



prabhu
Mahalaxmi

Life

सातौं वार्षिक प्रतिवेदन

आ. ब. २०७९/०८०



संचालक समिति



श्री शिक्षा भट्टचन

उपाध्यक्ष



श्री बिरेन्द्र जंग पाण्डे

संचालक (संस्थापक)



श्री सम्क्षना अर्याल "अधिकारिता सुमार्गी"

संचालक (संस्थापक)



श्री सुसन शेरचन

संचालक (संस्थापक)



श्री सी. ए. शंकर गौतम

संचालक (सर्वसाधारण)



श्री ज्योति शेरचन (गौतम)

संचालक (सर्वसाधारण)



श्री अन्जु अधिकारी

संचालक (स्वतन्त्र)

व्यवस्थापन समूह



श्री सन्तोष प्रसाद

प्रमुख कार्यकारी अधिकृत



श्री किशोर प्रसाद लामिछाने

नायक प्रमुख कार्यकारी अधिकृत



श्री सोन बहादुर मगर

नायक महाप्रबन्धक



श्री नमश देउजा

सहायक महाप्रबन्धक



श्री टिका ढत प्याकुरेल

सहायक महाप्रबन्धक



श्री प्रमोद सिवाकोटी

प्रमुख-एजेन्सी सर्विसेंस विभाग



श्री लेखनाथ गौतम

प्रमुख-वित्त तथा लेखा विभाग

प्रभु महालक्ष्मी लाइफ इन्स्योरेन्स लिमिटेड

सातौं वार्षिक साधारण सभा सम्बन्धी सूचना

श्री शेयरधनी महानुभावज्यूहरु,

मिति २०८१/०५/२३ मा बसेको सञ्चालक समितिको सत्रौ बैठकको निर्णयानुसार यस कम्पनीको सातौं वार्षिक साधारण सभा निम्नलिखित मिति, स्थान र समयमा निम्न विषयहरु उपर छलफल तथा निर्णय गर्न बस्ने भएको हुँदा कम्पनी ऐन, २०८२ को दफा ६७ अनुसार सम्पूर्ण शेयरधनी महानुभावहरुको जानकारी तथा आफू स्वयम् वा रीतपूर्वकको प्रतिनिधि मार्फत उपस्थित हुनको लागि यो सूचना प्रकाशित गरिएको छ ।

सभा बस्ने मिति, समय र स्थान :

मिति : २०८१/०६/२३ गते, बुधबार ।

स्थान : आम्रपाली व्याडक्वेट, भाटभटेनी, काठमाडौं ।

समय : विहानको ११:०० बजे ।

छलफलका विषयहरु :

१. साधारण प्रस्ताव

- क. अध्यक्षज्यूको मन्तव्य तथा सञ्चालक समितिको आर्थिक वर्ष २०७९/८० को वार्षिक प्रतिवेदन छलफल गरी पारित गर्ने ।
- ख. लेखापरीक्षकको प्रतिवेदन सहितको साविक महालक्ष्मी लाइफ इन्स्योरेन्स लि. को आर्थिक वर्ष २०७९/८० को २०८०/०३/२८ गते सम्मको तथा प्रभु महालक्ष्मी लाइफ इन्स्योरेन्स लि. को आर्थिक वर्ष २०७९/८० को वासलात, नाफा नोक्सान हिसाब, नगद प्रवाह विवरण लगायत वित्तीय विवरणहरु पारित गर्ने ।
- ग. कम्पनी ऐन, २०८२ को दफा १११ बमोजिम आ.व. २०८०/८१ को लागि बाह्य लेखापरीक्षक नियुक्ति तथा निजको पारिश्रमिक निर्धारण सम्बन्धमा ।
- घ. स्वतन्त्र संचालकको नियुक्ति अनुमोदन गर्ने ।
- ड. प्रबन्धपत्र तथा नियमावलीमा नियमनकारी निकायहरूले फेरबदल, थपघट गर्न कुनै सुझाव वा निर्देशन दिएमा वा कुनै भाषिक फेरबदल गर्नु पर्ने भएमा सो अनुसार गर्न सञ्चालक समितिलाई सम्पूर्ण अखिलायारी प्रदान गर्ने ।

२. विशेष प्रस्ताव :

- क. आ.व. २०७९/८० को संचित मुनाफाबाट हाल कायम रहेको चुक्ता पूँजीको १० प्रतिशतका दरले हुन आउने रकम बराबरको बोनस शेयर वितरण गर्ने तथा सो बापतको हुन आउने कर प्रयोजनको निमित्त ०.५२६ प्रतिशतको नगद लाभांश पारित गर्ने ।
- ख. छैठौं साधारण सभाबाट तत्कालिन चुक्ता पूँजीको १७ प्रतिशत हकप्रद शेयर जारी गर्ने तथा निर्णय भएकोमा सो निर्णय पुनरावलोकन गरी बोनस शेयर वितरण पश्चात कायम हुने आउने चुक्ता पूँजीको ७ प्रतिशत बराबरको हकप्रद शेयर जारी गर्ने ।
- ग. बोनश शेयर तथा हकप्रद शेयर जारी पश्चात हुन आउने रु. ५,०५,६३,९२,०००/- बराबर चुक्ता पूँजी कायम गर्ने तथा सोही अनुसार प्रबन्ध पत्र तथा नियमावलीमा आवश्यक संशोधन गर्न सञ्चालक समितिलाई अखिलायारी प्रदान गर्ने ।
- घ. कम्पनी ऐनको दफा १०५ (१) (ग) मा भएको व्यवस्था बमोजीम संस्थागत सामाजिक उत्तरदायित्व अन्तर्गत खर्च भएको रकम अनुमोदन गर्ने ।

३. विविध

सञ्चालक समितिको आज्ञाले
कम्पनी सचिव

प्रभु महालक्ष्मी लाइफ इन्स्योरेन्स लिमिटेड

साधारण सभा सम्बन्धी जानकारी

- सभामा भाग लिनका लागि प्रतिनिधि (प्रोक्सी) नियुक्त गर्न चाहने शेयरधनीहरूले सो सम्बन्धी निवेदन २०८१/०६/२१ गते सोमवार भित्र यस कम्पनीको प्रधान कार्यालय कमलादी, काठमाडौंमा दर्ता गराई सक्नु पर्नेछ ।
- प्रतिनिधि (प्रोक्सी) नियुक्त गरिसक्नु भएका शेयरधनी आफै सभामा उपस्थित भएमा त्यस्तो प्रतिनिधि (प्रोक्सी) स्वतः रद्द हुनेछ ।
- नावालक वा विक्षिप्त शेयरधनीको तफबाट यस कम्पनीको शेयर लगत कितावमा संरक्षकको रूपमा नाम दर्ता भएको व्यक्तिले सभामा भाग लिन वा प्रतिनिधि तोक्न सक्नु हुनेछ ।
- छलफलको विषय अन्तर्गत विविध शिर्षक सम्बन्धमा शेयरधनी महानुभावहरूले छलफल गर्न चाहनु भएको विषयबारे कम्पनी सचिव मार्फत सञ्चालक समितिको अध्यक्षलाई लिखित जानकारी दिनुपर्नेछ । त्यस्तो विषय सञ्चालक समितिको अध्यक्षलाई उचित लागेमा मात्र छलफलको लागि समावेश गर्नुपर्नेछ ।
- शेयरधनीहरूले व्यक्त गरेका मन्तव्य वा प्रश्नहरूको सम्बन्धमा सभाका सभापति आफैले वा सभाका सभापतिबाट आदेश पाएका व्यक्तिबाट उत्तर दिइनेछ ।
- सभामा भाग लिने प्रत्येक शेयरधनी महानुभावले सभा हुने स्थानमा उपस्थित भई त्यहाँ रहेको हाजिर पुस्तिकामा दस्तखत गर्नु पर्नेछ । हाजिरी पुस्तिका विहीबार ९:०० बजेदेखि खुला रहनेछ ।
- सम्पूर्ण शेयरधनी महानुभावहरूलाई वार्षिक प्रतिवेदनका लागि यस कम्पनीको कमलादीस्थित प्रधान कार्यालयमा सम्पर्क गर्नु हुन सूचित गरिन्छ । वार्षिक प्रतिवेदन यस कम्पनीको वेबसाइट www.pmlil.com मा समेत उपलब्ध हुने व्यहोरा सुचित गराइन्छ ।
- सभामा भाग लिन इच्छुक शेयरधनी महानुभावहरूले आफ्नो परिचय दिने अधिकारिक परिचयपत्र तथा साधारण सभा प्रयोजनार्थ जारी प्रवेशपत्र वा नागरिकताको प्रमाणपत्र वा शेयर प्रमाणपत्र लिई आउनु हुन अनुरोध गरिन्छ । शेयर अभौतिकिकरण गराई सक्नुभएका शेयरधनी महानुभावहरूको हकमा DEMAT खाता नम्बर र सक्कल अधिकारिक परिचय पत्र अनिवार्य रूपमा प्रस्तुत गर्नुपर्नेछ ।
- उल्लेखित साधारण सभा प्रयोजनको लागि कम्पनीको शेयर दाखिल खारेजको काम २०८१ साल असोज महिना १६ गते बुधवारका दिन बन्द र हुनेछ । नेपाल स्टक एक्सचेन्ज लिमिटेडमा २०८१ असोज १५ गते मंगलबारसम्म कारोबार भइ शेयरधनी कितावमा कायम शेयरधनीहरू सभामा भाग लिन योग्य हुनेछन् ।
- सभा सम्बन्धी अन्य काम कारबाही कम्पनी ऐन, २०८३ बमोजिम हुने छ ।



प्रतिनिधि (प्रोक्सी) पत्र

श्री सञ्चालक समिति,
प्रभु महालक्ष्मी लाइफ इन्स्योरेन्स लिमिटेड,
कमलादी, काठमाडौं ।

बिषय : प्रतिनिधि (प्रोक्सी) नियुक्त गरिएको बारे ।

महाशय,

.....जिल्ला.....म.न.पा/उ.म.न.पा/न.पा/गाउँपालिका वडा नं.....बस्ने म/हामी

..... ले त्यस कम्पनीको शेयरधनीको हैसियतले मिति २०८१ साल असोज महिना २३ गते बुधबार विहानको ११:०० बजे आम्रपाली व्याडक्वेट, काठमाडौंमा हुने सातौं वार्षिक साधारण सभामा स्वयं उपस्थित भई छलफल तथा निर्णयमा सहभागी हुन नसक्ने भएकोले उक्त साधारण सभामा भाग लिई निर्वाचन तथा मतदान गरी निर्णयमा सहभागी हुनका लागि..... जिल्ला म.न.पा/उ.म.न.पा/न.पा/गाउँपालिका वडा नं.....बस्ने त्यस कम्पनीका शेयरधनी श्री लाई मेरो/हाम्रो प्रतिनिधि मनोनित गरी पठाएको छु/छौं ।

प्रतिनिधि नियुक्त भएको व्यक्तिको

निवेदक

दस्तखत नमूना :

दस्तखतः

शेयरधनी परिचय नं /हितग्राही खाता नं :

नाम, थर :

ठेगाना :

शेयरधनी परिचय नं./डिम्याट नं. :

शेयर संख्या :

(द्रष्टव्य : यो प्रतिनिधि (प्रोक्सी) पत्र साधारण सभा हुनुभन्दा कमितमा ४८ घण्टा अगावै यस कम्पनीको प्रधान कार्यालय कमलादी, काठमाडौंमा पेश गरिसक्नु पर्नेछ ।)

प्रभु महालक्ष्मी लाइफ इन्स्योरेन्स लिमिटेड
कमलादी, काठमाडौंको
सातौं साधारण सभामा उपस्थितिको लागि

प्रवेश पत्र

शेयरधनी परिचय नं./डिम्याट नं. :

शेयरधनीको नाम, थर:.....

शेयर प्रमाणपत्र नं. कूल शेयर कित्ता(सख्यां)

शेयरधनीको सही

(यो प्रवेशपत्रमा शेयरधनीको नाम, दस्तखत अनिवार्य रूपमा उल्लेख गरी सभाकक्षमा प्रवेश गर्दा यो प्रवेश-पत्र पेश गर्नु पर्नेछ ।)

मिति :२०८१/ /

कम्पनी सचिव

प्रभु महालक्ष्मी लाइफ इन्स्योरेन्स लिमिटेडको आध्यक्षा श्री शिक्षा भट्टचनज्यूबाट सातौं वार्षिक साधारण सभामा प्रस्तुत मन्तव्य

शेयरधनी महानुभावहरु,

यस प्रभु महालक्ष्मी लाइफ इन्स्योरेन्स लिमिटेडको सातौं वार्षिक साधारण सभामा उपस्थित हुनु भएका समस्त शेयरधनी महानुभावहरु, नियमनकारी निकायका प्रतिनिधिज्यूहरु, लेखापरीक्षकज्यू, कानूनी सल्लाहकारज्यू, पत्रकार मित्रहरु, कम्पनीका पदाधिकारीहरु, कर्मचारीहरु तथा आमन्त्रित सम्पूर्ण अतिथिज्यूहरुमा सर्वप्रथम कम्पनीको तर्फबाट हार्दिक स्वागत गर्दछु ।

नेपाल बीमा प्राधिकरणले जीवन बीमा व्यवसाय गर्ने कम्पनीको चुक्ता पूँजी बृद्धी गर्न दिएको निर्देशन पश्चात साविक प्रभु लाइफ इन्स्योरेन्स लिमिटेड र साविक महालक्ष्मी लाइफ इन्स्योरेन्स लिमिटेड एक आपसमा गाभिई प्रभु महालक्ष्मी लाइफ इन्स्योरेन्स लिमिटेड कायम भई एकीकृत कारोबार सुरुवात भएको एक वर्ष पुरा भएको छ । यस अवधिमा कम्पनीले नेपालको जीवन बीमा बजारमा देखाएको आफ्नो व्यवसायिक उपस्थीति तथा आर्थिक सुचाइहरु प्रगति उन्मुख रहेको छ । हाल कम्पनीको चुक्ता पूँजी चार अर्ब उनान्तीस करोड साडी लाख रुपैया रहेको र आर्थिक वर्ष २०७९/८० को सचित मुनाफाबाट बोनस शेयर वितरण गरी बोनस शेयर वितरण पश्चात कायम हुने पूँजीको सात प्रतिशत हकप्रद शेयर जारी गरी नपुग पूँजी पुऱ्याउनको लागि आजको यस सभाले बोनस शेयर वितरण पश्चात कायम हुने पूँजीको ७ प्रतिशत बराबरको हकप्रद शेयर निष्काशनको लागि सर्वसम्मत निर्णय लिनेछ भन्ने कुरामा म विश्वस्त छु । यो प्रतिवेदन तयार पार्दाको मितिसम्म संस्थापक शेयरधनी ३२२ र सर्वसाधारण समूहका शेयरधनीहरुको संख्या २७९,२६९ रहेको छ । विश्वव्यापी आर्थिक तथा राजनीतिक उतार चढाव तथा मुलुकको अर्थतन्त्रमा आएको प्रतिकुल परिस्थितिले समग्र जीवन बीमा व्यवसायमा आएको संकुचनका बाबजुद समिक्षा वर्षमा अधिल्लो वर्षको तुलनामा कम्पनीको कुल बीमा शुल्क संकलनमा सकारात्मक बृद्धी देखिएको छ । कम्पनीको व्यवसाय बृद्धिसँगै समिक्षा अवधिमा कम्पनीको जीवन बीमा कोषको आकार ७ अर्ब ४१ करोड पुरेको छ भने आ.व. २०८०/८१ को असार मसान्तसम्म यसमा बढोत्तरी भई १० अर्ब २८ करोड रहेको छ, साथै सोही आर्थिक वर्षमा रु. ४ अर्ब ३७ करोड कुल बीमाशुल्क संकलन गर्न सफल भएको छ ।

तथ्याङ्गत हिसाबले आर्थिक वर्ष २०८०/८१ सम्म बैदेशिक रौजगार बीमा सहीत कुल ४४.३८ प्रतिशत नेपालीहरु जीवन बीमामा आबद्ध रहेका छन् र जीवन बीमाको दायरा भित्र समेटीन सक्ने उल्लेख्य जनसंख्या

अभै यसको दायरा भन्दा बाहिर रहेकोले भविष्यमा कम्पनीको व्यवसाय अभिवृद्धिका लागि प्रशस्त सम्भावना रहेको छ । “दुक दुक हैन, दुक होओ, प्रभु महालक्ष्मीबाट जीवन बीमा गरौं” भन्ने नाराका साथ ग्राहकहरुको चाहना अनुरुपका बीमायोजना तर्जुमा र ग्राहक मैत्री प्रविधि तथा सुलभ सेवाको माध्यमबाट स्तरीय सेवा प्रदान गरी जीवन बीमा क्षेत्रमा आफ्नो अलगै पर्हिचान बनाउन कम्पनी अग्रसर रहेको व्यहोरा म यस सभालाई जानकारी गराउँदछु । यद्यपि, सर्वसाधारणमा बीमाको आवश्यकता सम्बन्धी सचेतनाको कमी एवम् क्रयशक्तिमा आएको ज्ञासले नयाँ व्यवसाय सँगसँगै पुराना बीमालेखहरुलाई निरन्तरता दिन थप चुनौती सिर्जना गरेको छ ।

व्यवसायिक अभिकर्ताहरुको संजालबाट मात्र कम्पनीको व्यवसायिक सफलता सम्भव छ भन्ने भावनालाई आत्मसाथ गरि तालिम, विकास र पुनर्जागीको माध्यमबाट अभिकर्ताहरुलाई चुस्त बनाई अपेक्षित व्यवसाय हासिल गर्न व्यवस्थापन क्रियाशिल रहेको जानकारी गराउन चाहन्दछु । त्यसैगरी, योग्य एवम् दक्ष जनशक्ति अनिवार्य आवश्यकता भएकोले समय सापेक्ष रूपमा कर्मचारीहरुको दक्षता अभिवृद्धी गर्न आन्तरिक तथा बाह्य तालिम, गोष्ठीमा नियमित रूपमा सहभागिता गराउदै आइरहेको छ ।

मर्जर पश्चात साविकका दुवै कम्पनीको छुटा छुटै बीमाझीय मूल्याङ्कन प्रतिवेदन तथा वासलातहरु तयार पारी नियमनकारी निकायबाट स्वीकृत गराउने क्रममा यस सातौं साधारण सभा सम्पन्न गर्न बिलम्ब हुन गएको छ । साथै, आगामी दिनहरुमा समयमै वार्षिक साधारण सभा सम्पन्न गर्न तर्फ कम्पनी प्रतिबद्ध छ ।

अन्त्यमा, म हाम्रा सम्पूर्ण ग्राहक वर्ग, नेपाल बीमा प्राधिकरण तथा अन्य नियमनकारी निकायहरु र सञ्चालक समितिको मार्गदर्शन एवम् व्यवस्थापन समूह, कर्मचारी, अभिकर्ता तथा पत्रकार महानुभावहरु समेतले यस कम्पनीलाई प्रदान गर्नु भएको सेवा तथा प्रत्यक्ष अप्रत्यक्ष तवरले पुऱ्याउनु भएको सहयोग प्रति कृतज्ञता व्यक्त गर्दै भविष्यमा समेत सर-सल्लाह, सुझाव तथा सहयोग निरन्तर पाउने अपेक्षा गर्दछु ।

धन्यवाद ।

मिति: २०८१ साल असोज २३ गते बुधबार, तदनुसार अक्टुबर ०९, २०२४

शिक्षा भट्टचन

अध्यक्ष

प्रभु महालक्ष्मी लाइफ इन्स्योरेन्स लिमिटेडको प्रमुख कार्यकारी अधिकृतको मन्तव्य

यस सम्मानित सभाका सभाध्यक्ष, प्रभु महालक्ष्मी लाइफ इन्स्योरेन्सका सञ्चालक समिति अध्यक्षज्यू, कम्पनीका सञ्चालकज्यूहरु, आदरणिय शेयरधनी महानुभावहरु हाम्रो निमन्त्रण स्वीकार गरी पाल्पुभएका नियमनकारी निकायका प्रतिनिधिज्यूहरु, बाह्य लेखापरीक्षकज्यूहरु, पत्रकार मित्रहरु, कम्पनीमा कार्यरत सम्पूर्ण कर्मचारीहरु एवं समग्र प्रभु महालक्ष्मी लाइफ इन्स्योरेन्स परिवार लगायत उपस्थित हुनु भएका सम्पूर्ण महानुभावहरुमा हार्दिक स्वागत तथा अभिवादन व्यक्त गर्दछौं ।

साविक प्रभु लाइफ इन्स्योरेन्स लि. र महालक्ष्मी लाईफ इन्स्योरेन्स लि. एक आपसमा गाभिर्ई मिति २०८० आषाढ २९ गतेदेखि यस प्रभु महालक्ष्मी लाइफ इन्स्योरेन्सको नामबाट एकीकृत कारोबार सञ्चालन गर्दै आएको व्यहोरा यहाँहरुलाई अवगत नै छ । साविकका दुवै कम्पनीहरु आ-आफ्नो व्यवसायीक संचालनमा रहेको र भिन्न-भिन्न व्यवसायीक संस्कार भएका चुनौतीको बाबजुत गत आ.व. २०८०/८१ मा कम्पनीको व्यवसाय सुधारोन्मुख रहेको र आगामी दिनमा अभ सुदृढ हुने विश्वास लिएका छौं । प्रतिस्पर्धात्मक बजारमा ग्राहकलाई प्रभु महालक्ष्मी लाइफ इन्स्योरेन्स नै किन रोजे भन्ने प्रश्नको जवाफको लागि हामीले कम्पनीको सेवा तथा क्रियाकलापहरुलाई प्रविधिमैत्री बनाउदै लगेका छौं । नेपाली जीवन बीमा बजारमा कम्पनीको दरिलो उपस्थिति कायम गर्न “दुक दुक हैन दुकक होओ, प्रभु महालक्ष्मीबाट जीवन बीमा गरै” भन्ने नारालाई अघि सारी आफ्नो पहिचान कायम गर्न लागिरहेका छौं ।

मर्जर पछि सशक्त हुदै गएको वित्तीय अवस्था, शाखा संजालमा भएको गुणस्तरीय सेवा प्रवाह तथा व्यवस्थापनमा भएको सुधारले कम्पनीलाई अझै सबल तथा सक्षम बनाई समग्र सरोकारवालाको हित हुने गरी कम्पनीको क्रियाकलाप अघि बढिरहेको विश्वस्त गराउन चाहन्छौं ।

कम्पनीको आन्तरीक प्रणालीलाई थप सबल बनाई, गुणस्तरीय बीमालेखहरु विक्रीगरी, उच्चतम प्रतिफल दिन कम्पनी अग्रसर भएको छ । नियमनकारी निकायहरुबाट जारी निर्देशनहरु पालना गर्दै, संस्थागत सुधार तथा अनुपालनलाई उच्च प्राथमिकताका साथ व्यवसाय विस्तारलाई केन्द्र विन्दुमा राखी कार्ययोजना तथा रणनीति बनाई, गुणस्तरीय, प्रविधियुक्त सेवा प्रवाह गरि व्यवसायीक सफलता तर्फ अगाडि बढिरहेका छौं र आगामी दिनमा एक सबल एवं सक्षम जीवन बीमा कम्पनीको रूपमा स्थापित हुने छौं ।

अन्त्यमा,

यस कम्पनीले लिएको उद्देश्य प्राप्तिको लागि स्थापनाकालदेखि निरन्तर सहयोग पुऱ्याउनुहुने कम्पनीका अध्यक्षज्यूहरु, सञ्चालकज्यूहरु, शेयरधनी महानुभावहरु, निरन्तर मार्गनिर्देश गर्ने नियमनकारी निकायहरु, हामीलाई विश्वास गर्ने बीमितहरु, अहोरात्र खटिने अभिकर्ताहरु, व्यवसायिक प्रतिनिधिहरु, पत्रकारहरु, सरोकारवालाहरु लगायतमा यस कम्पनीको तर्फबाट हार्दिक धन्यवाद एवम् सम्पूर्ण कर्मचारी साथीहरुलाई अमूल्य साथ सहयोगको लागि हार्दिक आभार तथा आगामी दिनहरुमा समेत सबै पक्षहरुबाट सदाहै निरन्तर साथ-सहयोगको अपेक्षा गरेका छौं ।

धन्यवाद ।

सन्तोष प्रसाई

प्रमुख कार्यकारी अधिकृत

प्रभु महालक्ष्मी लाइफ इन्स्योरेन्स लिमिटेडको सातौं वार्षिक साधारण सभामा प्रस्तुत सञ्चालक समितिको प्रतिवेदन

आदरणीय शेयरधनी महानुभावहरु,

प्रभु महालक्ष्मी लाइफ इन्स्योरेन्स लिमिटेडको सातौं वार्षिक साधारण सभामा उपस्थित शेयरधनी तथा आमन्त्रित महानुभावहरुलाई सञ्चालक समितिको तर्फबाट हार्दिक स्वागत तथा अभिवादन व्यक्त गर्दछौं । शेयरधनी महानुभावहरुले देखाउनु भएको धैर्यता एवम् कम्पनी प्रतिको विश्वास तथा सदाशयताको लागि हार्दिक धन्यवाद ज्ञापन गर्दै आउँदा दिनहरुमा समेत यहाँहरुवाट यस्तै सहयोग, सद्भाव एवम् अमूल्य सल्लाह तथा सुभाव प्राप्त हुने अपेक्षा राख्दछौं ।

नेपाल बीमा प्राधिकरण र नेपाल लेखामान बोर्डको निर्देशन बमोजिम वित्तीय विवरण Nepal Financial Reporting Standards (NFRS) बमोजिम तयार पार्नु पर्ने निर्देशानुसार यस कम्पनीले सोही बमोजिम वित्तीय विवरण प्रस्तुत गर्ने गरेको छ । NFRS अनुसार वित्तीय विवरण तयार गर्दा गत वर्षको वित्तीय विवरणलाई समेत NFRS अनुसार पुनर्लेखन गर्नुपर्ने भएकोले गत वर्षको तथ्याङ्कमा परिवर्तन भएको छ । सोको विस्तृत विवरण यसै प्रतिवेदनमा संलग्न गरिएको छ । NFRS प्रावधान अनुसार संस्थाले आफ्नो सम्पत्ति तथा दायित्वलाई बजार मूल्य अनुसार मूल्यांकन गरी सो रकमलाई आफ्नो वासलातमा लेखाङ्कन गर्नुपर्ने भएकोले हाम्रो स्वामित्वमा रहेको सम्पत्ति तथा दायित्वलाई बजार मूल्य अनुसार मूल्यांकन गरी हामीले लेखाङ्कन गरेको छौं ।

अब, यहाँहरु समक्ष आर्थिक वर्ष २०७९/८० को कम्पनीको गतिविधिहरु, वासलात तथा नाफा नोक्सान हिसाब सहितका अन्य वित्तीय विवरण प्रस्तुत गर्दछौं ।

१. कारोबारको समीक्षा :

साविक प्रभु लाइफ इन्स्योरेन्स लि. ले आफ्नो व्यवसायिक कारोबार मिति २०७४/०८/२८ देखि विधिवत रूपमा शुभारम्भ गरेको थियो भने साविक महालक्ष्मी लाइफ इन्स्योरेन्स लि. मिति २०७५/१०/२७ देखि व्यवसायिक कारोबार शुभारम्भ गरेको थियो ।

साविक प्रभु लाइफ इन्स्योरेन्स लि. ले आ.व. २०७९/८० मा रु. २ अर्ब ५ करोड र साविक महालक्ष्मी लाइफ इन्स्योरेन्स लि. ले आ.व.

