,872
Interest paid	-	-	-	-
Other receipt/payment	-	-	-	-
Net cash from financing activities	169,498,090	178,413,309	36,998,090	178,413,309
Net increase (decrease) in cash and cash equivalents	(421,300,595)	1,006,792,171	(552,834,194)	1,007,568,195
Opening Cash and cash equivalents	4,678,949,583	3,672,157,412	4,678,800,961	3,671,232,766
Derecognition of Cash and cash equivalent of Subsidiary	(131,682,221)	-	-	-
Effect of exchange rate fluctuations on cash and cash equivalents held	-	-	-	-
Cash and cash equivalents at the end of the period	4,125,966,767	4,678,949,583	4,125,966,767	4,678,800,961

As per our report of even date

Milan Khatiwada
Head- Finance Account and Treasury

Naresh Singh Bohra
Chief Executive Officer

Dasarath Risal
Chairman

CA Khagendra Bhattarai
Khagendra and Associates
Chartered Accountants

Anju Kumari Gupta
Director

Ram Chandra Sigdel
Director

Pratap Kumar Acharya
Director

Prabin Krishna Shrestha
Director

Chintamani Bhattarai
Director

Shushil Raj Parajuli
Director

Date : 2076.08.24

Notes to the Consolidated Financial Statements for the year ended 31st Ashadh 2076

1. General Information

1.1. Reporting Entity

Lumbini Bikas Bank Limited ("The Development Bank") is a limited liability company incorporated in Nepal with its registered office at Dillibazar, Kathmandu. The Bank has received the license to commence banking operations as a 'B' Class financial institution from the Nepal Rastra Bank under the Bank and Financial Institutions Act, 2073. The Bank's shares are listed on Nepal Stock Exchange Limited.

1.2. Subsidiary

The Development Bank had 57.14% share ownership in Muktinath Capital Limited (Former: Vibor Capital Limited) as at fiscal year 2074/75. Vibor Capital Limited was incorporated on February 10, 2010 as a public limited company under the Companies Act, 2063. It has obtained license to carry out securities business. As at 16th July 2019, the Development Bank has 19.75% share ownership on Vibor Capital Limited. Due to change in control, the Development Bank has not consolidated Vibor Capital for the fiscal year 2075/76.

1.3. Associates

The Development Bank has four associates as given below:

A. Muktinath Capital Limited (Former: Vibor Capital Limited)

Muktinath Capital Limited is a public limited company incorporated in Nepal with the office of company registrar as on 2nd February 2010 and received license from the Securities Board of Nepal on 27th July 2010. The registered office of the company is at Thapathali, Kathmandu. The main objectives of the company as licensed by the Securities Board of Nepal are issue manager, underwriter, share registrar, portfolio manager and depository participant.

The Development Bank has share ownership of 19.75% in Muktinath Capital Limited along with representation of one Board of Director from the Bank.

B. Nadep Laghubitta Bittiya Sanstha Limited

Nadep Laghubitta Bittiya Sanstha Limited is a public limited company licensed as a "D" Class Financial Institution by Nepal Rastra Bank. Its registered office is located at Dhading. It has been providing micro loans targeted to members with low income or deprived sector.

The Development Bank has share ownership of 10% in Nadep Laghubitta Bittiya Sanstha Limited along with representation of one Board of Director from the Bank.

C. Deprosc Laghubitta Bittiya Sanstha Limited

Deprosc Laghubitta Bittiya Sanstha Limited is a public limited company licensed as a "D" Class Financial Institution by Nepal Rastra Bank. Its registered office is located at Narayangadh, Chitwan. It has been providing micro loans targeted to members with low income or deprived sector.

The Development Bank has share ownership of 12.97% in Deprosc Laghubitta Bittiya Sanstha Limited along with representation of one Board of Director from the Bank.

D. Lumbini General Insurance Company Limited

Lumbini General Insurance Company Limited is a public limited company incorporated under the Companies Act, 2063 and operating as General Insurance Company after obtaining licenses under Insurance Act, 2049. Its registered office is located at Gyaneshwor, Kathmandu.

The Development Bank has share ownership of 9.84% in Lumbini General Insurance Company Limited along with representation of one Board of Director from the Bank.

2. Basis of Preparation

The financial statements of the Development Bank have been prepared on accrual basis of accounting in accordance with Nepal Financial Reporting Standards (NFRS) as published by the Accounting Standards Board (ASB) Nepal and pronounced by The Institute of Chartered Accountants of Nepal (ICAN) and in the format issued by Nepal Rastra Bank in Directive No. 4 of NRB Directives, 2075.

The financial statements comprise the Statement of Financial Position, Statement of Profit or Loss and Statement of Other Comprehensive Income shown in a single statement, the Statement of Changes in Equity, the Statement of Cash Flows and the Notes to the Accounts.

2.1. Statement of Compliance

The financial statements have been prepared in accordance with Nepal Financial Reporting Standards (NFRS) and as published by the Accounting Standards Board (ASB) Nepal and pronounced by The Institute of Chartered Accountants of Nepal (ICAN) and in the format issued by Nepal Rastra Bank in Directive No. 4 of NRB Directives, 2075. The Financial Statements have also been prepared in accordance with the relevant presentational requirements of the Companies Act, 2063 of Nepal.

These policies have been consistently applied to all the years presented except otherwise stated.

These financial statements for the year ended 31 Ashadh, 2076 are the first financial statements, Development Bank has prepared under NFRS. For all periods up to and including the year ended 32 Ashadh, 2075, the Development Bank prepared its financial statements in accordance with earlier issued Nepal Accounting Standards (hereinafter referred to as 'Previous GAAP') used for its statutory reporting requirement in Nepal immediately before adopting NFRS. The financial statements for the year ended 32 Ashadh, 2075 and the opening Balance Sheet as at 1 Shrawan, 2074 have been restated in accordance with NFRS for comparative information. Reconciliations and explanations of the effect of the transition from Previous GAAP to NFRS on the Banks's statement of Financial Position, Statement of Profit or Loss and Statement of Cash Flows are provided in Note 5.11.

2.2. Reporting Pronouncements

The Development Bank has, for the preparation of financial statements, adopted the NFRS pronounced by ICAN as effective on September 13, 2013. The NFRS conform, in all material respect, to International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

However, the Institute of Chartered Accountants of Nepal (ICAN) vide its notice dated 20 September 2018 has resolved that Carve-outs in NFRS with Alternative Treatment and effective period shall be provided to the Banks and Financial Institutions regulated by NRB on the specific recommendation of Accounting Standard Board (ASB). Details of carve out provided are as follows:

a) NFRS 10 - Consolidated Financial Statements

A parent company shall prepare consolidated financial statements using uniform accounting policies for like transactions and other events in similar circumstances unless it is impracticable to do so.

The carve out is optional and has been provided for the FY 2017-18 to 2019-20. The Group has applied this carve out for consolidation of its subsidiary whose accounts has been prepared under GAAP.

b) NAS 28 - Investment in Associates and Joint Ventures

A parent company shall account for an associate in its consolidated financial statements using uniform accounting policies for like transactions and other events in similar circumstances unless it is impracticable to do so.

The Group has applied this carve out for the equity accounting of its five Associates in the Consolidated financial statements.

c) NAS 39 - Financial Instruments: Recognition and Measurement -Incurred Loss Model to measure impairment loss on loans and advances

This is a mandatory carve out for Banks and Financial Institutions registered under Banking and Financial Institution Act, 2073 which requires an entity to measure impairment allowance on loans and advances at higher of amount determined as per regulatory norms prescribed by Nepal Rastra Bank and amount determined under Para 63-Incurred Loss Model.

The Group has applied this carve out and recognized all its impairment allowance for Loans and Advances based on norms prescribed under NRB Directive no. 02/2075 being amount higher than the amount calculated under Incurred Loss Model.

d) NAS 39 - Financial Instruments: Recognition and Measurement - Impracticability to determine transaction cost of all previous years which is a part of effective interest rate

This carve out requires an entity to incorporate all fees and points paid or received under contractual terms of a financial instrument in the calculation of effective interest rate for the financial instrument unless it is immaterial or impracticable to determine such fees and points reliably.

The Group has applied this carve out and has excluded the inclusion of the fees and commissions received in the calculation of the effective interest rate on loans and advances.

e) NAS 39 - Financial Instruments: Recognition and Measurement - Impracticability to determine interest income on amortized cost

Once a financial asset or a group of similar financial assets has been written down as a result of an impairment loss, interest income is thereafter recognized using the rate of interest used to discount the future cash flows for the purpose of measuring the impairment loss. Interest income shall be calculated by applying effective interest rate to the gross carrying amount of a financial asset unless the financial asset is written off either partially or fully. The Group has applied this carve out and recognized interest income by applying the effective interest rate to the gross carrying amount of a financial assets.

2.3. Reporting Period and Approval of Financial Statements

The financial statements for the year ended on 16 July 2019 (Ashadh 31, 2076) are approved by 350th meeting of the Board of Directors held on 2076.08.24. The Board of Directors acknowledges the responsibility of preparation of financial statements of the development bank. The approved financial statements have been recommended for approval by the shareholders in the 12th Annual General Meeting of the Development bank.

2.4. Functional and Presentation Currency

The financial statements are presented in functional and presentation currency of the Group i.e. Nepalese Rupee ("NPR") which is the currency of the primary economic environment in which the Group operates.

All financial information presented in NPR has been rounded to the nearest rupee except where indicated otherwise.

2.5. Use of Estimates, Assumptions and Judgments

The preparation of the financial statements in conformity with Nepal Financial Reporting Standards requires the use of certain critical accounting estimates and judgments. It also requires management to exercise judgment in the process of applying the Bank's accounting policies. The Development bank makes certain estimates and assumptions regarding the future events. Estimates and judgments are continuously evaluated based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Future results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

The accounting policies have been included in the relevant notes for each item of the financial statements and the effect and nature of the changes, if any, have been disclosed.

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

The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year primarily includes:-

a) Useful life and residual value of property, plant and equipment

Management reviews the useful life and residual values of property, plant and equipment at least once a year. Such lives are dependent upon an assessment of both the technical life of the assets and also their likely economic life, based on various internal and external factors including relative efficiency and operating costs. Accordingly, depreciable lives are reviewed annually using the best information available to the Management.

b) Impairment of property plant and equipment

At the end of each reporting period, the Development bank reviews the carrying amounts of its property, plant and equipment to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Recoverable amount is the higher of fair value less costs to sell and value in use. Value in use is usually determined on the basis of discounted estimated future cash flows. This involves management estimates on anticipated commodity prices, market demand and supply, economic and regulatory environment, discount rates and other factors. Any subsequent changes to cash flow due to changes in the above mentioned factors could impact the carrying value of assets.

c) Contingencies

In the normal course of business, contingent liabilities may arise from litigation and other claims against the Company. Potential liabilities that are possible but not probable of crystallizing or are very difficult to quantify reliably are treated as contingent liabilities. Such liabilities are disclosed in the notes but are not recognized.

d) Fair value measurements

Some assets and liabilities of the bank are measured at fair value for financial reporting purposes. The management determines the appropriate valuation techniques and inputs for fair value measurements. In estimating the fair value of an asset or a liability, the Development Bank uses market-observable data to the extent it is available. Where Level 1 inputs are not available, the Development Bank engages third party qualified valuator to perform the valuation. The management works closely with the qualified external valuator to establish the appropriate valuation techniques and inputs to the model.

e) Defined benefit plans

The cost of defined benefit plan and other post-employment benefits and the present value of such obligations are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual development in the future. These include the determination of the discount rate, future salary escalations and mortality rates etc. Due to the complexities involved in the valuation and its long term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

f) Recognition of deferred tax assets

Significant management judgment is required to determine the amount of deferred tax assets that can be recognized, based upon the likely timing and the level of future taxable profits together with future tax planning strategies. The Development Bank based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Development Bank.

2.6. Changes in Accounting Policies

The accounting policies are applied consistently to all the periods presented in the financial statements, including the preparation of the opening NFRS compliant Statement of Financial Position as at 1st Shrawan, 2074 being the date of transition to NFRS.

2.7. New Standards in issue but not yet effective

For the reporting of financial instruments, NAS 32 Financial Instruments, Presentation, NAS 39 Financial Instruments Recognition and Measurements and NFRS 7 Financial Instruments – Disclosures have been applied. NFRS 9 has been complied for the classification of Financial Instruments.

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

2.8. Discounting

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

3. Significant Accounting Policies

3.1. Basis of Measurement

These financial statements are prepared under historical cost convention except for certain material items that have been measured at fair value as required by the relevant NFRS below:

- Investment designated at fair value through other comprehensive income is measured at fair value.
- The liability for defined benefit obligations is recognized as the present value of the defined benefit obligation less the net total of the plan assets, plus unrecognized actuarial gains, less unrecognized past service cost and unrecognized actuarial losses.

3.2. Basis of Consolidation

a) Business Combination

Business combinations are accounted for using the acquisition method as at the acquisition date i.e. when control is transferred to the Development Bank. Control is the power to govern the financial and operating policies of an entity to obtain benefits from its activities. In assessing control, the Group takes into consideration potential voting rights that currently are exercisable. The consideration transferred in a business combination is measured at fair value, which is calculated as the sum of the acquisition-date fair values of the assets transferred by the Group, liabilities incurred by the Group to the former owners of the acquiree and the equity interests issued by the Group in exchange for control of the acquiree. Acquisition-related costs are generally recognized in profit or loss as incurred.

b) Non-Controlling Interest

Non-controlling interests represent the equity in a subsidiary not attributable directly or indirectly to a parent. Non-controlling interests are presented in the consolidated statement of financial position within equity, separately from equity attributable to the equity shareholders of the Development Bank. Non-controlling interests in the results of the Group are presented on the face of the consolidated statement of profit or loss and the consolidated statement of profit or loss and other comprehensive income as an allocation of the total profit or loss and total comprehensive income for the year between non-controlling interests and the equity shareholders of the Development Bank.

For each business combination, the Development Bank elects to measure any non-controlling interests in the acquiree either:

- at fair value; or
- at their proportionate share of the acquiree identifiable net assets, which are generally at fair value.

When group loses control of subsidiary, the carrying amount of any non-controlling interest in the former subsidiary at the date when control is lost (including component of other comprehensive income attributable to them) are derecognized.

c) Subsidiaries

Subsidiaries are entities controlled by the Group. The Group controls an entity if it is exposed, or has rights, to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The Group reassesses whether it has control if there are changes to one or more of the elements of control. An investment in a subsidiary is consolidated into the consolidated financial statements from the date that control commences until the date that control ceases.

The Development Bank reassesses whether it has control if there are changes to one or more of the elements of control. In preparing the consolidated financial statements, the financial statements are combined line by line by adding the like items of assets, liabilities, equity, income, expenses and cash flows of the parent with those of its subsidiary. The carrying amount of the parent's investment in subsidiary and the parent's portion of equity of subsidiary are eliminated in full. All intra group assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the group (such as interest income and technical fee) are eliminated in full while preparing the consolidated financial statements.

d) Loss of Control

When the Development Bank loses control of a subsidiary, it derecognizes the assets and liabilities of the former subsidiary from the consolidated statement of financial position. The Development Bank recognizes any investment retained in the former subsidiary at its fair value when control is lost and subsequently accounts for it and for any amounts owed by or to the former subsidiary in accordance with relevant NFRSs. It is accounted for as an equity-accounted investee or in accordance with the Group's accounting policy for financial instruments depending on the level of influence retained. That fair value shall be regarded as the fair value on initial recognition of a financial asset in accordance with NFRS 9 or, when appropriate, the cost on initial recognition of an investment in an associate or joint venture. Any gain or loss associated with the loss of control attributable to the former controlling interest is also recognized.

During the year, the share ownership of the Development Bank in its subsidiary- Muktinath Capital Limited (Former: Vibor Capital Limited) changed from 57.14% to 19.75% which resulted in loss in control. After such change, the Development Bank exerted mere significant influence over Muktinath Capital Limited. So, the Development Bank has derecognized all the assets and liabilities attributable to Muktinath Capital Limited and has now recognized only its share of profit considering it as an associate.

e) Special Purpose Entity (SPE)

Special purpose entities (SPEs) are entities that are created to accomplish a narrow and well-defined objectives. An SPE is consolidated if, based on an evaluation of the substance of its relationship with the Development Bank and the SPE's risks and rewards, the Bank concludes that it controls the SPE.

The Bank does not have any Special Purpose Entity.

f) Transaction elimination on consolidation

Intra-group balances, transactions and any unrealized profit or loss arising from intra-group transactions are eliminated in full in preparing the consolidated financial statements.

g) Investment in Associates – Equity Accounting

An associate is an entity over which the Group has significant influences but not control or joint control. This is generally the case where the Group holds between 20% to 50% of the voting rights or the Group has power to participate in the financial and operating policy decision of the investee.

The existence of significant influence by an entity is usually evidences in one or more of the following ways:

- a. Representation of board of directors or equivalent governing body of investee.
- b. Participation in Policy making processes, including participation in decision about dividends or other distributions.
- c. Martial transaction between the entity and investee etc.

Development Bank has measured the investment in associates using equity method of accounting in consolidated statement of financial statements.

An investment in an associates or joint ventures is accounted for using the equity method from the date on which the investee becomes an associate or joint venture. Under the equity method, an investment in an associate is initially recognized in the consolidated statement of Financial Position at cost and adjusted thereafter to recognize the Group's share of the profit or loss and other comprehensive income of the associates or joint ventures. When the Group's share of losses of an associates or joint ventures exceeds the Group's interest in that associate (which includes any long-term interests that, in substance, form part of the Group's net investment in the associate), the Group discontinues recognizing its share of further losses. Additional losses are recognized only to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of the associates or joint ventures.

h) Cash & Cash Equivalent

Cash and cash equivalent comprises cash in hand, balances with bank and financial institutions, money at call and short notice, and highly liquid financial assets with original maturities of three months or less from the acquisition date with insignificant risk of changes in their value which are held by the bank to meet short term cash commitments. Cash and cash equivalents are measured at amortized cost in the Statement of Financial Position.

3.3. Financial Assets and Financial Liabilities

3.3.1 Recognition

Financial assets and financial liabilities are recognized when the Development Bank becomes a party to the contract embodying the related financial instruments. All financial assets, financial liabilities and financial guarantee contracts are initially measured at transaction cost and where such values are different from the fair value, at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit and loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability. Transaction costs directly attributable to the acquisition of financial assets and financial liabilities at fair value through profit and loss are immediately recognized in the statement of profit and loss.

The Development Bank initially recognize loans and advances, deposits and debt securities issued on the date that they are originated which is the date that the Bank becomes party to the contractual provisions of the instruments. Investments in equity instruments, bonds, debenture, Government securities, NRB bond or deposit auction, reverse repos are recognized on date at which the Development Bank commits to purchase/ acquire the financial assets.

3.3.2 Classification

A. Financial Assets

i. Financial assets at amortized cost

Financial assets are subsequently measured at amortized cost if these financial assets are held within a business model whose objective is to hold these assets 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.

ii. Financial assets at fair value through other comprehensive income

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business model whose objective is to hold these assets in order to collect contractual cash flows or to sell these 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. The Development Bank in respect of equity investments (other than in subsidiaries, associates and joint ventures) which are not held for trading has made an irrevocable election to present in other comprehensive income subsequent changes in the fair value of such equity instruments. Such an election is made by the Development Bank on an instrument by instrument basis at the time of initial recognition of such equity investments.

iii. Financial assets at fair value through profit or loss

Financial asset not measured at amortized cost or at fair value through other comprehensive income is carried at fair value through the statement of profit and loss. Financial assets held for trading are also designated at fair value through profit or loss.

B. Financial Liabilities

i. Financial liabilities at fair value through profit or loss

Financial liabilities are classified as fair value through profit or loss if they are held for trading or are designated at fair value through profit or loss. Upon initial recognition, transaction costs are directly attributable to the acquisition are recognized in Statement of Profit or Loss as incurred. Subsequent changes in fair value is recognized at profit or loss

ii. Financial liabilities measured at amortized cost

Financial liabilities other than those measured at fair value through profit or loss are classified and measured at amortized cost using effective interest rate method.

3.3.3 Measurement

All financial assets, financial liabilities and financial guarantee contracts are initially measured at transaction cost and where such values are different from the fair value, at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit and loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability. Transaction costs directly attributable to the acquisition of financial assets and financial liabilities at fair value through profit and loss are immediately recognized in the statement of profit and loss.

Financial assets and liabilities designated at fair value through profit or loss are subsequently measured at fair value with changes recognized at Statement of profit or loss whereas it is recognized at Statement of Other Comprehensive Income for those financial instruments designated at fair value through other comprehensive income

The amortized cost of a financial asset or financial liability is the amount at which the financial asset or financial liability is measured at initial recognition minus principal repayments, plus or minus the cumulative amortization using the effective interest method of any difference between that initial amount and the maturity amount, and minus any reduction for impairment or uncollectibility. The effective interest rate is the rate that exactly discounts future cash receipts or payments through the expected life of the financial instrument, or where appropriate, a shorter period.

3.4.4 De-recognition

A. De-recognition of financial assets

The Development Bank de-recognizes a financial asset only when the contractual rights to the cash flows from the financial asset expire, or it transfers the financial asset and the transfer qualifies for de-recognition under NFRS 9.

If the Development Bank neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Development Bank recognizes its retained interest in the assets and an associated liability for amounts it may have to pay.

If the Development Bank retains substantially all the risks and rewards of ownership of a transferred financial asset, the Bank continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

On de-recognition of a financial asset in its entirety, the difference between the carrying amounts measured at the date of de-recognition and the consideration received is recognized in statement of profit or loss.

B. De-recognition of financial liability

A financial liability is derecognized 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 the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit and loss.

C. Determination of Fair Value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- i) In the principal market for the asset or liability, or
- ii) In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Development Bank.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Development Bank uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

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

For the purpose of fair value disclosures, the Development Bank has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

3.4.6 Impairment

At each reporting date the Development Bank assesses whether there is any indication that an asset may have been impaired. If such indication exists, the recoverable amount is determined. A financial asset or a group of financial assets is impaired and impairment losses are incurred if, and only if, there is objective evidence of impairment as a result of one or more events occurring after the initial recognition of the asset (a loss event), and that loss event (or events) has an impact on the estimated future cash flows of the financial asset or group of financial assets that can be reliably estimated.

The Development Bank considers the following factors in assessing objective evidence of impairment:

- Whether the counterparty is in default of principal or interest payments.
- When a counterparty files for bankruptcy and this would avoid or delay discharge of its obligation.
- Where the Development Bank initiates legal recourse of recovery in respect of a credit obligation of the counterpart.
- Where the Development Bank consents to a restructuring of the obligation, resulting in a diminished financial obligation, demonstrated by a material forgiveness of debt or postponement of scheduled payments.
- Where there is observable data indicating that there is a measurable decrease in the estimated future cash flows of a group of financial assets, although the decrease cannot yet be identified with specific individual financial assets.

The Development Bank considers evidence of impairment for loans and advances and held-to-maturity investment securities at both a specific asset and collective level. All individually significant loans and advances and held-to-maturity investment securities are assessed for specific impairment. Those found not to be specifically impaired are then collectively assessed for any impairment that has been incurred but not yet identified.

Loans and advances and held-to-maturity investment securities that are not individually significant are collectively assessed for impairment by grouping together loans and advances and held-to-maturity investment securities with similar risk characteristics. Impairment test is done on annual basis for trade receivables and other financial assets based on the internal and external indication observed.

In assessing collective impairment, the Development Bank uses historical trends of the probability of default, the timing of recoveries and the amount of loss incurred, adjusted for management's judgment as to whether current economic and credit conditions are such that the actual losses are likely to be greater or less than suggested by historical trends. Default rates, loss rates and the expected timing of future recoveries are regularly benchmarked against actual outcomes to ensure that they remain appropriate.

Impairment losses on Assets measured at Amortized Cost

As per NAS: 39

Financial assets carried at amortized cost (such as amounts due from Banks, loans and advances to customers as well as held-to maturity investments) is impaired, and impairment losses are recognized, only if there is objective evidence as a result of one or more events that occurred after the initial recognition of the asset. The amount of the loss is measured as the difference between the asset's carrying amount and the deemed recoverable value of loan.

Loans and advances to customers with significant value (covering at least 50% of Total Non-Performing Loans as per Nepal Rastra Bank Directive) are assessed for individual impairment test. The recoverable value of loan is estimated on the basis of realizable value of collateral and the conduct of the borrower/past experience of the bank. Assets that are individually assessed and for which no impairment exists are grouped with financial assets with similar credit risk characteristics and collectively assessed for impairment. The credit risk statistics for each group of the loan and advances are determined by management prudently being based on the past experience. For the collective assessment of impairment of loan, Development Bank has categorized on the basis of following product.

1. Home Loan
2. Vehicle Loan
3. Short Term Loan
4. Long Term Loan

Loan Loss Provision as per Nepal Rastra Bank

Loan loss provisions in respect of non-performing loans and advances are based on management's assessment

of the degree of impairment of the loans and advances, subject to the minimum provisioning level prescribed in relevant NRB guidelines. Provision is made for possible losses on loans and advances including bills purchased at 1% to 100% on the basis of classification of loans and advances, overdraft and bills purchased in accordance with NRB directives.

Policy

As per the Carve out notice issued by ICAN, the Development Bank has measured impairment loss on loan and advances as the higher of amount derived as per norms prescribed by Nepal Rastra Bank for loan loss provision and amount determined as per paragraph 63 of NAS 39.

3.4. Trading Assets

Trading Assets are those assets that the Bank acquires principally for the purpose of selling in the short term, or holds as part of a portfolio that is managed together for short term profit. These assets are initially measured at cost and subsequently at fair value with changes in profit or loss under "Net Trading Income". Any transaction cost incurred are directly recognized in profit or loss

3.5. Derivative Assets and Derivative Liabilities

Derivatives held for risk management purposes include all derivative assets and liabilities that are not classified as trading assets or liabilities. Derivatives held for risk management purposes are measured at fair value in the statement of financial position.

3.6. Loan to Staffs

Loan to staffs has been recognized at amortised cost. The Development Bank has used base rate of the particular year in which the loan is disbursed for discounting the staff loan. The difference between book value and amortised cost is recognized as Prepaid staff cost.

3.7. Property and Equipment

A. Recognition and Measurement

Recognition

The cost of an item of property and equipment shall be recognized as an asset, initially recognized at cost, if, and only if:

- it is probable that future economic benefits associated with the item will flow to the entity; and
- the cost of the item can be measured reliably.

Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the following:

- the cost of materials and direct labour;
- any other costs directly attributable to bringing the assets to a working condition for their intended use;
- when the Development Bank has an obligation to remove the asset or restore the site, an estimate of the costs of dismantling and removing the items and restoring the site on which they are located; and
- Capitalized borrowing costs.

Measurement

- i. Freehold land is carried at historical cost and is not depreciated. All other items of property, plant and equipment are stated at historical cost less accumulated depreciation and accumulated impairment losses, if any. Historical cost includes expenditure that is directly attributable to the acquisition of the items.
- ii. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Development Bank and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset are derecognized when replaced. All other repairs and maintenance are charged to profit and loss during the reporting period in which they are incurred.
- iii. The Development Bank identifies and determines cost of each component/ part of the asset separately, if the component/ part has a cost which is significant to the total cost of the asset having useful life that is materially different from that of the remaining asset. These components are depreciated over their useful lives; the remaining asset is depreciated over the life of the principal asset

- iv. Assets in the course of construction are capitalized in the assets under capital work in progress account (CWIP). At the point when an asset is operating at management's intended use, the cost of construction is transferred to the appropriate category of property, plant and equipment and depreciation commences.
- v. The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

B. Depreciation

- i. Depreciation is recognized so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives, using the straight line basis.
- ii. Depreciation is provided on the straight line method based on the estimated useful lives of the assets determined by the management. Depreciation on additions to fixed assets is charged on pro-rata basis in the year of purchase. The useful life of the assets and the corresponding rates at which the assets are depreciated are as follows:-

Category of asset	Estimated useful life
Office Equipment	5 years
Furniture Fixture and Fitting	5 years
Vehicle	5 years
Computer, Printer and Accessories	5 years
ATM Machine	7 Years
Freehold Premises	50 Years
Leasehold Assets	Earlier of 10 years or Lease Tenure

- iii. Assets Value less than NPR 5,000/- per unit is charged to the profit and loss account irrespective of their useful life in the year of purchase.

C. Derecognition

An item of property, plant and equipment and any significant part initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss when the asset is derecognized.

3.8. Goodwill/Intangible Assets

Goodwill is the residual of the cost of acquisition over the fair value of the identifiable net assets acquired. It is assessed for impairment at the end of each reporting period

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortization and accumulated impairment losses. Intangible assets with indefinite useful lives are carried at cost less accumulated impairment losses.

Computer software costs are capitalized and recognized as intangible assets based on materiality, accounting prudence and significant benefits expected to flow there from for a period longer than one year.

Software is amortised on a straight line basis in profit or loss over its estimated useful life, from the date that it is available for use. The estimated useful life of software for the current and comparative periods is five years.