२०७९/८० मा रु. १ अर्ब ६० करोड र एकीकृत कारोबार पश्चात चालु आ.व. २०८०/८१ असार मसान्तसम्ममा रु. ४ अर्ब ३७ करोड कुल बीमाशुल्क संकलन भएको छ । चालु आ.व. २०८१/८२ को यो प्रतिवेदन तयार पार्दाको मिति सम्मको छोटो अवधिमा रु. ७७ करोड ८० लाख कुल बीमाशुल्क संकलन भएको छ । आर्थिक वर्ष २०७९/८०, कम्पनीको सातौं सञ्चालन वर्ष रहेको र विभिन्न वित्तीय सूचाङ्कहरु यसै साथ संलग्न वित्तीय प्रतिवेदनमा उल्लेख गरिएको व्यहोरा जानकारी गराउँदछौं ।

२. राष्ट्रिय तथा अन्तराष्ट्रिय परिस्थितिबाट कम्पनीको कारोबारमा परेको असर : विश्व अर्थतन्त्रमा देखिएको आर्थिक संकुचन, दक्षिण एशियाको हाम्रो छिमेकी मुलुकको आर्थिक परिदृश्य र त्यसले हाम्रो जस्तो सानो अर्थतन्त्रमा पारेको प्रभाव र हाल देखिए आएको आर्थिक मन्दीको प्रत्यक्ष प्रभावले यस कम्पनीको व्यवसाय पनि अछुतो रहन सकेको छैन । विश्वव्यापी राजनैतिक, आर्थिक तथा सामाजिक आरोह अवरोह तथा विविध गतिविधिले विश्वका धेरै मुलुकका साथै नेपालमा पनि ती घटनाक्रमको प्रत्यक्ष तथा अप्रत्यक्ष प्रभाव पर्न गएको छ । यसका अलावा समय-समयमा बैंकिङ तथा वित्तीय क्षेत्रले सामना गर्नु परेको विभिन्न घटनाक्रमहरु, बैंकिङ क्षेत्रमा देखिएको अधिक तरलताको स्थिति र देशमा भईरहेको च्यून आर्थिक गतिविधि, विकास बजेट खर्च हुन नसक्ने अवस्था, प्रत्यक्ष वैदेशिक लगानीको अभाव एवम् उत्पादनशील क्षेत्रमा लगानी संकुचन आदि कारणले दीर्घकालीन लगानीका अवसरहरुमा शिथिलता देखिएको छ । यस परिपेक्षमा जीवन बीमाको आवश्यकता र औचित्यलाई आम जनता समक्ष लैजाने कार्यमा पनि कठिनाइ उत्पन्न भैरहेको छ । वैदेशिक रोजगारबाट प्राप्त विप्रेषणले देशको अर्थतन्त्रमा महत्वपूर्ण योगदान पुगेता पनि भविष्यको लागि जीवन बीमाको माध्यमबाट बचत गर्ने भन्दा अन्य खर्च गर्ने परीपाटी हाम्रो समाजमा विद्यमान रहेबाट जीवन बीमाको माध्यमबाट भविष्यको लागि गरिने बचत र आश्रीत परिवारको लागि आर्थिक सुनिश्चितता दिने यस व्यवसायमा आम सर्वसाधारणलाई विश्वस्त बनाउनु पर्ने चुनौति समेत रहेको छ ।

३. प्रतिवेदन तयार भएको मितिसम्मको उपलब्ध र भविष्यमा गर्नुपर्ने कुराको सम्बन्धमा सञ्चालक समितिको धारणा :

आर्थिक वर्ष २०८०/८१ को असार मसान्तसम्मको प्रमुख आर्थिक सूचकाङ्कहरु निम्नानुसार रहेका छन् ।

क्र. स.	विवरण	२०८० असार मसान्त साविक प्रभु लाइफ (लेखापरीक्षण भएको)	२०८० असार २८ सम्म साविक महालक्ष्मी लाइफ (लेखापरीक्षण भएको)	२०८० असार मसान्त कुल (लेखापरीक्षण भएको)
१	जारी बीमालेख संख्या	४०६,९९९	५२,२६७	४,५८,४६६
	प्रथम बीमा शुल्क	६३,५८,६०,३०९	५०,४३,४४,९९७	१,१४,०२,०५,२२६
	नवीकरण बीमाशुल्क	१,४९,६०,६८,९६८	१,१०,०२,८१,७९५	२,५१,६३,४९,९६३
२	कुल बीमाशुल्क	२,०५,९९,२८,४७७	१,६०,४६,२८,७९२	३,६५,६५,५५,१८९
३	व्यवस्थापन खर्च	४४,९९,३९,८९४	३२,०४,६१,३७९	७६,१५,९३,१९३
४	चुक्ता पूँजी	२,९९,६०,००,०००	२,१०,००,००,०००	४,२९,६०,००,०००
५	खुद मुनाफा	२४,९२,७५,८३४	१८,२१,०३,०७७	४३,१३,७८,१११

क्र. स.	विवरण	२०८० असार मसान्त कुल (लेखापरीक्षण भएका)	२०८१ असार मसान्त (लेखापरीक्षण हुन बाँकी)	फरक
१	जारी बीमालेख संख्या प्रथम बीमा शुल्क	४,५८,४६६ १,१४,०२,०५,२२६	५,०९,३०५ १,०९,५९,४८,४२५	११.०९% (३.८८%)
	नवीकरण बीमाशुल्क	२,५९,६३,४९,९६३	३,२७,६३,८८,५७१	३०.२०%
२	कुल बीमाशुल्क	३,६५,६५,५५,१८९	४,३७,२३,३४,९९७	१९.५८%
३	व्यवस्थापन खर्च	७६,१५,९३,१९३	७९,२०,४९,९६६	४.००%
४	चुक्ता पूँजी	४,२९,६०,००,०००	४,२९,६०,००,०००	०%
५	खुद मुनाफा	४३,१३,७८,९९९	३६,६१,७४,४७७	(१५.१२%)

उपरोक्त सूचकाङ्कहरु मध्ये बीमाज्ञीय मूल्याङ्कन पश्चात आ.व. २०८०/८१ को खुद मुनाफा परिवर्तन हुन सक्नेछ ।

उपरोक्त सूचकाङ्कहरुका आधारमा यस कम्पनीको व्यवसायिक स्थिति एवम् वित्तीय अवस्था सन्तोषजनक रहेको व्यहोरा सहर्ष जानकारी गराउन चाहन्छौं ।

यस कम्पनीले भविष्यमा गर्ने लक्ष्य लिएका काम कारोबारहरु देहाय बमोजिम रहेका छन् :

(क) मानव संशाधन विकास : कम्पनीमा कार्यरत कर्मचारीहरुलाई आन्तरिक तथा बाह्य तालिम प्रदान गरी सार्वेक्षक रूपमा दक्ष बनाउने नीति अवलम्बन गरिएको छ । यस अन्तर्गत कर्मचारीहरुलाई नेपाल बीमा प्राधिकरणको अगुवाइमा स्थापित इन्स्प्रेरेन्स इन्स्टीच्युट नेपालबाट प्रदेशगत रूपमा संचालन हुने क्षमता अभिवृद्धि तालिमहरुमा सहभागी गराउदै आएका छौं । साथै, विदेशी तालिम प्रदायक संस्थाहरुसँगको सहकार्यमा बजार व्यवस्थापन, बिक्री कला, जोखिमाङ्कन लगायतका विभिन्न क्षेत्रसँग सम्बन्धित विषयहरुमा कार्यसम्पादन क्षमता एवम् दक्षता अभिवृद्धि गराउन विभिन्न किसिमका तालिमहरुमा सहभागी गराउदै आएका छौं ।

जोखिमाङ्कन, मानव संशाधन, वित्त व्यवस्थापन, नेटून्ट विकास, संस्थागत सुशासन, सम्पत्ति शुद्धीकरण निवारण लगायत विभागहरुलाई सर्वलिकरण गरी अन्तर्राष्ट्रिय अभ्यासहरु समेत अवलम्बन गरी व्यवसाय वृद्धि गर्न आवश्यक आन्तरिक तालिमहरु दिने क्रम निरन्तर भईरहेको छ र यस कार्यलाई निरन्तरता दिइनेछ ।

जीवन बीमा व्यवसायमा बिक्री पश्चात प्रदान गरिने सेवाहरु (After Sales Service) ले प्रत्यक्ष प्रभाव पार्ने भएकोले मृत्यु दाबी भक्तानी, आवधीक तथा परिपक्व दाबी भक्तानी, बीमालेखको धितोमा प्रदान गरिने ऋण लगायतका विविध सेवामा ग्राहकहरुलाई उत्कृष्ट सेवा प्रदान गर्न तथा संस्थाको उद्देश्य हासिल गर्न मानव संशाधनलाई प्रभावकारी रूपमा व्यवस्थापन गरिएको छ । उत्कृष्ट, सक्षम तथा राम्रा तालिम प्राप्त कर्मचारीहरु संस्थाको अमूल्य सम्पत्ति हुन् । अतः कर्मचारीहरुको क्षमता तथा बौद्धिकताले संगठनको प्रभावकारितामा उल्लेख्य प्रभाव पार्ने हुँदा राम्रा तथा सक्षम मानव संशाधन निर्माणका लागि कम्पनीले सोही अनुसार को आवश्यक लगानी पनि गर्दै आईरहेको छ ।

महिला सशक्तीकरणमा राज्यले लिएको नीति अनुसार तथा व्यक्तिगत दक्षताका आधारमा कम्पनीको उद्देश्य प्राप्तिका लागि कम्पनीमा कार्यरत कुल ४०९ जना कर्मचारीहरु मध्ये ४८ प्रतिशत महिला छन् । ग्राहकहरुलाई तत्काल विश्वसनीय सेवा दिने लक्ष्यका साथ सुमधुर वातावरणमा कम्पनीको कार्य सम्पादन भईरहेको अवस्था छ । कम्पनी भित्र विश्वासिलो, सहयोगी र सुरक्षित वातावरणमा काम गर्ने संस्कारको विकास गरेका छौं । साविकका दुवै कम्पनीहरु मर्ज पश्चात ठूलो संख्यामा रहेको उच्च व्यवस्थापन तहमा कार्यरत कर्मचारीहरुलाई सौहाद्र रूपमा स्वेच्छाकी अवकाश प्रदान गरिएको छ ।

प्रतिस्पर्धात्मक बजारमा व्यवसायिक लक्ष्य हासिल गर्न कर्मचारीहरुको क्षमता अभिवृद्धि अपरिहार्य शर्त भएको कुरालाई मनन गरी समीक्षा वर्षमा

विभिन्न कर्मचारीहरुले पेशागत विकासका लागि आयोजित विभिन्न तालिम तथा गोष्ठीमा निरन्तर सहभागीता गराउने गरिएको छ । मानव पूँजीको गुणस्तर वृद्धिबाट मात्र संस्थाको वृद्धि हुन्छ भन्नेमा हामी विश्वास गर्दछौं ।

(ख) शाखा कार्यालय विस्तार : विगतका वर्षहरुको व्यावसायिक उपलब्धी तथा सम्भाव्य व्यवसायका आधारमा देशभरी जीवन बीमा सेवाको पहुँच पुऱ्याउने उद्देश्यले राज्यले अंगिकार गरेको क्षेत्रीय अवधारणा अनुरुप हालसम्म ७ वटा प्रदेश कार्यालय र सो अन्तर्गत ११५ वटा शाखा/उपशाखा कार्यालयहरुबाट स्थानीय स्तरमा जीवन बीमा सेवा प्रवाह भैरहेको छ । कम्पनीले आफ्नो सञ्जाललाई ७७ जिल्लामा पुऱ्याई देशभर हिमाल पहाडदेखि तराईसम्म साथै मैचीदेखि महाकालीसम्म आधुनिक स्तर प्रविधियुक्त जीवन बीमा सेवा प्रदान गर्ने लक्ष्य लिएको छ ।

(ग) बीमा योजनाहरु : सम्बूद्ध जीवन बीमा, चामत्कारीक हेरचाह बीमा, सुपर सुरक्षित बीमा, लोकप्रिय धनफिर्ता बीमा, सर्वश्रेष्ठ आजीवन बीमा, बम्पर श्रीबृद्धी जीवन बीमा, बैच्व जीवन बीमा, निधंक जीवन बीमा योजनाहरु प्रचलनमा ल्याइरहेका छौं । त्यसैगरी संस्थागत सम्भावित ग्राहकहरुलाई ध्यानमा राखी स्थानीय वित्तीय संस्थाहरुसँगको सहकार्यमा लघु म्यादी तथा लघु सावधिक र ठूला व्यवसायिक संस्था, बैंक, बहुराष्ट्रिय कम्पनीहरुलाई लक्षित गरी सामुहिक म्यादी जीवन बीमा प्रचलनमा ल्याइएको छ भने बचत प्रकृतिका बीमा योजनाहरु समेत छिँडै बजारमा ल्याइनेछ ।

साथै, कम्पनीका प्रचलित बीमालेखहरुलाई थप आकर्षित बनाउन दुर्घटनाबाट हुने मृत्युमा अतिरिक्त सुविधा, दुर्घटनाको कारणले हुने स्थायी अपाङ्ग अशक्तताको लागि बीमाशुल्क छुट सुविधा र मासिक आय सुविधा तथा विभिन्न प्राणधातक रोगहरुको औषधोपचारको लागि थप पूरक सुविधाहरु समेतको माध्यमबाट सेवा प्रदान गरिएको र भविष्यमा अन्तर्राष्ट्रिय बजारमा चलनचल्तीमा रहेका बीमा योजनाहरुलाई हाम्रो परिप्रेक्षकमा सुहाउँदो हुने गरी थप परिष्कृत गरी नयाँ-नयाँ बीमा योजनाहरु ल्याइनेछ । साथै कम्पनीले प्रचलनमा ल्याइरहेका बीमा योजनाहरु बीमाज्ञीय प्रतिवेदनको आधारमा समय-समयमा पुनरावलोकन गरी परिमार्जन गर्ने र हालको लगानी प्रतिफलको आधारमा आर्थिक सम्भावना नभएका बीमालेखहरु बन्द गरिनेछ ।

(घ) बीमा अभिकर्ता तालिम एवम् वृत्ति विकास : जीवन बीमा व्यवसायको ९५ प्रतिशत भन्दा बढी हिस्सा अभिकर्ताहरुबाट प्राप्त हुने भएकोले निरन्तर नयाँ अभिकर्ता उत्पादन अपरिहार्य छ । २०८१ असार मसान्तसम्म कम्पनीसँग आबद्ध बीमा अभिकर्ताहरुको संख्या ३० हजार भन्दा माथि पुगेको छ । जीवन बीमा व्यवसाय आफैमा चुनौतीपूर्ण रहेकोले तथा आम जनमानसमा अभिकर्ता पेशा बारे बुझाई कम भएको र सबैले पूर्णकालिन व्यवसायको रूपमा अंगाल्ल नसक्ने भएकोले कम्पनीमा आबद्ध सबै अभिकर्ताहरुलाई निरन्तर व्यवसायमा संलग्न गराई राख्नु चुनौतीपूर्ण छ । यद्यपी, कम्पनी आफूसँग आवद्ध भैसकेका अभिकर्ताहरुलाई व्यवसायिक बनाई व्यवस्थापन गर्न

प्रतिवद्ध छ । नेपालको श्रमशक्ति रोजगारीको लागि विदेश पलायन हुने र शहर केन्द्रीत हुनाले स्थानीय स्तरमा अभिकर्ता उत्पादन प्रमुख चुनौतीको रूपमा रहेको छ । तथापि, कम्पनीको आफ्नो व्यवसायिक लक्ष्य प्राप्त गर्न बढी भन्दा बढी बीमा अभिकर्ताहरु उत्पादन गर्न, अभिकर्ताहरुलाई समय-सापेक्ष रूपमा बीमा व्यवसायको वृद्धिका लागि विभिन्न माध्यमावाट निरन्तर तालिम प्रदान गर्ने गरिएको छ । साथै, निश्चित व्यवसायिक लक्ष्य हासिल गर्ने अभिकर्ताहरुलाई समयानुकूल स्तरोन्ति गराउने उद्देश्यले कम्पनीले अभिकर्ताहरुको तहगत सरचना बमोजिम आन्तरिक रूपमा कर्मचारीहरु लगायत स्वदेशी तथा विदेशी प्रशिक्षक/उत्प्रेरकहरुवाट निरन्तर रूपमा कम्पनीका अभिकर्ताहरुलाई जीवन बीमा व्यवसायको विकासका लागि तालिम उपलब्ध गराउदै आएको छ । यसका अलावा कम्पनीले क्षेत्रीय एवम् शाखा, उप शाखा स्तरमा समेत निरन्तर रूपमा कम्पनीका उच्च व्यवस्थापन समेतको सहभागितामा कम्पनीको व्यवसाय वृद्धि गर्ने तथा अभिकर्ता र जनमानसमा जीवन बीमाको महत्व सम्बन्धमा कार्यशाला, सेमिनार, व्यक्तिगत भेटघाट कार्यक्रमको आयोजना गर्ने गरिएको छ ।

(ड) **संस्थागत सुशासन :** कुनैपनि संस्था सबल हुनुमा उक्त संस्थाको दैनिक क्रियाकलापमा संस्थागत सुशासनको अत्यन्त ठूलो भूमिका रहन्छ । हामी सञ्चालक समितिका सदस्यहरु यस प्रति सदा सजग र सचेत छौं । नेपाल बीमा प्राधिकरणबाट समय-समयमा जारी भएका निर्देशनहरु, बीमा ऐन २०७९, बीमको संस्थागत सुशासन सम्बन्धी निर्देशिका २०७५, कम्पनी ऐन २०६३, धितोपत्र ऐन २०६३ तथा सम्पत्ति शुद्धिकरण निवारण ऐन २०८१ मा भएका कानूनी व्यवस्थाहरुको पूर्णरूपमा पालना गर्न कम्पनी सदैव सचेत रहेको र भविष्यमा पनि रहने छ ।

(च) **कम्पनीको उन्नतिको लागि भविष्यका योजनाका सम्बन्धमा सञ्चालक समितिको धारणा देहाय बमोजिम रहेको छ :**

- कम्पनीको कारोबारलाई मुलुकभर व्यापक रूपमा विस्तार गर्न पहल गर्ने ।
- कम्पनीको व्यवसाय वृद्धिका लागि अभिकर्ताहरुको भूमिका महत्वपूर्ण हुने हुँदा व्यवसायिक अभिकर्ताहरुको उत्पादन गर्ने एवम् अनुभवी प्रशिक्षकहरुवाट कम्पनीको सेवाका सम्बन्धमा निरन्तर रूपमा तालिम, भेला, गोष्ठी, सेमिनार जस्ता कार्यक्रमहरु सञ्चालन गरी कम्पनीले प्रचलनमा ल्याएका बीमा योजनाहरुका सम्बन्धमा स्पष्ट जानकारी दिई आधुनिक स्तरको प्रविधियुक्त व्यवसायिक बीमा सेवा उपलब्ध गराउने ।
- कम्पनीमा दक्ष जनशक्तिको पूर्तिका लागि कर्मचारीहरुलाई स्वदेश तथा विदेशमा जीवन बीमासँग सम्बद्ध विभिन्न कार्यशाला, तालिममा सहभागी गराउने ।
- जीवन बीमा व्यवसायको लागि आवश्यक प्रविधि सरल तथा सुलभ बनाउने ।
- जीवन बीमाको क्षेत्रमा अग्रणी भूमिका निर्वाह गरी बीमा व्यवसायबाट बीमित तथा लगानीकर्ता शेयरधनीहरुलाई यथोचित प्रतिफल दिन प्रयास गर्ने ।
- बजारको माग तथा आवश्यकता अनुरुप जीवन बीमा सम्बन्धी नयाँ नयाँ योजनाहरु प्रयोगमा ल्याउने ।
- प्रविधिको माध्यम बाट गाहक वर्ग लाई उच्च स्तरिय सेवा प्रदान गर्न हाल प्रचलनमा ल्याइएको software लाई प्रतिस्थापन गरी नयाँ नयाँ software प्रचलनमा ल्याउने ।
- नेपाली जीवन बीमा बजारमा कम्पनीको सशक्त उपस्थीति जनाउन मार्केटीङ र ब्राण्डीङग गर्ने ।
- कम्पनीका बीमित तथा शेयरधनीहरुलाई उच्च प्रतिफल प्रदान गर्न नेपाल बीमा प्राधिकरणबाट जारी लगानी निर्देशिका भित्र रही उचित सम्भावना भएका पर्यटन, जलविद्युत जस्ता क्षेत्रहरुमा लगानी गर्ने ।

(छ) **सामाजिक तथा सामुदायिक कार्यहरु (Corporate Social Responsibility-CSR):** कम्पनीले वार्षिक रूपमा सञ्चालित संस्थागत

सामाजिक उत्तरदायित्व अन्तर्गत विभिन्न सामाजिक कार्यहरुलाई निरन्तरता दिई आएको छ । मुनाफाको १ प्रतिशत रकम संस्थागत सामाजिक उत्तरदायित्वको लागि छुट्याउनु पर्ने नियमाकार्य प्रावधान समेत रहेको छ । कम्पनीले समिक्षा वर्षमा महिला सशक्तिकरण कार्यक्रमको लागि रु ३७५,३२२/- सहयोग प्रदान गरेको छ । कम्पनीले प्रदान गर्ने यस्ता सहयोगले एकातिर सामाजिक उत्तरदायित्व पुरा गर्दछ भन्ने यस्तावाट संस्थाको साख र व्यवसायमा अनुकूल प्रभाव पर्नेमा हामी विश्वस्त छौं ।

४. कम्पनीको औद्योगिक एवम व्यवसायिक सम्बन्ध :

कम्पनीले आफ्नो सेवा विस्तार गर्ने क्रममा कम्पनीका बीमित, अभिकर्ता, पुनर्वीमा कम्पनी, नियमनकारी निकाय, नेपाल बीमा प्राधिकरण, नेपाल धितोपत्र बोर्ड, कम्पनी रजिस्ट्रारको कार्यालय, नेपाल स्टक एक्सचेन्ज लिमिटेड, विभिन्न बैंक तथा वित्तीय संस्थाहरु एवम् कम्पनीको व्यवसायिक सम्बन्ध रहेका अन्य सरोकारवाला संघ संस्थाहरुसँग सुमधुर सम्बन्ध कायम राख्न आएको छ । कम्पनीले आफ्नो सेवालाई नेपालभर विस्तार गर्दै लगिरहेको परिप्रेक्ष्यमा समाजका सबै तहका औद्योगिक व्यवसायीहरुसँग सौहार्दपूर्ण औद्योगिक तथा व्यवसायिक सम्बन्ध कायम राख्नुका साथै भविष्यमा समेत सो सम्बन्ध सुमधुर रहनेछ भन्ने अपेक्षा गरेका छौं ।

५. सञ्चालक समितिमा भएको हेरफेर र कारण :

साविक प्रभु लाइफ इन्स्योरेन्स लि. र साविक महालक्ष्मी लाईफ इन्स्योरेन्स लि. बीच भएको मर्जर सहमति अनुसार मिति २०८०/०३/२९ दिखी एकीकृत कारोबार सञ्चालन पश्चात साविकका दुवै कम्पनीबाट प्रतिनिधित्व हुने गरी साविक प्रभु लाइफ इन्स्योरेन्स का तर्फबाट श्री शिक्षा भट्टचन, अध्यक्ष, श्री ज्योति शेरचन (गौचन), श्री सुसन शेरचन, तथा श्री शंकर गौतम सञ्चालक समिति सदस्य तथा साविक महालक्ष्मी लाईफ इन्स्योरेन्स लि. बाट श्री उमेश लाल श्रेष्ठ तथा श्री सुरेश सापकोटा सञ्चालक समिति सदस्य हुनु भएको ।

मर्जर सहमती तथा नेपाल बीमा प्राधिकरणबाट जारी बीमक गाभ्ने/गाभ्ने निर्देशिका बमोजिम मर्जर पछिको पहिलो तथा कम्पनीको मिति २०८०/०९/२९ गते सम्पन्न हुँदै वार्षिक साधारण सभाबाट संस्थापक शेयरधनीहरुको प्रतिनिधित्व हुने गरी समुद्र “क” अन्तर्गत श्री शिक्षा भट्टचन, प्रतिनिधि श्री नेपाल इन्भेस्टमेण्ट प्रा.लि., श्री सम्भना अर्याल, श्री विरेन्द्र जंग पाण्डे, प्रतिनिधि श्री ज्योति विकास बैंक लि. तथा श्री सुसन शेरचन सञ्चालक समिति सदस्यमा सर्वसम्मत रूपमा चयन हुनु भएको । त्यस्तै गरि सर्वसाधारण शेयरधनीहरुको प्रतिनिधित्व हुने गरी समुद्र “ख” अन्तर्गत श्री शंकर गौतम, प्रतिनिधि श्री लिवर्टी होल्डीजङ्स प्रा.लि. तथा श्री ज्योति शेरचन, प्रतिनिधि श्री नेपाल होल्डीजङ्स प्रा.लि. सञ्चालक समिति सदस्यमा सर्वसम्मत रूपमा चयन हुनु भएकोमा कम्पनीको मिति २०८०/१०/०२ मा सम्पन्न सञ्चालक समितिको छैठौं बैठकबाट सञ्चालक श्री शिक्षा भट्टचन सर्वसम्मत रूपमा अध्यक्ष चयन हुनु भएको । निर्वाचित नयाँ सञ्चालक समितिबाट स्वतन्त्र सञ्चालक श्री अञ्जु अधिकारीलाई सञ्चालक समिति सदस्यमा निरन्तरता दिइएको छ ।

६. कारोबारलाई असर पार्ने मुख्य कुराहरु :

विश्वव्यापी आर्थिक मन्दी र त्यसले पार्ने असर, आन्तरिक उपभोग्य क्षमतामा आएको ज्वास, बीमा प्रतिको कमजोर जनवेतना जस्ता कारणहरुले गर्दा बीमा व्यवसाय विस्तारमा प्रभाव पर्न सक्ने देखिन्छ । साथै, समग्रमा देशको आर्थिक गतिविधिमा संकुचन तथा बैंकिङ्ग लगानीमा न्यून प्रतिफलबाट प्रभावित हुने अवस्था छ । यसका अतिरिक्त देशको राजनैतिक अवस्था, बजार मूल्य वृद्धि, औद्योगिक विकासमा कमी, लगानी गर्ने क्षेत्रको कमी, जीवन बीमा कम्पनीहरुको संख्यामा वृद्धि भई अस्वस्थ प्रतिस्पर्धा तथा नियमनकारी निकायले समय-समयमा जारी गर्ने निर्देशनहरुले पनि कम्पनीको कारोबारलाई सकारात्मक/नकारात्मक दुवै प्रकारले असर पार्न सक्ने देखिन्छ ।

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

नियमित कारोबारका क्रममा देखिएका सामान्य कैफियत बाहेक लेखापरीक्षण प्रतिवेदनमा अरु कुनै नकारात्मक विषयवस्तु औल्याइएको छैन । लेखापरीक्षकहरुबाट प्राप्त प्रतिक्रिया र सुभावका सम्बन्धमा सञ्चालक समितिको ध्यानाकर्षण भएको छ । प्राप्त सुभाव अनुरूप सुधारका लागि आवश्यक कदम पनि चालिएको छ ।

८. लाभांश बाडफाड गर्न सिफारिस गरिएको रकम :

समीक्षा अवधिमा हाल कायम रहेको चुक्ता पूँजी रु. ४,२९,६०,००,०००/- को १० प्रतिशत लाभांश, रु. ४२,९६,००,०००/- बराबरको प्रति कित्ता रु. १०० अकिंत बोनस शेयर तथा सोमा लाग्ने कर ०.५२६ प्रतिशत गरी कुल रु. ४५,२२,९०,५३०/- प्रस्ताव गरिएको छ ।

९. शेयर जफत सम्बन्धी विवरण :

समीक्षा वर्षमा कुनै पनि शेयर जफत गरिएको छैन ।

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

यस कम्पनीको कुनै सहायक कम्पनी रहेको छैन ।

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

कम्पनीको कुनै सहायक कम्पनी नरहेकोले उपरोक्त अनुसारको कुनै कारोबार नरहेको व्यहोरा जानकारी गराउँदछौ ।

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

कम्पनीलाई आधारभूत शेयरधनीहरुबाट कुनै जानकारी प्राप्त नभएको व्यहोरा अवगत गराउँदछौ ।