3.9. Investment Property

An investment property is property held by the Development Bank to earn rentals or for capital appreciation or both, rather than own-occupied. The investment property of the Development Bank solely consists of land or building acquired under the Non-Banking Assets.

The Development Bank has adopted a policy to measure the investment property in cost model. Any depreciation and impairment in the subsequent period has been charged through the profit and loss account in the reporting period.

3.10. Non-Current Assets-Held for sale:

Non-current assets (such as property) and disposal groups (including both the assets and liabilities of the disposal

groups) are classified as held for sale and measured at the lower of their carrying amount and fair value less cost to sell when:

- i. their carrying amounts will be recovered principally through sale;
- ii. they are available-for-sale in their present condition; and
- iii. their sale is highly probable.

Immediately before the initial classification as held for sale, the carrying amounts of the assets (or assets and liabilities in a disposal group) are measured in accordance with the applicable accounting policies described above.

3.11. Income Tax

Income tax on the profit or loss for the year comprises current taxes and deferred taxes. Income tax is recognized in the profit or loss statement except to the extent that it relates to items recognized directly to equity or other comprehensive income.

a) Current Tax

Current tax is the expected tax payable on the taxable income for the year using tax rates at the balance sheet date and any adjustment to tax payable in respect of previous years.

Income tax rates applicable to Group: 30%

b) Deferred Tax

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred income tax is determined using tax rate applicable to the Development Bank as at the reporting date which is expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

A deferred tax asset is recognized only to the extent that it is probable that future taxable profits will be available against which the asset can be utilized. The carrying amount of deferred tax assets is reviewed at the end of each reporting period 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 asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

3.12. Deposit, debt securities issued and subordinated liabilities

Deposits include non-interest bearing deposits, saving deposits, term deposits, call deposits and margin deposits. The Group presents the deposits held from customers and bank and financial institutions at amortized cost.

These transactions are recorded on the bank's books, and the resulting balance is recorded as a liability for the Bank and represents the amount owed by the Bank to the customer.

Subordinated liabilities are those liabilities which at the event of winding up are subordinate to the claims of depositors, debt securities issued and other creditors. The Development Bank does not have any of such subordinated liabilities and has not issued any debt security in the reporting period.

3.13. Provisions, contingent liability and contingent Assets.

- i. Provisions are recognized when the Development Bank has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.
- ii. When the Development Bank expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset, but only when the reimbursement is virtually certain.
- iii. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.
- iv. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that

reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

- v. A provision for onerous contracts is recognized when the expected benefits to be derived by the Development Bank from a contract are lower than the unavoidable cost of meeting its obligations under the contract. The provision is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract. Before a provision is established, the Development Bank recognizes any impairment loss on the assets associated with that contract.
- vi. A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Bank or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Development Bank does not recognize a contingent liability but discloses its existence in the standalone financial statements.
- vii. A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity.
- viii. Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets.
- ix. Provisions, contingent liabilities, contingent assets and commitments are reviewed at each reporting period.

3.14. Revenue Recognition

Revenue is the gross inflow of economic benefits during the period arising in the course of the ordinary activities of an entity when those inflows result in increases in equity, other than increases relating to contributions from equity participants. It is measured at the fair value of the consideration received or receivable. Revenue is recognized to the extent that it is probable that economic benefit will flow to the Group and that the revenue can be reliably measured.

Revenue is not recognized during the period in which its recoverability of income is not probable. The Development Bank's revenue comprises of interest income, fees and commission, foreign exchange income, cards income, remittance income etc. and the bases of incomes recognition are as follows:

a) Interest Income

Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the Group and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

The Development Bank has applied carve out under Para 9 of NAS 39 and has not incorporated all the fees and points paid or received under contractual terms of financial instrument in the calculation of the effective interest rate to recognize the interest income. Hence, such fees have been directly recognized under Profit or Loss under "Fee and Commission Income"

The Development Bank has also applied carve out under AG-93 of NAS 39 and recognized interest income by applying the effective interest rate to the gross carrying amount of a financial assets.

b) Fee and Commission Income

Fee and commission earned for the provision of services over a period of time are recognized income in cash basis at the time of execution of such services.

c) Dividend Income

Dividend income (net of withholding taxes) from investments is recognized when the shareholder's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the Group and the amount of income can be measured reliably).

d) Net Trading Income

It comprises gain or loss on trading assets, interest or dividend income on trading assets and gains or losses

arising under settlement of foreign currency transactions.

e) Net Income from Other Financial Instrument at Fair Value Through Profit or Loss

It includes changes in fair value of Financial Instruments designated at fair value through profit or loss.

3.15. Interest Expenses

Interest Expenses include interest on deposits from customers, deposits from Banks and financial institutions and other interest bearing financial liabilities. Interest expense is recognized in the profit or loss using effective interest rate for all the financial liabilities measured at amortized cost.

3.16. Employee Benefits

Employee benefits are all forms of consideration given by an entity in exchange for service rendered by employees or for the termination of employment. Such benefits include short term, long term, termination and other long term benefits.

a. Short Term Employee Benefits

Short term Employee Benefits include items such as following, if expected to settled before twelve months after the end of annual reporting period in which employee rendered the related services.

- Wages and salaries and Social Security contribution.
- Paid annual leave and paid sick leave
- Profit Sharing and Bonuses
- Non Monetary Benefits for current employees

Short term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is also recognized for the amount expected to be paid under bonus required by the Bonus Act, 2030 to pay the amount as a result of past service provided by the employee and the obligation can be estimated reliably under short term employee benefits.

b. Post-Employment Benefits Plan

Post- employment benefits plan of the Development Bank includes the followings.

A. Defined contribution plan - Provident Fund

Under Defined Contribution plans the entity's legal and constructive obligation is limited to the amount that it agrees to contribute to the fund.

Obligations for contributions to defined contribution plans are recognized as personnel expenses in profit or loss in the periods during which related services are rendered. Contributions to a defined contribution plan that are due more than 12 months after the end of the reporting period in which the employees render the service are discounted to their present value.

Under this plans, provident fund, the Development Bank pays pre-defined amounts to separate funds and does not have any legal or informal obligation to pay additional sums. Contributions to defined contribution schemes (Provident fund) are charged to the profit or loss statement in the year to which they relate as the Bank has no further defined obligations beyond monthly contributions. 10% of the Basic Salary as Contributions to defined contribution schemes by the Bank along with same contribution from employees are deposited with Employees Provident Fund (Karmachari Sanchaya Kosh) and other approved retirement funds.

B. Defined benefit plan - Gratuity

Under defined benefit plans, the entity obligation is to provide the agreed benefits to current and former employees. A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The Development Bank's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods. That benefit is discounted to determine its present value. Any unrecognized past service costs and the fair value of any plan assets are deducted.

- i. The Development Bank provides for defined benefits in the form of gratuity. The liability or asset recognized in the Statement of Financial Position in respect of defined benefit gratuity plan is the present value of defined benefit obligations at the end of the reporting period less fair value of plan assets. The defined benefit obligation is calculated annually by actuaries through actuarial valuation using the projected unit credit method.

ii. The Development Bank recognizes the following changes in the defined benefit obligation to the profit or loss statement:

- Service costs comprising current service costs and past-service costs
- Interest expenses

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and fair value of plan assets. This cost is included in employee benefit expenses in the statement of the profit & loss.

iii. Any changes in the liabilities over the year due to changes in assumptions or experience within the scheme, are recognized in other comprehensive income in the period in which they arise.

iv. NAS 19 requires the exercise of judgment in relation to various assumptions including future pay rises, inflation and discount rates and employee and pensioner demographics. The Development Bank determines the assumptions in conjunction with its actuaries, and believes these assumptions to be in line with best practice, but the application of different assumptions could have a significant effect on the amounts reflected in the income statement, other comprehensive income and balance sheet. There may be also interdependency between some of the assumptions.

v. The classification of the Development Bank's net obligation into current and non-current is as per the actuarial valuation report.

vi. Gratuity is funded and deposited to a separate entity (Retirement Fund) towards meeting the gratuity obligation.

C. Other long-term employment benefits

i. A liability is recognized for benefits accruing to employees in respect of wages and salaries, annual leave and sick leave in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service.

ii. Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognized as a liability at the present value of the obligation as at the Balance sheet date determined based on an actuarial valuation.

3.17. Leases

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement. A lease is classified at the inception date as a finance lease or an operating lease

A lease that transfers substantially all the risks and rewards incidental to ownership to the Group is classified as a finance lease. A leased asset is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Group will obtain ownership by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.

Finance leases are capitalized at the commencement of the lease at the inception date fair value of the leased asset or, at the present value of the minimum lease payments at the inception of the lease, whichever is lower. Lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized in finance costs in the statement of profit and loss, unless they are directly attributable to qualifying assets, in which case they are capitalized in accordance with the Group's general policy on the borrowing costs.

Operating lease payments are recognized as an expense in the statement of profit and loss on a straight-line basis over the lease term unless another systematic basis is more representative of the time pattern of the user's benefit.

3.18. Foreign Currency Translation

The functional currency of the Group is determined on the basis of the primary economic environment in which it operates which is Nepalese Rupee (NPR).

Initially transactions in currencies other than the entity's functional currency (foreign currencies) are recognized at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined. On-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated. Exchange differences on monetary items are recognized in Statement of Profit and Loss in the period in which they arise.

3.19. Financial Guarantee and Loan Commitments

Financial guarantees are contracts that require the Development Bank to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with the terms of a debt instrument. Loan commitments are firm commitments to provide credit under pre-specified terms and conditions.

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

3.20. Share Capital and Reserves

Equity is the residual interest in the total assets of an entity after deducting all the liabilities. Incremental costs directly attributable to the issue of an equity instrument are deducted from the initial measurement of the equity instruments considering the tax benefits achieved thereon. The share capital of the Group includes the equity share capital with 51 % of Promoter and 49% of the public. The Group has also maintained several statutory reserves and free reserves which are presented in the statement of changes in equity.

Dividends on ordinary shares are recognized as a liability and deducted from equity when they are approved by the general meeting

3.21. Earnings per share including diluted

Basic earnings per share is computed by dividing the profit/ (loss) for the year by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year is adjusted for treasury shares, bonus issue, bonus element in a rights issue to existing shareholders, share split and reverse share split (consolidation of shares).

Diluted earnings per share is computed by dividing the profit/ (loss) for the year as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date.

3.22. Segment Reporting

Operating segment are those components of an entity that engages in business activities which earns revenue and incurs expenses, has discrete financial information and whose results are regularly reviewed by the entity's chief operating decision maker.

The Development Bank has identified the key segments of the business on the basis of nature of operations that assist the bank in decision process and to allocate the resources. It will help the management to assess the performance of the business segments that has been identified as below. The business segments identified are Business Banking, Treasury and Remittance and Others. The segment results that are reported include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items comprise mainly common assets, head office expenses, and tax assets and liabilities. All operations between the segments are conducted on pre-determined transfer price. Treasury Department acts as the fund manager of the Development Bank.

4. Scheduled Forming part of Financial Statements.

Schedules are attached with financial statements.

4.1 Cash and cash equivalents

Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Cash in hand	333,987,463	442,798,702	355,921,267	333,987,463	442,774,153	355,326,254
Balances with B/FIs	3,791,979,303	4,236,150,881	3,316,236,146	3,791,979,303	4,236,026,808	3,315,906,512
Money at call and short notice	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total	4,125,966,766	4,678,949,583	3,672,157,412	4,125,966,766	4,678,800,961	3,671,232,766

4.2 Due from Nepal Rastra Bank

Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Statutory balances with NRB	832,739,821	972,153,065	996,049,470	832,739,821	972,153,065	996,049,470
Securities purchased under resale agreement	-	-	-	-	-	-
Other deposit and receivable from NRB	-	-	-	-	-	-
Total	832,739,821	972,153,065	996,049,470	832,739,821	972,153,065	996,049,470

4.3 Placements with Bank and Financial Institutions

Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Placement with domestic B/FIs	-	-	-	-	-	-
Placement with foreign B/FIs	-	-	-	-	-	-
Less: Allowances for impairment	-	-	-	-	-	-
Total	-	-	-	-	-	-

4.4 Derivative financial instruments
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Held for trading	-	-	-	-	-	-
Interest rate swap	-	-	-	-	-	-
Currency swap	-	-	-	-	-	-
Forward exchange contract	-	-	-	-	-	-
Others	-	-	-	-	-	-
Held for risk management	-	-	-	-	-	-
Interest rate swap	-	-	-	-	-	-
Currency swap	-	-	-	-	-	-
Forward exchange contract	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total	-	-	-	-	-	-

4.5 Other trading assets
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Treasury bills	-	-	-	-	-	-
Government bonds	-	-	-	-	-	-
NRB Bonds	-	-	-	-	-	-
Domestic Corporate bonds	-	-	-	-	-	-
Equities	-	27,652,963	25,173,273	-	-	-
Other	-	-	-	-	-	-
Total	-	27,652,963	25,173,273	-	-	-
Pledged	-	-	-	-	-	-
Non-Pledged	-	27,652,963	25,173,273	-	-	-

4.6 Loan and advances to B/FIs
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Loans to microfinance institutions	1,218,320,741	823,537,956	457,861,262	1,218,320,741	823,537,956	457,861,262
Other	-	-	-	-	-	-
Less: Allowances for impairment	12,183,133	8,235,201	4,578,613	12,183,133	8,235,201	4,578,613
Total	1,206,137,608	815,302,754	453,282,649	1,206,137,608	815,302,754	453,282,649

4.6.1 Allowances for impairment
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Balance at Shrawan 1	8,235,201	4,578,613	-	8,235,201	4,578,613	-
Impairment loss for the year:	-	-	-	-	-	-
Charge for the year	3,947,932	3,656,589	-	3,947,932	3,656,589	-
Recoveries/reversal	-	-	-	-	-	-
Amount written off	-	-	-	-	-	-
Balance at Ashad end	12,183,133	8,235,201	4,578,613	12,183,133	8,235,201	4,578,613

4.7 Loans and advances to customers
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Loan and advances measured at amortized cost	21,713,946,417	17,669,998,425	15,294,452,801	21,713,946,417	17,669,998,425	15,294,452,801
Less: Impairment allowances	569,527,901	675,605,792	684,717,171	569,527,901	675,605,792	684,717,171
Collective impairment	263,914,170	215,482,757	180,260,182	263,914,170	215,482,757	180,260,182
Individual impairment	305,613,731	460,123,035	504,456,989	305,613,731	460,123,035	504,456,989
Net amount	21,144,418,517	16,994,392,633	14,609,735,630	21,144,418,517	16,994,392,633	14,609,735,630
Loan and advances measured at FVTPL	-	-	-	-	-	-
Total	21,144,418,517	16,994,392,633	14,609,735,630	21,144,418,517	16,994,392,633	14,609,735,630

Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Loans and advances to Customer	21,551,551,149	17,562,610,744	15,181,722,320	21,551,551,149	17,562,610,744	15,181,722,320
Loans and advances to staff	60,166,220	54,136,288	56,311,336	60,166,220	54,136,288	56,311,336
Accrued Interest	102,229,048	53,251,393	56,419,145	102,229,048	53,251,393	56,419,145
Total	21,713,946,417	17,669,998,425	15,294,452,801	21,713,946,417	17,669,998,425	15,294,452,801

Impairment (Including loans & advances to BFIs)

As per NRB Directive No. 2	581,711,034	683,840,993	689,295,783	581,711,034	683,840,993	689,295,783
As per NAS 39	182,996,707	144,337,070	159,545,003	182,996,707	144,337,070	159,545,003
Collective Impairment	83,759,577	64,505,360	92,683,623	83,759,577	64,505,360	92,683,623
Individual Impairment	99,237,130	79,831,711	66,861,380	99,237,130	79,831,711	66,861,380
Higher of NRB Directive and NAS 39	581,711,034	683,840,993	689,295,783	581,711,034	683,840,993	689,295,783

4.7.1 Analysis of loan and advances - By Product
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Product						
Term loans	4,591,955,161	3,569,689,366	2,685,003,440	4,591,955,161	3,569,689,366	2,685,003,440
Overdraft	4,853,678,303	4,524,112,752	4,296,359,288	4,853,678,303	4,524,112,752	4,296,359,288
Trust receipt/Import loans	-	-	-	-	-	-
Demand and other working capital loans	339,913,003	263,544,186	180,169,911	339,913,003	263,544,186	180,169,911
Personal residential loans	2,234,768,386	1,600,042,674	1,474,273,745	2,234,768,386	1,600,042,674	1,474,273,745
Real estate loans	1,863,280,738	1,959,468,022	1,945,780,589	1,863,280,738	1,959,468,022	1,945,780,589
Margin lending loans	920,883,850	727,854,974	715,995,500	920,883,850	727,854,974	715,995,500
Hire purchase loans	1,684,106,479	1,503,848,965	1,502,130,762	1,684,106,479	1,503,848,965	1,502,130,762
Deprived sector loans	1,096,575,871	1,025,781,395	424,995,262	1,096,575,871	1,025,781,395	424,995,262
Bills purchased	-	-	-	-	-	-
Staff loans	60,166,220	54,136,288	56,311,336	60,166,220	54,136,288	56,311,336
Other	3,966,389,358	2,388,268,411	1,957,013,823	3,966,389,358	2,388,268,411	1,957,013,823
Sub total	21,611,717,369	17,616,747,032	15,238,033,656	21,611,717,369	17,616,747,032	15,238,033,656
Interest receivable	102,229,048	53,251,393	56,419,145	102,229,048	53,251,393	56,419,145
Grand total	21,713,946,417	17,669,998,425	15,294,452,801	21,713,946,417	17,669,998,425	15,294,452,801

4.7.2 Analysis of loan and advances - By Currency
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Nepalese Rupee	21,713,946,417	17,669,998,425	15,294,452,801	21,713,946,417	17,669,998,425	15,294,452,801
Indian Rupee	-	-	-	-	-	-
United States Dollar	-	-	-	-	-	-
Great Britain Pound	-	-	-	-	-	-
Euro	-	-	-	-	-	-
Japanese Yen	-	-	-	-	-	-
Chinese Yuan	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total	21,713,946,417	17,669,998,425	15,294,452,801	21,713,946,417	17,669,998,425	15,294,452,801

4.7.3 Analysis of loan and advances - By Collateral

Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Secured						
Movable/immovable assets	20,170,691,950	15,757,513,479	13,606,348,063	20,170,691,950	15,757,513,479	13,606,348,063
Gold and silver	17,342,619	11,839,878	14,304,483	17,342,619	11,839,878	14,304,483
Guarantee of domestic B/FIs	-	-	-	-	-	-
Government guarantee	17,193,389	17,193,389	17,193,389	17,193,389	17,193,389	17,193,389
Guarantee of international rated bank	-	-	-	-	-	-
Collateral of export document	-	-	-	-	-	-
Collateral of fixed deposit receipt	463,657,576	851,451,041	787,067,331	463,657,576	851,451,041	787,067,331
Collateral of Government securities	-	-	-	-	-	-
Counter guarantee	-	-	-	-	-	-
Personal guarantee	1,323,281	3,941,248	6,091,616	1,323,281	3,941,248	6,091,616
Other collateral	937,759,055	970,845,886	804,181,301	937,759,055	970,845,886	804,181,301
Subtotal	21,607,967,870	17,612,784,921	15,235,186,182	21,607,967,870	17,612,784,921	15,235,186,182
Unsecured	3,749,499	3,962,111	2,847,474	3,749,499	3,962,111	2,847,474
Interest receivable	102,229,048	53,251,393	56,419,145	102,229,048	53,251,393	56,419,145
Grant Total	21,713,946,417	17,669,998,425	15,294,452,801	21,713,946,417	17,669,998,425	15,294,452,801

4.7.4 Allowances for impairment
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Specific allowances for impairment						
Opening Balance	460,123,035	504,456,989	-	460,123,035	504,456,989	-
Impairment loss for the year:						
Charge for the year	(154,509,304)	(44,333,954)	-	(154,509,304)	(44,333,954)	-
Recoveries/reversal during the year	-	-	-	-	-	-
Write-offs	-	-	-	-	-	-
Exchange rate variance on foreign currency impairment	-	-	-	-	-	-
Other movement	-	-	-	-	-	-
Closing Balance	305,613,731	460,123,035	504,456,989	305,613,731	460,123,035	504,456,989
Collective allowances for impairment						
Opening Balance	215,482,757	180,260,182	-	215,482,757	180,260,182	-
Impairment loss for the year:						
Charge/(reversal) for the year	48,431,413	35,222,575	-	48,431,413	35,222,575	-
Exchange rate variance on foreign currency impairment	-	-	-	-	-	-
Other movement	-	-	-	-	-	-
Closing Balance	263,914,170	215,482,757	180,260,182	263,914,170	215,482,757	180,260,182
Total allowances for impairment	569,527,901	675,605,792	684,717,171	569,527,901	675,605,792	684,717,171

4.8 Investment securities

Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Investment securities measured at amortized cost	1,367,611,557	1,374,157,534	588,450,986	1,367,611,557	1,374,157,534	588,450,986
Investment in equity measured at FVTOCI	299,378,280	268,105,374	364,671,083	299,378,280	268,105,374	364,671,083
Total	1,666,989,837	1,642,262,908	953,122,069	1,666,989,837	1,642,262,908	953,122,069

4.8.1 Investment securities measured at amortized cost

Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Debt securities	-	-	-	-	-	-
Government bonds	1,367,611,557	1,324,242,598	588,450,986	1,367,611,557	1,324,242,598	588,450,986
Government treasury bills	-	49,914,936	-	-	49,914,936	-
Nepal Rastra Bank bonds	-	-	-	-	-	-
Nepal Rastra Bank deposits instruments	-	-	-	-	-	-
Other	-	-	-	-	-	-
Less: specific allowances for impairment	-	-	-	-	-	-
Total	1,367,611,557	1,374,157,534	588,450,986	1,367,611,557	1,374,157,534	588,450,986

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

Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Equity instruments						
Quoted equity securities	270,998,180	261,169,874	275,235,583	270,998,180	261,169,874	275,235,583
Unquoted equity securities	28,380,100	6,935,500	89,435,500	28,380,100	6,935,500	89,435,500
Total	299,378,280	268,105,374	364,671,083	299,378,280	268,105,374	364,671,083

4.8.3 Information relating to investment in equities
Figures in NPR

Particulars	Group				Bank				
	As at 31st Ashad 2076		As at 32nd Ashad 2075		As at 31st Ashad 2076		As at 32nd Ashad 2075		
	Cost	Fair Value							
Investment in quoted equity									
1.1 Api Power Company Ltd. (1,750 ordinary shares of NPR 100 paid up including 129 bonus shares)	1,149,750	250,250	1,149,750	497,000	1,149,750	250,250	1,149,750	497,000	
1.2 Arun Kabeli Power Ltd. (295 ordinary shares of NPR 100 paid up)	29,500	55,460	29,500	76,700	29,500	55,460	29,500	76,700	
1.3 Asian Life Insurance Co. Limited (6,375 ordinary shares of NPR 100 paid up including 153 bonus shares)	1,537,285	2,441,625	1,298,285	2,616,573	1,537,285	2,441,625	1,298,285	2,616,573	
1.4 Bottlers Nepal (Terai) Limited (500 ordinary shares of NPR 100 paid up)	3,566,254	3,445,000	3,566,254	2,936,000	3,566,254	3,445,000	3,566,254	2,936,000	
1.5 Butwal Power Company Limited (17,852 ordinary shares of NPR 100 paid up including 1,623 bonus shares)	8,006,771	7,301,468	8,006,771	7,416,653	8,006,771	7,301,468	8,006,771	7,416,653	
1.6 Chhimek Laghubitta Bikas Bank Limited (5,206 ordinary shares of NPR 100 paid up including 863 bonus shares)	5,695,059	4,945,700	5,695,059	4,565,662	5,695,059	4,945,700	5,695,059	4,565,662	
1.7 Chhime Hydropower Company Limited (37,647 ordinary shares of NPR 100 paid up including 12,192 bonus shares)	14,979,440	19,614,087	14,979,440	24,784,670	14,979,440	19,614,087	14,979,440	24,784,670	
1.8 Citizen Investment Trust (10,195 ordinary shares of NPR 100 paid up including 3,695 bonus shares)	25,885,314	24,763,655	25,885,314	20,882,500	25,885,314	24,763,655	25,885,314	20,882,500	
1.9 Civil Laghubitta Bittiya Sanstha Ltd. (16 ordinary shares of NPR 100 paid up)	1,500	8,880	1,500	11,055	1,500	8,880	1,500	11,055	
1.10 Everest Insurance Co. Ltd. (6,318 ordinary shares of NPR 100 paid up including 143 bonus shares)	4,140,292	2,306,070	3,666,392	2,084,280	4,140,292	2,306,070	3,666,392	2,084,280	
1.11 First Micro Finance Development Bank Ltd. (12,925 ordinary shares of NPR 100 paid up including 1,065 bonus shares)	6,456,884	4,846,875	6,456,884	6,979,500	6,456,884	4,846,875	6,456,884	6,979,500	
1.12 Forward Community Microfinance Bittiya Sanstha Ltd. (2,573 ordinary shares of NPR 100 paid up including 686 bonus shares)	4,794,639	3,416,944	4,794,639	4,568,760	4,794,639	3,416,944	4,794,639	4,568,760	
1.13 Global IME Laghubitta Bittiya Sanstha Ltd. (21 ordinary shares of NPR 100 paid up including 1 bonus share)	1,600	25,242	1,600	23,712	1,600	25,242	1,600	23,712	
1.14 Gurans Life Insurance Company Ltd. (2,289 ordinary shares of NPR 100 paid up)	550,898	1,064,385	478,398	1,282,365	550,898	1,064,385	478,398	1,282,365	
1.15 Himalayan General Insurance Co. Ltd (5,784 ordinary shares of NPR 100 paid up)	2,615,021	2,024,400	2,615,021	2,602,800	2,615,021	2,024,400	2,615,021	2,602,800	
1.16 Himalayan Power Partner Ltd. (1,890 ordinary shares of NPR 100 paid up)	864,105	328,860	864,105	536,760	864,105	328,860	864,105	536,760	

continue...

Particulars	Group				Bank			
	As at 31st Ashad 2076		As at 32nd Ashad 2075		As at 31st Ashad 2076		As at 32nd Ashad 2075	
	Cost	Fair Value						
1.17 IME General Insurance Ltd. (4,158 ordinary shares of NPR 100 paid up)	2,542,333	1,517,670	2,366,313	1,958,000	2,542,333	1,517,670	2,366,313	1,958,000
1.18 Hydroelectricity Investment and Development Co. Ltd. (21,541 ordinary shares of NPR 100 paid up including 1,958 bonus shares)	1,958,300	3,468,101	1,958,300	3,035,365	1,958,300	3,468,101	1,958,300	3,035,365
1.19 Kisan Microfinance Bittiya Sanstha Ltd. (39 ordinary shares of NPR 100 paid up)	2,700	32,370	1,400	32,220	2,700	32,370	1,400	32,220
1.20 Laxmi Laghubitta Bittiya Sanstha Ltd. (2,193 ordinary shares of NPR 100 paid up including 199 bonus shares)	2,709,116	1,449,573	2,709,116	2,407,914	2,709,116	1,449,573	2,709,116	2,407,914
1.21 Life Insurance Co. Nepal (11,460 ordinary shares of NPR 100 paid up)	16,485,409	18,336,000	16,485,409	16,597,926	16,485,409	18,336,000	16,485,409	16,597,926
1.22 Mahila Sahayatra Microfinance Bittiya Sanstha Ltd. (22 ordinary shares of NPR 100 paid up)	2,000	9,702	2,000	15,620	2,000	9,702	2,000	15,620
1.23 Nabil Equity Fund (563,251 units of NPR 10 paid up)	5,632,510	5,255,132	5,632,510	5,553,655	5,632,510	5,255,132	5,632,510	5,553,655
1.24 National Life Insurance Co. Ltd. (17,520 ordinary shares of NPR 100 paid up)	10,598,704	10,249,200	10,019,804	7,708,752	10,598,704	10,249,200	10,019,804	7,708,752
1.25 National Microfinance Bittiya Sanstha Ltd. (29 ordinary shares of NPR 100 paid up including 10 bonus shares)	1,900	42,920	1,900	50,922	1,900	42,920	1,900	50,922
1.26 Naya Nepal Laghubitta Bikas Bank Ltd. (4,423 ordinary shares of NPR 100 paid up including 210 bonus shares)	1,328,718	1,702,855	1,012,718	2,724,291	1,328,718	1,702,855	1,012,718	2,724,291
1.27 Neco Insurance Co. Ltd. (6,311 ordinary shares of NPR 100 paid up including 250 bonus shares)	4,330,453	3,123,945	4,330,453	3,520,980	4,330,453	3,123,945	4,330,453	3,520,980
1.28 Nepal Doorsanchar Company Limited (10,550 ordinary shares of NPR 100 paid up)	6,026,909	7,311,150	6,026,909	7,606,550	6,026,909	7,311,150	6,026,909	7,606,550
1.29 Grameen Bikas Laghubitta Bittiya Sanstha Ltd. (4,650 ordinary shares of NPR 100 paid up)	2,778,652	1,674,000	2,623,652	1,900,300	2,778,652	1,674,000	2,623,652	1,900,300
1.30 Nepal Insurance Co. Ltd. (6,127 ordinary shares of NPR 100 paid up including 168 bonus shares)	2,576,807	2,168,958	2,335,407	2,727,950	2,576,807	2,168,958	2,335,407	2,727,950
1.31 Nepal Life Insurance Co. Ltd. (18,420 ordinary shares of NPR 100 paid up including 4,358 bonus shares)	13,652,836	16,596,420	13,652,836	15,472,800	13,652,836	16,596,420	13,652,836	15,472,800
1.32 Nerude Laghubitta Bikas Bank Limited (3,290 ordinary shares of NPR 100 paid up including 329 bonus shares)	2,602,242	1,546,300	2,602,242	1,822,457	2,602,242	1,546,300	2,602,242	1,822,457
1.33 Ngadi Group Power Ltd. (1,439 ordinary shares of NPR 100 paid up including 130 bonus shares)	270,099	166,924	270,099	234,557	270,099	166,924	270,099	234,557

continue...