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

सञ्चालकको नाम, थर	पद	शेयर सम्पुण्ड	जम्मा कित्ता
श्री शिक्षा भट्टचन	अध्यक्ष	संस्थापक	१५,३७,२०० (प्रतिनिधी नेपाल इन्डेप्युरेट प्रा.लि.)
श्री विरेन्द्र जंग पाण्डे	सञ्चालक	संस्थापक	२८,७३,८५० (प्रतिनिधि ज्योती विकास बैंक लि.)
श्री सम्भना अर्याल	सञ्चालक	संस्थापक	२९,५०,०००
श्री सुसन शेरचन	सञ्चालक	संस्थापक	५,४९०
श्री शंकर गौतम	सञ्चालक	सर्वसाधारण	३०० (प्रतिनिधी लिवर्टी होल्डीज़ प्रा.लि.)
श्री ज्योती शेरचन (गौचन)	सञ्चालक	सर्वसाधारण	२०० (प्रतिनिधी नेपाल होल्डीज़ प्रा.लि.)
श्री अन्जु अधिकारी	स्वतन्त्र सञ्चालक	स्वतन्त्र सञ्चालक	

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

विगत आर्थिक वर्षमा कम्पनीका सञ्चालक तथा निजको नातेदारको कम्पनीसँग सम्बन्धित कुनैपनि सम्भौताहरुमा स्वार्थ रहेको जानकारी कसैबाट नपाइएको व्यहोरा अवगत गराउँदछौ ।

१५. कम्पनीले आफ्नो शेयर आफैले खरिद गरेको भए त्यसरी आफ्नो शेयर खरिद गर्नुको कारण, त्यस्तो शेयरको संख्या :

कम्पनीले आफ्नो शेयर आफैले खरिद नगरेको व्यहोरा जानकारी गराउँदछौ ।

१६. आन्तरिक नियन्त्रण प्रणाली भए वा नभएको भए त्यसको विस्तृत विवरण :

कम्पनीको आन्तरिक नियन्त्रण प्रणालीलाई प्रभावकारी बनाउन एकजना सञ्चालक समितिका सदस्यको संयोजकत्वमा सम्बन्धित विभागीय प्रमुख सदस्य सचिव रहने गरी दावी भुक्तानी तथा पुनर्वीमा समिति, मानव संशाधन समिति, लेखापरीक्षण समिति, लगानी, जोखिम व्यवस्थापन तथा वित्तीय स्वस्थता (सोल्मेन्सी) समिति, सम्पति शुद्धीकरण निवारण समिति तथा Own Risk Solvency Assessment (ORSA) Committee गठन गरिएको छ । उपरोक्त समितिहरुमा आवश्यकता अनुसार प्रमुख कार्यकारी अधिकृत, नायब प्रमुख कार्यकारी अधिकृत तथा सम्बन्धित विभागका वरिष्ठ कर्मचारीहरु सदस्यको रूपमा उपस्थित हुने व्यवस्था गरिएको छ । कम्पनीको नीति-नियमको परिपालना तथा आन्तरिक नियन्त्रण प्रणाली सुदृढ बनाउन कम्पनीमा लागू गर्नुपर्ने नीति-नियमहरु समय-सापेक्ष रूपमा तयार गर्ने एवम् परिमार्जन गरी कार्यान्वयनमा लायाउने र कम्पनीको कारोबारलाई पारदर्शी बनाई जनमानस समक्ष पुऱ्याउने आवश्यक कार्यहरु भइरहेको छ ।

कम्पनीले एक स्वतन्त्र आन्तरिक लेखापरीक्षक नियुक्त गरी आन्तरिक लेखापरीक्षण गर्दै आईरहेको छ । आन्तरिक लेखापरीक्षकले लेखापरीक्षण समितिको प्रत्यक्ष निगरानी र रेखदेखमा काम गर्दछ र समिति समक्ष आफ्नो प्रतिवेदन पेश गर्दछ । यसका साथै कम्पनीमा एक छूटू परिपालन विभाग तथा आन्तरिक नियन्त्रण विभाग पनि रहेको छ, जसले आन्तरिक नियन्त्रणमा प्रभावकारी भूमिका खेल्नुका साथै आन्तरिक नियम तथा विनियमावलीका साथै प्रचलित ऐन, कानून, नियम तथा विनियमावली पालना भईरहेको अवस्थाको सुनिश्चितता गर्दछ ।

कम्पनीले जोखिम पहिचान तथा न्यूनीकरण गर्न जोखिम व्यवस्थापन सम्बन्धी कार्य गरिरहेको छ । प्रभावकारी आन्तरिक नियन्त्रण कायम गर्नका लागि कम्पनीले विभिन्न नीति, निर्देशन तथा प्रकृयाहरु तर्जुमा गरी अवलम्बन गरेको छ । जोखिमपूर्ण क्षेत्रहरुमा नियन्त्रण र सन्तुलन (Check

and Balance) प्रणाली कार्यान्वयन गरिएको छ । यस्ता नीति, निर्देशन तथा प्रकृयाहरु अद्यावधिक गर्ने र जोखिम पहिचान तथा निराकरण हुने सुनिश्चित गर्न यिनीहरुको आवधिक समीक्षा तथा पुनरावलोकन गर्ने गरिएको छ ।

(क) दावी भुक्तानी तथा पुनर्वीमा समिति :

दावी भुक्तानी तथा पुनर्वीमा नीति निर्माण तथा योजना तर्जुमा गर्ने उद्देश्यले एउटा तीन सदस्यीय दावी भुक्तानी तथा पुनर्वीमा समिति गठन गरिएको छ ।



यस समितिका संयोजकमा संचालक श्री सम्भना अर्याल तथा सदस्यहरुमा संचालक श्री विरेन्द्र जंग पाण्डे तथा श्री कमल अर्याल (दावी भुक्तानी विभाग) तथा श्री स्मृती रजौरीया (पुनर्वीमा विभाग) र सहायक महाप्रबन्धक श्री नमश सिंह देउजा (प्रमुख-दावी विभाग) रहनु भएको छ । यस समिति कम्पनीका लागि उपयुक्त दावी भुक्तानी तथा पुनर्वीमा नीति तर्जुमा गर्न र सोको समय-समयमा पुनरावलोकन गरी यसलाई समय सापेक्ष तथा स्तरीय राख्न जिम्मेवार छ ।

(ख) मानव संशाधन समिति :

संचालक श्री विरेन्द्र जंग पाण्डेको संयोजकत्वमा संचालक श्री ज्योति शेरचन (गौचन) सदस्य रहनु भएको कर्मचारी सम्बन्धी नीति निर्माण तथा योजना तर्जुमा गर्ने उद्देश्यले प्रमुख कार्यकारी अधिकृत श्री सन्तोष प्रसाई, नायब प्रमुख कार्यकारी अधिकृत श्री किशोर प्रसाद लामिछाने र लेखा प्रमुख श्री लेखनाथ गौतम सदस्य रहनु भएको मानव संशाधन समिति गठन गरिएको छ । यस समिति कम्पनीको लागि उपयुक्त मानव संशाधन नीति तर्जुमा गर्न र सोको समय-समयमा पुनरावलोकन गरी यसलाई समय-सापेक्ष तथा स्तरीय राख्न जिम्मेवार छ ।

(ग) लेखापरीक्षण समिति :

संचालक श्री शंकर गौतमको संयोजकत्वमा, स्वतन्त्र संचालक श्री अन्जु अधिकारी तथा श्री कपिल आचार्य (आन्तरिक नियन्त्रण विभाग प्रमुख) सदस्य-सचिव रहने गरी एउटा लेखापरीक्षण समिति गठन गरिएको छ । नेपाल बीमा प्राधिकरणबाट जारी निर्देशन अनुसार कम्पनीको अध्यक्ष, कार्यकारी प्रमुख, सल्लाहकार वा वित्त वा लेखा प्रमुख वा तिनको एकाधर को परिवारको सदस्य लेखापरीक्षण समितिको सदस्य हुन नसक्ने व्यवस्था रहेको छ । यस समितिको काम कारवाही र संरचना यस प्रतिवेदनको बुँदा नं. १८ मा उल्लेख गरिएको छ ।

(घ) लगानी जोखिम व्यवस्थापन तथा वित्तीय स्वस्थता (सल्भेन्सी) समिति : संचालक श्री सुसन शेरचनको संयोजकत्व तथा संचालक श्री शंकर गौतम सदस्य रहनु भएको यस समितिले नेपाल बीमा प्राधिकरणको निर्देशनानुसार तोकिएको सीमाको अधिनमा रही कम्पनीको उपलब्ध कोषलाई विभिन्न सरकारी ऋणपत्र, संस्थागत ऋणपत्र, सूचीकृत शेयर, बैंक तथा वित्तीय संस्थाहरुको मुद्रित एवम् कल खाताहरुमा लगानी गर्ने सम्बन्धी निर्णय लिने गर्दछ । यस समितिका अन्य सदस्यहरुमा लेखा प्रमुख श्री लेखनाथ गौतम तथा लगानी विभाग प्रमुख श्री श्रूजन श्रेष्ठ रहनु भएको छ । यस समितिले संस्थाको समग्र लगानी जोखिम व्यवस्थापन संरचना हेने र लगानी जोखिम व्यवस्थापन प्रणालीको प्रभावकारिताको समीक्षा तथा अनुगमन गर्ने समेत कार्यका लागि जिम्मेवार रहेको छ ।

(ङ) सम्पति शुद्धिकरण निवारण समिति :

यस समितिमा संचालक श्री अन्जु अधिकारी संयोजक र संचालक श्री सुसन शेरचन सदस्य रहनु भएको छ । हाल यस समितिका अन्य सदस्यहरुमा श्री कपिल आचार्य (आन्तरिक नियन्त्रण विभाग प्रमुख) सदस्य सचिव रहनु भएको छ । नेपाल बीमा प्राधिकरणबाट जारी सम्पति शुद्धिकरण निवारण निर्देशिका तथा प्रचलित सम्पति शुद्धिकरण ऐन तथा नियमावलीको पालना तथा सोही अनुसारको कम्पनीको कामकारवाही तथा यसको प्रभावकारी कार्यान्वयनको लागि यस समिति जिम्मेवार रहेको छ ।

च. जोखिम व्यवस्थापन समिति :

यस समितिमा संचालक श्री ज्योति शेरचन (गौचन) संयोजक र संचालक श्री सम्भना अर्याल सदस्य रहनु भएको छ । हाल यस समितिका अन्य सदस्यहरुमा श्री कपिल आचार्य (आन्तरिक नियन्त्रण विभाग प्रमुख) सदस्य सचिव रहनु भएको छ । नेपाल बीमा प्राधिकरणबाट जारी सम्पति शुद्धिकरण निवारण निर्देशिका तथा प्रचलित सम्पति शुद्धिकरण ऐन तथा नियमावलीको पालना तथा सोही अनुसारको कम्पनीको कामकारवाही तथा यसको प्रभावकारी

नियमावलीको पालना तथा सोही अनुसारको कम्पनीको कामकारवाही तथा यसको प्रभावकारी कार्यान्वयनको लागि यस समिति जिम्मेवार रहेको छ ।

छ. Own Risk Solvency Assessment (ORSA) Committee: यस समितिमा संचालक श्री शंकर गौतम संयोजक र संचालक श्री अन्जु अधिकारी सदस्य रहनु भएको छ । हाल यस समितिका अन्य सदस्यहरुमा लेखा प्रमुख श्री लेखनाथ गौतम र लगानी विभाग प्रमुख श्री श्रूजन श्रेष्ठ सदस्य सचिव रहनु भएको छ । नेपाल बीमा प्राधिकरणबाट जारी Own Risk Solvency Assessment (ORSA), 2023 निर्देशिका अनुसार कार्य गर्न यो समिति जिम्मेवार छ ।

१७. आर्थिक वर्षको कुल व्यवस्थापन खर्चको विवरण :

विगत आर्थिक वर्ष २०७८/७९ तथा २०७९/८० को कुल व्यवस्थापन खर्च निम्न बमोजिम रहेको व्यहोरा अनुरोध गर्दछौ ।

साविक प्रभु लाइफ इन्स्योरेन्स लि.

विवरण	आ.व. २०७८/७९	आ.व. २०७९/८०
कर्मचारी खर्च	रु. २०,५१,४३,२९०/-	रु. २२,५१,४८,८०९/-
प्रशासकीय खर्च	रु. २९,७७,४८,७५८/-	रु. २९,५९,८३,००५/-
कुल व्यवस्थापन खर्च	रु ५०,२८,९२,०४८/-	रु. ४४,११,३१,८१४/-

साविक महालक्ष्मी लाइफ इन्स्योरेन्स लि.

विवरण	आ.व. २०७८/७९	आ.व. २०७९/८०
कर्मचारी खर्च	रु. १३,०५,७५,९५२/-	रु. १५,४२,१३,६१७/-
प्रशासकीय खर्च	रु. २०,१७,५५,३०४/-	रु. १६,६२,४७,७५३/-
कुल व्यवस्थापन खर्च	रु. ३३,२३,३१,२५६/-	रु. ३२,०४,६१,३८०/-

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

साविक प्रभु लाइफ इन्स्योरेन्स लि. मा तत्कालिन स्वतन्त्र संचालक श्री अनिल प्रसाद श्रेष्ठको संयोजकत्वमा गठित लेखापरीक्षण समितिमा संचालक श्री शंकर गौतम सदस्य तथा परिपालन विभाग प्रमुख श्री प्रभात सिवाकोटी सदस्य सचिव रहनु भएको थियो । समितिले संस्थाको वित्तीय स्थिति, आन्तरिक नियन्त्रण तथा जोखिम व्यवस्थापन प्रणाली, वैधानिक तथा नियमनकारी अनुपालन र लेखापरीक्षण कार्यक्रम आदिवारे नियमित समीक्षा गर्ने गर्दछ । आन्तरिक तथा वात्य लेखापरीक्षण प्रतिवेदन माथि विस्तृत छलफल र समीक्षा पछि समितिले संचालन सम्बन्धी आवश्यक सुझावहरु नियमित रूपमा संचालक समितिलाई प्रदान गर्ने गर्दछ । आ.व. २०७९/८० मा लेखापरीक्षण समितिका १२ वटा बैठकहरु बसेका थिए । समितिको बैठक भत्ता वापत प्रति बैठकहरु प्रति वैठकहरु बसेका थिए । समितिको बैठक भत्ता वापत प्रति बैठकहरु प्रति वैठकहरु बसेका रु. ८,०००/- प्रदान गरिएको छ ।

त्यसै गरी साविक महालक्ष्मी लाइफ इन्स्योरेन्स लि. मा संचालक श्री रविराज भट्टराईको संयोजकत्वमा गठित भएको लेखापरीक्षण समितिमा मानव संशाधन प्रमुख श्री सपना देवकोटा खरेल सदस्य तथा आन्तरिक नियन्त्रण तथा परिपालन विभाग प्रमुख श्री कपिल आचार्य सदस्य सचिव रहनु भएको थियो । समितिले संस्थाको वित्तीय स्थिति, आन्तरिक नियन्त्रण तथा जोखिम व्यवस्थापन प्रणाली, वैधानिक तथा नियमनकारी अनुपालन र लेखापरीक्षण कार्यक्रम आदिवारे नियमित समीक्षा गर्ने गर्दछ । आन्तरिक तथा वात्य लेखापरीक्षण प्रतिवेदन माथि विस्तृत छलफल र समीक्षा पछि समितिले संचालन सम्बन्धी आवश्यक सुझावहरु नियमित रूपमा संचालक समितिलाई प्रदान गर्ने गर्दछ । आ.व. २०७९/८० मा लेखापरीक्षण समितिका ७ वटा बैठकहरु बसेका थिए । समितिको बैठक भत्ता वापत प्रति बैठक प्रति सदस्य संचालकलाई रु. ५,०००/- प्रदान गरिएको छ ।

आर्थिक वर्ष २०७९/८० मा लेखापरीक्षण समितिको बैठकमा छलफल गरिएका प्रमुख विषयहरु निम्नानुसार छन् :-

१. शाखा तथा विभागहरुको साथै शाखा व्यवस्थापक र विभागीय प्रमुखहरुको जवाब र अनुपालना स्थितिको बारेमा आन्तरिक लेखापरीक्षण प्रतिवेदन उपर समीक्षा र छलफल ।
२. कम्पनीको वैमासिक वित्तीय अवस्थाको विश्लेषण ।
३. आन्तरिक लेखापरीक्षकको कार्यक्रमहरुको समीक्षा एवम् छलफल ।
४. कम्पनीको मुख्य कार्यालय तथा सबै शाखामा रहेका नगद तथा नगदयोग्य उपकरणहरुको भौतिक जाँचको प्रतिवेदन ।
५. बाह्य लेखापरीक्षण प्रतिवेदनमाथि छलफल र सुधारका लागि आवश्यक नीति निर्देशन ।
६. अन्य आवश्यक र सम्बद्ध विषयहरु ।

१९. सञ्चालक, प्रबन्ध सञ्चालक, कार्यकारी प्रमुख तथा पदाधिकारीहरुलाई भक्तानी गरिएको पारिश्रमिक, भत्ता तथा सुविधाको रकम :

प्रबन्ध सञ्चालकको पद नभएको । आ.व. २०७९/८० मा कम्पनीले सञ्चालक, कार्यकारी प्रमुख तथा पदाधिकारीहरुलाई पारिश्रमिक, भत्ता तथा सुविधा वापत निम्न रकम भक्तानी गरिएको व्यहोरा अवगत गराउँदछौ ।

साविक प्रभु लाईफ इन्स्योरेन्स लि.

बैठक भत्ता	रु. ९,८६,०००/-
अन्य भत्ता	रु. ७,७३,९८७/-
कुल भत्ता तथा सुविधा	रु. १७,५९,९८७/-

साविक महालक्ष्मी लाईफ इन्स्योरेन्स लि.

बैठक भत्ता	रु. ३,३४,०००/-
अन्य भत्ता	रु. १,६१,८३१/-
कुल भत्ता तथा सुविधा	रु. ४,९५,८३१/-

आ.व. २०७९/८० मा सञ्चालकहरुलाई भक्तान गरिएको पारिश्रमिक, भत्ता तथा सुविधाको विवरण :

कार्यकारी प्रमुख, नायव महाप्रबन्धक, सहायक महाप्रबन्धकलाई भक्तान गरिएको पारिश्रमिक, भत्ता तथा सुविधाको विवरण :

साविक प्रभु लाईफ इन्स्योरेन्स लि.

कार्यकारी प्रमुख देखि सहायक महा प्रबन्धकलाई लाई	रकम (रु)
प्रदान गरिएको सुविधाको विवरण	
कुल तलब तथा भत्ता	रु. २,२७,७२,४६४/-

साविक महालक्ष्मी लाईफ इन्स्योरेन्स लि.

कार्यकारी प्रमुख देखि सहायक महा प्रबन्धकलाई लाई	रकम (रु)
प्रदान गरिएको सुविधाको विवरण	
कुल तलब तथा भत्ता	रु. २,८१,९७,११५/-

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

सञ्चालक, प्रबन्ध सञ्चालक, कार्यकारी प्रमुख, कम्पनीका आधारभूत शेयरधनी वा निजको नजिकका नातेदार वा निज संलग्न रहेको फर्म, कम्पनी

वा संगठित संस्थाले कम्पनीलाई कुनै रकम बुझाउन बाँकी नरहेको व्यहोरा जानकारी गराउँदछौ ।

२१. शेयरधनीहरुले बुझिलिन बाँकी रहेको लाभांशको रकम : कम्पनीका शेयरधनीहरुले बुझिलिन बाँकी रहेको लाभांश छैन ।

२२. दफा १४१ बमोजिम सम्पत्ति खरिद वा बिक्री गरेको कुराको विवरण : आ.व. २०७९/८० सम्म कुनै पनि सम्पत्ति खरिद गरिएको छैन ।

२३. दफा १७५ बमोजिम सम्बद्ध कम्पनी बीच भएको कारोबारको विवरण : यस कम्पनीको सहायक कम्पनी नभएको र यो कम्पनी कुनै मुख्य कम्पनीको सहायक कम्पनी पनि नभएको हुँदा उपरोक्त दफामा उल्लेख भए बमोजिम कुनै कारोबार नभएको जानकारी गराउँदछौ ।

२४. कम्पनी ऐन, २०६३ तथा प्रचलित कानून बमोजिम सञ्चालक समितिको प्रतिवेदनमा खुलाउनु पर्ने अन्य कुनै कुरा :

कम्पनीले नेपाल राष्ट्र बैंक, वित्तीय जानकारी इकाईबाट जारी गरिएको सम्पत्ति शुद्धीकरण सम्बन्धी निर्देशन तथा नियामक निकाय नेपाल बीमा प्राधिकरणले जारी गरेको सम्पत्ति शुद्धीकरण निवारण सम्बन्धी निर्देशिकामा उल्लेखित प्रावधानहरुको पूर्णरूपमा पालना गर्दै आएको छ । अभिकर्ता तथा बीमितहरुलाई सम्पत्ति शुद्धीकरणका बारेमा यथोचित जानकारी प्रदान गर्दै जीवन बीमाका माध्यमबाट हुन सक्ने सम्पत्ति शुद्धीकरणका प्रयासलाई रोक्नका लागि कम्पनीले आफ्ना कर्मचारीहरुलाई जोखिम व्यवस्थापनका मूलभूत विषयमा तालिम समेत प्रदान गर्दै आएको छ । साथै, निर्देशन बमोजिम वित्तीय जानकारी ईकाइ, नेपाल राष्ट्र बैंकमा तोकिएको समयावधि भित्रमा जानकारी उपलब्ध गराई आएका छौं ।

२५. कम्पनी निर्देशिका २०७२ को निर्देशन द६ बमोजिमको उद्घोषण : यस कम्पनीबाट कम्पनी ऐन, २०६३ को पूर्णपालना भएको जानकारी गराउन चाहन्छौ ।

अन्यमा, यथा समयमै लेखापरीक्षण सम्पन्न गरी संस्थालाई यथोचित व्यावसायिक सुभाव प्रदान गर्ने बाह्य लेखापरीक्षकलाई संचालक समितिको तर्फबाट हामी हार्दिक धन्यवाद दिन चाहन्छौ । तत्कालिन दुवै कम्पनीका सञ्चालक समितिका निर्वतमान अध्यक्षज्यू तथा सञ्चालकज्यूहरु तथा व्यवस्थापन प्रमुखज्यूले पुऱ्याउनु भएको योगदानको लागि धन्यवाद ज्ञापन गर्दछौ । यस कम्पनीको प्रगतिको लागि स्थापनाकालदेखि अविद्युत रूपमा सहयोग, सदभाव, अमूल्य सुभाव तथा मार्गदर्शन प्रदान गर्नु हुने सम्पूर्ण शेयरधनी महानुभावहरु, नियमनकारी निकाय नेपाल बीमा प्राधिकरण, कम्पनी रजिस्ट्रारको कार्यालय, नेपाल धितोपत्र बोर्ड, नेपाल स्टक एक्सचेन्ज लि, सिडि.एस. एण्ड क्लियरिङ लि. तथा आदरप्रायी अभिकर्ता, ग्राहकवर्ग एवम् सरोकारवालाहरु प्रति हामी कम्पनीको तर्फबाट हार्दिक कृतज्ञता सहित धन्यवाद ज्ञापन गर्दछौ । साथै, यस कम्पनीलाई नयाँ उचाइमा पुऱ्याउन अथक परिश्रम गर्ने व्यवस्थापन तथा कर्मचारीहरुलाई विशेष धन्यवाद ज्ञापन गर्दछौ ।

धन्यवाद ।

ज्योति शेरचन
सञ्चालक

शिक्षा भट्टचन
अध्यक्ष

**INDEPENDENT AUDITOR'S REPORT
TO THE SHAREHOLDER OF PRABHU MAHALAXMI LIFE
INSURANCE LIMITED**

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **Prabhu Mahalaxmi Life Insurance Limited**, which comprise the statement of financial position as at Ashadh 31, 2080 (July 16, 2023), statement of Profit or Loss, Statement of other comprehensive income, statement of changes in equity, statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies and notes to the financial statements.

In our opinion, the accompanying financial statements read with the significant accounting policies and notes to accounts, present fairly, in all material respect, the financial position of **Prabhu Mahalaxmi Life Insurance Limited**, as at Ashadh 31, 2080 (July 16, 2023), and its financial performance and cash flows for the year then ended in accordance with Nepal Financial Reporting Standards (NFRSs) and comply with other prevailing laws.

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 Financial Statements section of our report. We are independent of the company in accordance with ICAN's Handbook of the Code of Ethics for Professional Accountants together with ethical requirements that are relevant to our audit of the financial statements in Nepal and we have fulfilled our ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit matters

Key audit matters are those matters that in our professional judgment were most significant in the audit of the financial statements of the current period. Those matters were addressed in the context of the audit of the financial statements as a whole, in forming our opinion thereon, and we do not provide separate opinion on these matters.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements.



Key Audit Matters	How our Audit addressed the Key Audit Matters
<p>Business Combination</p> <p>In accordance with Paragraph 8 of NFRS-03 Business Combination, the acquirer is required to determine the acquisition date, which is defined as the date on which control over the acquiree is obtained. Furthermore, as stipulated in Paragraph 15, the acquirer must classify the identifiable assets acquired and liabilities assumed as necessary to facilitate the subsequent application of other NFRSs.</p> <p>Additionally, as per Paragraph 18, the acquirer is mandated to measure the identifiable assets acquired and liabilities assumed at their fair value as of the acquisition date.</p> <p>Given the aforementioned requirements and the company's obligation to fully comply with the accounting provisions under NFRS-03 Business Combination, as well as the significant impact on the merged financial statements and the subsequent application of other NFRS provisions, the accounting for the Business Combination under NFRS-03 is identified as a key audit matter.</p>	<p>Our audit approach concerning the verification of the business combination process included the following:</p> <ul style="list-style-type: none"> - A review of the valuation report dated 9th August 2024, prepared by an independent valuer, to determine the appropriate accounting treatment as required by the relevant standards and explanatory notes. This review was conducted on the audited financial statements of the erstwhile Mahalaxmi Life Insurance Ltd. (MLI) as of 13th July 2023. - An examination of the audited financial statements and the accompanying notes of the erstwhile Mahalaxmi Life Insurance Ltd. (MLI) as of 13th July 2023, to ensure consistency and alignment with the valuation report. - An assessment of the recognition and measurement of identifiable assets acquired and liabilities assumed in the merged financial statements, including the adjustments and accounting of goodwill or any gain from a bargain purchase resulting from the merger.
<p>Investment Valuation, Identification, and Impairment</p> <p>Investment of the company comprises of investment in quoted equity instruments, debentures, mutual funds, fixed deposits of financial institutions.</p>	<p>Our audit approach regarding verification of process of investment valuation, identification and impairment included:</p> <ul style="list-style-type: none"> - Review of the investment of company and its valuation.



<p>The investment in bonds and debentures should be recognized on reporting date on Amortized cost basis whereas other investments in equity instruments, other than those held for trading, should be valued at Fair Value through Other Comprehensive Income.</p> <p>Given the varieties of treatments recommended for valuation of investment based on nature of cash flow, the business model adopted, complexity of calculations and the significance of amount involved in such investments, same has been considered as Key Audit Matter in our audit.</p>	<ul style="list-style-type: none"> - We assured that the classification of investment is appropriate based on the nature of expected cash flow of the investments as well as the business model adopted by the management on the basis of available evidence/circumstances. - For the investment valued through OCI for quoted investment, we ensured that fair valuation has been done at the closing transaction rate in NEPSE as on 16.07.2023
<p>Information Technology General Controls</p> <p>Recording of transactions, generating various reports in compliance with Insurance Authority guidelines and other compliances to regulators is highly dependent on the effective working of software and IT controls associated with it.</p> <p>We have considered this as key audit matter as any control lapses, validation failures, incorrect input data and wrong extraction of data may result in wrong reporting of data to the management, shareholders and regulators.</p>	<p>Our audit approach regarding Information technology of company is based upon the Information Technology Guidelines 2076 issued by Insurance Authority and it is included:</p> <ul style="list-style-type: none"> - Understanding the system and process adopted by the company for various categories of products. - Understanding the feeding of the data in the system and going through the extraction of the financial information and statements from the IT system existing in company - Checking of the user requirements for any changes in the regulations/policy of the company <p>We reviewed the reports generated by the system on sample basis and verified the premium income/expense and claim payment in regard to policies issued and claim intimated on test basis.</p>
<p>Net Earned Premium</p> <p>Net earned premium is the major area of revenue for the insurance company. Net premium income is the difference of gross earned premium and premiums ceded to</p>	<p>We tested the design, implementation and operating effectiveness of key controls over Revenue Recognition. We verified underwriting documents and premium calculation thereon as per regulatory requirements and</p>



re-insurance. Gross earned premium include first year premium, renewal premium and single premium.	internal policies of the company on sample basis along with treaty and verified the premium ceded from the treaty.
Claim Incurred Insurance claim is the major area of expenses for the insurance company.	We verified operational guidelines of the company relating to claim processing, have performed test of controls, test of details and analytical review procedures on the outstanding claims was also verified the claim paid and provision on sample basis with payment proof and preliminary loss advice.