Particulars	Group				Bank			
	As at 31st Ashad 2076		As at 32nd Ashad 2075		As at 31st Ashad 2076		As at 32nd Ashad 2075	
	Cost	Fair Value						
1.34 Nirhdhan Uthhan Bank Limited (3,602 ordinary shares of NPR 100 paid up including 1,801 bonus shares)	2,864,927	3,029,282	2,864,927	3,073,024	2,864,927	3,029,282	2,864,927	3,073,024
1.35 NLG Insurance Company Ltd. (6,006 ordinary shares of NPR 100 paid up including 1,201 bonus shares)	5,121,869	4,576,572	5,121,869	5,585,580	5,121,869	4,576,572	5,121,869	5,585,580
1.36 NMB Microfinance Bittiya Sanstha Ltd. (40 ordinary shares of NPR 100 paid up including 12 bonus shares)	2,500	39,600	2,500	56,700	2,500	39,600	2,500	56,700
1.37 Prabhu Insurance Ltd. (8,576 ordinary shares of NPR 100 paid up including 945 bonus shares)	3,229,492	3,121,664	2,959,192	6,034,265	3,229,492	3,121,664	2,959,192	6,034,265
1.38 Premier Insurance Co. Ltd. (2,088 ordinary shares of NPR 100 paid up including 135 bonus shares)	1,606,852	1,023,120	1,606,852	1,276,875	1,606,852	1,023,120	1,606,852	1,276,875
1.39 Prime Life Insurance Company Limited (20,385 ordinary shares of NPR 100 paid up including 4,402 bonus shares)	6,944,300	8,949,015	6,944,300	10,804,050	6,944,300	8,949,015	6,944,300	10,804,050
1.40 Prudential Insurance Co. Ltd. (2,003 ordinary shares of NPR 100 paid up including 267 bonus shares)	2,100,544	1,111,665	2,100,544	1,562,340	2,100,544	1,111,665	2,100,544	1,562,340
1.41 Rastriya Beema Company Limited (785 ordinary shares of NPR 100 paid up including 445 bonus shares)	488,122	7,261,250	488,122	8,481,925	488,122	7,261,250	488,122	8,481,925
1.42 Ridi Hydropower Development Company Ltd. (165 ordinary shares of NPR 100 paid up including 18 bonus shares)	13,000	14,850	13,000	19,188	13,000	14,850	13,000	19,188
1.43 Rural Microfinance Development Centre Ltd. (12,825 ordinary shares of NPR 100 paid up including 1,720 bonus shares)	4,312,632	8,477,325	4,312,632	7,613,327	4,312,632	8,477,325	4,312,632	7,613,327
1.44 Sagarmatha Insurance Co. Ltd. (3,720 ordinary shares of NPR 100 paid up including 1,720 bonus shares)	575,037	2,250,600	575,037	2,680,000	575,037	2,250,600	575,037	2,680,000
1.45 Sana Kisan Bikas Bank Ltd (3,125 ordinary shares of NPR 100 paid up including 2,125 bonus shares)	560,272	2,962,500	560,272	2,900,000	560,272	2,962,500	560,272	2,900,000
1.46 Sanima Mai Hydropower Ltd. (9,053 ordinary shares of NPR 100 paid up including 823 bonus shares)	2,913,981	2,217,985	2,913,981	2,699,440	2,913,981	2,217,985	2,913,981	2,699,440
1.47 Shikhar Insurance Co. Ltd. (3,761 ordinary shares of NPR 100 paid up including 846 bonus shares)	6,010,861	2,899,731	6,010,861	3,704,585	6,010,861	2,899,731	6,010,861	3,704,585
1.48 Siddhartha Insurance Ltd. (6,080 ordinary shares of NPR 100 paid up including 400 bonus shares)	4,934,079	2,766,400	4,797,579	2,691,000	4,934,079	2,766,400	4,797,579	2,691,000

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Particulars	Group				Bank			
	As at 31st Ashad 2076		As at 32nd Ashad 2075		As at 31st Ashad 2076		As at 32nd Ashad 2075	
	Cost	Fair Value						
1.49 Soaltee Hotel Limited (4,001 ordinary shares of NPR 100 paid up including 474 bonus shares)	962,744	976,244	962,744	883,791	962,744	976,244	962,744	883,791
1.50 Summit Laghubitta Bittiya Sastha Ltd. (2,496 ordinary shares of NPR 100 paid up including 297 bonus shares)	2,317,568	1,272,960	2,317,568	2,014,937	2,317,568	1,272,960	2,317,568	2,014,937
1.51 Surya Life Insurance Company Limited (14,936 ordinary shares of NPR 100 paid up including 3,879 bonus shares)	3,920,107	6,810,816	3,920,107	10,001,880	3,920,107	6,810,816	3,920,107	10,001,880
1.52 Swabalanban Laghubitta Bittiya Sanstha Limited (3,125 ordinary shares of NPR 100 paid up including 417 bonus shares)	2,988,334	2,734,375	2,988,334	3,098,760	2,988,334	2,734,375	2,988,334	3,098,760
1.53 Swarojgar Laghu Bitta Bikas Bank Ltd. (2,735 ordinary shares of NPR 100 paid up including 311 bonus shares)	1,955,052	1,206,135	1,830,652	1,075,195	1,955,052	1,206,135	1,830,652	1,075,195
1.54 Synergy Power Development Ltd. (616 ordinary shares of NPR 100 paid up)	61,600	55,440	61,600	76,384	61,600	55,440	61,600	76,384
1.55 United Insurance Co. (Nepal) Ltd. (2,400 ordinary shares of NPR 100 paid up)	1,825,524	2,040,000	1,825,524	2,292,000	1,825,524	2,040,000	1,825,524	2,292,000
1.56 United Modi Hydropower Ltd. (337 ordinary shares of NPR 100 paid up)	33,700	36,733	33,700	57,964	33,700	36,733	33,700	57,964
1.57 Vijaya laghubitta Bittiya Sanstha Ltd. (2,818 ordinary shares of NPR 100 paid up including 232 bonus shares)	2,966,153	1,366,730	2,966,153	1,959,165	2,966,153	1,366,730	2,966,153	1,959,165
1.58 Mero Microfinance Bittiya Sanstha Ltd. (135 ordinary shares of NPR 100 paid up)	10,900	71,820	4,100	62,640	10,900	71,820	4,100	62,640
1.59 Asian Life Insurance Co. Ltd. (2 promoter shares of NPR 100 paid up)	100	524	-	1,400	100	524	-	1,400
1.60 Rastriya Beema Company Limited (149 promoter shares of NPR 100 paid up including 79 bonus shares)	93,192	1,322,673	93,192	1,533,210	93,192	1,322,673	93,192	1,533,210
1.61 Rural Microfinance Development Centre Ltd. (11,550 promoter shares of NPR 100 paid up including 1,550 bonus shares)	4,129,137	4,042,500	4,129,137	3,675,000	4,129,137	4,042,500	4,129,137	3,675,000
1.62 Samata Microfinance Bittiya Sanstha Ltd. (1,599.5 promoter shares of NPR 100 paid up including 66 bonus shares)	654,350	159,950	-	-	654,350	159,950	-	-
1.63 Everest Insurance Co. Ltd. (6,636 promoter shares of NPR 100 paid up)	663,600	663,600	-	-	663,600	663,600	-	-
1.64 Mero Microfinance Bittiya Sanstha Ltd. (460,460 promoter shares of NPR 100 paid up)	37,023,000	46,046,000	14,000,000	20,020,000	37,023,000	46,046,000	14,000,000	20,020,000
Sub Total	255,057,530	270,998,180	227,924,460	261,169,874	255,057,530	270,998,180	227,924,460	261,169,874

continue...

Particulars	Group				Bank			
	As at 31st Ashad 2076		As at 32nd Ashad 2075		As at 31st Ashad 2076		As at 32nd Ashad 2075	
	Cost	Fair Value						
Investment in unquoted equity								
1.1 General Insurance Company Nepal Ltd. Promoter Share (35,000 promoter shares of NPR 100 paid up)	3,500,000	3,576,300	3,500,000	3,500,000	3,500,000	3,576,300	3,500,000	3,500,000.00
1.2 Karja Suchana Kendra (2,625 ordinary shares of NPR 100 paid up)	54,000	903,000	54,000	54,000	54,000	903,000	54,000	54,000
1.3 Nepal Clearing House Ltd. (28,578 ordinary shares of NPR 100 paid up)	2,381,500	2,857,800	2,381,500	2,381,500	2,381,500.00	2,857,800.00	2,381,500	2,381,500
1.4 Nepal Electronic Payment System (NEPS) Promoter (10,000 promoter shares of NPR 100 paid up)	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000.00	1,000,000.00	1,000,000	1,000,000
1.5 INVEST-CITIZEN-MF II (2,000,000 units of NPR 10 paid up)	20,000,000	20,000,000	-	-	20,000,000	20,000,000	-	-
1.6 Nepal Stock Exchange (430 ordinary shares of NPR 100 paid up)	14,300	43,000	-	-	14,300	43,000	-	-
Sub Total	26,949,800	28,380,100	6,935,500	6,935,500	26,949,800	28,380,100	6,935,500	6,935,500
Total	282,007,330	299,378,280	234,859,960	268,105,374	282,007,330	299,378,280	234,859,960	268,105,374

4.9 Current tax assets

Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Current tax assets	367,550,415	139,683,974	111,985,436	367,550,415	139,683,974	111,985,436
Current year income tax assets	323,343,492	94,617,377	90,284,199	323,343,492	94,617,377	90,284,199
Tax assets of prior periods	44,206,923	45,066,597	21,701,237	44,206,923	45,066,597	21,701,237
Current tax liabilities	257,767,318	95,477,051	66,918,839	257,767,318	95,477,051	66,918,839
Current year income tax liabilities	243,770,514	94,959,401	66,918,839	243,770,514	94,959,401	66,918,839
Tax liabilities of prior periods	13,996,804	517,650	-	13,996,804	517,650	-
Total	109,783,096	44,206,923	45,066,597	109,783,096	44,206,923	45,066,597

4.10 Investment in subsidiaries

Figures in NPR

Particulars	Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Investment in quoted subsidiaries	-	40,000,000	70,000,000
Investment in unquoted subsidiaries	-	40,000,000	70,000,000
Total investment	-	-	-
Less: Impairment allowances	-	-	-
Net carrying amount	-	-	-

4.10.1 Investment in quoted subsidiaries

Figures in NPR

Particulars	Bank					
	As at 31st Ashad 2076		As at 32nd Ashad 2075		As at 1st Shrawan 2074	
	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value
Total	-	-	-	-	-	-

4.10.2 Investment in unquoted subsidiaries

Figures in NPR

Particulars	Bank					
	As at 31st Ashad 2076		As at 32nd Ashad 2075		As at 1st Shrawan 2074	
	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value
Muktinath Capital Limited (400,000 ordinary shares of NPR 100 paid up)	-	-	40,000,000	40,000,000	70,000,000	70,000,000
Total	-	-	40,000,000	40,000,000	70,000,000	70,000,000

4.10.3 Information relating to subsidiaries of the Bank
Figures in NPR

Particulars	Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Muktinath Capital Limited	-	57.14%	100%
Total	-	57.14%	100%

4.10.4 Non controlling interest of the subsidiaries
Figures in NPR

Particulars	Group	
	As at 31st Ashad 2076	As at 32nd Ashad 2075
		Vibor Capital Limited
Equity interest held by NCI (%)	-	42.86%
Profit/(loss) allocated during the year	-	1,026,351
Accumulated balances of NCI as on Ashad end	-	(1,648,210)
Dividend paid to NCI	-	-

4.11 Investment in associates
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Investment in quoted associates	369,743,436	281,897,276	212,621,201	369,743,436	281,897,276	212,621,201
Investment in unquoted associates	39,123,417	-	-	39,123,417	-	-
Total investment	408,866,853	281,897,276	212,621,201	408,866,853	281,897,276	212,621,201
Less: Impairment allowances	-	-	-	-	-	-
Net carrying amount	408,866,853	281,897,276	212,621,201	408,866,853	281,897,276	212,621,201

4.11.1 Investment in quoted associates

Figures in NPR

Particulars	Group				Bank			
	As at 31st Ashad 2076		As at 32nd Ashad 2075		As at 31st Ashad 2076		As at 32nd Ashad 2075	
	Cost	Fair Value						
Nadep Laghubitta Bittiya Sanstha Ltd. 320,000 Promoter shares of Rs. 100 each	32,000,000	32,000,000	16,000,000	16,000,000	32,000,000	32,000,000	16,000,000	16,000,000
Deprosc Laghubitta Bikas Bank. 728,635 Promoter shares of Rs. 100 each 274,504 ordinary shares of Rs. 100 each	46,485,168	271,055,388	46,485,168	253,401,230	46,485,168	271,055,388	46,485,168	253,401,230
Lumbini GeneralInsurance Co. Ltd. 794,599 Promoter shares of Rs. 100 each 203549 ordinary shares of Rs. 100 each	73,385,555	166,985,970	60,142,155	178,168,450	73,385,555	166,985,970	60,142,155	178,168,450
Total	151,870,723	470,041,358	122,627,323	447,569,680	151,870,723	470,041,358	122,627,323	447,569,680

4.11.2 Investment in unquoted associates

Figures in NPR

Particulars	Group				Bank			
	As at 31st Ashad 2076		As at 32nd Ashad 2075		As at 31st Ashad 2076		As at 32nd Ashad 2075	
	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value	Cost	Fair Value
Muktinath Capital Ltd. (400,000 shares of Rs. 100 each)	40,000,000	40,000,000	-	-	40,000,000	40,000,000	-	-
Total	40,000,000	40,000,000	-	-	40,000,000	40,000,000	-	-

4.11.3 Information relating to associates of the Bank
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Nadep Laghubitta Bittiya Sanstha Ltd.	10.00%	10.00%	14.29%	10.00%	10.00%	14.29%
Deprosc LaghuBitta Bikas Bank.	12.97%	12.97%	12.92%	12.97%	12.97%	12.92%
Lumbini General Insurance Co. Ltd.	9.84%	9.84%	10.02%	9.84%	9.84%	10.02%
Muktinath Capital Ltd.	19.75%	0.00%	0.00%	19.75%	0.00%	0.00%

4.11.4 Equity value of associates
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Nadep Laghubitta Bittiya Sanstha Ltd.	55,237,065	33,407,711	35,149,087	55,237,065	33,407,711	35,149,087
Deprosc LaghuBitta Bikas Bank.	201,848,211	147,337,175	127,452,308	201,848,211	147,337,175	127,452,308
Lumbini General Insurance Co. Ltd.	112,658,160	101,152,390	50,019,806	112,658,160	101,152,390	50,019,806
Muktinath Capital Limited.	39,123,417	-	-	39,123,417	-	-
Total	408,866,853	281,897,276	212,621,201	408,866,853	281,897,276	212,621,201

4.12 Investment properties
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Investment properties measured at fair value						
Balance as on Shrawan 1	-	-	-	-	-	-
Addition/disposal during the year	-	-	-	-	-	-
Acquisition through business combination	-	-	-	-	-	-
Net changes in fair value during the year	-	-	-	-	-	-
Adjustment/transfer	-	-	-	-	-	-
Net amount	-	-	-	-	-	-
Investment properties measured at cost						
Balance as on Shrawan 1	58,229,978	58,229,978	58,229,978	58,229,978	58,229,978	58,229,978
Addition/disposal during the year	(3,790,402)	-	-	(3,790,402)	-	-
Adjustment/transfer	-	-	-	-	-	-
Accumulated depreciation	(146,995)	(66,395)	-	(146,995)	(66,395)	-
Accumulated impairment loss	-	-	-	-	-	-
Net amount	54,292,581	58,163,583	58,229,978	54,292,581	58,163,583	58,229,978
Total	54,292,581	58,163,583	58,229,978	54,292,581	58,163,583	58,229,978

4.13 Property and Equipment
Figures in NPR

Particulars	Group										Total	
	Land	Building	Leasehold Properties	Computer & Accessories	Vehicles	Furniture & Fixture	Machinery	Equipment & Others				
Cost												
As on Shrawan 1, 2074	49,694,582	140,367,953	75,158,185	36,784,046	63,664,199	42,012,019	28,758,167	69,119,833			505,558,985	
Addition during the Year	-	-	-	-	-	-	-	-	-	-	-	
Acquisition	-	150,000	30,177,565	8,962,045	6,917,800	11,090,250	840,343	17,688,581			75,826,584	
Capitalization	-	-	-	-	-	-	-	-	-	-	-	
Disposal during the year	-	-	-	-	(78,516)	(635,601)	(518,519)	(1,022,674)			(2,255,311)	
Adjustment/Revaluation/ (Derecognition)	-	-	-	-	-	-	-	-			-	
Balance as on Ashad end 2075	49,694,582	140,517,953	105,335,750	45,746,091	70,503,483	52,466,668	29,079,990	85,785,741			579,130,258	
Addition during the Year	-	-	-	-	-	-	-	-	-	-	-	
Acquisition	-	33,700	3,510,441	4,077,009	5,474,800	3,929,637	1,615,327	11,379,467			30,020,381	
Capitalization	-	-	-	-	-	-	-	-			-	
Disposal during the year	-	-	(3,056,009)	(23,438)	(179,329)	(432,228)	(259,771)	(486,881)			(4,437,656)	
Adjustment/Revaluation/ (Derecognition)	-	-	-	(1,200,683)	(198,900)	(3,075,146)	-	(993,725)			(5,468,454)	
Balance as on Ashad end 2076	49,694,582	140,551,653	105,790,181	48,598,978	75,600,054	52,888,930	30,435,547	95,684,603			599,244,529	
Depreciation and Impairment												
As on Shrawan 1, 2074	-	4,556,026	23,700,727	26,331,413	33,628,327	30,003,734	18,591,393	48,935,511			185,747,131	
Depreciation charge for the Year	-	2,769,569	13,186,090	5,490,299	9,002,662	5,688,220	5,009,602	8,819,600			49,966,041	
Impairment for the year	-	-	-	-	-	-	-	-			-	
Disposals	-	-	(116,486)	-	(29,229)	-	(345,260)	(637,520)			(1,128,495)	
Adjustment/ (Derecognition)	-	-	-	-	-	-	-	-			-	
As on Ashad end 2075	-	7,325,595	36,770,330	31,821,712	42,601,760	35,691,954	23,255,734	57,117,591			234,584,677	
Depreciation charge for the Year	-	2,772,124	15,203,740	4,874,787	10,402,380	5,713,338	2,593,162	8,319,010			49,878,540	
Impairment for the year	-	-	-	-	-	-	-	-			-	
Disposals	-	-	(3,050,453)	(23,430)	(142,117)	(298,865)	(259,768)	(429,327)			(4,203,960)	
Adjustment/ (Derecognition)	-	-	-	(1,042,279)	(53,869)	(1,639,695)	-	(970,008)			(3,705,851)	
As on Ashad end 2076	-	10,097,719	48,923,618	35,630,790	52,808,155	39,466,731	25,589,127	64,037,266			276,553,405	
Capital Work in Progress												
Net Book Value												
As on Ashad end 2074	49,694,582	135,811,927	51,457,458	10,452,633	30,035,872	12,008,284	10,166,774	20,184,322			319,811,854	
As on Ashad end 2075	49,694,582	133,192,359	68,565,419	13,924,378	27,901,723	16,774,714	5,824,256	28,668,149			344,545,581	
As on Ashad end 2076	49,694,582	130,453,935	56,866,563	12,968,199	22,791,900	13,422,199	4,846,419	31,647,337			322,691,124	

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Particulars	Bank										Total	
	Land	Building	Leasehold Properties	Computer & Accessories	Vehicles	Furniture & Fixture	Machinery	Equipment & Others				
Cost												
As on Shrawan 1, 2074	49,694,582	140,367,953	75,158,185	35,645,363	63,465,299	40,436,872	28,758,167	68,126,109			501,652,531	
Addition during the Year	-	-	-	-	-	-	-	-	-	-	-	
Acquisition	-	150,000	30,177,565	8,900,045	6,917,800	9,590,250	840,343	17,688,581			74,264,584	
Capitalization	-	-	-	-	-	-	-	-	-	-	-	
Disposal during the year	-	-	-	-	(78,516)	(635,601)	(518,519)	(1,022,674)			(2,255,311)	
Adjustment/Revaluation	-	-	-	-	-	-	-	-	-	-	-	
Balance as on Ashad end 2075	49,694,582	140,517,953	105,335,750	44,545,408	70,304,583	49,391,522	29,079,990	84,792,016			573,661,804	
Addition during the Year	-	-	-	-	-	-	-	-	-	-	-	
Acquisition	-	33,700	3,510,441	4,077,009	5,474,800	3,929,637	1,615,327	11,379,466			30,020,380	
Capitalization	-	-	-	-	-	-	-	-	-	-	-	
Disposal during the year	-	-	(3,056,009)	(23,438)	(179,329)	(432,228)	(259,771)	(486,881)			(4,437,656)	
Adjustment/Revaluation	-	-	-	-	-	-	-	-	-	-	-	
Balance as on Ashad end 2076	49,694,582	140,551,653	105,790,181	48,598,978	75,600,054	52,888,930	30,435,547	95,684,602			599,244,528	
Depreciation and Impairment												
As on Shrawan 1, 2074		4,556,026	23,700,727	25,358,895	33,624,183	28,456,796	18,591,393	47,975,657			182,263,677	
Depreciation charge for the Year	-	2,769,569	13,186,090	5,420,538	8,952,937	5,595,463	5,009,602	8,809,446			49,743,643	
Impairment for the year	-	-	-	-	-	-	-	-	-	-	-	
Disposals	-	-	(116,486)	-	(29,229)	-	(345,260)	(637,520)			(1,128,495)	
Adjustment	-	-	-	-	-	-	-	-	-	-	-	
As on Ashad end 2075		7,325,595	36,770,330	30,779,433	42,547,891	34,052,259	23,255,734	56,147,583			230,878,825	
Depreciation charge for the Year	-	2,772,124	15,203,740	4,874,787	10,402,380	5,713,338	2,593,162	8,319,010			49,878,540	
Impairment for the year	-	-	-	-	-	-	-	-	-	-	-	
Disposals	-	-	(3,050,453)	(23,430)	(142,117)	(298,865)	(259,768)	(429,327)			(4,203,960)	
Adjustment	-	-	-	-	-	-	-	-	-	-	-	
As on Ashad end 2076		10,097,719	48,923,618	35,630,790	52,808,155	39,466,731	25,589,127	64,037,266			276,553,405	
Capital Work in Progress												
Net Book Value												
As on Ashad end 2074	49,694,582	135,811,927	51,457,458	10,286,468	29,841,116	11,980,076	10,166,774	20,150,452			319,388,854	
As on Ashad end 2075	49,694,582	133,192,359	68,565,419	13,765,975	27,756,692	15,339,263	5,824,256	28,644,433			342,782,979	
As on Ashad end 2076	49,694,582	130,453,935	56,866,563	12,968,189	22,791,900	13,422,199	4,846,419	31,647,336			322,691,123	

4.14 Goodwill and Intangible Assets
Figures in NPR

Particulars	Group				Total
	Goodwill	Software		Other	
		Purchased	Developed		
Cost					
As on Shrawan 1, 2074	3,144,971	3,400,657	-	-	6,545,628
Addition during the Year	-	-	-	-	-
Acquisition	-	3,617,921	-	-	3,617,921
Acquisition through business combination	-	-	-	-	-
Capitalization	-	-	-	-	-
Disposal during the year	-	-	-	-	-
Adjustment/Revaluation/(Derecognition)	-	-	-	-	-
Balance as on Ashad end 2075	3,144,971	7,018,578	-	-	10,163,549
Addition during the Year	-	-	-	-	-
Acquisition	-	745,850	-	-	745,850
Acquisition through business combination	-	-	-	-	-
Capitalization	-	-	-	-	-
Disposal during the year	-	-	-	-	-
Adjustment/Revaluation/(Derecognition)	-	(190,744)	-	-	(190,744)
Balance as on Ashad end 2076	3,144,971	7,573,684	-	-	10,718,655
Amortization and Impairment	-	-	-	-	-
As on Shrawan 1, 2074	-	1,930,790	-	-	1,930,790
Amortization charge for the Year	3,144,971	626,841	-	-	3,771,812
Impairment for the year	-	-	-	-	-
Disposals	-	-	-	-	-
Adjustment/(Derecognition)	-	-	-	-	-
As on Ashad end 2075	3,144,971	2,557,630	-	-	5,702,602
Amortization charge for the Year	-	1,203,440	-	-	1,203,440
Impairment for the year	-	-	-	-	-
Disposals	-	-	-	-	-
Adjustment/(Derecognition)	-	(173,073)	-	-	(173,073)
As on Ashad end 2076	3,144,971	3,587,997	-	-	6,732,968
Capital Work in Progress	-	-	-	-	-
Net Book Value	-	-	-	-	-
As on Ashad end 2074	3,144,971	1,469,867	-	-	4,614,838
As on Ashad end 2075	-	4,460,947	-	-	4,460,947
As on Ashad end 2076	-	3,985,687	-	-	3,985,687

Particulars	Bank				Total
	Goodwill	Software		Other	
		Purchased	Developed		
Cost					
As on Shrawan 1, 2074	3,144,971	3,209,913	-	-	6,354,884
Addition during the Year	-	-	-	-	-
Acquisition	-	3,617,921	-	-	3,617,921
Acquisition through business combination	-	-	-	-	-
Capitalization	-	-	-	-	-
Disposal during the year	-	-	-	-	-
Adjustment/Revaluation	-	-	-	-	-
Balance as on Ashad end 2075	3,144,971	6,827,834	-	-	9,972,805
Addition during the Year	-	-	-	-	-
Acquisition	-	745,850	-	-	745,850
Acquisition through business combination	-	-	-	-	-
Capitalization	-	-	-	-	-
Disposal during the year	-	-	-	-	-
Adjustment/Revaluation	-	-	-	-	-
Balance as on Ashad end 2076	3,144,971	7,573,684	-	-	10,718,655
Amortization and Impairment	-	-	-	-	-
As on Shrawan 1, 2074	-	1,782,303	-	-	1,782,303
Amortization charge for the Year	3,144,971	602,254	-	-	3,747,225
Impairment for the year	-	-	-	-	-
Disposals	-	-	-	-	-
Adjustment	-	-	-	-	-
As on Ashad end 2075	3,144,971	2,384,557	-	-	5,529,529
Amortization charge for the Year	-	1,203,440	-	-	-
Impairment for the year	-	-	-	-	-
Disposals	-	-	-	-	-
Adjustment	-	-	-	-	-
As on Ashad end 2076	3,144,971	3,587,997	-	-	5,529,529
Capital Work in Progress	-	-	-	-	-
Net Book Value	-	-	-	-	-
As on Ashad end 2074	3,144,971	1,427,610	-	-	4,572,581
As on Ashad end 2075	-	4,443,277	-	-	4,443,277
As on Ashad end 2076	-	3,985,687	-	-	3,985,687