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 financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard

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

Management is responsible for the preparation and fair presentation of these 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 financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with NSAs will always detect a material misstatement when



it exists. 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 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 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 scheme'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 scheme's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our audit report. However, future events or conditions may cause the scheme to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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



Report on the Legal and Regulatory Requirements

On the basis of our examination, we would like to report that:

- a. We have obtained all the information and explanations which we considered necessary for the purpose for our audit.
- b. The Financial Position as at Ashadh 31, 2080 (July 16 2023) and the related Statement of Profit or Loss, Statement of Other Comprehensive Income, Statement of Changes in equity, Statement of Cash flows, a summary of significant accounting policies and notes to the financial statement are prepared as per the format prescribed by the Insurance Authority and in agreement with the books of account maintained by insurance company and proper books of account as required by the law have been kept.
- c. 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 insurance company has acted contrary to the provisions of law or caused loss or damage to the insurance company or committed any misappropriation of its fund.
- d. We have not come across any fraudulence in the books of accounts maintained by the scheme.
- e. Company's life assurance fund and other special reserves are maintained as per prescribed provisions.
- f. As per information obtained, company has not conducted any kind of other business except approved insurance business.



Nirdesh Shrestha, FCA

Partner

For P. J. P. N. & Co.

Chartered Accountants

Date: 25-08-2024

Place: Kathmandu, Nepal

UDIN: 240825CA00809PEe3N

PRABHU MAHALAXMI LIFE INSURANCE LIMITED STATEMENT OF FINANCIAL POSITION

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

Fig. in NPR

PARTICULARS	NOTES	CURRENT YEAR	PREVIOUS YEAR
ASSETS			
Goodwill & Intangible Assets	4	5,680,119	1,587,995
Property and Equipment	5	213,743,268	127,924,693
Investment Properties	6		-
Deferred Tax Assets	7	222,861,156	193,256,711
Investment in Subsidiaries	8	-	-
Investment in Associates	9	-	-
Investments	10	11,049,722,767	4,852,885,129
Loans	11	944,831,236	561,162,511
Reinsurance Assets	12	-	-
Current Tax Assets	21	299,658,490	146,251,602
Insurance Receivables	13	12,478,122	28,258,725
Other Assets	14	15,445,225	13,115,772
Other Financial Assets	15	130,524,846	54,007,787
Cash and Cash Equivalent	16	404,439,311	385,408,294
Total Assets		13,299,384,540	6,363,859,220
EQUITY & LIABILITIES			
Equity			
Share Capital	17 (a)	4,296,000,000	2,196,000,000
Share Application Money Pending Allotment	17 (b)	-	-
Share Premium	17 (c)	19,352,486	-
Catastrophe Reserves	17 (d)	72,325,997	34,166,744
Retained Earnings	17 (e)	618,907,910	87,487,878
Other Equity	17 (f)	109,681,768	220,202,090
Total Equity		5,116,268,162	2,537,856,712
LIABILITIES			
Provisions	18	96,503,671	98,006,951
Gross Insurance Contract Liabilities	19	7,412,418,792	3,293,883,140
Deferred Tax Liabilities	7	-	-
Insurance Payable	20	317,816,064	175,281,682
Current Tax Liabilities	21	-	-
Borrowings	22	-	-
Other Liabilities	23	169,726,046	124,687,304
Other Financial Liabilities	24	186,651,804	134,143,430
Total Liabilities		8,183,116,378	3,826,002,508
Total Equity and Liabilities		13,299,384,540	6,363,859,220

The accompanying notes form an Integral Part of Financial Statements.

Santosh Prasai
Chief Executive Officer

Samjhana Aryal
Director

Jyoti Serchan (Gauchan)
Director- Public

Lekhnath Gautam
Chief Finance Officer

Birendra Jung Pandey
Director

Anju Adhikari
Independent Director

Shikshya Bhattachan
Chairman

Shankar Gautam
Director- Public

Nirdesh Shrestha, FCA

Susan Sherchan
Director

Partner
P.J.P.N & Co.

Chartered Accountants

Date : 2081/05/07

PRABHU MAHALAXMI LIFE INSURANCE LIMITED STATEMENT OF PROFIT OR LOSS

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

Fig. in NPR

PARTICULARS	NOTES	CURRENT YEAR	PREVIOUS YEAR
Income			
Gross Earned Premiums	25	2,051,928,477	2,429,275,184
Premiums Ceded	26	137,317,651	116,517,425
Net Earned Premiums		1,914,610,826	2,312,757,759
Commission Income	27	2,680,680	-
Other Direct Income	28	9,728,127	5,946,595
Interest Income on Loan to Policyholders	11	51,826,102	35,939,888
Income from Investments and Loans	29	525,086,286	360,385,444
Net Gain/(Loss) on Fair Value Changes	30	-	-
Net Realised Gains/(Losses)	31	5,925,336	2,546,303
Other Income	32	5,055,038	1,697,689
Total Income		2,514,912,395	2,719,273,679
Expenses			
Gross Benefits and Claims Paid	33	911,939,766	466,454,620
Claims Ceded	33	25,624,792	19,108,237
Gross Change in Contract Liabilities	34	605,090,009	1,192,484,784
Change in Contract Liabilities Ceded to Reinsurers	34	-	-
Net Benefits and Claims Incurred		1,491,404,983	1,639,831,167
Commission Expenses	35	283,715,753	398,793,759
Service Fees	36	15,770,946	23,127,578
Other Direct expenses	37	-	-
Employee Benefits Expenses	38	253,437,699	217,653,799
Depreciation and Amortization Expenses	39	43,316,131	37,124,862
Impairment Losses	40	260,250	215,785
Other Operating Expenses	41	166,058,031	271,266,528
Finance Cost	42	6,348,594	7,152,562
Total Expenses		2,260,312,387	2,595,166,039
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax			
		254,600,009	124,107,640
Share of Net Profit of Associates accounted using Equity Method	9	-	-
Profit Before Tax		254,600,009	124,107,640
Income Tax Expense	43	5,324,175	(1,778,791)
Net Profit/(Loss) For The Year		249,275,834	125,886,431
Profit attributable to:			
Equity holders of the insurer			
Non-Controlling Interest			
Earning Per Share	51		
Basic EPS		5.80	5.96
Diluted EPS		5.80	5.96

The accompanying notes form an Integral Part of Financial Statements.

Santosh Prasai
Chief Executive Officer

Lekhnath Gautam
Chief Finance Officer

Shikshya Bhattachan
Chairman

Susan Sherchan
Director

Samjhana Aryal
Director

Birendra Jung Pandey
Director

Shankar Gautam
Director- Public

Nirdesh Shrestha, FCA
Partner
P.J.P.N & Co.
Chartered Accountants

Jyoti Serchan (Gauchan)
Director- Public

Anju Adhikari
Independent Director

Date : 2081/05/07

PRABHU MAHALAXMI LIFE INSURANCE LIMITED STATEMENT OF OTHER COMPREHENSIVE INCOME

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

Fig. in NPR

PARTICULARS	NOTES	CURRENT YEAR	PREVIOUS YEAR
Net Profit/(Loss) For the Year		249,275,834	125,886,431
Other Comprehensive Income			
a) Items that are or may be Reclassified to Profit or Loss			
Changes in Fair Value of FVOCI Debt Instruments			
Cash Flow Hedge - Effective Portion of Changes in Fair Value			
Exchange differences on translation of Foreign Operation			
Share of other comprehensive income of associates accounted for using the equity method	9	-	-
Income Tax Relating to Above Items			
Reclassified to Profit or Loss			
b) Items that will not be Reclassified to Profit or Loss			
Changes in fair value of FVOCI Equity Instruments		(76,481,703)	(67,487,445)
Revaluation of Property and Equipment/ Goodwill & Intangible Assets			
Remeasurement of Post-Employment Benefit Obligations			
Share of other comprehensive income of associates accounted for using the equity method	9		
Income Tax Relating to Above Items		19,120,426	16,871,861
Total Other Comprehensive Income For the Year, Net of Tax		(57,361,277)	(50,615,584)
Total Comprehensive Income For the Year, Net of Tax		191,914,557	75,270,847
Total Comprehensive Income attributable to:			
Equity holders of the insurer			
Non-Controlling Interest			

The accompanying notes form an Integral Part of Financial Statements.

Santosh Prasai Chief Executive Officer	Lekhnath Gautam Chief Finance Officer	Shikshya Bhattachan Chairman	Susan Sherchan Director
Samjhana Aryal Director	Birendra Jung Pandey Director	Shankar Gautam Director- Public	Niradesh Shrestha, FCA Partner P.J.P.N & Co. Chartered Accountants
Jyoti Serchan (Gauchan) Director- Public	Anju Adhikari Independent Director		

Date : 2081/05/07

PRABHU MAHALAXMI LIFE INSURANCE LIMITED

STATEMENT OF CHANGES IN EQUITY

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

Fig. in NPR

	Ordinary Share Capital	Preference Shares	Share Premium	Application Money Pending Allotment	Retained Earnings	Revaluation Reserves	Capital Reserves	Catastrophe Reserve	Corporate Social Responsibility (CSR) Reserves	Insurance Fund	Fair Value Reserves	Deferred Tax Reserve	Actuarial Reserves	Other Reserve	Non-Controlling Interest	Total		
Balance as on Shrawan 1, 2078	2,000,000,000				207,334,661					24,976,982						2,439,522,571		
Prior period adjustment					9,573,012											9,573,012		
Restated Balance as at Shrawan 1, 2078	2,000,000,000	-	-	-	216,907,672	-	-	24,976,982		-	2,645,119	-	184,311,461	20,254,348	-	2,449,095,583		
Profit/(Loss) For the Year					125,886,431											125,886,431		
Other Comprehensive Income for the Year, Net of Tax																-		
i) Changes in Fair Value of FVOCI Debt Instruments																-		
ii) Gains/(Losses) on Cash Flow Hedge																-		
iii) Exchange differences on translation of Foreign Operation																-		
iv) Changes in fair value of FVOCI Equity Instruments																(26,809,515)		
v) Revaluation of Property and Equipment/ Goodwill & Intangible Assets																-		
vi) Remeasurement of Post-Employment Benefit Obligations																-		
Transfer to Reserves/ Funds																-		
Transfer to Deferred Tax Reserves																-		
Transfer of Depreciation on Revaluation of Property and Equipment																-		
Transfer on Disposal of Revalued Property and Equipment																-		
Transfer on Disposal of Equity Instruments Measured at FVTOC																-		
Transfer to Insurance Contract Liabilities																-		
Share Issuance Costs																-		
Contribution by/ Distribution to the owners of the Company																-		
i) Bonus Share Issued																-		
ii) Share Issue																-		
iii) Cash Dividend																-		
iv) Dividend Distribution Tax																(10,315,789)		
v) Others (To be specified)																-		
Balance as on Ashad end, 2079	2,196,000,000	-	-	-	-	-	-	87,887,415	-	-	918,976	-	(24,164,396)	-	186,090,252	57,357,257	-	2,537,856,710

The accompanying notes form an Integral Part of Financial Statements.

Santosh Prasai
Chief Executive Officer
Samjhana Aryal
Director

Lekhnath Gautam
Chief Finance Officer
Birendra Jung Pandey
Director

Shikshya Bhattachan
Chairman
Shankar Gautam
Director- Public

Susan Sherchan
Director
Jyoti Serchan (Gauchan)
Director- Public

Nirdesh Shrestha, FCA
Partner
P.J.P.N & Co.
Chartered Accountants

Date:2080/05/07

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
STATEMENT OF CHANGES IN EQUITY

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

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

	Ordinary Share Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserves	Capital Reserves	Catastrophe Reserve	Corporate Social Responsibility (CSR) Reserves	Insurance Fund	Regulatory Reserves	Capital Adjustment Reserve	Deferred Tax Reserve	Actuarial Reserves	Fair Value Reserves	Non-Controlling Interest	Total
Restated Balance as at Shrawan 1, 2079	2,196,000,000	-	-	-	87,387,415	-	34,166,744	918,976	(24,164,396)	186,090,252	57,357,257	-	-	-	2,538,256,249		
Transfer as a result of Merger & Acquisition					19,352,486	269,819,705		24,312,846	1,836,434	(10,031,719)	12,464,287	-	-	-		317,744,038	
Capital Adjustment Reserve (Goodwill on Merger)																3,965,276	
Profit/(Loss) For the Year																249,275,834	
Other Comprehensive Income for the Year, Net of Tax																-	
i) Changes in Fair Value of FVOCI Debt Instruments																-	
ii) Gains/(Losses) on Cash Flow Hedge																-	
iii) Exchange differences on translation of Foreign Operation																-	
iv) Changes in fair value of FVOCI Equity Instruments																	
v) Revaluation of Property and Equipment/ Goodwill & Intangible Assets																	
vi) Remeasurement of Post-Employment Benefits Obligations																	
Transfer to Reserves/ Funds																	
Transfer to Deferred Tax Reserves																	
Transfer on Depreciation on Revaluation of Property and Equipment																	
Transfer on Disposal of Revalued Property and Equipment																	
Transfer on Disposal of Equity Instruments Measured at FVTOCI																	
Transfer to Insurance Contract Liabilities																	
Transfer from Regulatory Reserve																	
Share Issuance Costs																	
Contribution by/ Distribution to the owners of the Company																	
i) Bonus Share Issued																	
ii) Share Issue																	
iii) Cash Dividend																	
iv) Dividend Distribution Tax																	
v) CSR Expenses during the year																	
Balance as at Ashad 1, 2080	4,296,000,000	-	-	19,352,486	618,907,908	-	72,325,97	4,931,860	-	(91,557,392)	-	192,342,025	-	3,965,276	-	5,116,268,159	(582,831)

Lekhnath Gautam **Shikshya Bhawan**
Chief Finance Officer **Chairman**

Birendra Jung Pandey	Director
Chief Finance Officer	Chairman

Susan Sherchan
Director

Jyoti Serchan (Gauchan)
Director- Public

Nirdesh Shrestha, FCA
Partner
P.J.P.N & Co.
Chartered Accountants

Anju Adhikari | Independent Director

Date:2081/05/07

PRABHU MAHALAXMI LIFE INSURANCE LIMITED

STATEMENT OF CASH FLOWS

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

Particulars	Current Year	Previous Year
Cash Flow From Operating Activities:		
Cash Received		
Gross Premium Received	2,052,020,543	2,429,275,184
Commission Received		
Claim Recovery Received from Reinsurers	53,883,517	4,203,623
Realised Foreign Exchange Income other than on Cash and Cash Equivalents		
Other Direct Income	9,728,127	5,946,595
Others (to be specified)	(2,042,670)	26,670,913
Cash Paid		
Gross Benefits and Claims Paid	(837,302,487)	(400,911,504)
Reinsurance Premium Paid	(118,926,678)	(101,957,396)
Commission Paid	(302,121,171)	(365,809,496)
Service Fees Paid	(24,292,694)	(14,866,544)
Employee Benefits Expenses Paid	(232,249,740)	(278,187)
Other Expenses Paid	(237,780,762)	(503,154,285)
Advance tax	(32,848,553)	(26,171,506)
Current Assets (increase)/decrease	393,084	58,409,389
Current liabilities increase/(decrease)	(33,880,420)	43,341,318
Income Tax Paid		
Net Cash Flow From Operating Activities [I]	294,580,096	1,154,698,104
Cash Flow From Investing Activities		
Acquisitions of Intangible Assets	(1,035,914)	(50,000)
Proceeds From Sale of Intangible Assets		
Acquisitions of Investment Properties		
Proceeds From Sale of Investment Properties		
Rental Income Received		
Acquisitions of Property and Equipment	(74,444,014)	(33,404,318)
Proceeds From Sale of Property and Equipment	12,130,738	5,973,715
Investment in Subsidiaries		
Receipts from Sale of Investments in Subsidiaries		
Investment in Associates		
Receipts from Sale of Investments in Associates		
Purchase of Equity Instruments	(164,662,209)	(193,028,879)
Proceeds from Sale of Equity Instruments	5,925,336	
Purchase of Mutual Funds	(15,000,000)	
Proceeds from Sale of Mutual Funds		
Purchase of Preference Shares		
Proceeds from Sale of Preference Shares		
Purchase of Debentures	(333,775,000)	(83,011,000)

Proceeds from Sale of Debentures		
Purchase of Bonds		
Proceeds from Sale of Bonds		
Investments in Deposits	(443,900,000)	(1,045,000,000)
Maturity of Deposits		
Loans Paid	(40,707,392)	(176,743,925)
Proceeds from Loans	41,736,248	785,381
Rental Income Received		
Proceeds from Finance Lease		
Interest Income Received	491,269,236	344,941,267
Dividend Received	14,607,082	6,332,107
Others (to be specified)	1,456,230	4,437,314
Total Cash Flow From Investing Activities [2]	(506,399,659)	(1,168,768,339)
Cash Flow From Financing Activities		
Interest Paid		
Proceeds From Borrowings		
Repayment of Borrowings		
Payment of Finance Lease		
Proceeds From Issue of Share Capital		
Share Issuance Cost Paid		
Dividend Paid		
Dividend Distribution Tax Paid		
Others (to be specified)		
Total Cash Flow From Financing Activities [3]	-	-
Cash Flow from Merger & Acquisition Activities [4]	230,850,579	-
Net Increase/(Decrease) In Cash & Cash Equivalents [1+2+3+4]	19,031,016	(14,070,235)
Cash & Cash Equivalents At Beginning of The Year/Period	385,408,295	399,478,530
Effect of Exchange Rate Changes on Cash and Cash Equivalents		
Cash & Cash Equivalents At End of The Year/Period	404,439,311	385,408,295
Components of Cash & Cash Equivalents		
Cash In Hand	4,872,738	22,175,223
Cheque in Hand	-	-
Term Deposit with Banks (with initial maturity upto 3 months)	-	20,000,000
Balance With Banks	399,566,574	343,233,072

The accompanying notes form an Integral Part of Financial Statements.

Santosh Prasai
Chief Executive Officer

Samjhana Aryal
Director

Jyoti Serchan (Gauchan)
Director- Public

Lekhnath Gautam
Chief Finance Officer

Birendra Jung Pandey
Director

Anju Adhikari
Independent Director

Shikshya Bhattachan
Chairman

Shankar Gautam
Director- Public

Susan Sherchan
Director

Nirdesh Shrestha, FCA
Partner
P.J.P.N & Co.
Chartered Accountants

Date : 2081/05/07

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
STATEMENT OF DISTRIBUTABLE PROFIT OR LOSS

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

Particulars	Current Year	Previous Year
Opening Balance in Retained Earnings	87,887,417	207,334,661
Transfer from Mahalaxmi Life Insurance Ltd on Merger	280,670,212	
Transfer from OCI reserves to retained earning in current year		
Net profit or (loss) as per statement of profit or loss	249,275,834	130,779,325
Appropriations:		
i) Transfer to Insurance Fund		
ii) Transfer to Catastrophe Reserve	(21,688,473)	(9,189,762)
iii) Transfer to Capital Reserve		
iv) Transfer to CSR reserve	(4,337,695)	(918,976)
v) Transfer to/from Regulatory Reserve	24,253,873	(37,102,909)
vi) Transfer to Fair Value Reserve		
vii) Transfer of Deferred Tax Reserve	2,846,742	(1,778,791)
viii) Transfer to OCI reserves due to change in classification		
ix) Others (to be Specified)		
Deductions:		
i) Accumulated Fair Value Gain on each Financial Assets Measured at FVTPL		
a) Equity Instruments		
b) Mutual Fund		
c) Others (if any)		
ii) Accumulated Fair Value gain on Investment Properties		
iii) Accumulated Fair Value gain on Hedged Items in Fair Value Hedges		
iv) Accumulated Fair Value gain on Hedging Instruments in Fair Value Hedges		
v) Accumulated Fair value gain of Ineffective Portion on Cash Flow Hedges		
vi) Goodwill Recognised		
vii) Unrealised Gain on fluctuation of Foreign Exchange Currency		
viii) Accumulated Share of Net Profit of Associates accounted using Equity Method included in Investment Account		
ix) Overdue loans		
x) Fair value gain recognised in Statement of Profit or Loss		
xi) Investment in unlisted shares		
xii) Delisted share investment or mutual fund investment		
xiii) Bonus share/dividend paid		
xiv) Deduction as per Sec 17 of Financial directive	(1,193,130)	
xv) Others (to be specified)		(206,315,789)

Adjusted Retained Earning	617,714,780	82,807,758
Add: Transfer from Share Premium Account		
Less: Amount apportioned for Assigned capital		
Less: Deduction as per sec 14(1) Of Financial directive	(91,557,392)	
Add/Less: Others (to be specified)		
Total Distributable Profit/(loss)	526,157,388	82,807,758

The accompanying notes form an Integral Part of Financial Statements.

Santosh Prasai
Chief Executive Officer

Lekhnath Gautam
Chief Finance Officer

Shikshya Bhattachan
Chairman

Susan Sherchan
Director

Samjhana Aryal
Director

Birendra Jung Pandey
Director

Shankar Gautam
Director- Public

Nirdesh Shrestha, FCA
Partner
P.J.P.N & Co.
Chartered Accountants

Jyoti Serchan (Gauchan)
Director- Public

Anju Adhikari
Independent Director

Date : 2081/05/07

PRABHU MAHALAXMI LIFE INSURANCE LIMITED NOTES TO THE FINANCIAL STATEMENTS

For the year ended Ashadh 31st 2080 (July 16, 2023)

1 General Information

Prabhu Mahalaxmi Life Insurance Limited (herein after referred to as the 'Company') was incorporated on 2064/03/08 and operated as life insurance company after obtaining license on 2074/08/28 under the Insurance Act 2049. The registered office of the Company is located at Kamaladi, Kathmandu. In order to raise the company's capital (as instructed by Nepal Insurance Authority), Mahalaxmi Life opted to merge with Prabhu Life Insurance at an agreed swap ratio of 1:1 respectively and started its joint operation as Prabhu Mahalaxmi Life Insurance Company Ltd. from 14th July, 2023.

2 Basis of Preparation

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Statement of Compliance

The Financial Statements of the Company comprises of Statement of Financial Position, Statement of Profit or Loss and Statement of Other Comprehensive Income shown as two separate statements, Statement of Changes in Equity, Statement of Cash Flows and Notes to the Financial Statements which have been prepared in accordance with the Nepal Financial Reporting Standards (NFRS) issued by the Nepal Accounting Standards Board (ASB) and in compliance with the requirements of the Companies Act , 2006, directives issued by Nepal Insurance Authority and required disclosures as per Securities Board of Nepal. The format used in the preparation and presentation of the Financial Statements and disclosures made therein also complies with the specified formats prescribed in the directives of Nepal Insurance Authority. The Financial Statements have been prepared on a going concern basis. The term NFRS, includes all the standards and the related interpretations which are consistently used. The financial statements are approved for issue by the Company's Board of Directors on 2081/05/07.

(b) Reporting Period and approval of financial statements

The Company reporting period is from 1st Shrawan 2079 to 31st Ashadh 2080 with the corresponding previous year from 1st Shrawan 2078 to 32nd Ashadh 2079 . These financial statements have been approved by the Board of Directors of 2081/05/07.

(c) Basis of Measurement

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

- i. Certain Financial Assets & Liabilities which are required to be measured at fair value
- ii. Defined Employee Benefits

iii. Insurance Contract Liabilities which are required to be determined using actuarial valuation for Liability Adequacy Test (LAT). Historical cost is generally Fair Value of the consideration given in exchange for goods & services.

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

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

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

Similarly, Employee defined contribution plan of Gratuity Eligibility are measured in accordance with provision contained in NAS 19, no requirement of actuarial valuation of liability as final liability is calculated as per statutory provision @8.33% of eligible salary as per Section 53(1) of Labour Act, 2074.

(d) Use of Estimates

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

(e) Functional and Presentation Currency

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

(f) Going Concern

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

(g) Changes in Accounting Policies

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

(h) Recent Accounting Pronouncements

Accounting standards issued and effective: All the accounting standards made effective by the ASB are applied while preparing the financial statement of the company.

Accounting standards issued and non-effective.

IFRS 17 Insurance Contracts.

(i) Carve-outs

The company has not applied any carve outs provided by ASB.

(j) Presentation of financial statements

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

(k) Offsetting

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

(l) Materiality and Aggregation

Each material class of similar items is presented separately in the Financial Statements. Items of dissimilar nature or function are presented separately, unless they are immaterial as permitted by the Nepal Accounting Standard-NAS 1 on 'Presentation of Financial Statements'. Notes to the Financial Statements are presented in a systematic manner which ensures the understandability and comparability of Financial Statements of the Company. Understandability of the Financial Statements is not compromised by obscuring material information with immaterial information or by aggregating material items that have different natures or functions.

3. Significant Accounting Policies

(a) Goodwill and Intangible Assets

i) Recognition

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

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

The Insurer (referred as acquirer) completed its merger with erstwhile Mahalaxmi Life Insurance Ltd. (referred as acquiree) on 29th Ashadh 2080 (14th July 2023). The merger has been completed through exchange of equity interests. Using the Para 4 of NFRS 3 the Company has accounted the business combinations by applying the acquisition method on the acquisition date as mentioned in Para 5. As stated in Para 10, as of acquisition date, the acquirer shall recognise, separately from goodwill, the identifiable assets acquired, the liabilities assumed and any non controlling interest in the acquiree. Accordingly the Company has recognised all the identifiable assets and liabilities on the merger with erstwhile Mahalaxmi Life Insurance Ltd as on 14th July 2023.

Additionally the Company has recognised the goodwill on this business combination as per para 32 of NFRS 3, wherein Goodwill on business combination is recognized on the acquisition date at the excess of (a) over (b) below:

(a) The aggregate of:

- i. The consideration transferred measured in accordance with the NFRS 3, which generally requires acquisition-date fair value
- ii. The amount of any non-controlling interest in the acquiree measured in accordance with the NFRS 3; and
- iii. In a business combination achieved in stages, the acquisition-date fair value of the acquirer's previously held equity interest in the acquiree.

(b) The net of the acquisition-date amounts of the identifiable assets acquired and the liabilities assumed measured in accordance with the NFRS 3. As stated in para 33, In a business combination, where acquirer and acquiree exchange only equity interests, the acquirer shall determine the amount of goodwill by using the acquisition date fair value of the acquiree's equity interests instead of the acquisition date fair value of the equity interests transferred.

Accordingly, the company has taken the fair value of acquiree's equity interest as on acquisition date, which is the purchase consideration calculated as per para 32(a)(i) of NFRS 3. The detail calculation is set out as below:

The fair value of acquiree's equity interest is calculated by using the adjusted fair value of acquirer's net-worth as on acquisition date, from when the acquiree will be common party on the resulting entity after business combination completion. Thus calculated fair value is considered as the purchase consideration transferred.