4.15 Deferred Tax Assets

Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076			As at 31st Ashad 2076		
	Deferred Tax Assets	Deferred Tax Liabilities	Net Deferred Tax Assets/ (Liabilities)	Deferred Tax Assets	Deferred Tax Liabilities	Net Deferred Tax Assets/ (Liabilities)
Deferred tax on temporary differences on following items						
Loan and Advance to B/FIs	-	-	-	-	-	-
Loans and advances to customers	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-
Investment securities	-	5,211,285	(5,211,285)	-	5,211,285	(5,211,285)
Property & equipment	-	6,494,269	(6,494,269)	-	6,494,269	(6,494,269)
Employees' defined benefit plan	8,589,709	-	8,589,709	8,589,709	-	8,589,709
Lease liabilities	-	-	-	-	-	-
Provisions	4,726,423	-	4,726,423	4,726,423	-	4,726,423
Other temporary differences	-	-	-	-	-	-
Deferred tax on temporary differences	13,316,132	11,705,554	1,610,578	13,316,132	11,705,554	1,610,578
Deferred tax on carry forward of unused tax losses	-	-	-	32,825,071	-	32,825,071
Deferred tax due to changes in tax rate	-	-	-	-	-	-
Net Deferred tax asset/(liabilities) as on year end of 2076	-	-	1,610,578	-	-	34,435,648
Deferred tax (asset)/liabilities as on Shrawan 1, 2075	-	-	(6,000,224)	-	-	(6,000,224)
Origination/(Reversal) during the year	-	-	4,389,646	-	-	(28,435,425)
Deferred tax expense/(income) recognised in profit or loss	-	-	(23,302,670)	-	-	(23,302,670)
Deferred tax expense/(income) recognised in other comprehensive income	-	-	(5,132,755)	-	-	(5,132,755)
Deferred tax expense/(income) recognised in directly in equity	-	-	-	-	-	-
Deferred tax on temporary differences on following items						
Loan and Advance to B/FIs	-	-	-	-	-	-
Loans and advances to customer	-	13,320,799	(13,320,799)	-	13,320,799	(13,320,799)
Investment properties	-	-	-	-	-	-
Investment securities	-	9,973,624	(9,973,624)	-	9,973,624	(9,973,624)
Property & equipment	-	19,562,281	(19,562,281)	-	19,654,798	(19,654,798)
Employees' defined benefit plan	6,379,237	552,243	5,826,995	6,323,056	552,243	5,770,813
Lease liabilities	-	-	-	-	-	-
Provisions	2,015,954	-	2,015,954	2,015,954	-	2,015,954
Other temporary differences	-	-	-	-	-	-
Deferred tax on temporary differences	8,395,191	43,408,947	(35,013,756)	8,339,010	43,501,464	(35,162,454)
Deferred tax on carry forward of unused tax losses	-	-	42,135,999	-	-	41,162,677
Deferred tax due to changes in tax rate	-	-	-	-	-	-
Net Deferred tax asset/ (liabilities) as on year end of 2075	-	-	7,122,243	-	-	6,000,224
Deferred tax (asset)/liabilities as on Shrawan 1, 2074	-	-	(63,708,832)	-	-	(63,565,274)
Origination/(Reversal) during the year	-	-	56,586,589	-	-	57,565,050
Deferred tax expense/ (income) recognised in profit or loss	-	-	92,863,768	-	-	93,842,229
Deferred tax expense/(income) recognised in other comprehensive income	-	-	(36,277,178)	-	-	(36,277,178)
Deferred tax expense/ (income) recognised in directly in equity	-	-	-	-	-	-

4.16 Other assets
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Assets held for sale	-	-	-	-	-	-
Other non banking assets	-	6,901,409	7,348,802	-	6,901,409	7,348,802
Bills receivable	-	-	-	-	-	-
Accounts receivable	30,322,539	21,162,352	39,179,590	30,322,539	18,002,502	28,333,104
Accrued income	-	-	-	-	-	-
Prepayments and deposit	10,091,407	17,637,541	18,312,953	10,091,407	10,917,871	10,235,030
Income tax deposit	67,582,551	32,308,430	-	67,582,551	32,308,430	-
Deferred employee expenditure	2,826,285	5,846,078	9,910,432	2,826,285	5,846,078	9,910,432
Other	6,188,197	2,545,246	1,958,022	6,188,197	2,545,246	1,958,022
a. Stock	6,128,820	2,485,869	1,898,645	6,128,820	2,485,869	1,898,645
b. Gold coins	24,161	24,161	24,161	24,161	24,161	24,161
c. Cash in transit	35,217	35,217	35,217	35,217	35,217	35,217
Total	117,010,979	86,401,056	76,709,799	117,010,979	76,521,536	57,785,390

4.17 Due to Bank and Financial Institutions
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Money market deposits	-	-	-	-	-	-
Interbank borrowing	-	-	-	-	-	-
Other deposits from BFIs	3,310,110,762	4,361,711,719	2,698,915,922	3,310,110,762	4,361,711,719	2,698,915,922
Settlement and clearing accounts	-	-	-	-	-	-
Total	3,310,110,762	4,361,711,719	2,698,915,922	3,310,110,762	4,361,711,719	2,698,915,922

4.18 Due to Nepal Rastra Bank
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Refinance from NRB	681,687,112	-	-	681,687,112	-	-
Standing Liquidity Facility	-	-	-	-	-	-
Lender of last report facility from NRB	-	-	-	-	-	-
Securities sold under repurchase agreements	-	-	319,970,772	-	-	319,970,772
Other payable to NRB	-	-	-	-	-	-
Total	681,687,112	-	319,970,772	681,687,112	-	319,970,772

4.19 Derivative financial instruments
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Held for trading	-	-	-	-	-	-
Interest rate swap	-	-	-	-	-	-
Currency swap	-	-	-	-	-	-
Forward exchange contract	-	-	-	-	-	-
Others	-	-	-	-	-	-
Held for risk management	-	-	-	-	-	-
Interest rate swap	-	-	-	-	-	-
Currency swap	-	-	-	-	-	-
Forward exchange contract	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total	-	-	-	-	-	-

4.20 Deposits from customers
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Institutional customers:	6,019,091,647	3,463,417,757	3,133,797,761	6,019,091,647	3,494,531,677	3,156,931,323
Term deposits	2,881,089,173	2,497,014,891	2,255,895,643	2,881,089,173	2,526,059,121	2,268,395,643
Call deposits	2,699,537,073	736,332,257	662,898,343	2,699,537,073	738,396,947	673,526,905
Current deposits	408,739,650	215,974,609	199,766,473	408,739,650	215,979,609	199,771,473
Other	29,725,750	14,096,000	15,237,302	29,725,750	14,096,000	15,237,302
Individual customers:	15,477,308,980	14,328,707,895	12,124,138,016	15,477,308,980	14,328,707,895	12,124,138,016
Term deposits	8,531,985,368	8,018,473,404	7,116,286,228	8,531,985,368	8,018,473,404	7,116,286,228
Saving deposits	6,746,742,729	6,152,402,332	4,928,816,007	6,746,742,729	6,152,402,332	4,928,816,007
Current deposits	178,017,950	157,832,159	79,035,781	178,017,950	157,832,159	79,035,781
Other	20,562,934	-	-	20,562,934	-	-
Total	21,496,400,627	17,792,125,652	15,257,935,777	21,496,400,627	17,823,239,572	15,281,069,338

4.20.1 Currency wise analysis of deposit from customers
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Nepalese rupee	21,496,317,872	17,792,038,836	15,257,856,267	21,496,317,872	17,823,152,756	15,280,989,828
Indian rupee	-	-	-	-	-	-
United State dollar	82,755	86,816	79,510	82,755	86,816	79,510
Great Britain pound	-	-	-	-	-	-
Euro	-	-	-	-	-	-
Japanese yen	-	-	-	-	-	-
Chinese yuan	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total	21,496,400,627	17,792,125,652	15,257,935,777	21,496,400,627	17,823,239,572	15,281,069,338

4.21 Borrowing
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Domestic Borrowing	-	-	-	-	-	-
Nepal Government	-	-	-	-	-	-
Other Institutions	-	-	-	-	-	-
Other	-	-	-	-	-	-
Sub total	-	-	-	-	-	-
Foreign Borrowing	-	-	-	-	-	-
Foreign Bank and Financial Institutions	-	-	-	-	-	-
Multilateral Development Banks	-	-	-	-	-	-
Other Institutions	-	-	-	-	-	-
Sub total	-	-	-	-	-	-
Total	-	-	-	-	-	-

4.22 Provisions
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Provisions for redundancy	-	-	-	-	-	-
Provision for restructuring	-	-	-	-	-	-
Pending legal issues and tax litigation	-	-	-	-	-	-
Onerous contracts	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total	-	-	-	-	-	-

4.22.1 Movement in provision
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Balance as at Shrawan 1	-	-	-	-	-	-
Provisions made during the year	-	-	-	-	-	-
Provisions used during the year	-	-	-	-	-	-
Provisions reversed during the year	-	-	-	-	-	-
Unwind of discount	-	-	-	-	-	-
Balance as at Ashad End	-	-	-	-	-	-

4.23 Other liabilities
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Liability for employees defined benefit obligations	28,632,364	19,236,044	25,132,826	28,632,364	19,236,044	25,132,826
Liability for long-service leave	15,754,742	6,831,227	13,149,199	15,754,742	6,719,847	12,957,552
Short-term employee benefits	-	-	-	-	-	-
Bills payable	7,029,449	1,902,645	2,121,341	7,029,449	1,902,645	2,121,341
Creditors and accruals	74,755,294	125,827,511	56,980,287	74,755,294	122,633,242	55,338,595
Interest payable on deposit	-	-	-	-	-	-
Interest payable on borrowing	-	-	2,828,489	-	-	2,828,489
Unpaid Dividend	3,449,296	4,992,465	4,742,654	3,449,296	3,449,296	3,198,424
Liabilities under Finance Lease	-	-	-	-	-	-
Employee bonus payable	143,023,873	60,378,855	28,845,013	143,023,873	60,378,855	28,845,013
TDS Payable	34,030,476	33,971,396	24,229,540	34,030,476	33,814,365	24,087,815
Other	24,424,458	19,789,163	38,204,496	24,424,458	19,251,872	36,718,442
a. Provision for general expense	14,630,560	6,752,400	7,152,805	14,630,560	6,752,400	7,152,805
b. Liabilities under Operating Lease	-	-	-	-	-	-
c. Auction and bidding proceed	2,076,170	2,840,050	-	2,076,170	2,840,050	-
d. ATM and VISA payable	3,247,412	918,880	-	3,247,412	918,880	-
e. ASBA payable	-	5,382,530	-	-	5,382,530	-
f. Remit Payble	-	-	-	1,139,671	-	-
f. Other	4,470,316	3,895,303	31,051,691	3,330,645	3,358,013	29,565,637
Total	331,099,952	272,929,306	196,233,845	331,099,952	267,386,166	191,228,497

4.23.1 Defined benefit obligations
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
The amounts recognised in the statement of financial position are as follows:						
Present value of funded obligations	44,668,380	39,471,814	31,851,344	44,668,380	39,471,814	31,851,344
Total present value of obligations	44,668,380	39,471,814	31,851,344	44,668,380	39,471,814	31,851,344
Fair value of plan assets	16,036,016	20,235,770	6,718,518	16,036,016.00	20,235,770.00	6,718,518.00
Present value of net obligations	28,632,364	19,236,044	25,132,826	28,632,364	19,236,044	25,132,826
Recognised liability for defined benefit obligations	28,632,364	19,236,044	25,132,826	28,632,364	19,236,044	25,132,826

4.23.2 Plan assets
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Plan assets comprise:						
Equity securities	-	-	-	-	-	-
Government bonds	-	-	-	-	-	-
Bank deposit	-	-	-	-	-	-
Other	16,036,016	20,235,770	6,718,518	16,036,016	20,235,770	6,718,518
Total	16,036,016	20,235,770	6,718,518	16,036,016	20,235,770	6,718,518
Actual return on plan assets	1,549,391	1,200,631	180,593	1,549,391	1,200,631	180,593

4.23.3 Movement in the present value of defined benefit obligations
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Defined Benefit Obligation as at Shrawan 1	39,471,814	31,851,344	23,473,929	39,471,814	31,851,344	23,473,929
Actuarial losses	1,165,247	512,009	(2,524,774)	1,165,247	512,009	(2,524,774)
Benefits paid by the plan	(5,951,503)	(3,469,739)	-	(5,951,503)	(3,469,739)	-
Current service costs and interest	9,982,822	10,578,200	10,902,189	9,982,822	10,578,200	10,902,189
Defined Benefit Obligation as at Ashad End	44,668,380	39,471,814	31,851,344	44,668,380	39,471,814	31,851,344

4.23.4 Movement in the fair value of plan assets
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Fair Value of Plan Asset as at Shrawan 1	20,235,770	6,718,518	6,537,925	20,235,770	6,718,518	6,537,925
Contributions paid into the plan	-	15,786,360	-	-	15,786,360	-
Benefits paid during the year	(5,951,503)	(3,469,739)	-	(5,951,503)	(3,469,739)	-
Actuarial (losses) gains	(69,471)	170,485	(342,441)	(69,471)	170,485	(342,441)
Expected return on plan assets	1,821,220	1,030,146	523,034	1,821,220	1,030,146	523,034
Fair Value of Plan Asset as at Ashad End	16,036,016	20,235,770	6,718,518	16,036,016	20,235,770	6,718,518

4.23.5 Amount recognised in profit or loss
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Current service costs	7,063,137	8,168,882	9,024,275	7,063,137	8,168,882	9,024,275
Interest on obligation	2,919,685	2,409,318	1,877,914	2,919,685	2,409,318	1,877,914
Expected return on plan assets	(1,821,220)	(992,423)	(523,034)	(1,821,220)	(992,423)	(523,034)
Total	8,161,602	9,585,777	10,379,155	8,161,602	9,585,777	10,379,155

4.23.6 Amount recognised in other comprehensive income
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Actuarial (gain)/loss	1,234,718	341,524	(2,182,333)	1,234,718	341,524	(2,182,333)
Total	1,234,718	341,524	(2,182,333)	1,234,718	341,524	(2,182,333)

4.23.7 Actuarial assumptions
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Discount rate	8%	8%	8%	8%	8%	8%
Expected return on plan asset	8%	8%	8%	8%	8%	8%
Future salary increase	-	-	-	-	-	-
Withdrawal rate	5%	5%	5%	5%	5%	5%

4.24 Debt securities issued
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Debt securities issued designated as at fair value through profit or loss	-	-	-	-	-	-
Debt securities issued at amortized cost	-	-	-	-	-	-
Total	-	-	-	-	-	-

4.25 Subordinated Liabilities
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Redeemable preference shares	-	-	-	-	-	-
Irredeemable cumulative preference shares (liabilities component)	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total	-	-	-	-	-	-

4.26 Share capital
Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Ordinary shares	2,209,766,313	2,173,282,669	2,008,878,469	2,209,766,313	2,173,282,669	2,008,878,469
Convertible preference shares (equity component only)	-	-	-	-	-	-
Irredeemable preference shares (equity component only)	-	-	-	-	-	-
Perpetual debt (equity component only)	-	-	-	-	-	-
Total	2,209,766,313	2,173,282,669	2,008,878,469	2,209,766,313	2,173,282,669	2,008,878,469

4.26.1 Ordinary shares

Figures in NPR

Particulars	Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Authorized Capital	5,000,000,000	5,000,000,000	5,000,000,000
50,000,000 Ordinary share of Rs. 100 each	5,000,000,000	5,000,000,000	5,000,000,000
Issued capital	2,209,766,315	2,209,766,315	2,209,766,315
22,097,663 Ordinary share of Rs. 100 each	2,209,766,315	2,209,766,315	2,209,766,315
Subscribed and paid up capital	2,209,766,313	2,173,282,669	2,008,878,469
Ordinary share of Rs. 100 each	2,209,766,313	2,173,282,669	2,008,878,469
Total	2,209,766,313	2,173,282,669	2,008,878,469

Reconciliation of the shares capital at the beginning and end of the year

4.26.1 Ordinary shares

Figures in NPR

Particulars	Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Balance as at the beginning of the year	2,173,282,669	2,008,878,469	2,008,878,469
Add: Issue of bonus share during the year	-	-	-
Add: Issue of right share during the year	36,483,644	164,404,200	-
Balance as at the end of the year	2,209,766,313	2,173,282,669	2,008,878,469

4.26.2 Ordinary share ownership

Figures in NPR

Particulars	Bank					
	As at 31st Ashad 2076		As at 32nd Ashad 2075		As at 1st Shrawan 2074	
	Percent	Amount	Percent	Amount	Percent	Amount
Domestic ownership	-	-	-	-	-	-
Nepal Government	-	-	-	-	-	-
"A" class licensed institutions	-	-	-	-	-	-
Other licensed institutions	-	-	-	-	-	-
Other Institutions	9.18	202,796,213	8.39	182,407,838	8.67	174,143,200
Public	90.82	2,006,970,100.00	91.61	1,990,874,830	91.33	1,834,735,269
Other	-	-	-	-	-	-
Foreign ownership	-	-	-	-	-	-
Total	100	2,209,766,313	100	2,173,282,669	100	2,008,878,469

Shareholder holding more than 0.5%

BOID/SH NO.	Name of Shareholder	Number of Shares hold	Holding %	Type
1301120000929415	Syakar Company Pvt. Ltd	1,355,323	6.13	Promoter institution
1	Chinta Mani Bhattarai	847,379	3.83	Promoter individual
1301010000339705	Prem Bahadur Shrestha	463,570	2.10	Promoter individual
1301060001038807	Mingma Dorje Sherpa	408,377	1.85	Promoter individual
1301520000022838	Mana Prasad Wagley	360,208	1.63	Promoter individual
1301250000082813	Sushil Raj Parajuli	334,475	1.51	Promoter individual
1301460000001638	Kanchha Gurung	324,093	1.47	Promoter individual
1301580000020869	Pushpa Jyoti Dhungana	281,656	1.27	Promoter individual
1301100000334400	Sudhir Prasad Sharma	280,640	1.27	Promoter individual
1301180000044305	Shrawan Kumar Agrawal	221,777	1.00	Promoter individual
1301180000044311	Rajesh Kumar Agrawal	221,777	1.00	Promoter individual
1301010000146909	Vijay Kumar Sarawagi	196,014	0.89	Promoter individual
1301250000086573	Ramji Prasad Bastola	188,040	0.85	Promoter individual
1301280000076813	Shyam Kumar Chhetri	164,217	0.74	Promoter individual
1301010000339699	Shanti Shrestha	156,771	0.71	Promoter individual
1301010000147030	Chiranjibi Lal Sarawagi	145,819	0.66	Promoter individual
42634	Dipak Serchan	140,846	0.64	Promoter individual
1301310000002141	Binod Bahadur Shrestha	131,410	0.59	Promoter individual
1301100000339694	Mankaji Makaju	129,360	0.59	Promoter individual
42617	Shyamukapu International	160,322	0.73	Promoter institution
42624	Ramesh Karmacharya	140,865	0.64	Promoter individual
1301250000060198	Bijay Bahadur Rajbhandary	118,058	0.53	Promoter individual
1301250000017272	Shanker Ghimire	117,681	0.53	Promoter individual
13010900000771256	Bil Bahadur Gurung	114,469	0.52	Promoter individual
1301250000153603	Mohan Das Manandhar	110,007	0.50	Promoter individual

4.27 Reserves

Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1s Shrawan 2074
Statutory general reserve	644,579,577	520,443,264	460,507,504	644,579,577	520,443,264	460,507,504
Exchange equalization reserve	502,152	502,152	333,317	502,152	502,152	333,317
Corporate social responsibility reserve	7,028,036	3,556,141	2,224,754	7,028,036	3,556,141	2,224,754
Capital redemption reserve	-	-	-	-	-	-
Regulatory reserve	166,224,583	-	-	166,224,583	-	-
Investment adjustment reserve	40,000,000	47,081,036	22,317,886	40,000,000	47,081,036	22,317,886
Capital reserve	363,000,867	363,000,867	363,000,867	363,000,867	363,000,867	363,000,867
Assets revaluation reserve	-	-	-	-	-	-
Fair value reserve	12,159,665	23,271,790	107,679,473	12,159,665	23,271,790	107,679,473
Dividend equalization reserve	-	-	-	-	-	-
Actuarial gain/(loss)	424,264	1,288,566	1,527,633	424,264	1,288,566	1,527,633
Special reserve	5,475,000	5,475,000	5,475,000	5,475,000	5,475,000	5,475,000
Deferred Tax Reserve	-	16,526,091	110,368,319	-	16,526,091	110,368,319
Other reserve	223,423,910	161,720,158	89,134,658	222,547,327	161,720,158	89,134,658
Total	1,462,818,053	1,142,865,065	1,162,569,412	1,461,941,470	1,142,865,065	1,162,569,412

4.28 Contingent liabilities and commitments

Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Contingent liabilities	104,634,000	109,070,000	129,328,515	104,634,000	109,070,000	129,328,515
Undrawn and undisbursed facilities	1,730,662,950	989,399,235	877,627,865	1,730,662,950	989,399,235	877,627,865
Capital commitment	-	-	-	-	-	-
Lease Commitment	-	-	-	-	-	-
Litigation	264,894,539	279,254,358	145,015,455	264,894,539	279,254,358	145,015,455
Total	2,100,191,489	1,377,723,593	1,151,971,836	2,100,191,489	1,377,723,593	1,151,971,836

4.28.1 Contingent liabilities

Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Acceptance and documentary credit	-	-	-	-	-	-
Bills for collection	-	-	-	-	-	-
Forward exchange contracts	-	-	-	-	-	-
Guarantees	104,634,000	109,070,000	129,328,515	104,634,000	109,070,000	129,328,515
Underwriting commitment	-	-	-	-	-	-
Other commitments	-	-	-	-	-	-
Total	104,634,000	109,070,000.00	129,328,515	104,634,000	109,070,000	129,328,515

4.28.2 Undrawn and undisbursed facilities

Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Undisbursed amount of loans	-	-	-	-	-	-
Undrawn limits of overdrafts	1,730,662,950	989,399,235	877,627,865	1,730,662,950	989,399,235	877,627,865
Undrawn limits of credit cards	-	-	-	-	-	-
Undrawn limits of letter of credit	-	-	-	-	-	-
Undrawn limits of guarantee	-	-	-	-	-	-
Total	1,730,662,950	989,399,235	877,627,865	1,730,662,950	989,399,235	877,627,865

4.28.3 Capital commitments

Figures in NPR

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

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Capital commitments in relation to Property and Equipment						
Approved and contracted for	-	-	-	-	-	-
Approved but not contracted for	-	-	-	-	-	-
Sub Total	-	-	-	-	-	-
Capital commitments in relation to Intangible assets						
Approved and contracted for	-	-	-	-	-	-
Approved but not contracted for	-	-	-	-	-	-
Sub Total	-	-	-	-	-	-
Total	-	-	-	-	-	-

4.28.4 Lease commitments

Figures in NPR

Particulars	Group			Bank		
	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Operating lease commitments						
Future minimum lease payments under non cancellable operating lease, where the bank is lessee	-	-	-	-	-	-
Not later than 1 year	-	-	-	-	-	-
Later than 1 year but not later than 5 years	-	-	-	-	-	-
Later than 5 years	-	-	-	-	-	-
Sub Total	-	-	-	-	-	-
Finance lease commitments						
Future minimum lease payments under non cancellable operating lease, where the Bank is lessee	-	-	-	-	-	-
Not later than 1 year	-	-	-	-	-	-
Later than 1 year but not later than 5 years	-	-	-	-	-	-
Later than 5 years	-	-	-	-	-	-
Sub Total	-	-	-	-	-	-
Grand Total	-	-	-	-	-	-

4.28.5 Litigation

The bank's litigations are generally related to its ordinary course of business pending on various jurisdiction. Litigations are mainly in the nature of income tax from the amended assessment of the development bank including merged entities in previous fiscal year.

4.29 Interest income

Figures in NPR

Particulars	Group		Bank	
	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075
Cash and cash equivalent	199,001,023	150,595,609	199,001,023	150,545,647
Due from Nepal Rastra Bank	-	-	-	-
Placement with bank and financial institutions	383,562	-	383,562	-
Loan and advances to bank and financial institutions	124,880,572	-	124,880,572	-
Loans and advances to customers	2,839,997,604	2,285,547,256	2,839,997,604	2,285,547,256
Investment securities	69,097,941	64,668,745	69,097,941	64,668,745
Loan and advances to staff	9,663,766	13,396,695	9,663,766	13,396,695
Other	-	-	-	-
Total interest income	3,243,024,468	2,514,208,306	3,243,024,468	2,514,158,344

4.30 Interest expense

Figures in NPR

Particulars	Group		Bank	
	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075
Due to bank and financial institutions	209,799,481	-	209,799,481	-
Due to Nepal Rastra Bank	22,819,044	10,188,182	22,819,044	10,188,182
Deposits from customers	1,845,087,749	1,705,885,768	1,845,751,609	1,706,912,605
Borrowing	-	-	-	-
Debt securities issued	-	-	-	-
Subordinated liabilities	-	-	-	-
Other	-	-	-	-
Total interest expense	2,077,706,274	1,716,073,950	2,078,370,134	1,717,100,787

4.31 Fees and Commission Income
Figures in NPR

Particulars	Group		Bank	
	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075
Loan administration fees	-	-	-	-
Service fees	123,191,200	97,786,482	123,191,200	97,786,482
Consortium fees	2,580,262	1,179,884	2,580,262	1,179,884
Commitment fees	-	-	-	-
DD/TT/Swift fees	-	-	-	-
Credit card/ATM issuance and renewal fees	1,571,018	718,092	1,571,018	718,092
Prepayment and swap fees	973,136	446,736	973,136	446,736
Investment banking fees	-	-	-	-
Asset management fees	-	-	-	-
Brokerage fees	-	-	-	-
Remittance fees	7,937,311	5,729,012	7,937,311	5,729,012
Commission on letter of credit	-	-	-	-
Commission on guarantee contracts issued	2,078,748	2,025,136	2,078,748	2,025,136
Commission on share underwriting/issue	-	-	-	-
Locker rental	735,350	716,300	735,350	716,300
Other fees and commission income	982,557	773,795	982,557	773,795
Total fees and Commission Income	140,049,584	109,375,436	140,049,584	109,375,436

4.32 Fees and commission expense
Figures in NPR

Particulars	Group		Bank	
	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075
ATM management fees	3,070,861	1,496,693	3,070,861	1,496,693
VISA/Master card fees	-	-	-	-
Guarantee commission	-	-	-	-
Brokerage	-	-	-	-
DD/TT/Swift fees	-	-	-	-
Remittance fees and commission	-	-	-	-
Other fees and commission expense	-	-	-	-
Total fees and Commission Expense	3,070,861	1,496,693	3,070,861	1,496,693

4.33 Net trading income
Figures in NPR

Particulars	Group		Bank	
	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075
Changes in fair value of trading assets	-	-	-	-
Gain/loss on disposal of trading assets	-	-	-	-
Interest income on trading assets	-	-	-	-
Dividend income on trading assets	-	-	-	-
Gain/loss foreign exchange translation	24,514	45,858	24,514	45,858
Other	-	-	-	-
Net trading income	24,514	45,858	24,514	45,858

4.34 Other operating income

Figures in NPR

Particulars	Group		Bank	
	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075
Foreign exchange revaluation gain	(297,935)	675,338	(297,935)	675,338
Gain/loss on sale of investment securities	-	88,563,040	-	88,563,040
Fair value gain/loss on investment properties	-	-	-	-
Dividend on equity instruments	12,873,163	15,698,059	12,873,163	15,698,059
Gain/loss on sale of property and equipment	1,239,990	347,094	1,239,990	347,094
Gain/loss on sale of investment property	3,103,925	113,772	3,103,925	113,772
Operating lease income	6,163,985	4,340,202	6,163,985	4,340,202
Gain/loss on sale of gold and silver	-	-	-	-
Locker rent	-	-	-	-
Other	28,675,265	19,131,436	16,465,956	10,748,697
a. Income from Insurance Claims	130,010	935,221	130,010	935,221
b. Others	28,545,255	18,196,215	16,335,946	9,813,476
Total	51,758,393	128,868,940	39,549,084	120,486,202

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

Figures in NPR

Particulars	Group		Bank	
	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075
Impairment charge/(reversal) on loan and advances to B/FIs	-	-	-	-
Impairment charge/(reversal) on loan and advances to customer	(102,129,959)	(5,454,790)	(102,129,959)	(5,454,790)
Impairment charge/(reversal) on financial Investment	(96,528)	286,213	-	-
Impairment charge/(reversal) on placement with banks and financial institutions	-	-	-	-
Impairment charge/(reversal) on property and equipment	-	-	-	-
Impairment charge/(reversal) on goodwill and intangible assets	-	-	-	-
Impairment charge/(reversal) on investment properties	(1,625,877)	4,800,000	(1,625,877)	4,800,000
Total	(103,852,363)	(368,578)	(103,755,835)	(654,790)

4.36 Personnel Expenses
Figures in NPR

Particulars	Group		Bank	
	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075
Salary	116,607,888	111,518,384	113,765,649	109,519,169
Allowances	94,808,294	95,100,116	93,421,245	94,340,327
Gratuity expense	8,370,129	9,678,704	8,161,602	9,585,777
Provident fund	10,387,829	9,881,606	10,244,125	9,741,274
Uniform	7,132,900	79,947	7,020,000	-
Training & development expense	5,653,068	3,614,581	5,653,068	3,614,581
Leave encashment	10,137,942	6,252,376	9,963,372	6,224,993
Medical	-	-	-	-
Insurance	2,383,014	5,124,780	2,194,749	4,964,656
Employees incentive	-	-	-	-
Cash-settled share-based payments	-	-	-	-
Pension expense	-	-	-	-
Finance expense under NFRS	3,892,271	5,861,165	3,892,271	5,861,165
Other expenses related to staff	-	-	-	-
Subtotal	259,373,336	247,111,658	254,316,082	243,851,941
Employees bonus	95,016,246	48,091,711	95,016,246	47,950,075
Grand total	354,389,582	295,203,369	349,332,328	291,802,016