Particulars	Amount
Fair Value of Net Worth of Prabhu Life Insurance Ltd. as on acquisition date	2,510,537,081
No. of shares of Prabhu Life Insurance Ltd. as on acquisition date	21,960,000
Fair Value of Net Worth per share of Prabhu Life Insurance Ltd. as on acquisition date (A)	114.32
No. of shares taken over by Prabhu Life Insurance Ltd. (B)	21,000,000
Consideration transferred (C=A*B)	2,400,786,826
Net Assets taken over of erstwhile Mahalaxmi Life Insurance Ltd. (D)	2,396,821,550
Goodwill (C-D)	3,965,276

ii) Amortization

The useful lives of intangible assets are assessed to be either finite or indefinite. An intangible asset shall be regarded as having an indefinite useful life when, based on an analysis of all of the relevant factors, there is no foreseeable limit to the period over which the asset is expected to generate net cash inflow for the entity. Amortization is recognized in statement of profit or loss on Straight Line Method (SLM) over the estimated useful life of the intangible assets/ Diminishing Balance Method (DBM), from the date that is available for use since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at each financial year end. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortization period or method, as appropriate, and are treated as changes in accounting estimates, The amortization expense on intangible assets with finite lives is recognized in the statement of profit or loss. Useful Life of Intangible Assets based on SLM/DBM is categorized as stated below:

List of Assets Categories	Useful Life (In Years) for SLM
Softwares	5
Licenses	-
Others(to be specified)	-

(iii) Derecognition

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

iv) Impairment of Assets

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

(b) Property, Plant and Equipment (PPE)

i) Recognition

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

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it meets the recognition criteria as mentioned above. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred. Assets with a value of less than NPR 5,000 are charged off to revenue irrespective of their useful life in the year of purchase.

ii) Revaluation

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

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

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

iii) Depreciation

Depreciation on Property, Plant and Equipment other than Freehold Land i.e. the Company's Freehold Building, Plant & Machinery, Vehicles & Other Assets is provided on "Straight Line Method (SLM)" based on Useful Life estimated by technical expert of the management.

The Assets Useful Life/ Rate of Depreciation and Residual Values are reviewed at the Reporting date and the effect of any changes in estimates are accounted for on a prospective basis.

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

List of Asset Categories	Useful Life (In Years) for SLM"
Land	Not Applicable
Buildings	20
Leasehold Improvement	Lower of 5 years or Lease period
Furniture & Fixtures (Heavy)	10
Computers and IT Equipments	5
Office Equipment	5
Vehicles	5

iv) Derecognition

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

v) Impairment of Assets

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

vi) Capital Work-In-Progress

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

(c) Investment Properties

Cost Model:

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

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

Transfers are made to (or from) investment property only when there is a change in use. For a transfer from investment property to PPE, the deemed cost for subsequent accounting is the fair value at the date of change in use. If PPE becomes an investment property, the Company accounts for such property in accordance with the policy stated under PPE up to the date of change in use.

OR

Fair Value Model:

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

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

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

Transfers are made to (or from) investment property only when there is a change in use. For a transfer from investment property to PPE, the deemed cost for subsequent accounting is the fair value at the date of change in use. If PPE becomes an investment property, the Company accounts for such property in accordance with the policy stated under PPE up to the date of change in use.

(d) Deferred Tax Assets and Liabilities

Deferred Tax Assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible Temporary difference and the carry forward of unused tax credits and unused tax losses can be utilized. Deferred Tax Liabilities are generally recognized for all taxable Temporary Difference. The carrying amount of Deferred Tax Assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the Deferred Tax Asset to be utilized.

(e) Financial Assets

i) Initial Recognition & Measurement

Financial Assets are recognized when, and only when, the Company becomes a party to the contractual provisions of the Financial Instrument. The Company determines the classification of its Financial Assets at initial recognition. When Financial Assets are recognized initially, they are measured at Fair Value, plus, in the case of Financial Assets not at fair value through profit or loss, transaction costs that are attributable to the acquisition of the Financial Asset. Transaction costs of Financial Assets carried at Fair Value through Profit or Loss are expensed in the Statement of Profit or Loss.

ii) Subsequent Measurement

a) Financial Assets carried at Amortized Cost (AC)

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

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

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

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

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

iii) De-Recognition

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

iv) Impairment of Financial Assets

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

(f) Reinsurance Assets

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

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

(g) Current Tax Assets

(h) Cash & Cash Equivalent

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

(i) Financial Liabilities

i) Initial Recognition & Measurement

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

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

ii) Subsequent Measurement

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

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

iii) De-Recognition

A Financial Liability is de-recognized when the obligation under the liability is discharged or cancelled or expires. When an existing Financial Liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a de-recognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in the Statement of Profit or Loss.

(j) Offsetting financial instruments

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

(k) Equity

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

(l) Reserves and Funds

i) Share Premium:

If the Company issues share capital at premium it receives extra amount other than share capital such amount is transferred to share premium. The amount in share premium is allowed for distribution subject to provisions of company act & regulatory requirement. The Company have accumulated NPR 19,352,486.00 from share issued to new promoters of former Mahalaxmi Life through auction of non applied right shares to the existing promoters.

ii) Catastrophe Reserves:

The Company has allocated catastrophe reserve for the amount which is 5% of the distributable profit for the year as per Regulator's Directive.

iii) Fair Value Reserves:

The Company has policy of creating fair value reserve equal to the amount of Fair Value Gain recognized in statement of other comprehensive income as per regulator's directive.

iv) Regulatory Reserves:

Reserve created out of net profit in line with different circulars issued by Insurance Board. Company have distributed the regulatory reserve to the Life fund and Retained Earnings as per the Finance directive issued by NIA.

v) Actuarial Reserves:

Reserve against actuarial gain or loss on present value of defined benefit obligation resulting from, experience adjustments (the effects of differences between the previous actuarial assumptions and what has actually occurred); and the effects of changes in actuarial assumptions.

vi) Cashflow Hedge Reserves:

Is the exposure to variability in cash flows that is attributable to a particular risk associated with all or a component of a recognized asset or liability or a highly probable forecast transaction, and could affect profit or loss. Reserve represent effective portion of the gain or loss on the hedging instrument recognized in other comprehensive income.

vii) Revaluation Reserves:

Reserve created against revaluation gain on property, plant & equipments & intangible assets, other than the reversal of earlier revaluation losses charged to profit or loss.

viii) Corporate Social Reserves:

Reserve created against the responsibility of any corporate body towards the society. It is carried out through benevolent activities for society by targeting environment, employees, community, deprived sector and so on.

ix) Other Reserves:

Reserve other than above reserves, for e.g. deferred tax reserve, others (to be specified)

(m) Gross Insurance Contract Liabilities

Liability adequacy

At each reporting date, the Company reviews its unexpired risk and a liability adequacy test is performed to determine whether there is any overall excess of expected claims and deferred acquisition costs over unearned premiums. The calculation uses current estimates of future contractual cash flows after taking account of

the investment return expected to arise on assets relating to the relevant life insurance technical provisions. If these estimates show that the carrying amount of the unearned premiums is inadequate, the deficiency is recognized in the statement of profit or loss by setting up a provision for liability.

(n) Employee Benefits

i) Short Term Obligations

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

ii) Post - Employment Benefits

- Defined Contribution Plan

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

- Defined Benefit Plan

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

iii) Long Term Employee Benefits

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

iv) Termination

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

- when the Company can no longer withdraw the offer of those benefits; and
- when the entity recognises costs for a restructuring that is within the scope of NAS 37 and involves the payment of termination benefits.

The termination benefits are measured based on the number of employees expected to accept the offer in case of voluntary retirement scheme.

(o) Revenue Recognition

i) Gross Premium

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

ii) Unearned Premium Reserves

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

iii) Premiums on Reinsurance Accepted

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

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

iv) Commission Income

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

v) Investment income

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

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

vi) Net realised gains and losses

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

(p) Benefit, Claims and Expenses

i) Gross Benefits and Claims

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

ii) Reinsurance Claims

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

iii) Commission Expenses:

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

iv) Service Fees

Service fees are recognized on accrual basis as per the rates mentioned in Insurance act, 2079.

v) Finance Cost

Finance costs are recognized for the period relating to unwinding of discount and interest expenses due to re-measurement of liabilities.

(q) Product Classification

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

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

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

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

iii) Endowment Cum Whole Life - This plan is a combination of Endowment Assurance and Whole Life with profit plan. It provides financial protection against death throughout the lifetime of the life assured with the provision of payment of a lump sum at the maturity of the policy to the assured in case of his survival. Endowment Cum Whole Life includes Mahalaxmi Sabadhik Aajeevan Plan.

iv) Whole Life - Whole life is a type of life insurance contract that provides insurance coverage of the contract holder for his or her entire life. Upon the inevitable death of the contract holder, the insurance payout is made to the contract's beneficiaries. These policies also include a savings component, which accumulates a cash value. This cash value is one of the key elements of whole life insurance. There is no Whole Life plan as of end of FY 2079-80.

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

v) Other Term - Term life insurance, also known as pure life insurance, is life insurance that guarantees payment of a stated death benefit during a specified term. Once the term expires, the policyholder can renew it for another term, convert the policy to permanent coverage, or allow the policy to terminate. Other Term includes Micro Term Plan, Jeevan Surakhsya Plan and Group Term Plan.

vi) Special Term

- Special Term insurance is a modified version of term insurance with added benefits. Special Term includes Lagani Firta Myadi Plan.

vii) Others to be Specified (Endowment Non Par) - Life insurance policies other than above mentioned products are classified as others. Other policy include Endowment Non Participative Plan.

(r) Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization. All other borrowing costs are recognized in statement of profit or loss in the period in which they are incurred.

(s) Cash Flow Statement

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

(t) Leases

The lease liability has been accounted for under NFRS 16 "Leases". For all the significant lease, the Right-of-Use assets has been recognized at its initial recognition under cash model. The Lease liability has been recognized at the present value of the lease payments that are not paid at that date. The lease payment has been discounted at the incremental borrowing rate in lease which is 10%. After the commencement date, the right of use asset has been measured using cost model. The lease liability has been increased to reflect interest on the lease liability & has been reduced by the lease payment. The lease assets having the lease liability of equal to or less than 12 months or 5 lacs present value at inception has been considered as low value and for those lease the expenses has been recognized under straight line basis.

(u) Income Taxes

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

i) Current Tax

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

ii) Deferred Tax

Deferred Tax is recognized on temporary differences between the carrying amounts of Assets & Liabilities in the Statement of Financial Position and their Tax Base. Deferred tax Assets & Liabilities are recognized for deductible and taxable temporary differences arising between the tax base of Assets & Liabilities and their carrying amount in Financial Statements, except when the Deferred Income Tax arises from the initial recognition of goodwill, an Asset or Liability in a transaction that is not a business combination and affects neither accounting nor taxable Profits or Loss at the time of the transaction.

(v) Provisions, Contingent Liabilities & Contingent Assets

(i) Provisions

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

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

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

(ii) Contingent Liabilities

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

(iii) Contingent Assets

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

(w) Functional Currency & Foreign Currency Transactions

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

(x) Earnings Per Share

Basic Earning per share is calculated by dividing the profit attributable to owners of the company by the Weighted Average Number of equity shares outstanding during the Financial Year. For diluted earning per share, the weighted average number of ordinary shares in issue is adjusted to assume conversion of all dilutive potential ordinary shares."

(y) Operating Segment

Operating Segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM) as defined by NFRS 8, "Operating Segment". Company's Income & Expenses including interest are considered as part of un-allocable Income & Expenses which are not identifiable to any business segment. Company's Asset & Liabilities are considered as part of un-allocable Assets & Liabilities which are not identifiable to any business.

(z) Leased Assets

The Company has made the use of leasing arrangements principally for the provision of the office spaces. The rental contracts for the offices are typically negotiated for terms of between 2 and 10 years and some of these have extension terms. The Company has not entered into sale and leaseback arrangements. All the leases are negotiated on an individual basis. The Company has assessed whether a contract is or contains a lease at inception of the company. The lease conveys the right to direct the use and obtain substantially all of the economic benefits of an identified asset for a period of time in exchange for consideration. At lease commencement date, the company has recognized a right-of-use lease asset and a lease liability in its Statement of Financial Position. The right of use assets is measured at cost. Which is made up of the initial measurement of the lease liability, any initial direct costs incurred by the company, an estimate of any costs to dismantle and remove the asset at the end of the lease, and any lease payments made in advance of the lease commencement date. The Company has depreciated the right of use asset on a straight line basis from the lease commencement date to the earlier of the end of the useful life of the right of use asset or the end of the lease term. The company has also assessed the right of use asset for impairment when such indicator exist. At the commencement date, the company has measured the lease liability at the present value of the lease payments unpaid at that date, discounted using the company's incremental borrowing rate because as the lease contracts are negotiated with third parties it is not possible to determine the interest rate that is implicit in the lease. The incremental borrowing rate is the estimated rate that the company would have to pay to borrow the same amount over a similar term, and with similar security to obtain an asset of equivalent value.

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended Ashad 31, 2080 (July 16, 2023)

4. Goodwill & Intangible Assets

Fig. in NPR

Particulars	Softwares	Goodwill	Others (to be specified)	Total
Gross carrying amount				-
As at Shrawan 1, 2078	8,297,396	-	-	8,297,396
Additions during the year	-	-	-	-
Acquisition	50,000	-	-	50,000
Internal Development	-	-	-	-
Business Combination(to be Specified)	-	-	-	-
Disposals during the year	-	-	-	-
Revaluation/Adjustment	-	-	-	-
Balance as at Ashadh 32, 2079	8,347,396	-	-	8,347,396
Additions during the year	-	-	-	-
Acquisition	1,035,914	-	-	1,035,914
Internal Development	-	-	-	-
Business Combination	-	3,965,276	-	3,965,276
Disposals during the year	(4,138,625)	-	-	(4,138,625)
Revaluation/Adjustment	-	-	-	-
Balance as at Ashadh 31, 2080	5,244,685	3,965,276	-	9,209,961
	-	-	-	-
Accumulated amortization and impairment	-	-	-	-
As at Shrawan 1, 2078	3,162,220	-	-	3,162,220
Additions during the year	1,659,752	-	-	1,659,752
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as at Ashadh 32, 2079	4,821,972	-	-	4,821,972
Additions during the year	1,736,790	-	-	1,736,790
Additions during the year through Business Combination	-	-	-	-
Disposals during the year	(3,028,920)	-	-	(3,028,920)
Impairment during the year	-	-	-	-
Balance as at Ashadh 31, 2080	3,529,842	-	-	3,529,842
Capital Work-In-Progress				
As on Shrawan 1, 2078	-	-	-	-
Additions during the year	-	-	-	-
Capitalisation during the year	-	-	-	-
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as on Ashadh 32, 2079	-	-	-	-
Additions during the year	-	-	-	-
Capitalisation during the year	-	-	-	-
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as on Ashadh 31, 2080	-	-	-	-
Net Carrying Amount				
As on Ashadh 32, 2079	3,525,424	-	-	3,525,424
As on Ashadh 31, 2080	1,714,843	3,965,276	-	5,680,119

5. Property and Equipment

Fig. in NPR

Particulars	Land	Buildings	Build- Leasehold Improvement	Furniture & Fixtures	Computers and IT Equipments	Office Equipment	Vehicles	Other As- sets	Total
Gross carrying amount									
As on Shrawan 1, 2078	-	-	32,448,551	22,528,570	10,829,489	20,247,598	42,709,800	-	128,764,009
Additions during the year	-	-	-	-	-	-	-	-	-
Acquisition	-	-	1,767,469	1,108,182	3,353,384	4,701,809	22,473,473	-	33,404,318
Capitalization	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	(13,456,000)	-	-	-13,456,000
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/adjustments	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 32, 2079	-	-	34,216,021	23,636,752	14,182,873	24,949,407	51,727,273	-	148,712,327
Additions during the year	-	-	-	-	-	-	-	-	-
Acquisition	-	-	1,207,260	608,114	564,000	835,089	51,800,000	-	55,014,463
Capitalization	-	-	-	-	-	-	-	-	-
Business Combination	-	-	14,267,462	12,931,415	10,824,814	4,197,901	20,377,000	-	62,598,592
Disposals during the year	-	-	(257,763)	(118,311)	-	(278,118)	(23,075,000)	-	(23,729,192)
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 31, 2080	-	-	49,432,979	37,057,970	25,571,687	29,704,279	100,829,273	-	242,596,189
Accumulated depreciation and impairment									
As on Shrawan 1, 2078	-	-	18,390,241	5,712,665	5,234,624	10,794,230	21,787,838	-	61,919,598
Additional during the year	-	-	6,612,143	2,309,484	2,430,226	4,537,119	7,471,294	-	23,360,265
Disposals during the year	-	-	-	-	-	-	(5,899,183)	-	(5,899,183)
Write-offs during the year	-	-	-	-	-	-	-	-	-

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Impairment during the year	-	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 32, 2079	-	25,002,384	8,022,149	7,664,850	15,331,349	23,359,949	-	79,380,681		
Addition during the year through business combination		10,126,402	9,136,227	9,586,708	3,054,626	10,756,703	-		42,660,667	
Additional during the year	-	5,599,820	2,413,958	2,561,226	4,281,066	14,618,427	-		29,474,497	
Disposals during the year	-	(228,241)	(56,653)	-	(120,411)	(16,248,187)	-		(16,653,493)	
Write-offs during the year	-	-	-	-	-	-	-		-	
Impairment during the year	-	-	-	-	-	-	-		-	
Transfer/ adjustments	-	-	-	-	-	-	-		-	
Balance as on Ashadh 31, 2080	-	40,500,365	19,515,681	19,812,785	22,546,629	32,486,891	-	134,862,352		
 Capital Work-In-Progress	 As on Shrawan 1, 2078	 -	 -	 -	 -	 -	 -	 -	 -	 -
Additions during the year	-	-	-	-	-	-	-	-	-	-
Capitalisation during the year	-	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 32, 2079	-	-	-	-	-	-	-	-	19,429,551	
Additions during the year	-	-	19,429,551	-	-	-	-	-	19,429,551	
Capitalisation during the year	-	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 31, 2080	-	19,429,551	-	-	-	-	-	-	19,429,551	
 Net Carrying Amount	 As on Ashadh 32, 2079	 -	 9,213,637	 15,614,603	 6,518,023	 9,618,059	 28,367,325	 -	 69,331,646	

Continue...

As on Ashadh 31, 2080	-	28,362,165	17,542,289	5,758,902	7,157,649	68,342,382	-	127,163,388
Right-of-Use Assets (After Implementation of NFRS 16)	-	-	-	-	-	-	-	-
Gross carrying amount								
As on Shrawan 1, 2078	-	-	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-	-	71,525,615
Disposals during the year	-	-	-	-	-	-	-	71,525,615
Write-offs during the year	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-
Balance as on Ashadh 32, 2079	-	-	-	-	-	71,525,615	71,525,615	
Additions during the year	-	-	-	-	-	-	-	-
Business Combination	-	-	-	-	-	-	-	56,916,853
Disposals during the year	-	-	-	-	-	-	-	56,916,853
Write-offs during the year	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-
Balance as on Ashadh 31, 2080	-	-	-	-	-	-	128,442,468	128,442,468
Accumulated depreciation								
As on Shrawan 1, 2078	-	-	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-	12,932,568	12,932,568
Disposals during the year	-	-	-	-	-	-	-	-

Continue...

Write-offs during the year	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-
Transfer/adjustments	-	-	-	-	-	-	-	-
Balance as on Ashadh 32, 2079	-	-	-	-	-	12,932,568	12,932,568	
Depreciation	-	-	-	-	-	12,932,568	12,932,568	
Addition during the year through business combination	-	-	-	-	-	15,997,452		
Disposals during the year	-	-	-	-	-	-	-	
Write-offs during the year	-	-	-	-	-	-	-	
Impairment during the year	-	-	-	-	-	-	-	
Transfer/adjustments	-	-	-	-	-	-	-	
Balance as on Ashadh 31, 2080	-	-	-	-	-	41,862,589	25,865,136	
Net Carrying Amount								
As on Ashadh 32, 2079	-	-	-	-	-	58,593,047	58,593,047	
As on Ashadh 31, 2080	-	-	-	-	-	86,579,880	86,579,880	
Grand Total								
As on Ashadh 32, 2079	-	9,213,637	15,614,603	6,518,023	9,618,059	28,367,325	58,593,047	127,924,693
As on Ashadh 31, 2080	-	28,362,165	17,542,289	5,758,902	7,157,649	68,342,382	86,579,880	213,743,268

6. Investment Properties

Company does not have Investment Properties to be disclosed.

7. Deferred Tax Assets/(Liabilities)

Particulars	Current Year			Previous Year		
	Through SOPL	Through SOCI	Total	Through SOPL	Through SOCI	Total
Deferred Tax on Temporary Difference	-	-	-			
Goodwill & Intangible Assets	-	-	-			-
Property and Equipment	(26,599,303)	-	(26,599,303)	(606,435)		(606,435)
Financial Assets at FVPTL	-	-	-			-
Financial Assets at FVTOCI	-	30,519,131	30,519,131		8,054,799	8,054,799
Provision for Leave	13,993,267	-	13,993,267	5,214,637		5,214,637
Provision for Gratuity	3,060,429	-	3,060,429	1,748,852		1,748,852
Impairment Loss on Financial Assets	-	-	-			-
Impairment Loss on Other Assets	-	-	-			-
Carry forward of unused tax losses	176,451,607	-	176,451,607	176,451,607		176,451,607
Changes in tax rate	-	-	-			-
Rent Equalization	25,436,026	-	25,436,026	2,393,253		2,393,253
Total	192,342,025	30,519,131	222,861,156	185,201,913	8,054,799	193,256,711
Deferred Tax Assets	192,342,025	30,519,131	222,861,156	185,201,913	8,054,799	193,256,711
Deferred Tax Liabilities						-

Movements in deferred tax assets/ (Liabilities)

Particulars	Current Year			Previous Year		
	SOPL	SOCI	Total	SOPL	SOCI	Total
As at Shrawan 1, 2079	185,201,913	8,054,799	193,256,711	183,423,122	(8,817,063)	174,606,059
Transfer from acquisition	12,464,287	3,343,906	15,808,193			
Charged/(Credited) to Statement of Profit or Loss	(5,324,175)	-	(5,324,175)	1,778,791		1,778,791
Charged/(Credited) to Other Comprehensive Income	-	19,120,426	19,120,426		16,871,861	16,871,861
As at Ashadh 31, 2080	192,342,025	30,519,131	222,861,156	185,201,913	8,054,799	193,256,711

8. Investment in subsidiaries

Company does not have any Investment in subsidiaries to be disclosed.

9. Investment in Associates

Company does not have any Investment in Associates to be disclosed.

10. Investments

Fig. in NPR

Particulars	Current Year	Previous Year
Investments measured at Amortised Cost	10,363,654,332	4,352,023,000
i) Investment in Preference Shares of Bank and Financial Institutions		-
ii) Investment in Debentures	1,458,927,000	527,023,000
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-
iv) Fixed Deposits in "A" Class Financial Institutions	7,339,227,332	3,041,500,000
v) Fixed Deposits in Infrastructure Banks	-	-
iv) Fixed Deposits in "B" Class Financial Institutions	1,299,500,000	511,500,000
iiiv) Fixed Deposits in "C" Class Financial Institutions	266,000,000	272,000,000
iiiv) Others (to be Specified)	-	-
Less: Impairment Losses		-
Investments at FVTOCI	686,068,435	500,862,129
i) Investment in Equity Instruments (Quoted)	553,662,834	462,750,129
ii) Investment in Equity Instruments (Unquoted)	69,560,000	21,195,000
iii) Investment in Mutual Funds	62,845,600	16,917,000
iv) Investment in Debentures	-	-
v) Others (to be Specified)	-	-
Investments at FVTPL		-
i) Investment in Equity Instruments (Quoted)		
ii) Investment in Equity Instruments (Unquoted)		
iii) Investment in Mutual Funds		
iv) Investment in Debentures		
v) Others (to be specified)		
Total	11,049,722,767	4,852,885,129

a) Details of Impairment Losses

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

b) Investments having expected maturities less than 12 months:

Fig. in NPR

Particulars	Current Year	Previous Year
Investment in Equity Instruments (Quoted)	-	
Investment in Equity Instruments (Unquoted)	-	
Investment in Mutual Funds	-	
Investment in Preference Shares of Bank and Financial Institutions	-	
Investment in Debentures	20,000,000	
Investment in Bonds (Nepal Government/NRB/ Guaranteed by Nepal Government)	-	
Fixed Deposit with "A" Class Financial Institutions	1,554,000,000	2,911,500,000
Fixed Deposit with Infrastructure Banks	-	
Fixed Deposit with "B" Class Financial Institutions	203,000,000	506,500,000
Fixed Deposit with "C" Class Financial Institutions	141,000,000	202,000,000
Others (to be Specified)	-	
Total	1,918,000,000	3,620,000,000

c) Information relating to investment in equity instruments

Fig. in NPR

Particulars	Current Year			Previous Year		
	Units	Cost	Fair Value	Units	Cost	Fair Value
Investment in Equity Instruments (Quoted)						
Sanima Mai Hydropower Ltd.	6,600	3,195,339	2,336,400	6,600	3,195,339	2,019,600
Nepal Bank Ltd.	1,415,036	456,236,701	346,683,820	917,254	313,569,682	273,341,692
Nepal Doorsanchar Co. Ltd	1,800	2,171,146	1,626,660	9,800	9,071,356	8,613,220
Citizen Investment Trust	1,131	80,000	2,361,528	870	80,000	2,188,050
Rastriya Beema Company Limited Promoter Share	330	4,296,914	4,416,720	330	4,296,914	3,725,370
Nabil Bank Ltd	10,456	8,950,614	6,169,040	4,008	4,314,556	3,302,592
Sunrise Bank Ltd.	3,000	691,954	519,000	3,000	691,954	621,000
Rural Microfinance Dev. Centre Ltd.	6,805	6,429,185	5,273,875	5,401	6,429,185	4,526,038
Kumari Bank Ltd.	13,879	3,088,557	2,220,640	3,542	789,053	676,522
Shree Investment and Finance Ltd.	5	709	1,849	5	709	1,494
RSDC laghubitta Bitiya Sansthan	1	486	611	1	486	555
Siddhartha Bank Ltd	547	114,960	134,015	486	114,960	147,258
Agriculture Development Bank Ltd.	1	441	228	1	441	331
Global IME Bank Ltd.	5,300	1,181,728	964,600	-	-	-
Prabhu Bank Ltd.	31,487	6,407,145	5,037,920	-	-	-
Himalayan Bank Limited	29,072	7,430,775	6,046,976	34	14,403	10,173
Himalayan Bank Ltd.Promoter	516,847	53,355,091	67,190,110	-	-	-
Laxmi Bank Limited	1	229	173	1	229	199
Neco Insurance Co. Ltd.	3,181	2,891,816	2,789,737	2,766	2,891,816	1,919,604
Nepal SBI Bank Limited	6,763	2,183,995	2,287,247	8,066	2,650,990	2,277,032

NMB Bank Limited	1	368	224	1	368	261
Sana Kisan Bikas Bank Ltd	8,820	9,561,771	7,673,400	7,000	9,561,771	7,455,000
Standard Chartered Bank Limited	129	73,426	67,854	129	73,426	51,123
Nadep Laghubitta Bittiya Sanstha Limited	3,172	3,042,848	1,929,210	3,172	3,042,848	3,295,708
Shikhar Insurance Co. Ltd.	1,160	1,415,066	974,516	1,000	1,415,066	807,000
Nepal Insurance Co. Ltd.	540	226,368	441,720	-	-	-
Nerude Laghubita Bikas Bank Limited	1,427	1,011,731	949,240	3,470	3,000,605	3,053,600
Nepal Infrastructure Bank Limited	6,000	1,749,701	1,295,400	18,500	4,676,801	4,440,000
First Micro Finance Development Bank Ltd	6,545	4,110,037	4,810,575	11,000	7,985,175	7,315,000
NLG Insurance Company Ltd.	3,630	2,639,922	3,042,303	3,300	2,639,922	1,577,400
Siddhartha Premire Insurance Ltd.	8,935	6,930,723	6,871,015	-	-	-
Soaltee Hotel Limited	11,000	2,838,165	5,280,000	13,100	3,550,635	2,652,750
Shine Resunga Development Bank Ltd.	7,931	2,550,437	3,013,780	7,000	2,550,437	2,064,300
NESDO Sambriddha Laghubitta Bittiye Sanstha Limited	50	126,551	101,755	3,250	8,225,869	7,410,000
Nirdhan Utthan Bank Limited	22,909	21,518,343	16,446,371	1,081	1,116,419	1,188,019
Radhi Bidyut Company Ltd.	862	160,290	199,122	-	-	-
Salt Trading Corporation	-	-	-	10	70,649	39,500
Civil Bank Promoter	-	-	-	613,150	53,355,091	74,191,150
Civil Bank Ltd.	-	-	-	55,923	12,031,744	11,911,599
Nepal Credit and Commerce Bank (NCC Bank)	-	-	-	10,001	2,299,504	2,109,211
Bank of Kathmandu Lumbini Ltd.	-	-	-	5,000	1,181,728	1,135,500
Century Commercial Bank Ltd.	-	-	-	30,060	6,407,145	5,500,980
Nepal Bangladesh Bank Limited	-	-	-	11,200	4,636,058	4,468,800
Siddhartha Insurance Ltd.	-	-	-	8,198	6,930,723	4,457,253
Swabalamban Bikas Bank Limited	-	-	-	8,059	8,182,045	9,420,971
Forward Community Microfinance Bittiya Sanstha Ltd.	-	-	-	1,000	2,216,175	2,385,000
Laxmi Laghubitta Bittiya Sanstha Ltd.	-	-	-	1,921	2,324,048	2,449,275
Agricultural Development Bank Limited	2,448	1,043,166	558,634	2,400	1,043,184	794,400
Arun Valley Hydropower Development Company Limited	3,240	1,565,503	837,216	3,000	1,565,520	1,068,300
Arun Kabeli Power Ltd	1,000	237,300	237,300	-	-	-
Api Power Company Ltd	1,768	351,872	351,872	-	-	-
Bottlers Nepal (Terai)Limited	20	262,472	276,000	-	-	-
Cedb Hydropower Development Co. Ltd.	500	431,685	451,500	-	-	-
Citizen Investment Trust	506	1,059,581	1,059,581	647	2,082,654	1,627,205
Citizen Bank Ltd	9,647	1,785,639	1,630,343	1,500	386,595	303,750
Chhimek Laghubitta Bittiya Sanstha Limited	-	-	-	564	748,011	620,400
Garima Bikas Bank Limited	1,968	762,309	756,302	739	387,842	285,993
Global IME Bank Ltd.	30,499	7,901,007	5,596,567	30,656	8,416,694	7,377,970
Grameen Bikas Laghubitta Bittiya Sanstha Limited	-	-	-	1,000	1,073,880	756,000
Forward Microfinance Laghubitta Bittiya Sanstha Limited	-	-	-	69	165,501	164,565
Himalayan Distillery Limited	540	1,323,951	1,210,140	-	-	-
Kumari Bank Ltd.	20,740	4,558,899	3,318,400	20,740	4,558,899	3,961,340
Laxmi Sunrise Bank Limited	12,780	2,990,897	2,210,940	12,780	2,990,897	2,543,220

Fig. in NPR

Machhapuchre Bank Limited	21,064	4,922,590	4,806,805	14,447	3,966,409	3,669,538
Mirmire Laghubitta Bittiya Sanstha Limited	285	255,796	198,959	-	-	-
Mountain Energy Nepal Limited	-	-	-	1,243	513,358	502,304
Nepal Doorsanchar Company Limited	-	-	-	16	21,331	14,062
Nesdo Sambridha Laghubitta Bittiya Sanstha Limited	220	445,694	448,360	350	927,609	798,000
Nic Asia Bank Limited	869	616,364	679,471	500	377,040	348,000
NIC Asia Laghubitta Bittiya Sanstha Limited	-	-	-	422	522,276	362,878
Nirdhan Utthan Laghubitta Bittiya Sanstha Limited	495	496,629	360,855	195	313,227	214,305
Prime Commercial Bank Ltd	9,146	2,297,617	1,753,288	4,905	1,518,276	1,299,825
Prabhu Bank Ltd.	12,853	3,108,935	2,056,480	12,719	3,309,903	2,632,833
Rmdc Laghubitta Bittiya Sanstha Ltd	500	394,085	387,500	312	265,319	261,456
Sahas Urja Limited	2,195	1,548,441	1,073,355	2,195	1,548,441	1,009,700
Sanima Bank Ltd	20,983	5,747,418	5,329,682	14,719	4,586,510	4,062,444
Siddhartha Bank Ltd	23,711	7,647,869	5,787,855	15,990	6,137,787	4,844,970
Shine Resunga Development Bank Limited	2,400	847,416	924,000	-	-	-
Shivam Cements Limited	-	-	-	425	378,284	323,000
Standard Chartered Bank Ltd	-	-	-	2,000	857,319	792,600
Sunrise Bank Ltd	11,000	2,605,818	1,904,100	11,000	2,605,818	2,277,000
Swabalamban Laghubitta Bittiya Sanstha Limited	205	245,672	178,330	150	245,672	175,350
Standard Chartered Bank Ltd	-	-	-	2,000	857,319	792,600
Investment in Equity Instruments (Unquoted)						
Vision Lumbini Urja Company Ltd.	200,000	20,000,000	20,000,000	15,990	20,000,000	20,000,000
Sanigad Hydro Ltd.	120,000	12,000,000	12,000,000	-	-	-
Kalanga Hydro Ltd.	50,000	5,000,000	5,000,000	425	-	-
Bungal Hydro Ltd.	30,000	3,000,000	3,000,000	2,000	-	-
Thulo Khola Hydro	200,000	20,000,000	20,000,000	11,000	-	-
Insurance Institute Nepal	95,600	9,560,000	9,560,000	23,900	2,390,000	2,390,000
Investment in Mutual Funds						
NIC ASIA Growth	80,000	800,000	800,000	80,000	800,000	892,000
Citizen Mutual Fund-1	750,000	7,500,000	6,765,000	750,000	7,500,000	6,600,000
NMB 50	550,000	5,500,000	5,775,000	550,000	5,500,000	7,095,000
Sanima Large Cap Fund	250,000	2,500,000	2,020,000	250,000	2,500,000	2,330,000
NMB SULAV INVESTMENT FUND 2	1,000,000	10,000,000	10,000,000	-	-	-
NIBL Growth fund	500,000	5,000,000	4,745,000	-	-	-
Sanima Large Cap Fund	500,000	5,000,000	4,135,000	500,000	5,000,000	4,660,000
Nabil Balanced Fund III	16,680	166,800	125,600	16,680	166,800	157,292
Sanima Growth Fund	500,000	5,000,000	4,545,000			
NIBL Growth Fund	2,000,000	20,000,000	19,360,000			
Prabhu Smart Fund (PRSF)	500,000	5,000,000	4,575,000			
Total	9,669,215	808,144,958	685,947,069	4,136,368	591,814,699	550,758,429

d) The company has earmarked investments amounting to NPR.8,904,727,332 to Nepal Insurance Authority

11. Loans

Fig. in NPR

Particulars	Current Year	Previous Year
Loans measured at Amortised Cost		
Loan to Employees	58,698,792	128,324,000
Loan to Agents	19,773,952	7,435,551
Loan to Policyholders	874,375,217	425,588,422
Others (to be Specified)	-	-
Less: Impairment Losses	8,016,725	185,462
Total	944,831,236	561,162,511

a) Loans to Policyholders

Particulars	Loan amount		Interest Income	
	Current Year	Previous Year	Current Year	Previous Year
Endowment	684,658,681	377,455,487	43,842,055	32,638,510
Anticipated Endowment	91,473,756	27,621,363	4,926,352	2,000,892
Endowment cum Whole Life	63,854,808	20,511,572	3,057,695	1,300,486
Whole Life	-	-	-	-
Foreign Employment Term	-	-	-	-
Micro Term	-	-	-	-
Special Term	702,236	-	-	-
Endowment Non Par	33,685,738	-	-	-
Total	874,375,217	425,588,422	51,826,102	35,939,888

Note: Interest Income on Policy Loan pertaining to former Mahalaxmi Life is routed through Reserve & Surplus.

b) Expected repayment of loan within 12 months:

Particulars	Current Year	Previous Year
Loan to Employees		
Loan to Agents		
Loan to Policyholders		
Others (to be Specified)	-	-
Total	-	-

12. Reinsurance Assets

Fig. in NPR

Description	Policy liabilities and provisions		Claim Payment Reserve		Impairment Losses		Net Reinsurance Assets	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment								-
Anticipated Endowment								-
Endowment cum Whole Life								-
Whole Life								-
Foreign Employment Term								-
Micro Term								-
Special Term								-
Others (to be Specified)								-
Total	-	-	-	-	-	-	-	-

13. Insurance receivables

Particulars	Current Year	Previous Year
Receivable from Reinsurer	12,478,122	28,186,092
Receivable from other Insurance Companies	-	72,634
Others(to be Specified)		
Less: Impairment Losses		
Total	12,478,122	28,258,725

a) Expected receivable within 12 months:

Particulars	Current Year	Previous Year
Receivable from Reinsurer	12,478,122	28,186,092
Receivable from Other Insurance Companies	-	72,634
Others(to be Specified)		
Total	12,478,122	28,258,725

14. Other Assets

Fig. in NPR

Particulars	Current Year	Previous Year
Capital Advances	-	-
Prepaid Expenses	5,643,643	1,310,761
Claim Advances		-
Advance To Suppliers		-
Staff Advances	5,262,872	6,170,274
Printing and Stationary Stocks	108,519	2,600,593
Stamp Stocks		982
Deferred Expenses	2,772,197	-
Deferred Reinsurance Commission Expenses		-
Deferred Agent Commission Expenses		-
Lease Receivables		-
Others (Other Advance)	1,657,994	3,072,108
Less: Impairment Losses		(38,949)
Total	15,445,225	13,115,770

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

Particulars	Current Year	Previous Year
Capital Advances	-	-
Prepaid Expenses	5,643,643	1,310,761
Claim Advances	-	-
Advance To Suppliers	-	-
Staff Advances	5,262,872	6,170,274
Printing and Stationary Stocks	108,519	2,600,593
Stamp Stocks	-	
Deferred Expenses	2,772,197	-
Deferred Reinsurance Commission Expenses	-	-
Deferred Agent Commission Expenses	-	-
Lease Receivables	-	-
Others (to be specified)	1,657,994	3,072,108
Total	15,445,225	13,153,737

15. Other Financial Assets

Fig. in NPR

Particulars	Current Year	Previous Year
Security Deposits	182,309	-
Accrued Interest	53,476,113	22,799,205
Interest Receivable from Loan to Policyholders	76,669,858	30,895,077
Other Receivables	71,950	-
Other Deposits	1,500	182,309
Sundry Debtors	69,685	77,765
Interest Receivable from Agent	53,431	53,431
Less: Impairment Losses		
Total	130,524,846	54,007,787

a) Expected maturities within 12 months:

Particulars	Current Year	Previous Year
Security Deposits	-	-
Accrued Interest	53,476,113	22,799,205
Interest Receivable from Loan to Policyholders	76,669,858	
Other Receivables	71,950	
Other Deposits	-	
Sundry Debtors	69,685	77,765
Other (to be Specified)	-	
Total	130,287,606	22,876,970

16. Cash & Cash Equivalent

Particulars	Current Year	Previous Year
Cash in Hand	4,872,738	22,175,223
Cheque in Hand	-	-
Bank Balances	-	
i) Balance With "A" Class Financial Institutions	336,605,455	307,592,230
ii) Balance With Infrastructure Banks	-	
iii) Balance With "B" Class Financial Institutions	53,125,428	29,778,067
iv) Balance With "C" Class Financial Institutions	9,835,691	5,862,774
Less: Impairment Losses	-	
Deposit with initial maturity upto 3 months	-	20,000,000
Others (to be Specified)	-	
Less: Impairment Losses	-	
Total	404,439,311	385,408,294

17 (a) Share Capital

Fig. in NPR

Particulars	Current Year	Previous Year
Ordinary Shares		
As at Shrawan 1, 2079	2,196,000,000	2,000,000,000
Additions during the year	-	
i) Bonus Share Issue	-	196,000,000
ii) Share Issue for acquisition of Mahalaxmi Life	2,100,000,000	
As at Ashadh 31, 2080	4,296,000,000	2,196,000,000
Convertible Preference Shares (Equity Component only)	-	
As at Shrawan 1, 2079	-	-
Additions during the year	-	-
As at Ashadh 31, 2080	-	-
Irredeemable Preference Shares (Equity Component only)	-	-
As at Shrawan 1, 2079	-	-
Additions during the year	-	-
As at Ashadh 31, 2080	-	-
Total	4,296,000,000	2,196,000,000

(i) Ordinary Shares

Particulars	Current Year	Previous Year
Authorised Capital:		
5,00,00,000 Ordinary Shares of Rs. 100 Each	5,000,000,000	2,000,000,000
Issued Capital:		
4,29,60,000 Ordinary Shares of Rs. 100 Each.	4,296,000,000	2,000,000,000
Subscribed and Paid Up Capital:		
4,29,60,000 Ordinary Shares of Rs. 100 Each.	4,296,000,000	2,000,000,000
Total	4,296,000,000	2,000,000,000

(ii) Preference Share Capital

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

Shareholding Structure of Share Capital

Fig. in NPR

Particulars	Number of Shares		Percentage	
	Current Year	Previous Year		Previous Year
Promoters				
Government of Nepal				
Nepali Organized Institutions	19,279,385		44.88%	
Nepali Citizens	17,092,615		39.79%	
Foreigners				
Others (to be Specified)				
Total (A)	36,372,000		84.66%	-
Other than Promoters				
General Public	6,588,000		15.34%	
Others (to be Specified)				
Total (B)	6,588,000		15.34%	-
Total(A+B)	42,960,000		100.00%	-

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

Particulars	Number of Shares		Percentage	
	Current Year	Previous Year	Current Year	Previous Year
Nepal Investment Mega Bank	3,000,000		8.25%	
Samjhana Aryal	3,000,000		8.25%	
Jyoti Bikash Bank Ltd.	2,873,850		7.90%	
Prabhu Bank Limited	2,196,000	2,196,000	6.04%	10.00%
Shangrila Development Bank Limited	1,951,695	1,951,695	5.37%	8.89%
Nepal Investment Pvt Ltd	1,537,200	1,537,200	4.23%	7.00%
Excel Development Bank Ltd	1,200,000		3.30%	
Prabhu Group Pvt. Ltd	1,098,000	1,098,000	3.02%	5.00%
Prabhu Management Pvt Ltd	768,600	768,600	2.11%	3.50%
NMB Bank	750,000		2.06%	
Mahalaxmi Bikas Bank Ltd	712,500		1.96%	
Sishu Aryal	600,000		1.65%	
Prabhu Capital Limited	549,000	549,000	1.51%	2.50%
Rajan Prasad Subedi	530,000		1.46%	
Nrn Infrastructure & Development Ltd	500,000		1.37%	
Mohan Lal Agrawal	400,000		1.10%	
Birat Kumar Shrestha	384,300	384,300	1.06%	1.75%
Devi Prakash Bhattachan	382,751	383,751	1.05%	1.75%

17 (b) Share Application Money Pending Allotment

Fig. in NPR

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

17 (c) Share Premium

Particulars	Current Year	Previous Year
As on Shrawan 1, 2079		-
Additions on acquisiton of Mahalaxmi Life	19,352,486	
Increase due to issue of shares at premium		-
Decrease due to issue of bonus shares		
Transaction costs on issue of share		
Others (to be Specified)		
As on Ashadh 31, 2080	19,352,486	-

17 (d) Catastrophe Reserves

Particulars	Current Year	Previous Year
As on Shrawan 1, 2079	34,166,744	24,976,982
Additions on acquisiton of Mahalaxmi Life	24,312,846	
Additions	13,846,407	9,189,762
Utilizations		
As on Ashadh 31, 2080	72,325,997	34,166,744

17 (e) Retained Earnings

Fig. in NPR

Particulars	Current Year	Previous Year
As on Shrawan 1, 2079	87,887,417	207,334,663
Additions on acquisition of Mahalaxmi Life	269,819,705	
Net Profit or Loss	249,275,834	125,886,431
Items of OCI recognised directly in retained earnings	-	
Remeasurement of Post-Employment Benefit Obligations	-	
Transfer to reserves	-	
Revaluation Reserves	-	
Capital Reserves	-	
Catastrophic Reserves	(12,730,000)	(9,189,762)
Corporate Social Responsibility(CSR) Reserves	(2,546,000)	(918,976)
Insurance Fund	-	
Fair Value Reserves	-	
Actuarial Reserves	-	
Deferred Tax Reserve	6,212,514	(1,778,791)
Regulatory Reserves	20,988,440	(37,102,909)
Other Reserve(to be specified)	-	
Transfer of Depreciation on Revaluation of Property and Equipment	-	
Transfer of Disposal of Revalued Property and Equipment	-	
Transfer of Disposal of Equity Instruments Measured at FVTOCI	-	
Issue of Bonus Shares	-	(196,000,000)
Transaction costs on issue of Shares	-	
Dividend Paid	-	
Dividend Distribution Tax	-	(10,315,789)
Transfer to Insurance Contract Liability	-	
Prior Period Adjustment	-	9,573,012
As on Ashadh 31, 2080	618,907,910	87,487,878

17 (f) Other Equity

Fig. in NPR

Particulars	Current Year	Previous Year
Revaluation Reserves		
Capital Reserves		
Corporate Social Responsibility(CSR) Reserves	4,931,860	918,976
Insurance Fund	-	
Fair Value Reserves	(91,557,392)	(24,164,396)
Actuarial Reserves	-	
Deferred Tax Reserve	192,342,025	186,090,252
Regulatory Reserve		57,357,257
Other Reserve(Capital Adjustment Reserve)	3,965,276	-
Total	109,681,768	220,202,090

18. Provisions

Particulars	Current Year	Previous Year
Provision for employee benefits		
i) Provision for Leave	55,973,067	20,858,546
ii) Provision for Gratuity	12,241,714	6,995,407
iii) Termination Benefits	-	
iv) Employee Benefit obligations (to be Specified)	28,288,890	10,210,847
Provision for tax related legal cases	-	
Provision for non-tax related legal cases	-	
Provision for agent incentive	-	58,056,301
Provision for office expenses	-	1,885,850
Total	96,503,671	98,006,951

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

Description	Opening Balance	Additions During the Year	Utilised During the Year	Reversed During the Year	Unwinding of Discount	Closing Balance
Provision for employee benefits						
i) Provision for Leave	20,858,546	39,479,933	4,365,412	-	-	55,973,067
ii) Provision for Gratuity	6,995,407	12,241,714	6,995,407	-	-	12,241,714
iii) Termination Benefits	-	-	-	-	-	-
iv) Other Employee Benefit obligations (to be Specified)	10,210,847	28,288,890	10,210,847	-	-	28,288,890
Provision for tax related legal cases	-	-	-	-	-	-
Provision for non-tax related legal cases	-	-	-	-	-	-
Provision for agent incentive	58,056,301	-	58,056,301	-	-	-
Provision for office expenses	1,885,850	-	1,885,850	-	-	-

Note: Addition during the year also includes Provision for Leave and Gratuity amounting RS. 24,951,853 and Rs. 12,241,714 respectively of former Mahalaxmi Life.

(b) Provision with expected payouts within 12 months

Fig. in NPR

Particulars	Current Year	Previous Year
Provision for employee benefits		
i) Provision for Leave	55,973,067	20,858,546
ii) Provision for Gratuity	12,241,714	6,995,407
iii) Termination Benefits		
iv) Other employee benefit obligations(to be Specified)	28,288,890	10,210,847
Provision for tax related legal cases		
Provision for non-tax related legal cases		
Provision for agent incentive	-	58,056,301
Provision for office expenses	-	1,885,850

19. Gross Insurance Contract liabilities.

Particulars	Current Year	Previous Year
Life Insurance Fund as per Actuary Report (19.1)	7,386,152,898	3,272,049,548
Claim Payment Reserve including IBNR (19.2)	26,265,894	21,833,592
Transfer from:		
Fair Value Reserve		
Actuarial Reserve		
Revaluation Reserve		
Other Reserve		
Net gain on fair value changes on FVTPL instruments		
Fair Value Gain on Investment Properties		
Share of Profit of Associates accounted as per Equity Method		
Share of Other Comprehensive Income of Associates		
Accounted for using the Equity Method		
Total	7,412,418,792	3,293,883,140

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

The various benefits consideration include Death benefit, Survival benefit and maturity benefit. Cash flow are projected in accordance with the product specification for each plan. Death related cash flows are projected for protection plans, whereas both death and maturity benefit related cash flow are projected for cash value products. Similarly, survival benefits and other benefits are projected in accordance with product specification. The credit of re insurance is considered in computation of reserve by allowing for the cash flows pertaining to re insurance policy. Re insurance premiums are considered as outgo and recovery from re insurer on expected claims are considered as income while calculating the reserve for each policy.

ii) Notes on valuation methods and assumptions

Valuation Methodology

i) The reserve are computed using gross premium methodology. The amount of long term liabilities have been determined separately for each contract using a prospective calculation by projecting future cash flows.

ii) The various benefits consideration include Death benefit, Survival benefit and Maturity benefit. Cash flow are projected in accordance with the product specification for each plan. Death related cash flows are projected for protection plans, whereas both death and maturity benefit related cash flow are projected for cash value products. Similarly, survival benefits and other benefits are projected in accordance with product specification.

iii) For Participating Products, accrued and vested bonus as at date of valuation is incorporated into computation and projection of the benefit cash flow-death and maturity benefits as per the product specification.

iv) Single premium polices, under which full premium are paid, acquiring paid up status only death related cash flow based on reduced sum assured and policy expenses are projected.

v) The credit of re insurance is considered in computation of reserve by allowing for the cash flows pertaining to re insurance policy. Re insurance premiums are considered as outgo and recovery from re insurer on expected claims are considered as income while calculating the reserve for each policy.

Reserve for optional Riders

Reserve are held for riders such as Accidental Death Cover, Waiver of Premium, Permanent and Total Disablement, Monthly Income Benefit. For all the riders a provision equivalent to unearned premium reserve has been held.

Provision for revival of Lapsed Policies

Since the Company is in first year of operation there is no any lapsed polices and no any disclosure has been made on valuation note.

EMR Provision and other Provision

Additional mortality risk in respect of polices which are rated on account of occupation hazard, over/under weight, smoking history, change in health condition or geographical conditions. Extra premium are charged and such amount is held as provision towards extra mortality reserve. Global base provision for the other contingencies.

Cost of Bonus

A provision has been held to support the cost of bonus declared as at the date of valuation for all policies in force as date of valuation.

Valuation Assumptions

Valuation has been carried based on the Directive issued by the Nepal Insurance Authority. The assumption used are based on mortality rates and table as well as long term future outlook. Parameter Valuation Assumptions As at 16.07.2023 Mortality Nepali Assured Lives Mortality Table 2009 Commission Commission taken on actual basis as per Schedule 11 of the Insurance Regulation 2049.

Expenses Increment 6% p.a

Valuation Rate of Interest 6% p.a

iii) Notes on the discounting policy

The relevant cash flows for each policy are discounted at rate of 6% with inflation rate of 3.5% p.a by actuary

iv) Notes on aggregation practises

Gross liability under individual life polices without netting for reinsurance cession has been presented on basis of product specification.

Annexure 19.1: Life Insurance Fund

Fig. in NPR

Particulars	Endowment	Anticipated Endowment	Endow- ment cum Whole Life	Whole Life	Foreign Employment Term	Special Term	Other Term	Others (Endowment Non par)	Total
Opening Life Insurance Fund	2,004,843,727	829,934,325	222,530,789	-	107,769,681	106,971,026	-	-	3,272,049,548
Life Insurance fund transferred from Mahalaxmi Life	2,167,891,601	409,878,744	331,801,487	-	56,442,249	16,845,913	-	484,156,821	3,467,016,816
Adjusted Opening Life Insurance Fund	4,172,735,328	1,239,813,069	554,332,276	-	164,211,930	123,816,939	-	484,156,821	6,739,066,364
Surplus transfer to Life Insurance fund as per Sec 21 of the directive	782,373,756	(109,102,501)	86,814,812	-	(20,446,322)	29,205,883	-	126,947	768,972,576
Gross Life Insurance Fund for valuation (A)	4,955,109,084	1,130,710,569	641,147,088	-	143,765,608	153,022,822	-	484,283,769	7,508,038,941
Net policyholder's liability	4,328,152,109	949,914,740	585,022,078	-	115,227,249	105,695,538	-	484,156,821	6,568,168,535
Surplus/(Deficit) before shareholder transfer	626,956,975	180,795,829	56,125,011	-	28,538,360	47,327,284	-	126,947	939,870,406
Transfer to shareholder fund (B)	34,242,685	9,235,201	2,415,566	-	28,538,360	47,327,284	-	126,947	121,886,043
Transfer from shareholder fund to cover deficit as per actuary report (C)	-	-	-	-	-	-	-	-	-
Closing life insurance Fund as per actuarial valuation (D=A-B+C)	4,920,866,400	1,121,475,368	638,731,522	-	115,227,249	105,695,538	-	484,156,821	7,386,152,898
i) Life fund to cover Net Policyholder's liability	4,328,152,109	949,914,740	585,022,078	-	115,227,249	105,695,538	-	484,156,821	6,568,168,535
ii) Life fund to cover Cost of bonus	589,377,826	170,597,989	53,341,339	-	-	-	-	-	813,317,154
iii) Any other liabilities (Please specify, if any)	-	-	-	-	-	-	-	-	-
iv) Unallocated surplus	3,336,464	962,639	368,105	-	-	-	-	-	4,667,209

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
NOTES TO THE FINANCIAL STATEMENTS

19.2 Gross claim payment Reserve including IBNR/IBNER

Fig. in NPR

Particulars	Outstanding "Death Claim"					Outstanding "Maturity Claim"					Outstanding "Partial Maturity Claim"					Outstanding "Surrender Claim"					IBNR/IBNER Claim					Gross outstanding claim reserve				
	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year		
Endowment	9,140,870	11,835,000	-			1,228,500										1,371,130	1,775,250	10,512,000	10,512,000	13,610,250										
Anticipated Endowment	4,376,522	6,400,000	-													656,478	960,000	6,261,500	7,360,000	632,500										
Endowment cum Whole Life	2,565,217	550,000	-													384,783	82,500	2,950,000	2,950,000	632,500										
Whole Life	-	-	-													-	-	-	-	-										
Foreign Employment Term	5,254,256	200,732	-													788,138	30,110	6,042,394	6,042,394	230,842										
Other Term	434,783	-	-													65,217	-	500,000	500,000	-										
Special Term	-	-	-													-	-	-	-	-										
Others (Endowment Non Par)	-	-	-													-	-	-	-	-										
Total	21,771,647	18,985,732	-			1,228,500	-									-	3,265,747	2,847,860	26,265,894	21,833,592										
Gross outstanding claim reserve					Claim outstanding upto one year					Unclaimed fund as per sec 123(2) of Insurance Act					Transfer to Policyholder's protection fund					Gross claim payment reserve					Gross outstanding claim reserve					
Particulars	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year		
Endowment	10,512,000	13,610,250	10,512,000	13,610,250																	10,512,000	13,610,250								
Anticipated Endowment	6,261,500	7,360,000	6,261,500	7,360,000																	6,261,500	7,360,000								
Endowment cum Whole Life	2,950,000	632,500	2,950,000	632,500																	2,950,000	632,500								
Whole Life	-	-	-													-	-	-	-	-										
Foreign Employment Term	6,042,394	230,842	6,042,394	230,842																	6,042,394	230,842								
Micro Term	500,000	-	500,000	-																	500,000	-								
Special Term	-	-	-																											
Others (Endowment Non Par)	-	-	-																											
Total	26,265,894	21,833,592	26,265,894	21,833,592																	26,265,894	21,833,592								

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

20. Insurance Payable

Fig. in NPR

Particulars	Current Year	Previous Year
Payable to Reinsurer	152,058,314	84,161,211
Payable to other Insurance Companies	-	
Payable to Policyholders	165,757,750	91,120,471
Total	317,816,064	175,281,682

Payable within 12 months:

Fig. in NPR

Particulars	Current Year	Previous Year
Payable to Reinsurer	152,058,314	84,161,211
Payable to other Insurance Companies	-	
Others (to be Specified)	165,757,750	91,120,471
Total	317,816,064	175,281,682

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

Fig. in NPR

Particulars	Current Year	Previous Year
Income Tax Liabilities		-
Income Tax Assets	299,658,490	146,251,602
Total	299,658,490	146,251,602

22. Borrowings

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

Payable within 12 months:

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

23. Other Liabilities

Fig. in NPR

Particulars	Current Year	Previous Year
TDS Payable	34,636,186	36,908,670
Unidentified deposits	-	-
Advance Premiums	3,216,983	
Insurance Service Fee Payable	30,102,926	24,292,694
Lease Liability	101,744,102	63,485,941
Deferred Reinsurance Commission Income	-	
Deferred Income	-	
Others(License Fee Payable)	25,850	
Total	169,726,046	124,687,304