4.37 Other Operating Expenses
Figures in NPR

Particulars	Group		Bank	
	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075
Directors' fee	1,727,200	1,462,000	1,625,200	1,394,000
Directors' expense	2,451,853	1,252,165	2,446,767	1,250,340
Auditors' remuneration	2,156,500	2,437,950	2,100,000	2,381,450
Other audit related expense	351,290	909,195	350,000	907,390
Professional and legal expense	3,337,650	3,276,052	3,176,290	3,276,052
Office administration expense	139,199,020	119,125,287	131,392,067	115,415,922
Operating lease expense	51,699,668	48,218,132	51,699,668	48,218,132
Operating expense of investment properties	-	-	-	-
Corporate social responsibility expense	2,734,921	1,665,400	2,734,921	1,665,400
Onerous lease provisions	-	-	-	-
Others	1,148,056	354,414	1,129,004	353,279
Total	204,806,158	178,700,595	196,653,917	174,861,964

4.37.1 Office administration expense
Figures in NPR

Particulars	Group		Bank	
	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075
Water and electricity	12,403,607	10,973,977	12,209,235	10,841,448
Repair and maintenance				
(a) Building	10,550	421,189	10,550	421,189
(b) Vehicle	1,653,187	2,626,187	1,653,187	2,626,187
(c) Computer and accessories	868,722	525,035	868,722	525,035
(d) Office equipment and furniture	2,514,733	2,221,719	2,514,733	2,221,719
(e) Other	439,802	422,969	365,304	412,009
Insurance	2,548,027	2,550,445	2,548,027	2,550,445
Postage, telex, telephone, fax	3,946,148	3,612,162	3,791,098	3,486,251
Printing and stationery	7,575,273	7,130,196	7,409,398	7,020,629
Newspaper, books and journals	388,339	346,256	372,939	330,956
Advertisement	13,603,889	7,939,705	13,382,953	7,919,705
Donation	3,000	-	-	-
Security expense	42,831,046	35,032,269	42,831,046	34,905,144
Deposit and loan guarantee premium	6,436,759	5,588,416	6,436,759	5,588,416
Travel allowance and expense	1,487,356	2,562,977	1,442,154	2,548,477
Entertainment	38,800	22,018	-	-
Annual/special general meeting expense	886,346	12,312	859,596	-
Other	41,563,437	37,137,456	34,696,368	34,018,312
a. ECC Charges	1,160,247	958,300	1,160,247	958,300
b. Internship expenses	318,180	211,350	318,180	211,350
c. Connectivity expense	7,674,189	6,721,136	7,674,189	6,721,136
d. Fuel expenses	4,736,920	4,251,096	4,736,920	4,251,096
e. Refreshment and guest hospitality	4,532,246	4,222,586	4,532,246	4,222,586
f. Cleaning and sanitation	2,719,374	2,255,833	2,719,374	2,255,833
g. Annual maintenance contract expense	3,302,397	3,099,635	3,302,397	3,099,635
h. Registration and renewal expense	1,880,256	2,047,336	1,880,256	2,047,336
i. Asset written off expense	47,848	1,725,904	47,848	1,725,904
j. Vehicle, property and other expense	1,625,007	1,431,644	1,625,007	1,431,644
k. Office supplies and small accessories	2,383,098	2,635,137	2,383,098	2,635,137
l. RTS expense	330,097	519,644	330,097	519,644
m. Internet expense	922,639	942,314	922,639	942,314
n. Other office expense	1,675,407	2,317,459	1,675,407	2,317,459
o. Other writeoff expenses	1,031,709	-	1,031,709	-
p. Other	7,223,822	3,798,082	356,753	678,938
Total	139,199,020	119,125,287	131,392,067	115,415,922

4.38 Depreciation & Amortization
Figures in NPR

Particulars	Group		Bank	
	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075
Depreciation on property and equipment	50,729,032	50,260,958	49,878,540	49,743,974
Depreciation on investment property	80,599	66,395	80,599	66,395
Amortization on intangible assets	1,203,440	3,747,225	1,203,440	3,747,225
Total	52,013,071	54,074,579	51,162,579	53,557,595

4.39 Non operating income
Figures in NPR

Particulars	Group		Bank	
	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075
Recovery of loan written off	7,836,111	900,000	7,836,111	900,000
Other income	-	-	-	-
Total	7,836,111	900,000	7,836,111	900,000

4.40 Non operating expense
Figures in NPR

Particulars	Group		Bank	
	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075
Loan written off	503,564	10,544	503,564	10,544
Redundancy provision	-	-	-	-
Expense of restructuring	-	-	-	-
Other expense	-	-	-	-
Total	503,564	10,544	503,564	10,544

4.41 Income tax expense
Figures in NPR

Particulars	Group		Bank	
	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075
Current tax expense	257,767,318	95,477,051	257,767,318	95,477,051
Current year	243,770,514	94,959,401	243,770,514	94,959,401
Adjustments for prior years	13,996,804	517,650	13,996,804	517,650
Deferred tax expense	(23,801,079)	92,863,768	(23,302,670)	93,842,229
Origination and reversal of temporary differences	(23,801,079)	92,863,768	(23,302,670)	93,842,229
Changes in tax rate	-	-	-	-
Recognition of previously unrecognised tax losses	-	-	-	-
Total income tax expense	233,966,239	188,340,819	234,464,648	189,319,280

4.41.1 Reconciliation of tax expense and accounting profit

Figures in NPR

Particulars	Group		Bank	
	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075	Year ended 31st Ashad 2076	Year ended 32nd Ashad 2075
Profit before tax	854,055,922	508,207,388	855,146,212	506,791,029
Tax amount at tax rate of 30%	256,216,777	152,462,216	256,543,864	152,037,309
Add: Tax effect of expenses that are not deductible for tax purpose	3,098,672	(47,517,615)	3,098,672	(47,517,615)
Less: Tax effect on exempt income	(35,360,696)	(10,225,864)	(35,360,696)	(10,225,864)
Add/less: Tax effect on other items	16,231,738	758,313	33,485,479	1,183,221
Total income tax expense	240,186,490	95,477,051	257,767,318	95,477,051
Effective tax rate	28.12%	18.79%	30.14%	18.84%

Statement of Distributable Profit or Loss

For the year ended 31 Ashad 2076 (16 July 2019)
(As per NRB Regulation)

Figures in NPR

Particulars	Bank	
	As at 31st Ashad 2076	As at 32nd Ashad 2075
Opening Retained Earning	174,684,691	(241,439,576)
Transfer to Retained Earnings during the Period	31,995,115	188,967,256
Net profit or (loss) as per statement of profit or loss	620,681,564	317,471,749
<i>Appropriations:</i>		
a. General reserve	124,136,313	59,935,760
b. Foreign exchange fluctuation fund	-	168,835
c. Capital redemption reserve	-	-
d. Corporate social responsibility fund	6,206,816	2,996,788
e. Employees' training fund	8,754,060	2,450,205
f. Other	-	-
g. Investment Adjustment Reserve	-	24,763,150
Total Retained Earnings before regulatory adjustment	688,264,182	174,684,691
<i>Regulatory adjustment :</i>		
a. Interest receivable (-)/previous accrued interest received (+)	(44,503,462)	-
b. Short loan loss provision in accounts (-)/reversal (+)	-	-
c. Short provision for possible losses on investment (-)/reversal (+)	(28,868,726)	-
d. Short loan loss provision on Non Banking Assets (-)/reversal (+)	(52,070,592)	-
e. Deferred tax assets recognized (-)/ reversal (+)	(39,828,761)	-
f. Goodwill recognised (-)/ impairment of Goodwill (+)	-	-
g. Bargain purchase gain recognized (-)/reversal (+)	-	-
h. Actuarial loss recognized (-)/reversal (+)	(953,043)	-
i. Other (+/-)	-	-
Total Distributable profit or (loss)	522,039,599	174,684,691

5. Disclosure and Additional Information

5.1. Risk Management

Effective Risk Management is an essential part of the High-Level Control framework. The overall risk management system is reflected in the ongoing control environment, risk awareness and management style. Specific roles or responsibilities are assigned for leading and managing the internal control environment through the: Chairman, and the BOD, Risk Committee, Audit Committee, CEO and Senior Management, Risk Department, Compliance Department and Support Functions.

Development Bank has implemented the Risk Management policy and guideline to streamline the overall risk management function of the Bank.

i. Board of Directors

The Chairman and Board of Directors has the overall responsibility of ensuring that adequate structures, policies and procedures are in place for risk management and that they are properly implemented. BOD approves the risk management policies and also sets limits by assessing the risk appetite, Tolerance, skills available for managing risk and the risk bearing capacity. Sub-Committees of the Board of Directors have been constituted to oversee the various risk of management activities.

ii. Risk Management Committee

Pursuant to the NRB directive on corporate governance, the Development Bank has established Risk Management Committee with well-defined terms of reference in line the NRB directive. Risk Management Committee (RMC), chaired by the one of the member of BOD periodically examines Credit Risk, Market Risk, Liquidity Risk, and Operation Risk of the Development Bank, oversee the sector portfolio/portfolio diversification and advise the management to review policy/process of the Bank. The Committee review the current risk profile and assess potential impact on the activities of the bank or specific business, ensuring risks are identified, assessed, measured, mitigated, managed and monitored within acceptable parameters; where necessary, take appropriate remedial action.

iii. CEO and Senior Management

The CEO and Senior management have ensured that Development Bank have a strong risk management culture with well-written policies, manuals and guidelines. Senior management review and reinforce the risk management system.

iv. Risk Department

Risk Department has responsibility for high level Bank policy and procedures exposures including setting standards and reporting significant Risks and Corporate Governance issues to Senior management and BOD.

v. Internal Audit and Compliance Department

Audit Department review the implementation and adherence to the policy as part of its audit activities. It also works with the businesses and functions to prepare high-level risk maps to help identify and manage all aspects of risk, including Operational Risk and to help determine their Audit strategy.

Compliance Department of the Development Bank plays the vital roles on compliance of regulatory requirements. Internal policies, procedures and guidelines are closely monitored by the compliance of respective departments along with the compliance department.

5.1.1 Credit Risk

Credit Risk is the risk of loss of principal or loss of a financial reward stemming from a borrower's failure to repay a loan or otherwise meet a contractual obligation. The Credit Risk Monitoring and Reporting Framework/ have been prepared in order to mitigate/minimize the credit risk of the Development Bank through appropriate monitoring and reporting framework established within the Bank.

Credit Policy established framework for making investment and lending decisions and reflect the Development Bank's tolerance for the credit risk. The Development Bank's Credit Policies are stated and defined in the Credit Policies Guidelines (CPG). The CPG states and defines the Development Bank's rules and policies related to the Bank's lending activities, reflecting the Bank's credit philosophy and culture. The CPG are updated at regular interval to reflect changes in the economic outlook and evolution of the Bank's loan portfolio.

The Development Bank measure, monitor and manage the credit risk for each borrower and also at the portfolio level. The credit review assessment of capital adequacy, at a minimum, covers risk rating systems, portfolio analysis/aggregation, large exposures and risk concentrations. The Development Bank has a structured and

standardized credit approval process, which includes a well-established procedure of comprehensive credit appraisal.

Credit Risk Management is ultimately the responsibility of the Board of Directors. Hence Overall strategy as well as significant policies has to be reviewed by the board regularly. Further, Senior Management is responsible for implementing the bank's credit risk management strategies and policies and ensuring that procedures are put in place to manage and control credit risk and the quality of credit portfolio in accordance with these policies.

5.1.2 Market Risk

Market risk is defined as the risk of losses resulting from movements in market prices that adversely affect the value of on- and off-balance-sheet positions of financial institutions. It is the risk to a Development Bank resulting from movements in market prices, in particular, changes in interest rates, foreign exchange rates and equity and commodity prices.

Risks arising from the market are Foreign Exchange Risk, Interest Rate Risk and equity risk.

Foreign Exchange Risk

Foreign exchange risk is the risk of losses arising from the movement of foreign currency exchange rates. Development Bank has defined the measurement systems that take into account all the sources of foreign exchange risk. It evaluates the effect of foreign exchange rate changes on profitability and economic value of assets and liabilities.

Interest Rate Risk

Interest rate risk is the risk of negative effects on the financial result and capital of the bank caused by change in interest rate. Bank have interest rate risk measurement systems that assess the effects of rate changes on both earnings and economic values of Assets.

5.1.3 Operational Risk

Operational risk is the risk of loss resulting from inadequate or failed internal process, people and system or from external events.

Measuring the size and scope of a Development Bank's risk exposures is an integral part of risk management process. Development Bank has placed a process for regular monitoring and reporting of operational risk profiles and material exposures to losses. It offers the advantages of quickly detecting and correcting deficiencies in the policies, processes and procedures for managing operational risk

The monitoring has been undertaken with the following scopes:

- Monitor assessment of the exposure to all types of operational risk faced by the Development Bank.
- An effective risk reporting has been designed in line with authorities.
- Establish early warning system for increasing risk of future losses.

5.1.4 Liquidity Risk

Liquidity risk is the risk that a financial institution loses its ability to fund its assets or to meet its obligations as they come due without incurring unacceptable cost or losses. Furthermore, Liquidity risk is the risk to an institution's financial condition or safety and soundness arising from its inability (whether real or perceived) to meet its contractual obligations.

Development Bank has Assets Liability Committee (ALCO) for managing overall liquidity of the bank. Generally, the function of liquidity risk management is performed by ALCO and it comprises of senior management from each key area of the Development Bank that assumes and manages liquidity risk. The ALCO meeting has been held on a regular basis. ALCO's general responsibilities include developing and maintaining appropriate liquidity risk management policies and procedures, optimizing the structure of assets and liabilities, maintaining the stability of the deposit base, projecting cash flows and evaluating the level of current assets, in terms of liquidity of the branches, maintaining an efficient internal fund transfer mechanism, MIS reporting, limits and oversight programs. ALCO delegates day-to-day operating responsibilities to the bank's treasury department.

Risk Management Department, ALCO, Senior Management, BOD level Risk Management committee and BOD regularly monitor the liquidity risk measurement practices. Regular management reports and risk measures would be the source information of monitoring. Monitoring functions have ensured about the relevancy and accuracy of measurements and management practices.

5.1.5 Fair value of financial assets and financial liabilities

Financial assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows:

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

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

As at 31st Ashad 2076	Carrying value	Level 1	Level 2	Level 3
Financial Assets				
Financial Assets measured at FVTOCI				
Investment Securities (Equity instruments)	-	-	-	-
-Quoted equity securities	270,998,180	270,998,180	-	-
-Unquoted equity securities	28,380,100	-	-	28,380,100
Financial assets carried at amortized cost				
Cash and Cash Equivalents	4,125,966,766	-	-	4,125,966,766
Due from Nepal Rastra Bank	832,739,821	-	-	832,739,821
Placement with Bank and Financial Institutions	-	-	-	-
Loans and Advances to BFIs	1,206,137,608	-	-	1,206,137,608
Loans and Advances to Customers	21,144,418,517	-	-	21,144,418,517
Investment Securities	1,367,611,557	-	-	1,367,611,557
Other Assets	97,905,090	-	-	97,905,090
Total Financial Assets	29,074,157,639	270,998,180	-	28,803,159,460
Financial Liabilities				
Financial liabilities carried at amortized cost:				
Due to Bank and Financial Institutions	3,310,110,762	-	-	3,310,110,762
Due to Nepal Rastra Bank	681,687,112	-	-	681,687,112
Deposits from Customers	21,496,400,627	-	-	21,496,400,627
Borrowings	-	-	-	-
Other Liabilities	286,712,846	-	-	286,712,846
Total Financial Liabilities	25,774,911,346	-	-	25,774,911,346
As at 31st Ashad 2075	Carrying value	Level 1	Level 2	Level 3
Financial Assets				
Financial Assets measured at FVTOCI				
Investment Securities (Equity instruments)	-	-	-	-
-Quoted equity securities	261,169,874	261,169,874	-	-
-Unquoted equity securities	6,935,500	-	-	6,935,500
Financial assets carried at amortized cost				
Cash and Cash Equivalents	4,678,800,961	-	-	4,678,800,961
Due from Nepal Rastra Bank	972,153,065	-	-	972,153,065
Placement with Bank and Financial Institutions	-	-	-	-
Loans and Advances to BFIs	815,302,754	-	-	815,302,754
Loans and Advances to Customers	16,994,392,633	-	-	16,994,392,633
Investment Securities	1,374,157,534	-	-	1,374,157,534
Other Assets	50,310,932	-	-	50,310,932
Total Financial Assets	25,153,223,255	261,169,874	-	24,892,053,380
Financial Liabilities				
Financial liabilities carried at amortized cost:				
Due to Bank and Financial Institutions	4,361,711,719	-	-	4,361,711,719
Due to Nepal Rastra Bank	-	-	-	-
Deposits from Customers	17,823,239,572	-	-	17,823,239,572
Borrowings	-	-	-	-
Other Liabilities	241,430,275	-	-	241,430,275
Total Financial Liabilities	22,426,381,566	-	-	22,426,381,566

5.2. Capital Management

i. Qualitative Disclosure

The Development Bank has formulated and implemented the "Internal Capital Adequacy Assessment Process 2019" which has been approved by the Board of Directors.

"ICAAP Policy 2019" provides the guidelines for the preparation of "Internal Capital Adequacy Assessment Process (ICAAP)" which set methodologies, techniques and procedures to assess the Capital adequacy requirements in relation to the Development Bank's risk profile and effectiveness of its risk management, control environment and strategic planning.

The Development Bank has set the Internal Capital Adequacy Assessment Process (ICAAP) with the following fundamental purposes.

- Development of policy, practice, process and plan to meet the regulatory and economic capital under the BASEL-II Capital frameworks.
- Strengthen the governance and organizational effectiveness around risk and capital management.
- Inform the board about the ongoing assessment of Development Bank's risk profile, mitigation technique being applied and estimated future capital requirement of the bank.
- Bring transparency on the capital assessment process by understanding the key drivers of capital requirement including oversight for reviewing and validating capital requirements.
- Communicate and justify the regulatory authority about the procedure and methodology adopted for ICAAP based on present and future risk profile of the Development Bank.
- Support opportunities to identify sub-optimal usage of capital across the organization.
- Create the foundation and basis to have an informed view on capital requirements to state the Development Bank's position on capital adequacy against regulatory capital requirements.
- Ensuring the management exercises sound judgement and set adequate required capital for material risk according with the overall risk.

Board and management shall jointly ensure that formality and sophistication of the risk management processes are appropriate in light of the bank's risk profile and business plan and shall put in place credible and consistent policies and procedures to identify measure and report all material risks that the bank faces. Board shall ensure that the Policy Framework is comprehensive for key business and support functions, and establish a method for monitoring compliance of the same.

The Development Bank has followed Stress Testing Guidelines issued by the central bank in order to assess of the vulnerability of the Bank under various stress situations typically, application of "what if" scenarios, especially in the problematic identification of low frequency but high severity events and identifying expected and unexpected losses. It focuses on capturing the impact of large, but still plausible events and understanding the overall risk profile in a coherent and consistent framework, including impact analysis on earnings, solvency and liquidity.

Board shall be primarily responsible for ensuring the current and future capital needs of the Development Bank in relation to strategic objectives. Management shall review and understand the nature and level of various risks that the Development Bank is confronting in the course of different business activities and how this risk relates to capital levels and accordingly implement sound risk management framework specifying control measures to tackle each risk factor.

Board shall ensure that the ICAAP does not become mere compliance activity only but ensure its integration into ongoing operations and planning.

Paid Up Capital

The structure of the Share Capital of the Development Bank is as Follow:

- Authorized capital of NPR 5,000,000,000 represented by 50,000,000 ordinary share of NPR 100 each.
- Issue Capital as of date of financial position is NPR 2,209,766,315 ordinary Share represented by 22,097,663.15 of NPR 100 each
- Paid up Capital as of date of Financial Position is NPR 2,209,766,313 ordinary share represented by 22,097,663.13 of NPR 100 each.

Particulars	Fiscal Year	Paid up capital
Share Capital Up to	2073/74	2,008,878,469
Right Share issue	2074/75	140,755,300
Right Share issue through auction	2074/75	23,648,900
Right Share issue through auction	2075/76	3,6483,644
Total Share Capital	2075/76	2,209,766,313

Regulatory Minimum paid up capital requirement

For the national level development bank, regulatory required minimum capital is NPR 2,500,000,000. The proposed bonus share of FY 2074/75 of Rs 377,197,236 has been approved from Annual General Meeting held on 2076.04.28. After the issue of Bonus Share and auction of right share, the paid up capital of the Development Bank stood at Rs. 2,586,963,551 against the minimum required capital.

ii. Quantitative disclosures

1. Capital Structure and Capital Adequacy

a. Tier 1 Capital and its Components

S.N.	Particulars	Amount in '000
1.	Paid up Equity Share Capital	2,209,766
2	Share Premium	14,273
3	Proposed Bonus Equity Shares	-
4	Statutory General Reserves	644,580
5	Retained Earnings	522,040
6	Un-audited current year cumulative profit/(loss)	-
7	Other Free Reserve	368,476
8	Less: Deferred Tax Assets	-
9	Less: Investment in equity of institutions with financial interests	(40,000)
10	Less: Investment in equity of institutions in excess of limits	-
11	Less: Purchase of land & building in excess of limit and unutilized	-
Total Tier 1 Capital		3,719,134

b. Tier 2 Capital and its Components

S.N.	Particulars	Amount in '000
1.	General loan loss provision	263,914
2	Exchange Equalization Reserve	502
3	Investment Adjustment Reserve	40,000
4	Other Reserves	-
Total Tier 2 Capital		304,416

c. Details of Subordinated Term Debt

The bank has not issued any Subordinated term debt.

d. Deductions from Capital

Investment in equity of institutions with financial interests has been deducted from the tier 1 capital.

e. Total qualifying capital

S.N.	Particulars	Amount in '000
1.	Core Capital	3,719,134
2.	Supplementary Capital	304,416
Total Capital Fund		4,023,550

f. Capital Adequacy Ratio

S.N.	Particulars	Percent (%)
1.	Tier 1 to Risk Weighted Exposure	15.29%
2.	Total Capital to Risk Weighted Exposure	16.54%

2. Risk Exposures

a. Risk Weighted Exposures for Credit Risk, Market Risk and Operational Risk

i. Risk Weighted Exposures for Credit Risk

Amount in '000

A. Balance Sheet Exposures	Book Value	Specific Provision	Eligible CRM	Net Value	Risk Weight	Risk Weighted Exposures
Cash Balance	333,988	-	-	333,988	0%	-
Balance With Nepal Rastra Bank	832,740	-	-	832,740	0%	-
Gold	-	-	-	-	0%	-
Investment in Nepalese Government Securities	1,347,075	-	-	1,347,075	0%	-
All Claims on Government of Nepal	17,193	-	-	17,193	0%	-
Investment in Nepal Rastra Bank securities	-	-	-	-	0%	-
All claims on Nepal Rastra Bank	-	-	-	-	0%	-
Claims on Foreign Government and Central Bank (ECA 0-1)	-	-	-	-	0%	-
Claims on Foreign Government and Central Bank (ECA -2)	-	-	-	-	20%	-
Claims on Foreign Government and Central Bank (ECA -3)	-	-	-	-	50%	-
Claims on Foreign Government and Central Bank (ECA-4-6)	-	-	-	-	100%	-
Claims on Foreign Government and Central Bank (ECA -7)	-	-	-	-	150%	-
Claims On BIS, IMF, ECB, EC and MDB's recognized by the framework	-	-	-	-	0%	-
Claims on Other Multilateral Development Banks	-	-	-	-	100%	-
Claims on Public Sector Entity (ECA 0-1)	-	-	-	-	20%	-
Claims on Public Sector Entity (ECA 2)	-	-	-	-	50%	-
Claims on Public Sector Entity (ECA 3-6)	-	-	-	-	100%	-
Claims on Public Sector Entity (ECA 7)	-	-	-	-	150%	-
Claims on domestic banks that meet capital adequacy requirements	3,740,954	-	-	3,740,954	20%	748,191
Claims on domestic banks that do not meet capital adequacy requirements	-	-	-	-	100%	-
Claims on foreign bank (ECA Rating 0-1)	-	-	-	-	20%	-
Claims on foreign bank (ECA Rating 2)	-	-	-	-	50%	-
Claims on foreign bank (ECA Rating 3-6)	-	-	-	-	100%	-
Claims on foreign bank (ECA Rating 7)	-	-	-	-	150%	-
Claims on foreign bank incorporated in SAARC region operating with a buffer of 1% above their respective regulatory capital requirement	-	-	-	-	20%	-
Claims on Domestic Corporates	8,727,847	-	149,400	8,578,447	100%	8,578,447
Claims on Foreign Corporates (ECA 0-1)	-	-	-	-	20%	-
Claims on Foreign Corporates (ECA 2)	-	-	-	-	50%	-
Claims on Foreign Corporates (ECA 3-6)	-	-	-	-	100%	-
Claims on Foreign Corporates (ECA 7)	-	-	-	-	150%	-
Regulatory Retail Portfolio (Not Overdue)	7,961,271	-	143,211	7,818,060	75%	5,863,545
Claims fulfilling all criterion of regularity retail except granularity	--	-	-	-	100%	-
Claims secured by residential properties	2,457,821	-	-	2,457,821	60%	1,474,693
Claims not fully secured by residential properties	-	-	-	-	150%	-
Claims secured by residential properties (Overdue)	52,764	5,081	-	47,683	100%	47,683
Claims secured by Commercial real estate	-	-	-	-	100%	-
Past due claims (except for claims secured by residential properties)	639,598	277,545	-	362,053	150%	543,079
High Risk claims	1,994,033	-	188,389	1,805,644	150%	2,708,465
Lending Against Securities (Bonds & Shares)	919,338	-	-	919,338	100%	919,338
Investments in equity and other capital instruments of institutions listed in stock exchange	413,632	-	-	413,632	100%	413,632
Investments in equity and other capital instruments of institutions not listed in the stock exchange	6,950	-	-	6,9450	150%	10,425
Staff loan secured by residential property	46,602	-	-	46,602	60%	27,961
Interest Receivable/claim on government securities	20,537	-	-	20,537	0%	-
Cash in transit and other cash items in the process of collection	35	-	-	35	20%	7.04
Other Assets	2,180,812	1,175,530	-	1,005,282	100%	1,005,282
Total (A)	31,693,187	1,458,156	481,000	29,754,031	-	22,340,747

B. Off Balance Sheet Exposures	Book Value	Specific Provision	Eligible CRM	Net Value	Risk Weight	Risk Weighted Exposures
Revocable Commitments	-	-	-	-	0%	-
Bills Under Collection	-	-	-	-	0%	-
Forward Exchange Contract Liabilities	-	-	-	-	10%	-
LC Commitments With Original Maturity Upto 6 months domestic counterparty	-	-	-	-	20%	-
Foreign counterparty (ECA Rating 0-1)	-	-	-	-	20%	-
Foreign counterparty (ECA Rating 2)	-	-	-	-	50%	-
Foreign counterparty (ECA Rating 3-6)	-	-	-	-	100%	-
Foreign counterparty (ECA Rating 7)	-	-	-	-	150%	-
LC Commitments With Original Maturity Over 6 months domestic counterparty	-	-	-	-	50%	-
Foreign counterparty (ECA Rating 0-1)	-	-	-	-	20%	-
Foreign counterparty (ECA Rating 2)	-	-	-	-	50%	-
Foreign counterparty (ECA Rating 3-6)	-	-	-	-	100%	-
Foreign counterparty (ECA Rating 7)	-	-	-	-	150%	-
Bid Bond, Performance Bond and Counter guarantee domestic counterparty	103,134	-	9,849	93,286	50%	46,642.75
Foreign counterparty (ECA Rating 0-1)	-	-	-	-	20%	-
Foreign counterparty (ECA Rating 2)	-	-	-	-	50%	-
Foreign counterparty (ECA Rating 3-6)	-	-	-	-	100%	-
Foreign counterparty (ECA Rating 7)	-	-	-	-	150%	-
Underwriting commitments	-	-	-	-	50%	-
Lending of Bank's Securities or Posting of Securities as collateral	-	-	-	-	100%	-
Repurchase Agreements, Assets sale with recourse	-	-	-	-	100%	-
Advance Payment Guarantee	1,500	-	1,250	250	100%	250.00
Financial Guarantee	-	-	-	-	100%	-
Acceptances and Endorsements	-	-	-	-	100%	-
Unpaid portion of Partly paid shares and Securities	-	-	-	-	100%	-
Irrevocable Credit commitments (short term)	791,912	-	-	791,912	20%	158,382.43
Irrevocable Credit commitments (long term)	938,751	-	-	938,751	50%	469,375.39
Claims on foreign bank incorporated in SAARC region operating with a buffer of 1% above their respective regulatory capital requirement	-	-	-	-	20%	-
Other Contingent Liabilities	279,254	-	-	279,254	100%	279,254.36
Unpaid Guarantee Claims	-	-	-	-	200%	-
Total (B)	2,114,551	-	11,099	2,103,453		953,905
Total RWE for credit Risk Before Adjustment (A) +(B)	33,807,738	1,458,156	492,099	31,857,484	-	23,294,652
<i>Adjustments under Pillar II</i>	-	-	-	-	-	-
Answer the question SRP 6.4a (3) in SRP sheet	-	-	-	-	-	-
Answer the question SRP 6.4a (4) in SRP sheet	-	-	-	-	-	-
Total RWE for Credit Risk after Bank's adjustments under Pillar II	33,807,738	1,458,156	492,099	31,857,484	-	23,294,652

Eligible Credit Risk Mitigants

Credit exposures	Amount in '000									
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	Total
	Deposits with Bank	Deposits with other banks/FI	Gold	Govt. & NRB Securities	G'tee of Govt. of Nepal	Sec/G'tee of Other Sovereigns	G'tee of domestic banks	G'tee of MDBs	Sec/G'tee of Foreign Banks	
Balance Sheet Exposures										
Claims on Foreign government and Central Bank (ECA -2)	-	-	-	-	-	-	-	-	-	-
Claims on Foreign government and Central Bank (ECA -3)	-	-	-	-	-	-	-	-	-	-
Claims on Foreign government and Central Bank (ECA-4-6)	-	-	-	-	-	-	-	-	-	-
Claims on Foreign government and Central Bank (ECA -7)	-	-	-	-	-	-	-	-	-	-
Claims on Other Multilateral Development Banks	-	-	-	-	-	-	-	-	-	-
Claims on Public Sector Entity (ECA 0-1)	-	-	-	-	-	-	-	-	-	-
Claims on Public Sector Entity (ECA 2)	-	-	-	-	-	-	-	-	-	-
Claims on Public Sector Entity (ECA 3-6)	-	-	-	-	-	-	-	-	-	-
Claims on Public Sector Entity (ECA 7)	-	-	-	-	-	-	-	-	-	-
Claims on domestic banks that meet capital adequacy requirements	-	-	-	-	-	-	-	-	-	-
Claims on domestic banks that do not meet capital adequacy requirements	-	-	-	-	-	-	-	-	-	-
Claims on foreign bank (ECA Rating 0-1)	-	-	-	-	-	-	-	-	-	-
Claims on foreign bank (ECA Rating 2)	-	-	-	-	-	-	-	-	-	-
Claims on foreign bank (ECA Rating 3-6)	-	-	-	-	-	-	-	-	-	-
Claims on foreign bank (ECA Rating 7)	-	-	-	-	-	-	-	-	-	-
Claims on foreign bank incorporated in SAARC region operating with a buffer of 1% above their respective regulatory capital requirement	-	-	-	-	-	-	-	-	-	-
Claims on Domestic Corporates	149,400.00	-	-	-	-	-	-	-	-	149,400
Claims on Foreign Corporates (ECA 0-1)	-	-	-	-	-	-	-	-	-	-
Claims on Foreign Corporates (ECA 2)	-	-	-	-	-	-	-	-	-	-
Claims on Foreign Corporates (ECA 3-6)	-	-	-	-	-	-	-	-	-	-
Claims on Foreign Corporates (ECA 7)	-	-	-	-	-	-	-	-	-	-
Regulatory Retail Portfolio (Not Overdue)	125,868.58	-	17,342.62	-	-	-	-	-	-	143,211
Claims fulfilling all criterion of regularity retail except granularity	-	-	-	-	-	-	-	-	-	-
Claims secured by residential properties	-	-	-	-	-	-	-	-	-	-
Claims not fully secured by residential properties	-	-	-	-	-	-	-	-	-	-
Claims secured by residential properties (Overdue)	-	-	-	-	-	-	-	-	-	-
Claims secured by Commercial Real Estate	-	-	-	-	-	-	-	-	-	-
Past due claims (except for claims secured by residential properties)	-	-	-	-	-	-	-	-	-	-
High Risk claims	188,389.00	-	-	-	-	-	-	-	-	188,389
Lending Against Securities (Bonds & Shares)	-	-	-	-	-	-	-	-	-	-
Investments in equity and other capital instruments of institutions listed in stock exchange	-	-	-	-	-	-	-	-	-	-

continue...

Credit exposures	Deposits with Bank (a)	Deposits with other banks/FI (b)	Gold (c)	Govt. & NRB Securities (d)	G'tee of Govt. of Nepal (e)	Sec/G'tee of Other Sovereigns (f)	G'tee of domestic banks (g)	G'tee of MDBs (h)	Sec/G'tee of Foreign Banks (i)	Total
Investments in equity and other capital instruments of institutions not listed in the stock exchange	-	-	-	-	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-	-	-	-	-
Total	463,658	-	17,343	-	-	-	-	-	-	481,000
Off Balance Sheet Exposures	-	-	-	-	-	-	-	-	-	-
Forward Exchange Contract Liabilities	-	-	-	-	-	-	-	-	-	-
LC Commitments With Original Maturity Upto 6 months domestic counterparty	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 0-1)	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 2)	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 3-6)	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 7)	-	-	-	-	-	-	-	-	-	-
LC Commitments With Original Maturity Over 6 months domestic counterparty	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 0-1)	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 2)	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 3-6)	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 7)	-	-	-	-	-	-	-	-	-	-
Bid Bond, Performance Bond and Counter guarantee domestic counterparty	9,848.50	-	-	-	-	-	-	-	-	9,849
Foreign counterparty (ECA Rating 0-1)	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 2)	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 3-6)	-	-	-	-	-	-	-	-	-	-
Foreign counterparty (ECA Rating 7)	-	-	-	-	-	-	-	-	-	-
Underwriting commitments	-	-	-	-	-	-	-	-	-	-
Lending of Bank's Securities or Posting of Securities as collateral	-	-	-	-	-	-	-	-	-	-
Repurchase Agreements, Assets sale with recourse	-	-	-	-	-	-	-	-	-	-
Advance Payment Guarantee	1,250.00	-	-	-	-	-	-	-	-	1,250
Financial Guarantee	-	-	-	-	-	-	-	-	-	-
Acceptances and Endorsements	-	-	-	-	-	-	-	-	-	-
Unpaid portion of Partly paid shares and Securities	-	-	-	-	-	-	-	-	-	-
Irrevocable Credit commitments (short term)	-	-	-	-	-	-	-	-	-	-
Irrevocable Credit commitments (long term)	-	-	-	-	-	-	-	-	-	-
Other Contingent Liabilities	-	-	-	-	-	-	-	-	-	-
Unpaid Guarantee Claims	-	-	-	-	-	-	-	-	-	-
Total	11,099	-	17,343	-	-	-	-	-	-	11,099
Grand Total	474,756	-	17,343	-	-	-	-	-	-	492,099

ii. Risk Weighted Exposures for Market Risk
Amount in '000

Currency	Open Position (FCY)	Exchange Rate	Open Position (NPR)	Relevant Open Position
United States Dollar	96.56	109.40	10,564	10,564
Euro	3.58	122.39	438	438
Great Britain Pound	(0.06)	135.82	(8)	8
Swiss Franc	-	-	-	-
Australian Dollar	0.83	76.46	63	63
Canadian Dollar	0.85	83.51	71	71
Singapore Dollar	0.11	80.35	9	9
Japanese Yen	190.95	1.00	192	192
Chinese Yuan	-	-	-	-
Indian Rupee	919.34	1.60	1,471	1,471
Saudi Arabian Riyal	5.68	28.41	161	161
Qatari Riyal	-	-	-	-
Thai Baht	-	-	-	-
Emirati Diram	5.72	28.99	166	166
Malaysian Ringgit	1.77	26.14	46	46
South Korean Won	-	-	-	-
Swedish Kroner	-	-	-	-
Danish Kroner	-	-	-	-
Hong Kong Dollar	-	-	-	-
Kuwaiti Dinar	-	-	-	-
Bahraini Dinar	-	-	-	-
(a) Total Open Position			13,174	13,189
(b) Fixed Percentage				5%
(c) Capital Charge for Market Risk (=a×b)				659
(d) Risk Weight (reciprocal of capital requirement of 10%) in times				10
(e) Equivalent Risk Weight Exposure (=c×d)				6,595

iii. Risk Weighted Exposures for Operational Risk

Particulars	Financial Year		
	2072/073	2073/074	2074/075
Net Interest Income	192,294	742,638	784,010
Commission and Discount Income	1,176	7,445	8,863
Other Operating Income	52,643	88,499	110,326
Exchange Fluctuation Income	55	-	721.20
Addition/Deduction in Interest Suspense during the period	16,539	32,878	8,867
Gross income (a)	262,708	871,460	912,787
Alfa (b)	15%	15%	15%
Fixed Percentage of Gross Income c=(a×b)]	39,406	130,719	136,918
Capital Requirement for operational risk (d) (average of c)	-	-	102,348
Risk Weight (reciprocal of capital requirement of 10%) in times (e)	-	-	10
Equivalent Risk Weight Exposure [f=(d×e)]	-	-	1,023,477

b. Risk weighted exposures under each of 11 categories of Credit Risk

S.N.	Categories	Amount in '000	RWE in '000
1	Claims on Government and Central Bank	2,197,008	-
2	Claims on Other Official Entities	-	-
3	Claims on Banks	3,740,954	748,191
4	Claims on Domestic Corporates and Securities Firms	9,497,784	9,497,784
5	Claims on Regulatory Retail Portfolio	7,818,060	5,863,545
6	Claims Secured by Residential Properties	2,552,106	1,550,337
7	Claims Secured by Commercial Real Estate	-	-
8	Past Due Claims	362,053	543,079
9	High Risk Claims	1,805,644	2,708,465
10	Other Assets	1,780,423	1,429,345
11	Off Balance Sheet Items	2,103,453	953,905
Total		31,857,484	23,294,652

c. Total Risk weighted exposures

S.N.	Particulars	Amount in '000
i.	Risk Weighted Exposure for Credit Risk	23,294,652
ii.	Risk Weighted Exposure for Operational Risk	1,023,477
iii.	Risk Weighted Exposure for Market Risk	6,595

Adjustments under Pillar II

Add: 3% of the total RWE due to non compliance to Disclosure Requirement (6.4 a 10)

Add:% of the total deposit due to insufficient Liquid Assets(6.4 a 6)

Total Risk Weighted Exposures (After Bank's adjustments of Pillar II)	24,324,723
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5.3 Classification of financial assets and financial liabilities

As at 31st Ashad 2076	Fair Value through Profit or Loss	Fair Value through Other Comprehensive Income	Amortized Cost	Total
Financial Assets				
Cash and Cash Equivalents	-	-	4,125,966,766	4,125,966,766
Due from Nepal Rastra Bank	-	-	832,739,821	832,739,821
Placement with Bank and Financial Institutions	-	-	-	-
Loans and Advances to BFIs	-	-	1,206,137,608	1,206,137,608
Loans and Advances to Customers	-	-	21,144,418,517	21,144,418,517
Investment Securities	-	299,378,280	1,367,611,557	1,666,989,837
Other Assets	-	-	97,905,090	97,905,090
Total Financial Assets	-	299,378,280	28,774,779,360	29,074,157,639
Financial Liabilities				
Due to Bank and Financial Institutions	-	-	3,310,110,762	3,310,110,762
Due to Nepal Rastra Bank	-	-	681,687,112	681,687,112
Deposits from Customers	-	-	21,496,400,627	21,496,400,627
Borrowings	-	-	-	-
Other Liabilities	-	-	286,712,846	286,712,846
Total Financial Liabilities	-	-	25,774,911,346	25,774,911,346

As at 31st Ashad 2075	Fair Value through Profit or Loss	Fair Value through Other Comprehensive Income	Amortized Cost	Total
Financial Assets				
Cash and Cash Equivalents	-	-	4,678,800,961	4,678,800,961
Due from Nepal Rastra Bank	-	-	972,153,065	972,153,065
Placement with Bank and Financial Institutions	-	-	-	-
Loans and Advances to BFIs	-	-	815,302,754	815,302,754
Loans and Advances to Customers	-	-	16,994,392,633	16,994,392,633
Investment Securities	-	268,105,374	1,374,157,534	1,642,262,908
Other Assets	-	-	50,310,932	50,310,932
Total Financial Assets	-	268,105,374	24,885,117,880	25,153,223,255
Financial Liabilities				
Due to Bank and Financial Institutions	-	-	4,361,711,719	4,361,711,719
Due to Nepal Rastra Bank	-	-	-	-
Deposits from Customers	-	-	17,823,239,572	17,823,239,572
Borrowings	-	-	-	-
Other Liabilities	-	-	241,430,275	241,430,275
Total Financial Liabilities	-	-	22,426,381,566	22,426,381,566

5.4 Operating Segment Information

1. General information

An operating segment is a component of the Bank that engages in business activities from which it may earn revenue and incur expenses, whose operating results are regularly reviewed by the Bank's chief operating decision maker and for which discrete financial information is available. The bank is operated centrally in a single jurisdictional area with all policies and operations being controlled and directed from head office.

The Bank has identified its reportable segment into two i.e., Banking and Treasury & Remittance based on its core business units which actively forms a major part of the Bank's revenue source and align with its principal business objectives.

a. Banking

The loans provided to all customers are classified under Banking. The interest income and other fee incomes generated out of such loans are revenue items of this segment. Expenses of this segment comprises of interest expenses on deposits used for providing loans, pro-rated personnel expenses and operating expenses as well as provision for loss created for such loans.

b. Treasury and Remittance

The balance lying with the banks invested in governmental bonds, treasury bills, placements and shares of other Organizations come under this segment. The interest income of bonds and bills, forex gains, dividend income are revenue items of this segment. Expenses of this segment comprises of interest expenses on deposits used for making investments, forex losses, pro-rated personnel expenses and operating expenses as well as provision for loss created for such investments. Remittance commission income from various agencies along with related expenses are also the part of this segment.

c. Other Components (Unallocated)

All other revenues and expenses which cannot be classified to the above-mentioned segments fall under this segment. The income from sale of assets, other fees and commission are revenue items of this segment. Un-attributable personnel expenses, operating expenses and written off assets are expense items of this segment.

Business Banking, Treasury and Remittance comprise majority of bank's total revenue. Hence, these operations are treated as reportable segments and the remaining are classified under other segment.

2. Information about profit or loss, assets and liabilities

S.No.	Particulars	Banking	Treasury and Remittance	Other Components (Unallocated)	Total
a.	Revenues from external customers	3,218,061,160	289,019,578	27,158,856	3,534,239,595
b.	Inter Segment revenues	-	-	-	-
c.	Net Revenue	3,218,061,160	289,019,578	27,158,856	3,534,239,595
d.	Interest revenue	2,974,541,942	268,482,526	-	3,243,024,468
e.	Interest expense	1,845,751,609	232,618,525	-	2,078,370,134
f.	Net interest revenue	1,128,790,333	35,864,001	-	1,164,654,334
g.	Depreciation and amortization	48,092,189	2,151,513	918,877	51,162,579
h.	Segment profit /(loss)	810,493,506	31,289,470	13,363,236	855,146,212
i.	Entity's interest in the profit or loss of associates accounted for using equity method	-	-	-	-
j.	Other material non-cash items	-	-	-	-
k.	Impairment of assets	-	-	-	-
l.	Segment assets	22,821,909,719	2,927,254,679	4,278,154,118	30,027,318,517
m.	Segment liabilities	25,117,741,233	695,610,683	5,946,536	25,819,298,452

3. Measurement of operating segment profit or loss, assets and liabilities Basis of Segmentation

(a) Segment Assets and Liability Explanation

Business Banking includes all Loan and advances provided to the customer and Bank and Financial Institution, Investment properties (related to NBA) and other assets are allocated on the basis of gross revenue generated by each reportable segment. Segment Liabilities of Banking includes deposit from customer and BFIS and other liability allocated on the basis of revenue generating ration of each segment.

Treasury segment assets includes Balance with NRB/other FI, Interbank Placements, investment in securities and other organized institutions' shares, whereas segment liabilities comprises, due from central bank and so on which are related to treasury functions.

All other unallocated assets and liabilities have been presented under Others Segment consisting; but not limited to Share capital, reserve, retained earning, property and equipment, intangible assets, investment properties, tax assets and liabilities, cash and cash equivalents.

(b) Segment Profit or Loss Explanation

Interest income on business banking includes interest income from total loan portfolio and Interest expenses includes interest expenses on deposit portfolio.

Interest income on Treasury and remittance includes interest income from the development bond and call deposit on BFIs, Interest expenses includes Interest expenses on borrowing from central bank and interbank borrowing/placements.

Loan administration fee and service fee and their related expenses included in Business banking Segment. All other fee/revenue from external customers not falling under above two segments are included on other segment.

(c) Basis of accounting for any transactions between reportable segments.

There is no any identifiable inter-segment revenue in absence of transfer pricing policy in the development bank

(d) Nature of any differences between the measurements of the reportable segments' profits or losses and the entity's profit or loss before income tax.

Not Applicable

(e) Nature of any differences between the measurements of the reportable segments' assets and the entity's asset.

Not Applicable

(f) Nature and effect of any asymmetrical allocations to reportable segments.

The income, expense, as set and liabilities that are not identifiable to particular segment have been allocated on the basis of gross revenue of the segment.

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

(a)	Revenue	Amount
	Total revenues for reportable segments	1,428,710,605
	Other revenues	24,087,995
	Elimination of intersegment revenues	-
	Entity's revenues	1,452,798,600

(b)	Profit or loss	Amount
	Total profit or loss for reportable segments	841,782,976
	Other profit or loss	-
	Elimination of intersegment profits	-
	Unallocated amounts:	13,363,236
	Profit before income tax	855,146,212

(c)	Assets	Amount
	Total assets for reportable segments	25,749,164,398
	Other assets	-
	Unallocated amounts	4,278,154,118
	Entity's assets	30,027,318,517

(d)	Liabilities	Amount
	Total liabilities for reportable segments	25,813,351,916
	Other liabilities	-
	Unallocated liabilities	5,946,536
	Entity's liabilities	25,819,298,452

5. Information about products and services

Gross Revenue from each type of product and services

Revenue	Amount
Banking Income	
Interest Income on Overdraft Loan	1,180,027,322
Interest Income on Demand Loan	278,504,159
Interest Income on Term Loan	781,216,587
Interest Income on Home Loan	320,502,703
Interest Income on Educational Loan	3,040,715
Interest Income in Auto and Hire Purchase Loan	235,256,985
Interest Income on Other loan Product	176,948,410
Fees and Commission-Banking	128,823,347
Other Writeback and Non Operating-Banking	111,591,946
Treasury and Remittance	
Interest Income in Development Bond	69,097,941
Interest Income in Call Deposit and Placement	199,384,585
Other Revenue from Treasury Function	20,537,053
Other unallocated Income	27,158,856

6. Information about geographical areas

Net Revenue on the basis of geographical areas

(a)	Areas	Amount
Domestic		
	Province 1	288,678,133.76
	Province 2	212,248,087.40
	Province 3	824,752,103.31
	Province 4	94,653,884.29
	Province 5	39,462,813.11
	Province 6	-
	Province 7	-
(b)	Foreign	-
	Total	1,459,795,022

7. Information about major customers

No revenue from a single customer accounted for more than 10% during the reporting period

5.5 Share options and share based payment

The Bank does not have a policy for share options to its employees. Similarly, during the year the Bank has not made any payments or settlements by issuing new shares.

5.6 Contingent liabilities and commitment

The details amount regarding contingent liabilities and commitments have been disclosed under 4.28

In case of Good for payment cheque of Kuleshwor Branch, the Development Bank has settled the 60% of the amount as per the separate agreement with the Chequeholder. Remaining 40% amount will be paid only after the recovery from the offender. Hence, there is no any probable additional liability of the development bank till date. Among the Cheque holder, Chandragiri Bachat Tatha Rin Sahakari Sanstha Limited and Nayapati Bachat Tatha Rin Sahakari Sanstha Limited have filed the case at Honorable Kathmandu District Court by claiming the remaining 40% amount. The Development Bank has filed for suspension of case filed by the plaintiff at Honorable Kathmandu District Court which was registered in the court on 2074.04.29 and the Honorable Kathmandu District Court has pass verdict

of suspension of the case till the verdict of another case filed by Government of Nepal at Honorable Supreme Court. The Prabhu Bank (Former: Bhaivab Finance Limited) has filed the case at Honorable Kathmandu District Court by claiming the amount Rs Two Crore which was supposed to be deposited but not accounted at Kuleshwor Branch of the Development Bank. The amount is related to the Good for Payment cheque and the development bank is in legal proceeding for the same in the supreme court too. Any probable additional liability could not be established till the date of Financial Statements.

5.7 Related Party Disclosures

a. Entity Relationships

Relationship	Related Parties
Associates	Muktinath Capital Limited (Former :Vibor Capital Limited)
	Nadep Laghubitta Bittiya Sanstha Limited
	Deprosc Laghubitta Bittiya Sanstha Limited
	Lumbini General Insurance Company Limited

b. Those charges with governance

Those charged with governance of the Bank include members of Board of directors namely:

Name	Designation
Mr. Dasarath Risal	Chairman
Mr. Chinta Mani Bhattarai	Director
Mr. Shushil Raj Parajuli	Director
Mr. Prabin Krishna Shrestha	Director
Mr. Pratap Kumar Acharya	Director
Mr. Ram Chandra Sigdel	Director
Mrs. Anju Kumari Gupta	Director

c. Key Management Personnel (excluding Directors)

Name	Designation
Mr. Naresh Singh Bohra	Chief Executive Officer
Mr. Paban Dhakal	Senior Deputy Chief Executive Officer
Mr. Umesh Regmi	Deputy Chief Executive Officer
Mr. Hari Krishna Subedi	Chief Manager/Company Secretary
Mr. Deepak Khanal	Chief Manager
Mr. Bhesh Raj Gautam	Senior Manager

d. Transactions with related parties

Related Party	Nature of transactions	2075/76	2074/75
Those Charged with Governance	Meeting Allowances	1,285,200	1,203,600.00
	Telephone and Newspaper	1,575,669	659,950.00
Chief Executive Officer	Short term employee benefits	6,908,067	8,688,972
Key Management Personnel (excluding CEO and Directors)	Short term employee benefits	14,796,287	13,283,000

5.8 Merger and Acquisition

The Bank has not entered into any merger or acquisition for the fiscal year ended on 16 July 2019.

5.9 Additional disclosure of non consolidated entities

There are no such entities which are required to be consolidated but not done during the year.

5.10 Events after reporting date

There have been no material events after the reporting period affecting the financial status of the Group as on Ashad end, 2076. The Bank monitors and assesses events that may have potential impact to qualify as adjusting and/or non-adjusting events after the end of the reporting period. All adjusting events are adjusted in the books with additional disclosures and non-adjusting material events are disclosed in the notes with possible financial impact, to the extent ascertainable.

There are no material events that have occurred subsequent to Ashad End 2076 till the signing of this financial statement on 2076-08-24

5.11 Disclosure effect of transition from previous GAAP to NFRSs

5.11.1 Reconciliation of equity

Particulars	Explanatory Notes	As at 1st Shrawan 2074	As at 32nd Ashad 2075
		(Date of Transition)	(End of last period presented under previous GAAP)
Total equity under Previous GAAP		2,741,427,732	3,219,707,588
Adjustments under NFRSs:			
Impairment on loan and advances			
Fair value & employees benefit accounting of staff loan	A	-	(5,861,165)
Lease accounting			
Measurement of investment securities at fair value	B	157,438,022	56,485,485
Revaluation of property & equipment			
Recognition of investment property	C	65,578,780	65,064,992
Amortization of debt securities issued			
Deferred tax	D	(56,564,238)	(29,784,872)
Defined benefit obligation of employees	E	(9,308,743)	(10,054,490)
Liability for long-service leave	E	(1,454,589)	(500,656)
Goodwill/Bargain purchase gain			
Interest income	F	37,216,309	50,263,827
Measurement of Investment in Associates-Equity Method		89,134,658	159,269,953
Other			
Total Adjustment to equity		282,040,199	284,883,075
Total Equity under NFRSs		3,023,467,931	3,504,590,663

5.11.2 Reconciliation of profit or loss

Particulars	Explanatory Notes	For the year ended 32nd Ashad 2075
		(the latest period presented under previous GAAP)
		Profit/(Loss) for the year
Previous GAAP		299,679,287
Adjustments under NFRSs:		
Interest income	F	13,047,519
Impairment of loan and advances		-
Employees benefit amortization under staff loan	A	(5,861,165)
Defined benefit obligation of employee	E	(404,223)
Long Service Leave	E	953,934
Operating lease expense		-
Amortization expense of debt securities		-
Other operating income		-
Interest expense		-
Depreciation & Amortization	H	(66,395)
Reversal of provision for investment	B	19,629,868
Reversal of share issue expense	G	438,132
Increase in deferred tax expense	D	(9,497,813)
Reversal of NBA Provision	C	(447,393)
Other		
Total Adjustment to profit or loss		17,792,463
Profit or loss under NFRSs		317,471,749
Other Comprehensive Income	B & E	(14,511,455)
Total Comprehensive income under NFRSs		302,960,294

Explanatory Notes to First Time Adoption

(A) Under previous GAAP, staff loan was recognized at cost. Under NFRS, staff loan provided at concessional rate has been amortized using base interest rate.

Changes in Loan and Advances to Staff

Particulars	As at 1st Shrawan 2074	As at 32nd Ashad 2075
Staff Loan at Cost	64,786,546	56,567,075
Staff Loan at amortized cost	54,876,114	50,720,997
Staff loan amortization	9,910,432	5,846,078

Particulars	As at 32nd Ashad 2075
Amortization Deferred employee expenditure	4,064,354
Amortization of new staff loan	1,796,811
Finance expense under NFRS	5,861,165

(B) Under previous GAAP, investment in equity shares of other entities were measured at cost less diminution in value. Under NFRS, investment in securities are measured at Fair Value through Other Comprehensive Income. Provision for Investment previously created has been reversed.

Particulars	As at 1st Shrawan 2074	As at 32nd Ashad 2075
Changes in carrying amount due to fair value	153,827,819	33,245,415
Write back of loss provision created under GAAP	3,610,203	23,240,071
Net Increment in Total Equity	157,438,022	56,485,485

(C) Under previous GAAP, Non Banking Assets (NBA) were recognized as per Directives of Nepal Rastra Bank and 100% provision were made. Under NFRS, these NBA related to land and buildings have been classified as Investment Property and measured at cost less depreciation and other NBA have been classified as other non banking asset under Other Assets. On the date of transition to NFRS, provision as per the Directives of NRB had been reversed.

(D) Changes in deferred tax asset is due to increase in liability for employees defined benefit obligations, liability for long service leave and investment in securities. Detail of changes in deferred tax has been presented in 4.15.

(E) Liability for defined benefit and liability for long service leave have been measured as per actuarial valuation report. Previously liabilities were not measured as per actuarial report.

Changes in liability for defined benefit obligations

Particulars	As at 1st Shrawan 2074	As at 32nd Ashad 2075
Changes in Profit or loss	11,491,076	11,895,299
Changes in OCI	(2,182,333)	(1,840,809)
Net Decrease in Total Equity	9,308,743	10,054,490

Changes in liability for long service leave

Particulars	As at 1st Shrawan 2074	As at 32nd Ashad 2075
Changes in Profit or loss	1,454,589	500,656
Net Decrease in Total Equity	1,454,589	500,656

(F) Under previous GAAP, Interest income on Loans and Advances was recognized on cash basis as per Directive 4 of Nepal Rastra Bank (NRB). Under NFRS, Interest income is recognized on accrual basis using Effective Interest Rate (EIR) Method and interest on staff loan has been amortized at fair value.

Particulars	As at 1st Shrawan 2074	As at 32nd Ashad 2075
Accrued interest in Loan and advances	37,216,309	44,402,662
Amortization of Staff Loan	-	5,861,165
Net Increase in Total Equity	37,216,309	50,263,827

(G) Share issue expense of NPR 438,132 has been deducted from share premium which was previously charged to Profit or Loss.