Payable within 12 months

Fig. in NPR

Particulars	Current Year	Previous Year
TDS Payable	34,636,186	36,908,670
Unidentified deposits	-	-
Advance Premiums	3,216,983	
Insurance Service Fee Payable	30,102,926	24,292,694
Lease Liability	11,709,439	63,485,941
Deferred Reinsurance Commission Income	-	
Deferred Income	-	
Others(License Fee Payable)	25,850	
Total	79,691,383	124,687,304

24. Other Financial Liabilities

Fig. in NPR

Particulars	Current Year	Previous Year
Redeemable Preference Shares		
Irredeemable Cumulative Preference Shares		
Refundable Share Application Money		
Payable to Agents	91,296,372	67,134,377
Sundry Creditors	24,253,741	33,603,370
Retention and deposits	-	
Short-term employee benefits payable	-	
i) Salary Payables	4,447,828	4,017,718
ii) Bonus Payables	35,474,821	17,121,982
iii) Other employee benefit payable (PF,CIT,OYVS)	10,230,546	
Audit Fees Payable	2,485,880	1,950,192
Actuarial Fees Payable	7,648,727	
Dividend Payable	10,315,789	10,315,789
Payable to BOD	498,100	
Others (to be specified)		
Total	186,651,804	134,143,430

Payable within 12 months

Fig. in NPR

Particulars	Current Year	Previous Year
Redeemable Preference Shares	-	
Irredemable Cumulative Preference Shares	-	
Refundable Share Application Money	-	
Payable to Agents	91,296,372	67,134,377
Sundry Creditors	24,253,741	33,603,370
Retention and deposits	-	
Short-term employee benefits payable	-	
i) Salary Payables	4,447,828	4,017,718
ii) Bonus Payables	35,474,821	17,121,982
iii) Other employee benefit payable (to be Specified)	10,230,546	
Audit Fees Payable	2,485,880	
Actuarial Fees Payable	7,648,727	
Dividend Payable	10,315,789	
Payable to BOD	498,100	
Total	186,651,804	121,877,448

25. Gross Earned Premiums

Fig.in NPR

Particulars	Direct Premium		Premium on Reinsurance Accepted		Gross Change in Unearned Premium		Gross Earned Premium	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	1,083,555,945	898,358,955					1,083,555,945	898,358,955
Anticipated Endowment	773,367,007	1,190,922,378					773,367,007	1,190,922,378
Endowment Cum Whole Life	93,652,353	86,005,433					93,652,353	86,005,433
Whole Life	-	-					-	-
Foreign Employment Term	21,300,141	132,984,373					21,300,141	132,984,373
Micro Term	-	-					-	-
Special Term	80,053,031	121,004,046					80,053,031	121,004,046
Others(to be Specified)	-	-					-	-
Total	2,051,928,477	2,429,275,184					-	-
							2,051,928,477	2,429,275,184

25.1 Gross Written Premiums

Particulars	First Year Premium		Renewal Premium		Single Premium		Total Direct Premium	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	316,337,417	249,765,151	700,841,586	593,848,901	66,376,942	54,744,903	1,083,555,945	898,358,955
Anticipated Endowment	127,546,104	906,491,758	640,046,179	278,744,563	5,774,724	5,686,057	773,367,007	1,190,922,378
Endowment Cum Whole Life	22,079,100	15,311,516	71,573,253	70,693,917	-	-	93,652,353	86,005,433
Whole Life	-	-	-	-	-	-	-	-
Foreign Employment Term	21,300,141	132,984,373	-	-	-	-	21,300,141	132,984,373
Micro Term	-	-	-	-	-	-	-	-
Special Term	76,445,881	117,918,319	3,607,150	3,085,727	-	-	80,053,031	121,004,046
Others(to be Specified)	-	-	-	-	-	-	-	-
Total	563,708,643	1,422,471,116	1,416,068,168	946,373,108	72,151,666	60,430,960	2,051,928,477	2,429,275,184

26. Premiums Ceded

Fig. in NPR

Particulars	Premium Ceded To Reinsurers		Reinsurer's Share of Change in Unearned Premium		Premium Ceded	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	67,680,840	57,139,988			67,680,840	57,139,988
Anticipated Endowment	48,168,184	31,819,992			48,168,184	31,819,992
Endowment cum Whole Life	3,569,726	2,758,101			3,569,726	2,758,101
Whole Life	-	-			-	-
Foreign Employment Term	14,464,417	18,617,812			14,464,417	18,617,812
Micro Term	-	-			-	-
Special Term	3,434,484	6,181,532			3,434,484	6,181,532
Others (to be Specified)	-	-			-	-
Total	137,317,651	116,517,425			137,317,651	116,517,425

26.1 Portfolio-wise detail of Net Earned Premium

Fig. in NPR

Particulars	Gross Earned Premiums		Premium Ceded		Net Earned Premium	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	1,083,555,945	898,358,955	67,680,840	57,139,988	1,015,875,105	841,218,967
Anticipated Endowment	773,367,007	1,190,922,378	48,168,184	31,819,992	725,198,823	1,159,102,386
Endowment cum Whole Life	93,652,353	86,005,433	3,569,726	2,758,101	90,082,627	83,247,332
Whole Life	-	-	-	-	-	-
Foreign Employment Term	21,300,141	132,984,373	14,464,417	18,617,812	6,835,724	114,366,560
Micro Term	-	-	-	-	-	-
Special Term	80,053,031	121,004,046	3,434,484	6,181,532	76,618,547	114,822,513
Others (to be Specified)	-	-	-	-	-	-
Total	2,051,928,477	2,429,275,184	137,317,651	116,517,425	1,914,610,826	2,312,757,759

27. Commission Income

Fig. in NPR

Particulars	Reinsurance Commission		Profit Commission		Total Commission Income	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment		2,544,650			2,544,650	-
Anticipated Endowment					-	-
Endowment Cum Whole Life					-	-
Whole Life					-	-
Foreing Employment Term		136,030			136,030	-
Micro Term					-	-
Special Term					-	-
Others(to be Specified)					-	-
Total	-	2,680,680	-	2,680,680	-	-

28. Other Direct Income

Fig. in NPR

Particulars	Other Direct Income		Late Fee		Total Other Direct Income	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	5,242,687	4,000,293	5,242,687	4,000,293	5,242,687	4,000,293
Anticipated Endowment		3,857,775	1,396,403	3,857,775	1,396,403	
Endowment Cum Whole Life		620,586	545,292	620,586	545,292	
Whole Life		-	-	-	-	-
Foreing Employment Term		-	-	-	-	-
Micro Term		-	-	-	-	-
Special Term		7,079	4,607	7,079	4,607	
Others(to be Specified)					-	-
Total	-	9,728,127	5,946,595	9,728,127	5,946,595	-

29. Income from Investments & Loans

Fig. in NPR

Particulars	Current Year	Previous Year
Interest Income from Financial Assets Designated at Amortised Costs		
i) Fixed Deposit with "A" Class Financial Institutions	312,704,911	245,856,878
ii) Fixed Deposit with Infrastructure Bank	-	-
iii) Fixed Deposit with "B" Class Financial Institutions	87,519,813	41,535,435
iv) Fixed Deposit with "C" Class Financial Institutions	28,832,966	12,443,700
v) Debentures	71,434,377	47,583,651
vi) Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	
vii) Bank Deposits other than Fixed Deposit	4,029,225	1,410,979
viii) Agent Loans	967,582	785,381
ix) Employee Loans	3,534,100	
x) Other Interest Income (to be Specified)	-	
Financial Assets Measured at FVTOCI		
i) Interest Income on Debentures	-	
ii) Dividend Income	14,607,082	6,332,107
iii) Other Interest Income (to be specified)	-	
Financial Assets Measured at FVTPL		
i) Interest Income on Debentures		
ii) Dividend Income		
iii) Other Interest Income (to be specified)		
Rental Income	-	
Miscellaneous Income	1,456,230	4,437,314
Total	525,086,286	360,385,444

PRABHU MAHALAXMI LIFE INSURANCE LIMITED

30. Net Gain/ (Loss) on Fair Value Charges

Fig. in NPR

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

31. Net Realized Gains/(Losses)

Fig. in NPR

Particulars	Current Year	Previous Year
Realised Gain/(Losses) on Derecognition of Financial Assets Measured at FVTPL		
i) Equity Instruments	5,925,336	2,546,303
ii) Mutual Fund	-	
iii) Debentures	-	
iv) Others (to be specified)	-	
Realised Gain/(Losses) on Derecognition of Financial Assets at Amortised Costs		
i) Debentures	-	
ii) Bonds	-	
iii) Others (to be specified)	-	
Total	5,925,336	2,546,303

32. Other Income

Fig. in NPR

Particulars	Current Year	Previous Year
Unwinding of discount on Financial Assets at Amortised Cost		
i) Employee Loan	-	
ii) Bonds	-	
iii) Others (to be Specified)	-	
Foreign Exchange Income	-	
Interest Income from Finance Lease	-	
Amortization of Deferred Income	-	
Profit from disposal of Property and Equipment	5,055,038	932,167
Amortization of Deferred Income	-	
Stamp Income	-	
Income from provision right back	-	765,523
Total	5,055,038	1,697,689

33. Gross Benefits, Claims Paid and Claims Ceded

Fig.in NPR

Particulars	Gross Benefits and Claims Paid		Claims Ceded		Net Claims Paid	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	173,529,719	166,997,987	12,601,042	8,651,122	160,928,677	158,346,864
Anticipated Endowment	656,056,173	218,547,073	8,152,500	5,375,000	647,903,673	213,172,073
Endowment cum Whole Life	6,671,256	1,422,947	1,231,250	80,000	5,440,006	1,342,947
Whole Life	-	-	-	-	-	-
Foreign Employment Term	34,505,453	29,289,013	2,340,000	5,002,115	32,165,453	24,286,899
Micro Term	-	-	-	-	-	-
Special Term	4,177,165	50,197,600	1,300,000	-	39,877,165	50,197,600
Others (to be Specified)	-	-	-	-	-	-
Total	911,939,766	466,454,620	25,624,792	19,108,237	886,314,974	447,346,383

33.1 Details of Gross Benefits and Claim Paid

Particulars	Death Claims		Maturity Benefits		Partial Maturity Benefits		Surrender Claim		Other Claims and Benefits		Total Gross Benefits and Claims	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	17,740,596	13,314,280	2,003,662	-	-	-	148,237,014	150,654,912	5,548,457	3,028,795	173,529,719	166,997,987
Anticipated Endowment	9,316,263	6,906,000	-	641,154,973	209,565,300	4,504,937	1,575,773	1,080,000	500,000	656,056,173	218,547,073	
Endowment Cum Whole Life	1,065,895	411,000	-	-	-	4,605,361	1,011,947	1,000,000	-	6,671,256	1,422,947	
Whole Life	-	-	-	-	-	-	-	-	-	-	-	
Foreign Employment Term	34,505,453	29,289,013	-	-	-	-	-	-	-	34,505,453	29,289,013	
Micro Term	-	-	-	-	-	-	-	-	-	-	-	
Special Term	4,177,165	50,197,600	-	-	-	-	-	-	-	41,177,165	50,197,600	
Others (to be Specified)	-	-	-	-	-	-	-	-	-	-	-	
Total	103,805,372	100,117,893	2,003,632	-	641,154,973	209,565,300	157,347,312	153,242,632	7,628,457	3,528,795	911,939,766	466,454,620

Fig. in NPR

34. Change in Insurance Contract Liabilities

Particulars	Gross Change in Insurance Contract Liabilities		Change in Reinsurance Assets		Net Change in Insurance Contract Liabilities	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Life Insurance Fund and gross claim payment reserve						
Endowment	719,445,279	522,082,882			719,445,279	522,082,882
Anticipated Endowment	(129,038,472)	508,918,141			(129,038,472)	508,918,141
Endowment cum Whole Life	81,159,296	67,696,951			81,159,296	67,696,951
Whole Life						-
Foreign Employment Term	(47,011,580)	67,140,965			(47,011,580)	67,140,965
Micro Term						-
Special Term	(19,464,515)	26,645,845			(19,464,515)	26,645,845
Others (to be Specified)						-
Total	605,090,009	1,192,484,784			605,090,009	1,192,484,784

Fig. in NPR

35. Commission Expenses

Particulars	Commission Expenses on First Year		Commission Expenses on Renewal		Commission Expenses on Single Premium		Total Commission Expenses	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	75,429,521	59,701,375	53,898,657	53,081,243	3,958,529	3,255,945	133,286,707	116,038,564
Anticipated Endowment	31,524,619	225,468,728	100,874,297	36,700,525	346,483	341,163	132,745,400	262,510,416
Endowment Cum Whole Life	5,317,116	3,667,472	4,760,954	5,372,151	-	-	10,078,070	9,039,623
Whole Life	-	-	-	-	-	-	-	-
Foreign Employment Term	-	-	-	-	-	-	-	-
Micro Term	-	-	-	-	-	-	-	-
Special Term	7,557,924	11,173,679	47,653	31,478	-	-	7,605,577	11,205,157
Others (to be Specified)	-	-	-	-	-	-	-	-
Total	119,829,180	300,011,253	159,581,561	95,185,397	4,305,013	3,597,109	283,715,753	398,793,759

36. Service Fees

Fig. in NPR

Particulars	Service Fees		Reinsurer's Share of Service Fees		Net Service Fees	
	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year
Endowment	8,823,143	8,983,590	548,626	571,400	8,274,517	8,412,190
Anticipated Endowment	6,476,838	11,909,224	390,860	318,200	6,085,978	11,591,024
Endowment Cum Whole Life	761,923	860,054	28,533	27,581	733,390	832,473
Whole Life		-		-	-	-
Foreign Employment Term	164,073	1,329,844	111,286	186,178	52,787	1,143,666
Other Term		-		-	-	-
Special Term	650,962	1,210,040	26,689	61,815	624,273	1,148,225
Others (Endowment Non Par)		-		-	-	-
Total	16,876,939	24,292,752	1,105,994	1,165,174	15,770,946	23,127,578

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

37. Other Direct Expenses

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

38. Employee Benefits Expenses

Fig. in NPR

Particulars	Current Year	Previous Year
Salaries	101,369,850	93,633,777
Allowances	43,260,746	39,245,422
Festival Allowances	12,296,125	9,875,449
Defined Benefit Plans		
i) Gratuity	8,272,343	7,506,968
ii) Others (to be Specified)	-	-
Defined Contribution Plans		
i) Provident Fund/ Social Security Fund	9,627,762	8,931,299
ii) Others (to be specified)	-	-
Leave Encashments	15,022,548	8,081,403
Termination Benefits	-	-
Training Expenses	6,289,499	7,568,415
Uniform Expenses	-	1,932,843
Medical Expenses	7,221,715	7,166,500
Insurance Expenses	370,075	64,028
Staff Welfare	-	-
Performance Bonus	2,582,987	7,753,981
Force Leave Expenses	7,369,438	6,293,229
Fuel and Communication Expenses	8,457,714	6,738,180
Refreshment Expenses	2,991,269	2,651,459
Other Staff Related Expenses	16,739	-
Sub-Total	225,148,809	207,442,952
Employees Bonus	28,288,890	10,210,847
Total	253,437,699	217,653,799

39. Depreciation and Amortization Expenses

Particulars	Current Year	Previous Year
Amortization of Goodwill & Intangible Assets (Refer Note. 4)	909,066	832,028
Depreciation on Property and Equipment (Refer Note.5)	42,407,065	36,292,834
Depreciation on Investment Properties (Refer Note. 6)		-
Total	43,316,131	37,124,862

40. Impairment Losses

Particulars	Current Year	Previous Year
Impairment Losses on Property and Equipment, Investment Properties, Goodwill & Intangible Assets		
i) Property and Equipment		
ii) Investment properties		
iii) Goodwill & Intangible Assets		
Impairment Losses on Financial Assets		
i) Investments		
ii) Loans	260,250	176,837
iii) Other Financial Assets		38,949
iv) Cash and Cash Equivalents		
v) Others (to be Specified)		
Impairment Losses on Other Assets		
i) Reinsurance Assets		
ii) Insurance Receivables		
iii) Lease Receivables		
iv) Others (to be Specified)		
Total	260,250	215,785

41. Other Operating Expenses

Particulars	Current Year	Previous Year
Rent Expenses	25,231,008	17,139,216
Electricity and Water	2,149,866	1,892,944
Repair & Maintenance		
i) Building	-	-
ii) Vehicle	390,237	143,199
iii) Office Equipments	218,053	154,804
iv) Software	1,054,047	1,252,805
iv) Others	306,002	213,823
Telephone & Communication	4,995,081	5,299,500
Printing & Stationary	6,241,513	3,045,884
Office Consumable Expenses	1,289,222	1,220,584
Travelling Expenses		
i) Domestic	3,232,300	2,273,712
ii) Foreign	-	-
Transportation Expenses	2,929,212	1,101,824
Agents Training	-	670,093
Agents Others	72,005,467	192,202,761
Insurance Premium	2,167,170	860,132
Security and Outsourcing Expenses	798,000	798,000
Legal and Consulting Expenses	1,318,250	602,145
Newspapers, Books and Periodicals	25,585	45,071
Advertisement & Promotion Expenses	12,865,256	8,449,241
Business Promotion	9,634,997	7,961,601

continue...

Fig. in NPR

Guest Entertainment	19,490	67,764
Gift and Donations	-	15,820
Board Meeting Fees and Expenses		
i) Meeting Allowance	602,000	1,236,000
ii) Other Allowance	205,987	528,000
Other Committee/ Sub-committee Expenses		
i) Meeting Allowances	384,000	391,000
ii) Other Allowances	568,000	158,028
General Meeting Expenses	1,274,872	2,171,049
Actuarial Service Fee	3,765,890	1,885,997
Other Actuarial Expenses	-	
Audit Related Expenses		
i) Statutory Audit	395,500	339,000
ii) Tax Audit	-	28,250
iii) Long Form Audit Report	-	-
iv) Other Fees	180,800	241,250
v) Internal Audit	339,000	339,000
vi) Other Auditing Expenses	766,991	1,273,846
Bank Charges	395,230	158,372
Fee and Charges	1,587,005	1,087,535
Postage Charges	832,615	748,804
Foreign Exchange Losses	-	
Policy Stamp	222,266	243,377
Cleaning Expenses	2,106,623	2,034,837
Fuel Expenses	687,379	423,154
Office Expenses	1,672,563	598,972
FE Management Expenses	(190)	6,768,978
Product Design Expenses	958,074	
Corporate Social Responsibility	-	
Sub-Total	163,815,361	266,066,373
Medical examination fee	2,042,670	5,200,155
Fines, interest, Late Fees and Penalties	200,000	
Total	166,058,031	271,266,528

42. Finance Cost

Particulars	Current Year	Previous Year
Unwinding of discount on Provisions		
Unwinding of discount on Financial Liabilities at Amortised Costs		
Interest Expenses - Bonds		
Interest Expenses - Debentures		
Interest Expenses - Term Loans		
Interest Expenses - Leases	6,348,594	7,152,562
Interest Expenses - Overdraft Loans		
Others (to be Specified)		
Total	6,348,594	7,152,562

43. Income Tax Expense

a) Income Tax Expense

Fig. in NPR

Particulars	Current Year	Previous Year
Current Tax		
i) Income Tax Expenses for the Year		
ii) Income Tax Relating to Prior Periods		
Deferred Tax For The Year		
i) Originating and reversal of temporary differences	5,324,175	(1,778,791)
ii) Changes in tax rate		
iii) Recognition of previously unrecognised tax losses		
iv) Write-down or reversal		
v) Others (to be Specified)		
Income Tax Expense	5,324,175	(1,778,791)

b) Reconciliation of Taxable Profit & the Accounting Profit

Particulars	Current Year	Previous Year
Accounting Profit Before Tax	254,600,009	124,107,640
Applicable Tax Rate	25%	25%
Tax at the applicable rate on Accounting Profit	63,650,002	31,026,910
Add: Tax effect of expenses that are not deductible for tax purpose		
Less: Tax effect on exempt income and additional deduction		
Less: Adjustments to Current Tax for Prior Periods		
Add/ (Less): Others(to be Specified)		
Income Tax Expense	63,650,002	31,026,910
Effective Tax Rate		

OR

Particulars	Current Year	Previous Year
Accounting Profit Before Tax		
Income Tax Expense		
Average Effective Tax Rate		
Less: Tax effect of expenses that are not deductible for tax purpose		
Add: Tax effect on exempt income and additional deduction		
Add: Adjustments to Current Tax for Prior Periods		
Add/ (Less): Others(to be Specified)		
Applicable Tax Rate	-	-

Note : Nil Income tax expense is due to negative assessable Income (i.e Taxable Loss)

44. Employee Retirement Benefits

a) Post Employment Benefit - Defined Contribution Plans

For the year ended Ashadh 31, 2080 (July 16 2023) the company has recognised an amount of NPR.1,50,22,548 as an expenses under the defined contribution plans in the Statement of Profit or Loss.

b) Post Employment Benefit - Defined Benefit Plans

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

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

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current year	Previous Year	Current year	Previous Year
Current service cost	-			
Past service cost				
Net interest cost (a-b)	2,666,758			
a. Interest expense on defined benefit obligation (DBO)	2,666,758			
b. Interest (income) on plan assets				
Net Actuarial Losses/(Gains)	20,392,550			
Defined benefit cost included in Statement of Profit or Loss	23,059,308	-	-	-

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

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

e) Total cost recognised in Comprehensive Income

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

f) Change in Defined Benefit Obligation

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current year	Previous Year	Current year	Previous Year
Defined benefit obligation as at the beginning of the year	20,858,546		-	-
Service cost	-		-	-
Interest cost	2,666,758		-	-
Benefit payments from plan assets	(12,896,640)		-	-
Actuarial (gain)/ loss - financial assumptions	20,392,550		-	-
Actuarial (gain)/ Loss - experience			-	-
Transfer in on Merger	24,951,853	-	-	-
Defined Benefit Obligation as at Year End	55,973,067			

g) Change in Fair Value Of Plan Assets

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

h) Net Defined Benefit Asset/(Liability)

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Defined Benefit Obligation	55,973,067	-	-	-
Fair Value of Plan Assets			-	-
Liability/ (Asset) Recognised in Statement of Financial Position	55,973,067	-	-	-

i) Expected Company Contributions for the Next Year

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current year	Previous Year	Current year	Previous Year
Expected company contributions for the next year				

j) Reconciliation of amounts in Statement of Financial Position

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current year	Previous Year	Current year	Previous Year
Net defined benefit liability/(asset) at prior year end	20,858,546	14,953,823		
Defined benefit cost included in Statement of Profit or Loss	23,059,308	7,237,657		
Total remeasurements included in OCI				
Acquisition/ divestment	24,951,853			
Employer contributions	(12,896,640)	(1,332,934)		
Net defined benefit liability/(asset)	55,973,067	20,858,546		

k) Reconciliation of Statement of Other Comprehensive Income

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

l) Current/Non - Current Liability

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current year	Previous Year	Current year	Previous Year
Current Liability	9,517,986			
Non - Current Liability	46,455,081			
Total	55,973,067	-	-	-

m) Expected Future Benefit Payments

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current year	Previous Year	Current year	Previous Year
Within 1 year	9,517,996			
Between 1-2 years	14,979,753			
Between 2-5 years	11,452,588			
From 6 to 10	17,053,615			
Total	53,003,952	-	-	-

n) Plan assets

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current year (% Invested)	Previous Year (% Invested)	Current year (% Invested)	Previous Year (% Invested)
Government Securities (Central and State)				
Corporate Bonds (including Public Sector bonds)				
Mutual Funds				
Deposits				
Cash and bank balances				
Others (to be Specified)				
Total	-	-	-	-

o) Sensitivity Analysis

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current year	Previous Year	Current year	Previous Year
Effect in Defined Benefit Obligation Due to 1% Increase in Discount Rate	52,171,151			
Effect in Defined Benefit Obligation Due to 1% Decrease in Discount Rate	60,463,730			
Effect in Defined Benefit Obligation Due to 1% Increase in Salary Escalation Rate	60,137,268			
Effect in Defined Benefit Obligation Due to 1% Decrease in Salary Escalation Rate	52,385,675			
Effect in Defined Benefit Obligation Due to 1% Increase in Attrition Rate				
Effect in Defined Benefit Obligation Due to 1% Decrease in Attrition Rate				

p) Assumptions

Particulars	Employee Benefit Plan	Any Other Funded Liability
Discount Rate	8.00%	
Escalation Rate (Rate of Increase in Compensation Levels)	10.00%	
Attrition Rate (Employee Turnover)	"PS 1 to 5 : 20% 6 to 10 : 15% 11 to 15: 5% 16 to 50: 2%"	
Mortality Rate During Employment	NALMT2009	

45. Fair Value Measurements

(i) Financial Instruments by Category & Hierarchy

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

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

Fig. in NPR

Particulars	Level	Current Year			Previous Year		
		FVTPL	FVOCI	Amortised Cost	FVTPL	FVOCI	Amortised Cost
Investments							
i) Investment in Equity Instruments			-			-	
Investment in Equity (Quoted)	1		553,662,834			462,750,129	
Investment in Equity (Unquoted)	3		69,560,000			21,195,000	
ii) Investment in Mutual Funds	1		62,845,600			16,917,000	
iii) Investment in Preference Shares of Bank and Financial Institutions							
iv) Investment in Debentures	3			1,458,927,000			527,023,000
v) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	3			-			-
vi) Fixed Deposits	3			8,904,727,332			3,825,000,000
vii) Others (to be specified)							
Loans	3			944,831,236			561,162,511
Other Financial Assets	3			130,524,846			54,007,787
Cash and Cash Equivalents	3			404,439,311			385,408,294
Total Financial Assets		-	686,068,435	11,843,449,726	-	500,862,129	5,352,601,593
Borrowings		-		-			-
Other Financial Liabilities	3			186,651,804			134,143,430
Total Financial Liabilities		-	-	186,651,804	-	-	134,143,430

Level 1: Level 1 Hierarchy includes Financial Instruments measured using Quoted Prices.

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

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3.

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

(ii) Valuation Technique Used to Determine Fair Value

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

(iii) Valuation Process

The finance and accounts department of the Company performs the valuation of financial assets and liabilities required for financial reporting purposes. Discussion on valuation processes and results are held at least once in a year. The main level 3 inputs are derived and evaluated as follows:

- Discount rate is arrived at considering the internal and external factors.
- Discounting has been applied where assets and liabilities are non-current, and the impact of the discounting is material.

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

Fig. in NPR

Particulars	Current Year		Previous Year	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Investments				
i) Investment in Preference Shares of Bank and Financial Institutions				
ii) Investment in Debentures	1,458,927,000		527,023,000	
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)		-		-
iv) Fixed Deposit	8,904,727,332		3,825,000,000	
v) Others (to be Specified)				
Loans				
i) Loan to Associates		-		-
ii) Loan to Employees	58,698,792		128,324,000	
iii) Loan to Agent	19,773,952		7,435,551	
iv) Loan to Policyholders	874,375,217		425,588,422	
v) Others (to be Specified)				
Other Financial Assets	130,524,846		54,007,787	
Total Financial Assets at Amortised Cost	11,447,027,140	-	4,967,378,760	-
Borrowings				
i) Bonds		-		-
ii) Debentures		-		-
iii) Term Loans - Bank and Financial Institution		-		-
iv) Bank Overdrafts		-		-
v) Others (to be Specified)		-		-
Other Financial Liabilities	96,787,998		134,143,430	
Total Financial Liabilities at Amortised Cost	96,787,998	-	134,143,430	-

The fair values of the above financial instruments measured at amortised cost are calculated based on cash flows discounted using current discount rate.

The carrying amounts of cash and cash equivalents are considered to be the same as their fair values due to their short-term nature.

PRABHU MAHALAXMI LIFE INSURANCE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

46. Insurance Risk

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

The Company seeks to minimise insurance risk through a formalised reinsurance arrangement with an appropriate mix and spread of business between classes of business based on its overall strategy. This is complemented by observing formalised risk management policies.