(H) Investment Properties are recognized at Cost less depreciation. The Depreciation on Investment properties is charged through profit or Loss account

5.11.3 Effect of NFRSs adoption for the statement of financial position

Particulars	Explanatory Notes	As at 1st Shrawan 2074			As at 32nd Ashad 2075		
		(Date of Transition)			(End of last period presented under previous GAAP)		
		Previous GAAP	Effect of Transition to NFRSs	Opening NFRSs SOFP	Previous GAAP	Cumulative effect of Transition to NFRSs	Amount as per NFRS
Assets							
Cash and cash equivalent		3,671,232,766	-	3,671,232,766	4,678,800,961	-	4,678,800,961
Due from Nepal Rastra Bank		996,049,470	-	996,049,470	972,153,065	-	972,153,065
Placement with Bank and Financial Institutions		-	-	-	-	-	-
Derivative financial instruments		-	-	-	-	-	-
Other trading assets		-	-	-	-	-	-
Loan and advances to B/FIs	Regrouped from Loans and advances to customers	-	453,282,649	453,282,649	-	815,302,754	815,302,754
Loans and advances to customers	Staff loan amortized and regrouped under this heading from other assets and Loans and advances to B/FIs regrouped and presented separately in SOFP	14,952,055,872	(342,320,242)	14,609,735,630	17,704,057,972	(709,665,339)	16,994,392,633
Investment securities	a) Investment in Securities measured at fair value and provision for investment in securities reversed b) Investment in subsidiaries and investment in associates presented separately on SOFP	984,169,604	(31,047,534)	953,122,069	1,727,662,012	(85,399,104)	1,642,262,908
Current tax assets	Previously grouped under other assets now presented as separate line item in SOFP	-	45,066,597	45,066,597	-	44,206,923	44,206,923
Investment in subsidiaries	Previously grouped under investment securities now presented as separate line item in SOFP	-	70,000,000	70,000,000	-	40,000,000	40,000,000
Investment in associates	Previously grouped under other assets now presented as separate line item in SOFP	-	212,621,201	212,621,201	-	281,897,276	281,897,276
Investment property	NBA related to land and building recognized as investment property	-	58,229,978	58,229,978	-	58,163,583	58,163,583
Property and equipment		319,388,854	-	319,388,854	342,782,980	(1)	342,782,979
Goodwill and Intangible assets	Previously grouped under other assets now presented as separate line item in SOFP	-	4,572,581	4,572,581	-	4,443,277	4,443,277
Deferred tax assets	Previously grouped under other assets now presented as separate line item in SOFP	-	63,565,274	63,565,274	-	6,000,224	6,000,224
Other assets	a) Current tax assets presented separately b) Investment against provision for gratuity and leave encashment netted off with respective liabilities c) Loan and advances to staff regrouped under Loan and advances to customers	307,219,027	(249,433,637)	57,785,390	268,222,395	(191,700,859)	76,521,536
Total Assets		21,230,115,593	284,536,866	21,514,652,459	25,693,679,385	263,248,734	25,956,928,119

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Particulars	Explanatory Notes	As at 1st Shrawan 2074			As at 32nd Ashad 2075		
		(Date of Transition)			(End of last period presented under previous GAAP)		
		Previous GAAP	Effect of Transition to NFRSs	Opening NFRSs SOFP	Previous GAAP	Cumulative effect of Transition to NFRSs	Amount as per NFRS
Liabilities							
Due to Bank and Financial Institutions	Deposit from bank and financial institutions is reclassified and shown under this head	-	2,698,915,922	2,698,915,922	-	4,361,711,719	4,361,711,719
Due to Nepal Rastra Bank		319,970,772	-	319,970,772	-	-	-
Derivative financial instruments		-	-	-	-	-	-
Deposits from customers		17,928,044,501	(2,646,975,163)	15,281,069,338	22,182,552,526	(4,359,312,954)	17,823,239,572
Borrowing		-	-	-	-	-	-
Current Tax Liabilities		-	-	-	-	-	-
Provisions		-	-	-	-	-	-
Deferred tax liabilities		-	-	-	-	-	-
Other liabilities	Liability for leave encashment and gratuity netted off against plan asset invested for the respective liability after being measured as per actuarial valuation	240,672,588	(49,444,091)	191,228,497	291,419,760	(24,033,595)	267,386,166
Debt securities issued		-	-	-	-	-	-
Subordinated Liabilities		-	-	-	-	-	-
Total liabilities		18,488,687,861	2,496,668	18,491,184,529	22,473,972,287	(21,634,830)	22,452,337,457
Equity							
Share capital	Under previous GAAP proposed bonus share was presented as share capital which has been reversed	2,008,878,469	-	2,008,878,469	2,550,479,905	(377,197,236)	2,173,282,669
Share premium		-	-	-	-	13,758,238	13,758,238
Retained earnings	a) Previously grouped under reserves now presented separately as separate line item on SOFP b) Interest income recognized on accrual basis c) Loan provided to staff at lower rate amortized over the loan period using base rate	-	(147,979,950)	(147,979,950)	-	174,684,691	174,684,691
Reserves	Retained earnings previously grouped under this heading now presented as a separate line item on SOFP	732,549,263	430,020,148	1,162,569,412	669,227,194	473,637,871	1,142,865,065
Total equity		2,741,427,732	282,040,198	3,023,467,931	3,219,707,099	284,883,564	3,504,590,663
Total liabilities and equity		21,230,115,593	284,536,866	21,514,652,459	25,693,679,386	263,248,734	25,956,928,119

5.11.4 Effect of NFRSs adoption for statement of profit or loss and other comprehensive income

Particulars	Explanatory Notes	For the year ended 32nd Ashad 2075		
		(the latest period presented under previous GAAP)		
		Previous GAAP	Cumulative effect of Transition to NFRSs	Amount as per NFRS
Interest income	Additional interest income recognized on accrual basis for loan and advances to customer and amortized staff loan	2,501,110,825	13,047,519	2,514,158,344
Interest expense		1,717,100,787	-	1,717,100,787
Net interest income		784,010,038	13,047,519	797,057,556
Fee and commission income	Reclassification	8,863,259	100,512,177	109,375,436
Fee and commission expense	Reclassification	-	1,496,693	1,496,693
Net fee and commission income		8,863,259	99,015,484	107,878,743
Net interest, fee and commission income		792,873,296	112,063,003	904,936,299
Net trading income	Reclassification	-	45,858	45,858
Other operating income	Reclassification and Share issue expense previously charged to profit & loss reversed and deducted from share premium	111,046,850	9,439,352	120,486,202
Total operating income		903,920,146	121,548,213	1,025,468,359
Impairment charge/ (reversal) for loans and other losses	Reclassification and Reversal provision for investment in securities and provision for NBA made during the year	18,527,685	(19,182,475)	(654,790)
Net operating income		885,392,462	140,730,688	1,026,123,149
Operating expense		-	-	-
Personnel expenses	Staff loan provided at lower rate amortized over the period of loan at base rate of the bank Change in gratuity and leave encashment expenses as per actuarial report	286,490,562	5,311,454	291,802,016
Other operating expenses	Reclassification and Share issue expense previously charged to profit & loss reversed and deducted from share premium	230,287,989	(55,426,024)	174,861,964
Depreciation & Amortization	Reclassification		53,557,595	53,557,595
Operating Profit		368,613,911	137,287,663	505,901,574
Non operating income	Reclassification	110,897,388	(109,997,388)	900,000
Non operating expense		10,544	-	10,544
Profit before income tax		479,500,754	27,290,276	506,791,029
Income tax expense		-	-	-
Current Tax		95,477,051	-	95,477,051
Deferred Tax	Due to NFRS Adjustments	84,344,905	9,497,324	93,842,229
Profit for the year		299,678,798	17,792,951	317,471,749
Other comprehensive income	Investment in Securities measured at fair value and actuarial gain/(loss) on gratuity and leave	-	(14,511,455)	(14,511,455)
Total Comprehensive Income		299,678,798	3,281,497	302,960,294

5.11.5 Effect of NFRSs adoption for statement of cash flows

Particulars	Explanatory Notes	For the year ended 32.03.2075		
		(the latest period presented under previous GAAP)		
		Previous GAAP	Cumulative effect of Transition to NFRSs	Amount as per NFRS
Net cash flows from operating activities	Due to reclassification of items in Statement of Financial Position	1,175,959,324	509,386,291	1,685,345,616
Net cash flows from investing activities		(51,168,203)	(805,022,527)	(856,190,730)
Net cash flows from financing activities		(141,119,331)	319,532,640	178,413,309
Net increase/(decrease) in cash and cash equivalent		983,671,791	23,896,404	1,007,568,195
Cash and cash equivalent at the beginning of the period		4,667,282,236	(996,049,470)	3,671,232,766
Cash and cash equivalent at the end of the period		5,650,954,027	-	4,678,800,961

6. Other Explanatory Notes

6.1. Reserves

i. Statutory General Reserve

General Reserve maintained pertains to the regulatory requirement of the Bank and Financial Institutions Act, 2073. There is a regulatory requirement to set aside 20% of the net profit to the general reserve until the reserve is twice the paid up capital and thereafter minimum 10% of the net profit.

During the year development bank has transferred Rs 124,136,313 to the statutory general reserve.

ii. Exchange equalization Reserve

Exchange equalization is maintained as per requirement of Nepal Rastra Bank Unified Directive. There is a regulatory requirement to set aside 25% of the foreign exchange revaluation gain on the translation of foreign currency to the reporting currency. The reserve is the accumulation of such gains over the years.

iii. Corporate Social Responsibility Reserve

As per the NRB Directives, on the Corporate Social Responsibility, the Development Bank has allocated 1% of the net profit of current fiscal year for CSR activities. The total amount of corporate social responsibility reserve is NPR 7,028,036 and NPR 3,556,141 respectively for current year and previous year.

Particulars	2075/76	2074/75
Opening as on Shrawan 1	3,556,141	2,224,753
Addition during the year	6,206,816	2,996,788
CSR expense during the year	(2,734,921)	(1,665,400)
Closing as on Ashad end	7,028,036	3,556,141

iv. Regulatory Reserve

As per the NRB Directive 4/075 clause 3 the bank is required to credit an amount equal to the adjustments made as per NFRS while preparing Opening Statement of Financial Position and NFRS compliant financial statements of succeeding years to the Regulatory Reserve. The amount shall be transferred from Retained Earning to the Regulatory Reserve in the Statement of Changes in Equity. Accordingly, the bank has credited the following amounts.

Particulars	As at 31st Ashad 2076
Accrued Interest Recognized as Income (net of staff bonus and tax)	44,503,462
Investment Properties (net of accumulated depreciation and Income Tax)	52,070,592
Deferred Tax Assets	39,828,761
Fair Value Loss in Investment in Equity	28,868,726
Actuarial Gain (Through Profit or Loss Account)	953,043
Total	166,224,583

v. Investment Adjustment Reserve

Investment adjustment reserve is created against the unquoted share investment.

vi. Staff Training development fund

As per the NRB Directives 2075, the bank shall spend 3% of the total Personnel expenses of preceding year on Staff training and development. Further if such amount could not be spent, short amount shall be credited to Staff training and development fund which shall be spent in the next year. Accordingly, Development Bank has spent NPR 5,653,068 during FY 2075/76 against mandatory requirement of NPR 8,754,060. Hence NPR 3,100,992 amount has been credited to Staff training and development fund for FY 2075/76.

Particulars	2075/76	2074/75
Personnel expenses of previous year	291,802,016	202,159,549
3% of above	8,754,060	6,064,786
Staff training & development expense during the year charged to P&L	(5,653,068)	(3,614,581)
Transferred to reserve	3,100,992	2,450,205

6.2. Impairment

As per the Carve out notice issued by ICAN, the Development Bank has measured impairment loss on loan and advances as the higher of amount derived as per norms prescribed by Nepal Rastra Bank for loan loss provision and amount determined as per paragraph 63 of NAS 39.

Particulars	2075/76	2074/75	2073/74
LLP as per NRB Directives (a)	581,711,034	683,840,993	689,295,783
Individual Impairment as per NFRS	99,237,130	79,831,711	66,861,380
Collective Impairment as per NFRS	83,759,577	64,505,360	92,683,623
Total Impairment as per NFRS (b)	182,996,707	144,337,070	159,545,003
Impairment on Loan and Advances (Higher of a & b)	581,711,034	683,840,993	689,295,783

6.3. Investment Properties/Non-Banking Assets

Non-Banking Assets has been shown under the investment Properties. It has been recognized at Cost Less Accumulated Depreciation (aggregated with the accumulated impairment losses). Details of the Investment properties (at cost) are as follow:

Name Of Borrower	Date of Assuming Non-Banking Assets	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Binod Shrestha	2070.03.31	8,800,000.00	8,800,000.00	8,800,000.00
Champadevi Foodhill Resort and Villas P. Ltd	2070.03.30	25,876,500.00	25,876,500.00	25,876,500.00
Kumar Khatri and Yam Bahadur Rana	2071.02.06	-	263,900.00	263,900.00
The Landmark Apartment P. Ltd	2071.02.06	-	9,103,605.00	9,103,605.00
Original Planner	2072.03.31	1.00	428,275.00	428,275.00
Madhukar Yak Thumba	2072.03.24	13,757,698.00	13,757,698.00	13,757,698.00
Satya Suppliers	2075.09.26	6,005,376.65	-	-
Total	-	54,439,575.65	58,229,978.00	58,229,978.00

6.4. Other Non-Banking Assets

Non-Banking Assets (other than land and properties) has been shown under the Other Non-Banking Assets. Details of Other Non-Banking Assets are as follow:

Name Of Borrower	Date of Assuming Non-Banking Assets	As at 31st Ashad 2076	As at 32nd Ashad 2075	As at 1st Shrawan 2074
Praksh Bahadur Shrestha	2069.03.31	-	3,010,267.00	3,010,267.00
The Landmark Reality & Hotel Apartment P. Ltd	2071.02.06	-	996,571.00	996,571.00
Hotel Mountain P. Ltd	2071.02.06	-	2,894,571.00	2,894,571.00
Roshan Man Baidhya	-	-	-	447,393.00
Total	-	-	6,901,409	7,348,802.00

6.5. Accrued Interest income

Previously the Development Bank recognized interest income on Cash basis as per requirement of NRB directives. However, under NFRS interest income is recognized on accrual basis. In line with circular:1 FY 2076/77 Guideline on recognition of Interest income, the Development Bank has suspended interest income on the following types of loans:

- Loans where there is reasonable doubt about the ultimate collectability of principal or interest.
- Loans where contractual payments of principal and/or interest are more than 3 months in arrears and where the "net realizable value" of security is insufficient to cover payment of principal and accrued interest;
- Loans where contractual payments of principal and/or interest are more than 12 months in arrears, irrespective of the net realizable value of collateral;
- Overdrafts and other short term facilities which have not been settled after the expiry of the loan and even not renewed within 3 months of the expiry, and where the net realizable value of security is insufficient to cover payment of principal and accrued interest;
- Overdrafts and other short term facilities which have not been settled after the expiry of the loan and even not renewed within 12 months of the expiry, irrespective of the net realizable value of collateral;

Details of Accrued Interest Income are as follow:

Particulars	2075/76	2074/75	2073/74
Accrued Interest Receivable	291,779,356	254,102,709	254,974,455
Recovered up to Shrawan	(36,529,659)	(8,866,539)	(19,202,836)
Interest Suspended	(189,542,911)	(200,833,507)	(198,555,311)
Interest Income up to Previous Year	(44,402,662)	(37,216,309)	-
Accrued Interest Income This year	21,304,124	7,186,354	37,216,309

6.6. Amortization of Staff Loan

The Development Bank has recognized the staff loan at amortized cost. The details of staff loan presented at amortized cost are as follow.

Particulars	2075/76	2074/75	2073/74
Book Value of Staff Loan	63,637,968	60,064,421	67,344,474
Prepaid Expenditure	2,826,285	5,846,078	9,910,432
Amortized Cost of Staff Loan	60,811,683	54,218,344	57,434,042

6.7. Earnings Per Share

The Development Bank measures earning per share on the basis of the earning attributable to the equity shareholders for the period. The number of shares is taken as the weighted average number of shares for the relevant period as required by NAS 33.

Particulars	2075/76	2074/75
Earning Attributable to Equity Holder	620,681,564	317,471,749
Weighted Number of Equity Share	21,870,945	20,898,297
Earnings Per Share	28.38	15.19

6.8. Proposed Distribution (Dividend and Bonus Share)

The Board of directors in its 350th meeting dated 2076/08/24 has passed a resolution recommending for distribution of bonus shares (stock dividend) of NPR 129,348,177 and cash dividend of NPR 388,044,532 (including applicable taxes) from available Free Reserve.

Particulars	2075/76	2074/75
Cash Dividend	388,044,532	-
Bonus Share (Stock Dividend)	129,348,177	377,197,236
Total	517,392,710	377,197,236

6.9. Unclaimed Dividend

At the reporting date, unclaimed dividend over the years are as follow:

Particulars	As at 31st Ashad 2076
Unclaimed Dividend for more than 5 years	3,449,296
Not Collected up to 5 years	-
Total	3,449,296

6.10. Non-Performing Assets

The Development Banks' non-performing assets ratio stood at 1.64% as at Ashad end 2076. The total non-performing assets as at Ashad end 2076 is 373,502,365 and loan loss provision related to non-performing assets calculated as per NRB directives is NPR 307,634,840 which is 82.36 % of NPA.

Particulars	This Year	Previous Year	Change	
			Amount	%
Performing loans	22,396,362,128	17,772,534,498	4,623,827,630	(26.02)
Non-Performing Loans (NPL)	373,502,365	613,596,394	(240,094,029)	(39.13)
<i>Restructured/rescheduled</i>	-	-	-	-
<i>Substandard</i>	68,237,852	148,402,482	(80,164,630)	(54.02)
<i>Doubtful</i>	56,626,549	62,714,562	(6,088,013)	(9.71)
<i>Loss</i>	248,637,964	402,479,350	(153,841,386)	(38.22)
Gross Loans & Advances	22,769,864,493	18,386,130,892	4,383,733,601	23.84

Gross NPL to Gross Loan: 1.64%

Net NPL to Net Loan: 0.30%

6.11. Concentration of Deposits, Loans & Advances and Contingents

Particulars	Loans & Advances and Bills Purchased		Deposits & Borrowings	
	As at 31st Ashad 2076	As at 32th Ashad 2075	As at 31st Ashad 2076	As at 32th Ashad 2075
Total Amount Outstanding	22,769,864,493	18,386,130,892	24,806,232,738	22,182,552,526
Highest Exposure of a Single Unit	454,896,234	400,314,679	602,900,000	485,927,479
Concentration of exposure	2.00%	2.18%	2.43%	2.19%

For the calculation of concentration, loans and advances is total loans extended to the customers except staff loans and interest accruals on loans and the deposits is total deposits from the customers excluding interest payables.

Single Obligor Limit and Sector-wise Limit (Directive No. 3) for both funded and non-funded are within the limit as prescribed by NRB directives.

6.12. Liability for employee defined Benefit Obligation

Liabilities relating to employees benefits like liabilities for defined benefit obligation gratuity and pension fund, liabilities etc. were recognized on the basis of Actuarial Valuation.

Principal Indicators

S.N.	Ratio	Indicators	2071/72	2072/73	2073/74	2074/75	2075/76
1	Net Profit/Gross Income	Percent	39.03	27.35	9.81	11.57	18.13
2	Earnings Per Share (as per NAS 33 - Earning per Share)	NPR	17.27	17.24	8.71	15.19	28.38
3	Market Value Per Share	NPR	155.00	152.00	77.99	146	197
4	Price Earning Ratio	Ratio	8.97	8.82	8.95	9.61	6.94
5	Stock Dividend (Bonus Share) on Share Capital	Percent	0.00	0.00	0.00	17.07	5.00
6	Cash Dividend on Share Capital	Percent	0.00	0.00	0.00	0.00	15.00
7	Interest Income/Loans and Advances	Percent	10.82	10.75	14.00	12.36	12.93
8	Staff Expenses/Total Operating Expenses	Percent	12.26	13.29	15.06	13.03	13.04
9	Interest Expenses/Total Deposits and Borrowings	Percent	7.07	5.95	7.65	9.63	9.37
10	Exchange Gain/Total Income	Percent	0.00	0.00	0.00	0.03	(0.01)
11	Staff Bonus/Total Staff Expenses	Percent	26.69	33.88	12.36	16.43	27.20
12	Total Credit/Deposits	Percent	72.96	72.96	98.57	99.92	103.97
13	Total Operating Expenses/Total Assets	Percent	1.86	1.58	1.87	0.09	0.09
14	Capital Adequacy (On Risk Weighted Assets)						
	Core Capital	Percent	13.12	12.82	14.88	15.84	15.29
	Supplementary Capital	Percent	0.81	1.01	1.20	1.35	1.25
	Total Capital Fund	Percent	13.93	13.83	16.07	17.18	16.54
15	Liquidity (CRR)	Percent	5.00	5.10	5.56	4.38	4.05
16	Net Profit / Total Loan	Percent	4.11	2.99	1.12	1.78	2.78
17	Gross Non-Performing Credit/Total Credit	Ratio	2.50	7.90	3.79	3.34	1.64
18	Weighted Average Interest Rate Spread	Percent	4.72	4.29	4.89	4.19	4.79
19	Return on Total Assets	Percent	2.89	2.12	0.82	1.22	2.07
20	Book Net Worth	NPR	75.26	92.50	150.51	161.26	190.43
21	Base Rate	Percent	10.85	9.01	12.31	12.96	11.02
22	Number of Shares	No.	9,170,741	9,170,741	20,088,785	21,732,827	22,097,663
23	Number of Staff	No.	116	131	456	502	496

Condensed Consolidated Statement of Financial Position (Unaudited)
As at Quarter ended 31 Ashad 2076 (16 July 2019)
Figures in NPR

Particulars	Group		Bank	
	This Quarter Ending	Immediate Previous year ending	This Quarter Ending	Immediate Previous year ending
Assets				
Cash and cash equivalent	4,125,183,766	4,681,019,273	4,125,183,766	4,678,800,961
Due from Nepal Rastra Bank	832,739,821	972,153,065	832,739,821	972,153,065
Placement with Bank and Financial Institutions	-	-	-	-
Derivative financial instruments	-	-	-	-
Other trading assets	-	-	-	-
Loan and advances to B/FIs	1,206,137,608	815,302,754	1,206,137,608	815,302,754
Loans and advances to customers	21,165,994,048	16,994,573,077	21,165,994,048	16,994,573,077
Investment securities	1,619,958,553	1,691,224,327	1,619,958,553	1,634,527,133
Current tax assets	66,563,282	44,206,923	66,563,282	44,206,923
Investment in subsidiaries	-	-	-	40,000,000
Investment in associates	467,765,848	315,845,047	215,661,223	136,631,423
Investment property	54,439,576	49,126,373	54,439,576	49,126,373
Property and equipment	322,692,105	344,563,252	322,692,105	342,782,979
Goodwill and Intangible assets	3,985,687	4,443,277	3,985,687	4,443,277
Deferred tax assets	5,243,379	10,371,522	5,243,379	10,371,522
Other assets	114,567,702	88,138,143	114,567,702	77,136,603
Total Assets	29,985,271,375	26,010,967,032	29,733,166,750	25,800,056,091

Particulars	Group		Bank	
	This Quarter Ending	Immediate Previous year ending	This Quarter Ending	Immediate Previous year ending
Liabilities				
Due to Bank and Financial Institutions	-	-	-	-
Due to Nepal Rastra Bank	681,687,112	-	681,687,112	-
Derivative financial instruments	-	-	-	-
Deposits from customers	24,806,232,738	22,182,552,526	24,806,232,738	22,182,552,526
Borrowing	-	-	-	-
Current Tax Liabilities	-	-	-	-
Provisions	-	-	-	-
Deferred tax liabilities	-	-	-	-
Other liabilities	325,011,945	264,772,925	325,011,945	259,229,785
Debt securities issued	-	-	-	-
Subordinated Liabilities	-	-	-	-
Total liabilities	25,812,931,795	22,447,325,451	25,812,931,795	22,441,782,311
Equity				
Share capital	2,209,766,313	2,173,282,668	2,209,766,313	2,173,282,669
Share premium	14,272,683	13,758,238	14,272,683	13,758,238
Retained earnings	737,823,480	355,204,825	485,718,855	178,188,814
Reserves	1,210,477,104	993,044,060	1,210,477,104	993,044,060
Total equity attributable to equity holders	4,172,339,580	3,535,289,791	3,920,234,955	3,358,273,780
Non-controlling interest	-	28,351,791	-	-
Total equity	4,172,339,580	3,563,641,581	3,920,234,955	3,358,273,780
Total liabilities and equity	29,985,271,375	26,010,967,032	29,733,166,750	25,800,056,091

Condensed Consolidated Statement of Profit or Loss (Unaudited)
For the Quarter ended 31 Ashad 2076 (16 July 2019)
Figures in NPR

Particulars	Group				Bank			
	Current Year		Previous year corresponding		Current Year		Previous year corresponding	
	This Quarter Ending	Up to this quarter	This Quarter Ending	Up to this quarter	This Quarter Ending	Up to this quarter	This Quarter Ending	Up to this quarter
Interest income	896,542,325.90	3,212,130,416	750,392,381	2,516,807,388	896,542,325.90	3,212,130,416	750,123,182	2,515,730,589
Interest expense	558,680,863.65	2,078,343,845	486,058,955	1,717,100,787	558,680,863.65	2,078,343,845	486,058,955	1,717,100,787
Net interest income	337,861,462	1,133,786,571	264,333,426	799,706,601	337,861,462	1,133,786,571	264,064,227	798,629,802
Fee and commission income	34,298,128.89	137,337,934	31,192,930	108,659,136	34,298,128.89	137,337,934	31,192,930	108,659,136
Fee and commission expense	1,325,961.01	3,070,861	503,248	1,496,693	1,325,961.01	3,070,861	503,248	1,496,693
Net fee and commission income	32,972,168	134,267,073	30,689,682	107,162,443	32,972,168	134,267,073	30,689,682	107,162,443
Net interest, fee and commission income	370,833,630	1,268,053,644	295,023,108	906,869,044	370,833,630	1,268,053,644	294,753,908	905,792,245
Net trading income	8,837.93	24,514	(171,736)	45,858	8,837.93	24,514	(171,736)	45,858
Other operating income	23,573,357.20	53,107,602	12,743,757	129,585,240	20,367,565.05	40,284,434	10,648,072	121,202,502
Total operating income	394,415,825	1,321,185,760	307,595,129	1,036,500,143	391,210,033	1,308,362,591	305,230,244	1,027,040,605
Impairment charge/(reversal) for loans and other losses	(120,646,791.72)	(138,767,917)	(107,701,544)	(368,578)	(120,646,791.72)	(138,767,917)	(107,773,097)	(654,791)
Net operating income	515,062,617	1,459,953,676	415,296,673	1,036,868,721	511,856,825	1,447,130,508	413,003,341	1,027,695,396
Operating expense	-	-	-	-	-	-	-	-
Personnel expenses	123,122,307.60	361,670,040	97,536,603	297,179,949	121,894,937.20	356,760,558	96,686,264	293,778,596
Other operating expenses	70,453,342.24	202,140,312	61,837,080	182,362,550	69,072,377.11	196,616,451	60,748,177	178,006,936
Depreciation & Amortization	13,498,609.78	51,627,140	13,240,541	50,346,228	13,362,074.32	51,080,998	13,240,541	50,346,228
Operating Profit	307,988,357	844,516,184	242,682,449	506,979,994	307,527,436	842,672,500	242,328,359	505,563,635
Non operating income	10,543,660.40	107,153,671	690,641	77,807,045	10,543,660.40	33,645,553	690,641	900,000
Non operating expense	45,847.37	503,564	10,544	10,544	45,847.37	503,564	10,544	10,544
Profit before income tax	318,486,170	951,166,291	243,362,545	584,776,495	318,025,249	875,814,488	243,008,456	506,453,091
Income tax expense	102,885,374	318,433,977	16,443,660	181,042,525	102,885,374	318,433,977	16,443,660	182,020,986
Current Tax	102,885,374.40	299,412,652	16,443,660	95,477,051	102,885,374.40	299,412,652	16,443,660	95,477,051
Deferred Tax	-	19,021,324	-	85,565,474	-	19,021,324	-	86,543,935
Profit for the period	215,600,796	632,732,315	226,918,885	403,733,970	215,139,875	557,380,512	226,564,795	324,432,105
Profit attributable to:	-	-	-	-	-	-	-	-
Equity holders of the Bank	215,600,795.98	632,732,314.73	226,918,884.79	403,733,969.94	215,139,875	557,380,512	226,564,795	324,432,105
Non-controlling interest	-	-	-	-	-	-	-	-

continue...

Particulars	Group				Bank			
	Current Year		Previous year corresponding		Current Year		Previous year corresponding	
	This Quarter Ending	Up to this quarter	This Quarter Ending	Up to this quarter	This Quarter Ending	Up to this quarter	This Quarter Ending	Up to this quarter
Profit for the period	215,600,796	632,732,315	226,918,885	403,733,970	215,139,875	557,380,512	226,564,795	324,432,105
Items that will not be reclassified to Profit or loss								
• Gains/(losses) from investments in equity instruments measured at fair value	(11,577,652)	(46,310,609)	(28,042,216)	(112,168,864.08)	(11,577,652)	(46,310,609)	(28,042,216)	(112,168,864)
• Gains/(losses) on revaluation	-	-	-	-	-	-	-	-
• Actuarial gains/(losses) on defined benefit plans	-	-	-	-	-	-	-	-
• Income tax relating to above items	3,473,296	13,893,183	8,412,665	33,650,659.22	3,473,295.65	13,893,182.59	8,412,664.81	33,650,659.22
Net other comprehensive income that will not be reclassified to profit or loss	(8,104,357)	(32,417,426)	(19,629,551)	(78,518,205)	(8,104,357)	(32,417,426)	(19,629,551)	(78,518,205)
Items that are or may be reclassified to profit or loss								
• Gains/(losses) on cash flow hedge	-	-	-	-	-	-	-	-
• Exchange gains/(losses) (arising from translating financial assets of foreign operation)	-	-	-	-	-	-	-	-
• Income tax relating to above items	-	-	-	-	-	-	-	-
• Reclassify to profit or loss	-	-	-	-	-	-	-	-
Net other comprehensive income that are or may be reclassified to profit or loss	-	-	-	-	-	-	-	-
Share of other comprehensive income of associate accounted as per equited method	-	-	-	-	-	-	-	-
Other comprehensive income for the period, net of income tax	(8,104,357)	(32,417,426)	(19,629,551)	(78,518,205)	(8,104,357)	(32,417,426)	(19,629,551)	(78,518,205)
Total comprehensive income for the year	207,496,439	600,314,889	207,289,334	325,215,765	207,035,518	524,963,086	206,935,244	245,913,900
Total comprehensive income attributable to:								
Equity holders of the Bank	207,298,902	599,524,738	207,137,581	-	207,035,518	524,963,086	206,935,244	245,913,900
Non-controlling interest	197,538	790,151	151,753	1,026,351	-	-	-	-
Total comprehensive income for the period	207,496,439	600,314,889	207,289,334	1,026,351	207,035,518	524,963,086	206,935,244	245,913,900

Comparison: Unaudited and Audited Financial Statements For the year ended 31 Ashad 2076 (16 July 2019) Statement of Financial Position

Rs. in '000'

Assets	As per Unaudited Financial Statement	As per Audited Financial Statement	Variance		Reason for Variance
			In Amount	In %	
Cash and cash equivalent	4,125,184	4,125,967	783	0.02%	Change in BFIS balance (AIR) after reconciliation
Due from Nepal Rastra Bank	832,740	832,740	-	0.00%	
Placement with Bank and Financial Institutions	-	-	-	0.00%	
Derivative financial instruments	-	-	-	0.00%	
Other trading assets	-	-	-	0.00%	
Loan and advances to B/FIs	1,206,138	1,206,138	-	0.00%	
Loans and advances to customers	21,165,994	21,144,419	(21,576)	-0.1019%	Additional loan loss provision/Accrual interest and other amortized cost adjustment
Investment securities	1,619,959	1,666,990	47,031	2.90%	Change in classification of investment in equity
Current tax assets	66,563	109,783	43,220	64.93%	Recalculation of Provision for Income tax
Investment in subsidiaries	-	-	-	0.00%	
Investment in associates	215,661	408,867	193,206	89.59%	Change in classification of investment in equity
Investment property	54,440	54,293	(147)	-0.27%	Remeasurement of Investment Properties: Cost less Depreciation
Property and equipment	322,692	322,691	(1)	0.00%	
Goodwill and Intangible assets	3,986	3,986	-	0.00%	
Deferred tax assets	5,243	34,436	29,192	556.75%	Remeasurement of deferred Tax Assets
Other assets	114,568	117,011	2,443	2.13%	Reclassification of other assets
Total Assets	29,733,167	30,027,319			
Liabilities					
Due to Bank and Financial Institutions	-	3,310,111	3,310,111	100.00%	Reclassification of deposit from BFIS
Due to Nepal Rastra Bank	681,687	681,687	-	0.00%	
Derivative financial instruments	-	-	-	0.00%	
Deposits from customers	24,806,233	21,496,401	(3,309,832)	-13.34%	Reclassification of deposit from BFIS
Borrowing	-	-	-	0.00%	
Current Tax Liabilities	-	-	-	0.00%	
Provisions	-	-	-	0.00%	
Deferred tax liabilities	-	-	-	0.00%	
Other liabilities	325,012	331,100	6,088	1.87%	Remeasurement of Gratuity/ Leave using actuarial valuation
Debt securities issued	-	-	-	0.00%	
Subordinated Liabilities	-	-	-	0.00%	
Total liabilities	25,812,932	25,819,298			
Equity					
Share capital	2,209,766	2,209,766	-	0.00%	
Share premium	14,273	14,273	-	0.00%	
Retained earnings	485,719	522,040	36,321	7.48%	Changes in Profit Loss for the period
Reserves	1,210,477	1,461,941	251,464	20.77%	Changes in Profit Loss for the period
Total equity	3,920,235	4,208,020	-	-	
Total liabilities and equity	29,733,167	30,027,319	-	-	

Statement of Profit or Loss and Other Comprehensive Income

Assets	As per Unaudited Financial Statement	As per Audited Financial Statement	Variance		Reason for Variance
			In Amount	In %	
Interest income	3,212,130	3,243,024	30,894	0.96%	Additional Interest Recognition upto Sharwan end 2076 and Reclassification of income
Interest expense	2,078,344	2,078,370	26	0.00%	Adjustment of Ashad end Interest Expenses
Net interest income	1,133,787	1,164,654	-	-	
Fee and commission income	137,338	140,050	2,712	1.97%	Remittance income upto Ashad end adjusted
Fee and commission expense	3,071	3,071	-	0.00%	
Net fee and commission income	134,267	136,979	-		
Net interest, fee and commission income	1,268,054	1,301,633	-	-	
Net trading income	25	25	-	0.00%	
Other operating income	40,284	39,549	(735)	-1.83%	Reclassification of Income Head
Total operating income	1,308,363	1,341,207	-	-	
Impairment charge/(reversal) for loans and other losses	(138,768)	(103,756)	35,012	-25.23%	Additional impairment loss adjustment
Net operating income	1,447,131	1,444,962	-	-	
Operating expense	-	-	-	-	
Personnel expenses	356,761	349,332	(7,428)	-2.08%	Due to changes in Staff Bonus
Other operating expenses	196,616	196,654	37	0.02%	Reclassification of Expenses Head
Depreciation & Amortization	51,081	51,163	82	0.16%	Due to additional depreciation adjustment
Operating Profit	842,672	847,814			
Non operating income	33,646	7,836	(25,809)	-76.71%	Reclassification of Income head
Non operating expense	504	504	-	0.00%	
Profit before income tax	875,814	855,146	-	-	
Income tax expense	318,434	234,465	(83,969)	-	
Current Tax	299,413	257,767	(41,645)	-13.91%	Due to Changes in Taxable Profit
Deferred Tax	19,021	(23,303)	(42,324)	-222.51%	Due to Recalculation of deferred tax Asset/ Liability
Profit for the year	557,381	620,682	-	11.36%	Overall changes in interest income/income tax calculation
Other comprehensive income	(32,417)	45,750	78,167	-241.13%	Due to changes in fair value reserve from reclassification of equity Investment
Total Comprehensive Income	524,963	666,431	-	26.95%	Overall changes in interest income/income tax calculation/Fair value Reserve

२०७६ आश्विन मसान्तसम्मको संक्षिप्त जानकारी

कम्पनी ऐन २०६३ दफा १०९ को उपदफा (४) को (ग) बमोजिम

क्र.सं.	विषय	विवरण
१	रजिष्टर्ड कार्यालय	का.म.न.पा. ३०, डिल्लीबजार, काठमाण्डौ
२	कम्पनीको प्रकार	पब्लिक लिमिटेड कम्पनी
३	कम्पनी रजिष्ट्रारको कार्यालयमा दर्ता मिति	२०६४/०३/०४
४	कम्पनी रजिष्ट्रारको कार्यालयमा दर्ता नम्बर	१०६२६०/०६३/०६४
५	नेपाल राष्ट्र बैंकबाट कारोवार स्वीकृति प्राप्त मिति	२०६४/०५/३१
६	कारोवार शुरु मिति	२०६४/०६/१७
७	कार्य क्षेत्र	राष्ट्रिय स्तर
८	शाखा कार्यालय सञ्चालनमा रहेका जिल्ला संख्या	२५
९	शाखा कार्यालय संख्या	६५
१०	सूचीकरण मिति	२०६६/०६/२८
	पुँजी संरचना	
	(क) अधिकृत पुँजी	५,००,००,००,०००
११	(ख) जारी तथा चुक्ता पुँजी	२,५८,६९,६३,५५९
	(ग) शेयर संरचना	संस्थापक समुह ५१% सर्वसाधारण समुह ४९%
१२	नेटवर्थ प्रति शेयर	१६५.४१
१३	कुल निक्षेप	२६,९३,५६,५७,३७०
१४	कुल कर्जा तथा सापटी	२३,१०,०८,८८,२६३
१५	कुल लगानी	२,१७,२८,०७,९८२
१६	खुद नाफा	११,९९,३९,९४०
१७	प्रति शेयर आम्दानी	१८.५५
१८	प्रति शेयर बजार मूल्य (अधिकतम)	१७५
१९	खाता संख्या	२,२२,८९३
२०	ऋणी संख्या	१०,१०८
२१	पुँजीकोष पर्याप्तता	१६.२२%
२२	कर्जा र पुँजीकोष तथा निक्षेप अनुपात	७६.५९%
२३	निष्कृत्य कर्जा/कुल कर्जा अनुपात	२%
२४	तरलता अनुपात	२६.६२%
२५	कुल कर्मचारी संख्या	४९०



नेपाल राष्ट्र बैंक

विकास बैंक सुपरिवेक्षण विभाग



केन्द्रीय कार्यालय
बालुवाटार, काठमाडौं
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पत्रसंख्या: वि.वै.सु.वि./गैरस्थलगत/लुम्बिनी/०७६/७७

च.नं. १५१

मिति: २०७६/०९/०७

लुम्बिनी विकास बैंक लि
डिल्लीवजार, काठमाडौं ।

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

महाशय,

त्यस संस्थाले पेश गरेको आर्थिक वर्ष २०७५/७६ को लेखापरीक्षण भएको वित्तीय अवस्थाको विवरण, नाफा वा नोक्सानको विवरण, विस्तृत आयको विवरण (Statement of Comprehensive Income), नगद प्रवाह विवरण, इक्विटीमा भएको परिवर्तनको विवरण, सोसँग सम्बन्धित अनुसूचीहरु, लेखापरीक्षकको प्रतिवेदन, लड्डफर्म अडिट रिपोर्ट समेतका आधारमा गैरस्थलगत सुपरिवेक्षण गर्दा देखिएका कैफियतहरुका सम्बन्धमा देहाय बमोजिमका निर्देशनहरु शेयरधनीहरुको जानकारीका लागि वार्षिक प्रतिवेदनको छुट्टै पानामा प्रकाशित गर्ने एवं कार्यान्वयन गर्ने गरी संस्थाले प्रस्ताव गरे अनुसार आ.व. २०७५/७६ सम्मको मुनाफावाट रु.१२,९३,४८,१७७/५५ (अक्षरेपि बाह्र करोड त्रियानव्वे लाख अठ्चालीस हजार एक सय सतहत्तर र पैसा पचपन्न मात्र) बराबरको बोनस शेयर तथा रु.३८,८०,४४,५३२/६५ (अक्षरेपि अठ्तीस करोड असी लाख चौवालीस हजार पाँच सय बत्तीस र पैसा पैसट्टी मात्र) नगद लाभांश (प्रस्तावित बोनस शेयर र नगद लाभांश मा लाग्ने कर प्रयोजन समेतको लागि) अन्य प्रचलित कानूनी व्यवस्थाको समेत पालना हुने गरी वार्षिक साधारण सभाबाट स्वीकृत भएको अवस्थामा मात्र वितरण गर्न स्वीकृति र आ.व. २०७५/७६ को वार्षिक वित्तीय विवरण प्रकाशन गर्न सहमति प्रदान गरिएको व्यहोरा निर्णयानुसार अनुरोध गर्दछु ।

- यस बैंकबाट जारी एकीकृत निर्देशन नं १९/०७५ बमोजिम सम्पत्ति शुद्धीकरण तथा आतंकवादी कार्यमा वित्तीय लगानी निवारण सम्बन्धी व्यवस्थाको पूर्णरूपमा पालना गर्नुहुन ।
- आन्तरिक लेखापरीक्षक, बाह्य लेखापरीक्षक तथा यस बैंकबाट औल्याएका थप अन्य कैफियतहरु पुनः नदोहोरिने व्यवस्था गर्नुहुन ।

भवदीय,


(पुष्पा अधिकारी)
उप निर्देशक

बोधार्थ:

श्री नेपाल राष्ट्र बैंक, बैंक तथा वित्तीय संस्था नियमन विभाग ।
श्री नेपाल राष्ट्र बैंक, विकास बैंक सुपरिवेक्षण विभाग, कार्यान्वयन इकाई ।



लुम्बिनी विकास बैंक लि. Lumbini Bikas Bank Ltd.

निरन्तर सहयात्रा

(नेपाल राष्ट्र बैंकबाट "ख" वर्गको इजाजतपत्रप्राप्त संस्था)

पत्र संख्या: एलबिबिएल/सिईओओ/०७६/७७/२८

मिति: २०७६/०९/१०

श्री नेपाल राष्ट्र बैंक
विकास बैंक सुपरिवेक्षण विभाग
पुल्चोक, ललितपुर ।

विषय: लाभांश घोषणा/बितरण तथा वार्षिक वित्तीय विवरण प्रकाशन सम्बन्धमा दिईएको निर्देशनको प्रतिउत्तर ।

महोदय,

उपरोक्त विषयमा तहाँको मिति २०७६/९/७ को पत्र संख्या वि.बैं.सु.वि./गैरस्थलगत/लुम्बिनी/०७६/७७ च.नं. १४१ को पत्रबाट यस विकास बैंकको आर्थिक वर्ष २०७५/७६ को लाभांश घोषणा/बितरण तथा वार्षिक वित्तीय विवरण प्रकाशन सम्बन्धमा स्वीकृति प्रदान गर्नु भएको पत्रमा उल्लेखित निर्देशनहरूको सन्दर्भमा बुँदागत रुपमा देहाय बमोजिम गरिने व्यहोरा अनुरोध गर्दछौं ।

- (क) तहाँबाट जारी एकीकृत निर्देशन नं. १९/०७५ बमोजिम सम्पत्ति शुद्धीकरण तथा आतंकवादी कार्यमा वित्तीय लगानी निवारण सम्बन्धी व्यवस्थाको लागि Inficare Software खरिद गरि सकिएको साथै आगामी २०७७ श्रावण देखि goAML Reporting प्रयोजनको तयारीको सम्बन्धमा आवश्यक जनशक्ति तथा पूर्वाधारहरू तयार गर्ने कार्य प्रारम्भ गरि सकिएको छ । यस सम्बन्धमा तहाँबाट दिईएका निर्देशनहरूको थप सजग भई कडाईका साथ पालना गरिने व्यहोरा अनुरोध गर्दछौं ।
- (ख) आन्तरिक लेखापरीक्षक, बाह्य लेखापरीक्षक तथा त्यस बैंकबाट निरीक्षण एवं सुपरिवेक्षणको क्रममा औल्याएका कैफियतहरू पुनः नदोहोरिने गरि थप सजगतासाथ कार्य गरिने र नीति नियमहरूको कार्यान्वयन कडाईका साथ लागु गरिने व्यहोरा अनुरोध गर्दछौं ।

धन्यवाद ।



नरेश सिंह बोहरा
प्रमुख कार्यकारी अधिकृत

बोधार्थ:

१. श्री नेपाल राष्ट्र बैंक, बैंक तथा वित्तीय संस्था नियमन विभाग ।
२. श्री नेपाल राष्ट्र बैंक, विकास बैंक सुपरिवेक्षण विभाग, कार्यान्वयन इकाई ।

धितोपत्र दर्ता तथा निष्काशन नियमावली २०७३ को अनुसूची-१५ (नियम २६ को उपनियम (२) सँग सम्बन्धित) अन्य विवरणहरू :

१. सञ्चालक समितिको प्रतिवेदन:

वार्षिक प्रतिवेदनमा संलग्न गरिएको ।

२. लेखापरीक्षकको प्रतिवेदन:

वार्षिक प्रतिवेदनमा संलग्न गरिएको ।

३. लेखापरीक्षण भएको वित्तीय विवरण:

वार्षिक प्रतिवेदनमा संलग्न गरिएको ।

४. कानूनी कारवाही सम्बन्धी विवरण:

- (क) यस आ.व. २०७५/७६ मा बैंकको विरुद्ध कर्जा तथा दैनिक कार्य सम्बन्धमा ग्राहक तथा बैंक बिच हुने सामान्य मुद्दा बाहेक तात्त्विक असर हुने अन्य कुनै पनि मुद्दा दायर गरेको छैन ।
- (ख) यस आ.व. २०७५/७६ मा बैंकका संस्थापक वा संचालकले वा संस्थापक वा संचालकको विरुद्धमा प्रचलित नियमको अवज्ञा वा फौजदारी अपराध सम्बन्धमा कुनै मुद्दा दायर भएको जानकारी प्राप्त भएको छैन ।
- (ग) यस आ.व. २०७५/७६ मा संस्थाको कुनै पनि संस्थापक वा संचालक विरुद्ध आर्थिक अपराध सम्बन्धी कुनै मुद्दा दायर भएको जानकारी प्राप्त भएको छैन ।

५. संगठित संस्थाको शेयर कारोबार सम्बन्धी विवरण :

- (क) यस संस्थाका शेयरहरू नेपाल स्टक एक्सचेन्जमा सुचिकृत भै कारोवार भैरहेको छ । शेयरको मुल्य तथा कारोवार बजारले निर्धारण गर्ने हुँदा यस संस्थाको व्यवस्थापन शेयरको मुल्य तथा कारोवार प्रति तटस्थ छ ।
- (ख) यस आ.व. २०७५/७६ मा विकास बैंकको शेयर कारोबारको विवरण (नेपाल स्टक एक्सचेन्ज लि.को वेवसाईट अनुसार): निम्न बमोजिम रहेको छ ।

अधिकतम मूल्य (रु.)	न्यूनतम मूल्य (रु.)	अन्तिम मूल्य	कुल कारोबार भएको दिन	कारोबार संख्या
२१४	१४३	१९७	२४६	९,६०९

६. समस्या तथा चुनौतीहरू :

आन्तरिक तथा बाह्य समस्याहरू:

- (क) दक्ष जनशक्तिको अभाव ।
- (ख) कर्जा असुलीमा कानूनी जटिलता ।
- (ग) ब्याजदरमा हुने छिटो छिटो परिवर्तन ।
- (घ) लगानीको क्षेत्र संकुचित हुँदै जानु ।
- (ङ) घट्दो स्प्रेड दर।

आन्तरिक तथा बाह्य चुनौतीहरू :

- (क) देशमा आउने विप्रेषणमा भएको कमि
- (ख) बैकिङ्ग क्षेत्रमा बढ्दो प्रतिस्पर्धा ।
- (ग) अस्थिर राजनैतिक अवस्था ।
- (घ) बढ्दो मुद्रास्फिति ।
- (ङ) अन्तर्राष्ट्रिय स्तरमा देखिएको मन्दी ।
- (च) बढ्दो पुँजी पलायन ।
- (छ) नीति नियमहरू परिवर्तनबाट भएको जोखिम ।
- (ज) ह्याकरहरूबाट बैंकको डाटामा हुन सक्ने आक्रमणको जोखिम

७. विवरणपत्रमा प्रक्षेपण गरिएका र लेखापरीक्षण भएको विवरणहरूमा वीस प्रतिशत वा सो भन्दा बढी फरक सम्बन्धी विवरण :
छैन ।

८. नियम २२ को उपनियम (५) सँग सम्बन्धित विशेष घटना वा परिस्थिति सम्बन्धी विवरण :
नरहेको

आजका मितिसम्म यस प्रतिवेदनमा उल्लेखित जानकारी तथा विवरणहरूको शुद्धता सम्बन्धमा म व्यक्तिगत रूपमा उत्तरदायित्व लिन्छु । साथै म यो उद्घोष गर्दछु की मैले जाने बुझेसम्म यस प्रतिवेदनमा उल्लेखित विवरणहरू सत्य, तथ्य तथा पूर्ण छन् र लगानीकर्ताहरूलाई सुसूचित हुन, निर्णय लिन आवश्यक कुनै विवरण, सूचना तथा जानकारीहरू लुकाईएको छैन ।

नरेश सिंह बोहरा
प्रमुख कार्यकारी अधिकृत

लुम्बिनी विकास बैंक लिमिटेडको प्रबन्धपत्रमा प्रस्तावित संशोधनको तीन महले

साविकको ब्यवस्था	प्रस्तावित ब्यवस्था	संशोधन गर्नुपर्ने कारण
<p>दफा ५ : (ख) विकास बैंकको जारी पूँजी रु. २,५८,६९,६३,५५१/०० (अक्षरूपी दुई अर्ब अन्दाउन्न करोड उनान्सतरी लाख त्रिसठ्ठी हजार पाँच सय एकाउन्न मात्र) हुनेछ । सो पूँजीलाई प्रति शेयर रु. १००/- दरका २,५८,६९,६३५.५१ (दुई करोड अन्दाउन्न लाख उनान्सतरी हजार छ सय पैतीस दशमलव एकाउन्न) थान साधारण शेयरमा विभाजन गरिएको छ ।</p>	<p>दफा ५ : (ख) विकास बैंकको जारी पूँजी रु. २,७१,६३,११,७२८.५५ (अक्षरेपी दुई अर्ब एकहत्तर करोड त्रिसठ्ठी लाख एघार हजार सातसय अष्टाईस र पैसा पचपन्न मात्र) हुनेछ । सो पूँजीलाई प्रति शेयर रु. १००/- दर का २,७१,६३,११७.२९ (अक्षरेपी दुई करोड एकहत्तर लाख त्रिसठ्ठी हजार एकसय सत्र दशमलव उनान्तीस) थान साधारण शेयरमा विभाजन गरिएको छ ।</p>	<p>बाह्रौं वार्षिक साधारण सभावाट बैंकको कायम जारी र चुक्ता पूँजीमा रु १२,९३,४८,१७७.५५ (अक्षरेपी बाह्र करोड त्रियान्न्वे लाख अड्चालीस हजार एक सय सतहत्तर पैसा पचपन्न मात्र) पारित पश्चात जारी तथा चुक्ता पूँजी रु. २,७१,६३,११,७२८.५५ (अक्षरेपी दुई अर्ब एकहत्तर करोड त्रिसठ्ठी लाख एघार हजार सातसय अष्टाईस र पैसा पचपन्न मात्र) पुग्ने भएकोले ।</p>
<p>(ग) विकास बैंकको चुक्ता पूँजी रु. २,५८,६९,६३,५५१/०० (अक्षरूपी दुई अर्ब अन्दाउन्न करोड उनान्सतरी लाख त्रिसठ्ठी हजार पाँच सय एकाउन्न मात्र) हुनेछ ।</p>	<p>(ग) विकास बैंकको चुक्ता पूँजी रु. २,७१,६३,११,७२८.५५ (अक्षरेपी दुई अर्ब एकहत्तर करोड त्रिसठ्ठी लाख एघार हजार सातसय अष्टाईस र पैसा पचपन्न मात्र) हुनेछ ।</p>	



संस्थागत सामाजिक उत्तरदायित्व अन्तर्गत लुम्बिनी विकास बैंकले साहारा क्लबद्वारा संचालित साहारा एकेडेमीलाई आर्थिक सहयोग प्रदान गरिएको ।



संस्थागत सामाजिक उत्तर दायित्व अन्तर्गत लुम्बिनी विकास बैंक लि. द्वारा काठमाडौंको जोरपाटी स्थित खगेन्द्र नवजीवन केन्द्रमा खानेपानी व्यवस्थाको लागि पानी ट्यांकी तथा पाईप लगायतका सामग्रीहरू हस्तान्तरण गरिएको ।



बारा जिल्लाको भलुहि, भर वलिया तथा पुरैनिया गाउँमा हावाहुरीबाट पिडित घर परिवारलाई लुम्बिनी विकास बैंकको सहयोग स्वरूपको २१० मिटर मैट्रेस, २०० थान भुल (मच्छर दानी), १०० थान कम्बल तथा खाने कुराहरू बितरण गरियो ।



लुम्बिनी विकास बैंक लिमिटेडको बाह्रौँ वार्षिकोत्सवको उपलक्ष्यमा रंगेली स्थित माइस्थान र संसारी माईस्थानको प्राङ्गनमा सरसफाइ गरिदै साथै वित्तीय सचेतना अभिवृद्धि गर्न सचेतनामुलक प्लेकार्डसहित प्रभातफेरी गरिदै ।



संस्थागत सामाजिक उत्तरदायित्व अन्तर्गत लुम्बिनी विकास बैंक लि. द्वारा पुतलीबजार नगरपालिका-०३ कुमालगाउँ स्थित श्री काजीमान हरीटिका माध्यमिक विद्यालयलाई ट्याङ्की हस्तान्तरण ।



चितवनको देवघाट स्थित बृद्धाश्रममा शौचालय निर्माणको लागि रोटरी क्लब अफ चितवन मार्फत आर्थिक सहयोग प्रदान गरिएको ।



संस्थागत सामाजिक उत्तर दायित्व अन्तर्गत लुम्बिनी विकास बैंक लि. द्वारा जन्मजात हात नभएका बालबालिकाहरूको लागि कृत्रिम डिजिटल हात जडान गर्नका लागि ई-नेवल नेपाल मार्फत आर्थिक सहयोग प्रदान गरिएको ।



संस्थागत सामाजिक उत्तर दायित्व अन्तर्गत लुम्बिनी विकास बैंक लि. द्वारा काठमाडौंको गोकर्ण स्थित गोकर्णेश्वर महादेव मन्दिरको छाना पुननिर्माण गर्नको लागि आर्थिक सहयोग प्रदान गरिएको ।



संस्थागत सामाजिक उत्तर दायित्व अन्तर्गत लुम्बिनी बिकास बैंकद्वारा श्री माध्यमिक विद्यालय भरतपुर-८ गौरीगंज चितवनलाई सात थान कम्प्युटर वितरण ।

लुम्बिनी
सहयात्रा
मुद्दती रवाता



गज्जवको काइदा १मा ३ फाइदा

ब्याजसँगै दुर्घटना एवं औषधि उपचार बीमा पनि



विशेषताहरू:

आकर्षक
ब्याजदर

रु. 90
लाख सम्मको
दुर्घटना बीमा

रु. 9 लाख
सम्मको
औषधी उपचार
बीमा

*शर्तहरू लागू हुनेछन्।

• समयावधि 9 वर्ष • न्यूनतम मौज्जात रु. 9 लाख

इन्स्योरेन्स पार्टनर:





तलब महिना भरिको... सोच जीवन भरिको...



५ लाखको
दुर्घटना बीमा



५० हजारको
औषधी उपचार बीमा

शुन्य मौज्जातमा खाता खोलन सकिने

आकर्षक ब्याजदर

निःशुल्क

Visa Debit Card जारी | Cheque Book | ABBS | C-ASBA
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लकर शुल्कमा ५०% छुट

मुद्दति खाता खोलेमा प्रचलित ब्याजदरमा ०.५% विशेष ब्याज

LBBL VISA DEBIT CARD नेपाल भित्रका VISA नेटवर्क अन्तर्गत
सम्पूर्ण ATM हरूमा निःशुल्क प्रयोग गर्न सकिने

इन्स्योरेन्स पार्टनरः

 Sanima General Insurance

भरिन्ध उद्यमीमा उर्जा

जब पाइन्ध लुम्बिनी व्यापार कर्जा



कर्जा प्रकार

चालु पुँजी

आवधिक कर्जा

आकर्षक ब्याजदर



लिनेछ सपनाले आकार
जीन्दगीको रहर आफ्नै घर



कर्जाअवधि
१५ वर्षसम्म

आकर्षक ब्याजदर

साना साना लगानी सुन्दर भविष्य, सुनौलो बिहानी



लुम्बिनी
साना तथा मभ्रवैला
व्यवसाय कर्जा

कर्जा प्रकार

चालु पुँजी
आवधिक कर्जा

आकर्षक ब्याजदर

व्यवस्थापन समूह



नरेश सिंह बोहरा
प्रमुख कार्यकारी अधिकृत



पवन ठकाल
वरिष्ठ नायब प्रमुख कार्यकारी अधिकृत



उमेश रग्मी
नायब प्रमुख कार्यकारी अधिकृत



हरि कृष्ण सुवेदी
मुख्य प्रबन्धक/कम्पनी सचिव



दिपक खनाल
मुख्य प्रबन्धक



मेषराज गौतम
वरिष्ठ प्रबन्धक

विभागीय प्रमुखहरू

सुकदेव पहारी
दिप बहादुर रावल
दिपेन्द्र मान चुईचुई
प्रेम लाल बस्याल
विष्णु राम चालिसे

प्रमुख-संचालन
प्रमुख-सामान्य प्रशासन
प्रमुख-आन्तरिक लेखा परिक्षण
जोखिम व्यवस्थापन
प्रमुख-मानव संशाधन
प्रमुख-अनुपालन

विशाल जोशी
जगदिश बस्ताकोटी
पुष्प अधिकारी
निरोज खागी
नवराज भण्डारी

प्रमुख-सूचना प्रविधि
प्रमुख-कर्जा प्रशासन
प्रमुख-कानून
प्रमुख-कर्जा असुली
प्रमुख-वित्त. लेखा तथा ट्रेजरी