"The Company considers insurance risk to be a combination of the following components of risks:

- a) Product development
- b) Pricing
- c) Underwriting and
- d) Claims Handling
- e) Reinsurance
- f) Reserving"

A) PRODUCT DEVELOPMENT:

The Company principally issues the following types of Life Insurance contracts:

- Endowment
- Anticipated Endowment
- Endowment Cum Whole Life
- Whole Life
- Foreign Employment Term
- Other Term
- Special Term
- Others (to be Specified)"

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

B) PRICING:

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

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

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

C) UNDERWRITING:

The Company's underwriting process is governed by the internal underwriting procedures. Some of the actions undertaken to mitigate underwriting risks are detailed below:

- i) Investments are made on the training and development of underwriting and claims management staff, including those attached to the distribution network.
- ii) Application of Four-Eye principle on underwriting process.
- iii) Pre-underwriting inspections are made on new business over a predetermined threshold to evaluate risk prior to acceptance.
- iv) Post-underwriting reviews are conducted to ensure that set guidelines have been observed.
- v) Adequate reinsurance arrangements are in place and reviews are undertaken to ensure the adequacy of these covers.

D) CLAIMS HANDLING:

The Company considers insurance claim risk to be a combination of the following components of risks:

- i) Mortality Risk – risk of loss arising due to policyholder death experience being different than expected
- ii) Longevity Risk – risk of loss arising due to the annuitant living longer than expected
- iii) Investment Return Risk – risk of loss arising from actual returns being different than expected
- iv) Expense Risk – risk of loss arising from expense experience being different than expected
- v) Policyholder Decision Risk – risk of loss arising due to policyholder experiences (lapses and surrenders) being different than expected

Assumptions

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

Particulars	Current Year				Previous Year			
	Mortality Rates	Investment Return	Lapse & Surrender Rate	Discount Rate	Mortality Rates	Investment Return	Lapse and Surrender Rate	Discount Rate
Life Insurance	140%	6%		6%	140%	6%		Fig. in NPR 6%

Sensitivities

The life insurance claim liabilities are sensitive to the key assumptions as mentioned in the table below.

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

Particulars	Changes in Assumptions	Current Year		Previous Year	
		Increase/ (Decrease) on Gross Liabilities	Increase/ (Decrease) on Net Liabilities	Increase/ (Decrease) on Gross Liabilities	Increase/ (Decrease) on Net Liabilities
Mortality Rate	+10%	3,883,678,675	3,543,403,812	3,300,503,325	2,878,997,711
Longevity	+ 10%				
Discount Rate	+ 1%	2,963,748,054	2,689,571,183	2,064,243,354	1,972,213,833
Mortality Rate	-10%	3,730,688,402	3,414,744,857	3,156,093,503	2,800,142,438
Longevity	-10%				
Discount Rate	-1%	5,254,568,926	4,860,359,843	4,320,817,971	3,745,152,230

E) REINSURANCE

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

F) RESERVING

Insurance Contract Liabilities are created to cover this risk based on the actuarial valuation report.

The table below sets out the concentration of risk associated with above mentioned products. Risk as at year end has been measured as insurance contract liabilities and disclosed as below:

Particulars	Current Year			Previous Year		
	Gross Insurance Liabilities	Reinsurance Assets	Net Liabilities	Gross Insurance Liabilities	Reinsurance Assets	Net Liabilities
Endowment	4,931,378,400		4,931,378,400	2,018,453,977		2,018,453,977
Anticipated Endowment	1,127,736,868		1,127,736,868	837,294,325		837,294,325
Endowment Cum Whole Life	641,681,522		641,681,522	223,163,289		223,163,289
Whole Life	-		-			-
Foreign Employment Term	121,269,643		121,269,643	108,000,523		108,000,523
Special Term	106,195,538		106,195,538	106,971,026		106,971,026
Other Term	-		-			-
Others (Endowment Non Par)	484,156,821		484,156,821	-		-
Total	7,412,418,792		- 7,412,418,792	3,293,883,140		- 3,293,883,140

47. Financial Risk

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

i) CREDIT RISK

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

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

- Company has credit risk policy which sets out the assessment and determination of what constitutes credit risk for the Company. Compliance with the policy is monitored and exposures and breaches are reported to the Company's risk committee. The policy is regularly reviewed for pertinence and for changes in the risk environment.
- Reinsurance is placed with counterparties that have a good credit rating and concentration of risk is avoided by entering into agreement with more than one party. At each reporting date, management performs an assessment of creditworthiness of reinsurers and updates the reinsurance purchase strategy, ascertaining suitable allowance for impairment.
- The company deals with only creditworthy counterparties and obtains sufficient collateral where appropriate, as a means of mitigating the risk of financial loss from defaults.

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

Particulars		Asset Group	Gross Carrying Amount	Expected probability of Default	Expected Credit Losses	Carrying Amount After Provision
Credit Risk has not significantly increased since initial recognition	Loss allowance measured at 12 months expected credit losses	Loan to Employees	58,698,792.31		3,150,339	55,548,453.31
		Loan to Agents	19,773,952.19		4,866,386.48	14,907,565.71
		Loan to Policyholders	874,375,217.22			874,375,217.22
		Loss allowance measured at life-time expected credit losses				
Credit Risk has significantly increased and not credit impaired						
Credit Risk has significantly increased and credit impaired						

Expected Credit Losses for Financial Assets at Amortised Costs as at Ashadh 32, 2079

Fig. in NPR

Particulars		Asset Group	Gross Carrying Amount	Expected probability of Default	Expected Credit Losses	Carrying Amount After Provision
Credit Risk has not significantly increased since initial recognition	Loss allowance measured at 12 months expected credit losses	Loan to Employees	128,324,000.00			128,324,000.00
		Loan to Agents	7,435,550.95		185,461.61	7,250,089.34
		Loan to Policyholders	425,588,422.10			425,588,422.10
		Loss allowance measured at life-time expected credit losses				
Credit Risk has significantly increased and not credit impaired						
Credit Risk has significantly increased and credit impaired						

Reconciliation of Loss Allowance Provision

Particulars	Measured at 12 months expected credit losses	Measured at life-time expected credit losses	
		Credit Risk has significantly increased & not credit impaired	Credit Risk has significantly increased and credit impaired
Loss Allowance on Ashadh 32, 2079	185,461.61		
Changes in loss allowances	260,249.87		
Write-offs			
Recoveries			
Loss Allowance on Ashadh 31, 2080	445,711	-	-

ii) LIQUIDITY RISK

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

Maturity of Financial Liabilities:

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

Particulars	Current Year			Previous Year		
	Upto 1 Year	1 Year to 5 Year	More than 5 Year	Upto 1 Year	1 Year to 5 Year	More than 5 Year
Borrowings						
Other Financial Liabilities	96,787,998			134,143,430		
Total Financial Liabilities	96,787,998	-	-	134,143,430	-	-

iii) MARKET RISK

a1) Foreign Currency Risk Exposure

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

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

Alternative note for Foreign Currency Risk Exposure (where there is Foreign Currency Risk)

Operation of the Company has exposed it to foreign exchange risk arising from foreign currency transactions, with respect to the USD and Currency A. The risk is measured through a forecast of highly probable foreign currency cash flows. The objective of the hedges is to minimise the volatility of the NPR cash flows of highly probable forecast transactions.

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

Fig. in NPR

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

a2) Foreign Currency Risk - Sensitivity

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

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

* Holding all other variable constant

b1) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The major interest rate risk that the Company is exposed to is the discount rate for determining insurance liabilities.

b2) Interest Rate Sensitivity

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

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

* Holding all other variable constant

c1) Equity Price Risk

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

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

c2) Sensitivity

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

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

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

48. Operational Risk

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

49. Climate Risk

Climate risk refers to the potential financial and operational impacts that arise from climate change and related environmental factors. For businesses, understanding and managing climate risk is crucial due to its potential to affect financial stability, operational efficiency, and regulatory compliance. Thus, while measuring the business implications of climate change, the manner in which climate-related risks and opportunities are likely to affect current and future financial performance in terms of major impact categories (e.g. Revenues, Expenditure, Assets etc.) shall be assessed. Recognizing the uncertainty associated with the impact of climate change, suitable scenario analysis and stress testing mechanism for assessment of forward-looking climate change risks shall be developed. During the evaluation of the climate change related risks, following impacts of the climate change related risks shall be taken into consideration:

- Increased seasonal mortality due to heat waves, floods, wildfires, storms etc.)
- Changes in population demographics and their mortality / morbidity characteristics.
- Hamper on the premium payment capacity of insured due to the impact of climate change in the business environment.
- Potential changes in assumptions that may lead to material impacts on current reserving assumptions.

Company has a separate risk management department that oversees the climate risk related activities and disclosures. The risk management department reports to the Risk Management, Monitoring and Supervision Committee wherein climate related issues and activities are discussed and resolved, if any. Company in coming days shall implement innovative plans and increase stringency of its policies for climate risk management.

Company has set following targets for management of climate change risk for the year as follows:

- To focus on digitalization of Operations by minimizing paper use at head office as well as branch level.
- To set eco-friendly office environment wherein office equipments having carbon emission to be replaced with electronic ones with limited usage through power protocols.
- To implement Electronic Proposal and E-KYC Form so as to reduce the use of paper which ultimately contributes in green ecosystem.
- To plant trees at Branch and Head Office levels by collaborating with local bodies and NGOs on various occasions.

50. Capital Management

The Company's objectives when managing Capital are to:

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

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

Regulatory minimum paid up capital

Life insurance companies were required by the Directive of Nepal Insurance Authority to attain a stipulated minimum paid up capital of NPR 5 billion by mid-July 2023. As on the reporting date, the company's paid up capital is NPR 4.296 billion.

Dividend

Fig. in NPR

Particulars	Current Year	Previous Year
(i) Dividends recognised		
Final dividend for the year ended Ashadh .., 20X1 of NPR/- (Ashadh .., 20X1 - NPR/-) per fully paid share		
	-	-
(ii) Dividends not recognised at the end of the reporting period		
The directors have recommended a payment of a final dividend of 10.5260% (10% Bonus Share and 0.5263% Cash dividend) on the Share Capital of NPR 4,296,000,000 (i.e. outstanding as on the balance sheet signed date). This proposed dividend is subject to the approval of shareholders in the ensuing annual general meeting	452,210,530	
	452,210,530	-

51. Earnings Per Share

Fig. in NPR

Particulars	Current Year	Previous Year
Profit For the Year used for Calculating Basic Earning per Share	249,275,834	125,886,431
Add: Interest saving on Convertible Bonds	-	-
Profit For the Year used for Calculating Diluted Earning per Share	249,275,834	125,886,431
Weighted Average Number of Equity Shares Outstanding During the Year For Basic Earning per Share	42,960,000	21,960,000
Adjustments for calculation of Diluted Earning per Share:		
i) Dilutive Shares		
ii) Options		
iii) Convertible Bonds		
Weighted Average Number of Equity Shares Outstanding During the Year for Diluted Earning Per Share	42,960,000	21,960,000
Nominal Value of Equity Shares	100	100
Basic Earnings Per Share	5.80	5.73
Diluted Earnings Per Share	5.80	5.73
Proposed Bonus Share		
Restated Basic Earning Per Share		
Restated Diluted Earning Per Share		

52. Operating Segment

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

Segment asset is disclosed below based on total of all asset for each business segment. The Company operates predominantly in Nepal and accordingly, the Management of the Company is of the view that the financial information by geographical segments of the Company's operation is not necessary to be presented.

Business Segments of the Company's are:

- Endowment
- Anticipated Endowment
- Endowment Cum Whole Life
- Whole Life
- Foreign Employment Term
- Other Term
- Special Term
- Others (Endowment Non Par)

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

Particulars		Endowment	Anticipated Endowment	Endowment Cum Whole Life	Whole Life	Foreign Employment Term	Other Term	Special Term	Others (Endowment Non Par)	Inter Segment Elimination	Total	Fig. in NPR
Income:												
Gross Earned Premiums	1,083,555,945	773,367,007	93,652,353	-	21,300,141	-	80,053,031				2,051,928,477	
Premiums Ceded	(67,680,840)	(48,168,184)	(3,569,726)	-	(14,464,417)		(3,434,484)				(137,317,651)	
Inter-Segment Revenue											-	
Net Earned Premiums	1,015,875,105	725,198,823	90,082,627	-	6,835,724	-	76,618,547	-	1,914,610,826	-		
Commission Income	2,544,650	-	-	-	136,030	-	-				2,680,680	
Other Direct Income	5,242,687	3,857,775	620,586	-	-	-	-	7,079			9,728,127	
Interest Income on Loan to Policyholders	43,842,055	4,926,352	3,057,695	-	-						51,826,102	
Income from Investments and Loans	208,720,137	65,983,577	23,637,143	7,415,890		12,187,619					207,141,919	
Net Gain/(Loss) on Fair Value Changes											-	
Net Realised Gains/(Losses)	2,355,302	744,592	266,733	83,685		137,531					2,337,493	
Other Income	2,009,362	635,228	227,556	71,393		117,331					1,994,168	
Total Segmental Income	1,280,589,298	801,346,347	117,892,340	-	14,542,722	-	89,068,107	-	211,473,580	2,514,912,395		

Expenses:							
Gross Benefits & Claims Paid	173,529,719	656,056,173	6,671,256	-	34,505,453	-	41,177,165
Claims Ceded	(12,601,042)	(8,152,500)	(1,231,250)	-	(2,340,000)	-	(1,300,000)
Gross Change in Contract Liabilities	719,445,279	(129,038,472)	81,159,296	-	(47,011,580)	-	(19,464,515)
Change in Contract Liabilities Ceded to Reinsurers							-
Net Benefits & Claims Paid	880,373,956	518,865,201	86,599,302	-	(14,846,127)	-	20,412,650
Commission Expenses	133,286,707	132,745,400	10,078,070	-	-	7,605,577	283,715,753
Service Fees	8,274,517	6,085,978	733,390	-	52,787	-	624,273
Other Direct expenses	-	-	-	-	-	-	-
Employee Benefits Expenses	122,549,303	82,662,287	10,777,560	2,750,830	9,353,949	25,343,770	253,437,699
Depreciation and Amortization Expenses						43,316,131	43,316,131
Impairment Losses						260,250	260,250
Other Operating Expenses	93,438,828	45,625,400	6,639,614	894,103	3,053,550	16,401,536	166,058,031
Finance Cost	3,069,850	2,070,684	269,977	68,908	234,316	634,859	6,348,594
Total Segmental Expenses	1,240,993,162	788,054,949	115,097,914	-	(11,079,499)	-	41,289,315
Total Segmental Results	39,596,136	13,291,398	2,794,427	-	25,622,221	-	47,778,793
Segment Assets	684,658,681	91,473,756	63,854,808			702,236	33,685,738
Segment Liabilities	4,931,378,400	1,127,736,868	641,681,522	121,269,643		106,195,538	484,156,821
						5,886,965,748	13,299,384,540

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

Fig. in NPR

Particulars	Endowment	Anticipated Endowment	Endowment Cum Whole Life	Foreign Employment Term	Other Term	Special Term	Others (Endowment Non Par)	Inter Segment Elimination	Total
Income:									
Gross Earned Premiums	898,358,955	1,190,922,378	86,005,433	-	132,984,373	-	121,004,046		2,429,275,184
Premiums Ceded	(57,139,988)	(31,819,992)	(2,758,101)	-	(18,617,812)	-	(6,181,532)		(116,517,425)
Inter-Segment Revenue									-
Net Earned Premiums	841,218,967	1,159,102,386	83,247,332	-	114,366,560	-	114,822,513	-	2,312,757,759
Commission Income	-	-	-	-	-	-	-		-
Other Direct Income	4,000,293	1,396,403	545,292	-	-	-	4,607		5,946,595
Interest Income on Loan to Policyholders	32,638,510	2,000,892	1,300,486	-	-	-	-		35,939,888
Income from Investments and Loans	94,226,572	69,719,032	13,986,690						182,453,150
Net Gain/(Loss) on Fair Value Changes									-
Net Realised Gains/(Losses)	815,080	460,785	98,217	-	-	-	1,172,222		2,546,303
Other Income	543,436	307,218	65,484	-	-	-	781,552		1,697,689
Total Segmental Income	973,442,858	1,232,986,716	99,243,501	-	114,366,560	-	114,827,120	-	184,406,923
Expenses:									
Gross Benefits & Claims Paid	166,997,987	218,547,073	1,422,947	-	29,289,013	-	50,197,600		466,454,620
Claims Ceded	(8,651,122)	(5,375,000)	(80,000)	-	(5,002,115)	-	-		(19,108,257)
Gross Change in Contract Liabilities Ceded to Reinsurers	522,082,882	508,918,141	67,696,951	-	67,140,965	-	26,645,845		1,192,484,784
Change in Contract Liabilities Ceded to Reinsurers									-
Net Benefits & Claims Paid	680,429,746	722,090,214	69,039,898	-	91,427,863	-	76,843,445	-	1,639,831,167
Commission Expenses	116,038,564	262,510,416	9,039,623	-	-	-	11,205,157		398,793,759
Service Fees	8,412,190	11,591,024	832,473	-	11,43,666	-	1,148,225		23,127,578
Other Direct expenses	-	-	-	-	-	-	-		-
Employee Benefits Expenses	79,909,099	94,500,296	7,865,829	-	-	-	35,378,575		217,653,800

Fig. in NPR

Depreciation and Amortization Expenses							37,124,862	37,124,862
Impairment Losses							215,785	215,785
Other Operating Expenses	107,452,493	127,073,043	10,577,054	-	-	-	26,163,937	271,266,527
Finance Cost							7,152,562	7,152,562
Total Segmental Expenses	992,242,092	1,217,764,993	97,354,877	-	92,571,529	-	89,196,827	106,035,720
Total Segmental Results	(18,799,234)	15,221,722	1,888,624	-	21,795,031	-	25,630,293	-78,371,203
Segment Assets	377,455,487	27,621,363	20,511,572					124,107,640
Segment Liabilities	2,018,453,977	837,294,325	223,163,289	-	108,000,523	-	106,971,026	5,879,677,749
								6,305,266,171
								6,305,266,171
								3,011,383,031
								124,107,640

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

Particulars	Current Year	Previous Year
Segmental Profit	129,082,974	45,736,437
Less: Employee Benefits expenses	(25,343,770)	(35,378,575)
Less: Depreciation and Amortization	(43,316,131)	(37,124,862)
Less: Other operating expenses	(16,401,536)	(26,163,937)
Less: Impairment losses	(260,250)	(215,785)
Less: Finance Cost	(634,859)	(7,152,562)
Add: Unallocable Other Income	211,473,580	184,406,923
Profit Before Tax	254,600,009	124,107,640

d) Reconciliation of Assets

Fig. in NPR

Particulars	Current Year	Previous Year
Segment Assets	874,375,217	425,588,422
Goodwill & Intangible Assets	5,680,119	1,587,995
Property and Equipment	213,743,268	69,331,646
Investment Properties	-	-
Deferred Tax Assets	222,861,156	193,256,711
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investments	11,049,722,767	4,852,885,129
Loans	70,456,019	135,574,089
Current Tax Assets	299,658,490	146,251,602
Other Assets	27,923,347	41,374,495
Other Financial Assets	198,668,384	54,007,787
Cash and Cash Equivalents	336,295,773	385,408,294
Total Assets	13,299,384,540	6,305,266,171

e) Reconciliation of Liabilities

Particulars	Current Year	Previous Year
Segment Liabilities	12,528,686,953	5,827,059,733
Provisions	96,503,671	98,006,951
Deferred Tax Liabilities	-	-
Current Tax Liabilities	-	-
Other Financial Liabilities	504,467,868	134,143,430
Other Liabilities	169,726,046	246,056,057
Total Liabilities	13,299,384,539	6,305,266,171

53. Related Party Disclosure

(a) Identify Related Parties

Holding Company:

Subsidiaries:

Associates:

Fellow Subsidiaries:

Key Management Personnel:

Ms. Shikshya Bhattachan	Chairman
Ms. Sushan Sherchan	Director
Ms. Samjhana Aryal	Director
Mr. Birendra Jung Pandey	Director
CA Shankar Gautam	Director
Ms. Jyoti Sherchan (Gauchan)	Director
Ms. Anju Adhikar	Independent Director
Mr. Santosh Prasai	CEO (Date of Appointment: 2080/11/18)
Mr. Kishor Prasad Lamichhane	Deputy CEO
Mr. Son Bahadur Mager	Deputy General Manager
Mr. Namash Singh Deuja	Assistant General Manager
Mr. Tika Datta Pyakurel	Assistant General Manager
Mr. Lekhnath Gautam	Chief Finance Officer

(b) Key Management Personnel Compensation:

Fig. in NPR

Particulars	Current Year	Previous Year
Short-term employee benefits	26,015,731	13,729,063
Post-employment benefits	-	-
Other long-term benefits	-	-
Termination benefits	-	-
Total	26,015,731	13,729,063

Payment to Chief Executive Officer (CEO)

Fig. in NPR

Particulars	Current Year	Previous Year
Annual salary and allowances	8,382,000	3,767,054
Performance based allowances	-	-
i) Employee Bonus	-	-
ii) Benefits as per prevailing provisions	-	-
iii) Incentives	-	-
Insurance related benefits	-	-
i) Life Insurance	-	-
ii) Accident Insurance	-	-
iii) Health Insurance (including family members)	-	100,000
Total	8,382,000	3,867,054

(c) Related Party Transactions:

Particulars	Holding Company	Subsidiaries	Associates	Fellow Subsidiaries	Key Managerial Personnel	Total
Premium Earned						
Current Year						
Previous Year						
Commission Income						
Current Year						
Previous Year						
Rental Income						
Current Year						
Previous Year						
Interest Income						
Current Year						
Previous Year						
Sale of Property & Equipment						
Current Year						
Previous Year						
Purchase of Property & Equipment						
Current Year						
Previous Year						
Premium Paid						
Current Year						
Previous Year						
Commission Expenses						
Current Year						
Previous Year						
Dividend						
Current Year						
Previous Year						
Meeting Fees						
Current Year						-
Previous Year						-
Allowances to Directors						
Current Year					986,000	986,000
Previous Year					1,627,000	1,627,000
Others (Board Meeting Expense)						
Current Year					773,987	773,987
Previous Year					686,028	686,028

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

54. Leases

(a) Leases as Lessee

(i) Operating Leases:

The Company has various operating leases ranging from two years to ten years for office space and parking lot. These lease contract do not contain Non-cancellable periods. The leases are renewable by mutual consent and contain escalation clause. Rental expenses for operating leases recognised in the Statement of Profit and Loss for the year is NPR 12,361,607.00 (Ashadh 32, 2079/ July 16, 2022: NPR 17,139,216.00).

For the first time adoption of lease, the effect has been recognized as under:

Particulars	Right to Use Asset	Lease Liability
Opening Balance as on Shrawan 01, 2079	71,525,615	63,485,940
Add: Addition	-	-
Add: Addition on Business Combination	56,916,853	47,977,738
Less: Depreciation	(41,862,589)	-
Add: Interest Expenses	-	6,348,594
Less: Payment against Lease	-	(16,068,170)
Closing Balance as on Ashadh 31, 2080	86,579,880	101,744,102

Following notes are considered while calculating Right to Use Asset and Lease Liability.

a) Company has not considered Leases that has a lease term of 12 months or less and lease with Present Value less than 5 Lacs while calculatin Right to Use Assets.

b) Present value has been condidered from FY 2078-79 and difference in Right to Use Asset and Lease Liablity has been charged in the opening adjustment of Retined Earning, schedule 17 (e).

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

Future Minimum Lease Payments	Current Year	Previous Year
i) Not Later than 1 year		
ii) Later than 1 year and not later than 5 years		
iii) Later than 5 years		

(ii) Finance Lease:

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

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

(b) Leases as Lessor

(i) Operating Leases:

The Company has leased out certain office spaces that are renewable on a periodic basis. Rental income received during the year in respect of operating lease is NPR (Ashadh .., 20X1/ July ..., 20X1: NPR). Details of assets given on operating lease as at year end are as below.

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

Future Minimum Lease Income	Current Year	Previous Year
i) Not Later than 1 year		
ii) Later than 1 year and not later than 5 years		
iii) Later than 5 years		

(ii) Finance Lease:

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

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

55. Capital Commitments

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

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

56. Contingent Liabilities

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

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

57. Events occuring after Balance Sheet

58. Assets Pledged as Security (only if pledged)

The carrying amount of assets pledged as security are:

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

59. Corporate Social Responsibility

The company has appropriated 1% of net profit for corporate social responsibility.

60. Miscellaneous

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

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
MAJOR FINANCIAL INDICATORS

Fig. in NPR

S.N.	Particulars	Indicators	Previous Year				
			2079/80	2078/79	2077/78	2076/77	2075/76
EQUITY:							
1	Net worth	NPR	5,116,268,162	2,537,856,712	2,439,522,574	1,631,673,910	1,533,876,949
2	Number of Shares	No.s	42,960,000	21,960,000	20,000,000	14,000,000	14,000,000
3	Book value per shares	NPR	119.09	115.57	121.98	116.55	109.56
4	Net Profit	NPR	249,275,834	125,886,431	212,149,067.87	103,919,566.64	81,674,518.24
5	Earning per Shares (EPS)	NPR	5.80	5.73	10.61	7.42	5.83
6	Dividend per Shares (DPS)	NPR	-	-	-	-	-
7	Market Price per Shares (MPPS)	NPR	-	357	754	-	-
8	Price Earning Ratio (PE Ratio)	Ratio	-	62.28	71.08	-	-
9	Change in Equity	%	95.63%	4.03%	49.51%	6.38%	5.76%
10	Return on Equity	%	5.80%	4.96%	8.70%	6.37%	5.32%
11	Capital to Total Net Assets Ratio	%	83.97%	86.53%	81.98%	85.80%	91.27%
12	Capital to Technical Reserve Ratio	%	57.96%	66.67%	94.11%	125.48%	397.14%
13	Affiliate Ratio	%	-	-	-	-	-
BUSINESS:							
14	First Year Premium Growth Rate	%					
	Endowment	%	26.65%	-4.60%	2.81%	5.79%	393.65%
	Anticipated Endowment	%	-85.93%	229.17%	180.43%	131.33%	251.41%
	Endowment Cum Whole Life	%	44.20%	-37.29%	1.22%	-36.59%	81.45%
	Whole Life	%	N/A	N/A	N/A	N/A	N/A
	Foreign Employment Term	%	-83.98%	339.53%	28.23%	99.75%	N/A
	Other Term	%	N/A	N/A	N/A	N/A	N/A
	Special Term	%	-35.17%	13.94%	157.17%	163.77%	N/A
	Others (Endowment Non Par)	%	N/A	N/A	N/A	N/A	N/A
15	Renewal Premium Growth Rate	%					
	Endowment	%	18.02%	45.96%	98.27%	496.97%	N/A
	Anticipated Endowment	%	129.62%	193.10%	187.63%	340.89%	N/A
	Endowment Cum Whole Life	%	1.24%	19.46%	39.40%	159.00%	N/A
	Whole Life	%	N/A	N/A	N/A	N/A	N/A
	Foreign Employment Term	%	N/A	N/A	N/A	N/A	N/A
	Other Term	%	N/A	N/A	N/A	N/A	N/A
	Special Term	%	16.90%	28.15%	13.05%	N/A	N/A
	Others (Endowment Non Par)	%	N/A	N/A	N/A	N/A	N/A
16	Single Premium Growth Rate	%					
	Endowment	%	21.25%	-75.38%	-52.81%	669.72%	87.91%
	Anticipated Endowment	%	1.56%	5.40%	-8.57%	-3.05%	N/A
	Endowment Cum Whole Life	%	N/A	N/A	N/A	N/A	N/A
	Whole Life	%	N/A	N/A	N/A	N/A	N/A
	Foreign Employment Term	%	N/A	N/A	N/A	N/A	N/A
	Other Term	%	N/A	N/A	N/A	N/A	N/A

	Special Term	%	N/A	N/A	N/A	N/A	N/A
	Others (Endowment Non Par)	%	N/A	N/A	N/A	N/A	N/A
17	Total Direct Premium Growth Rate	%	-15.53%	63.41%	23.81%	153.39%	314.26%
18	Net Insurance Premium/ Gross Insurance Premium	%	93.31%	95.20%	95.13%	96.67%	96.21%
19	Reinsurance Ratio	%	6.69%	4.80%	4.87%	3.33%	3.79%
20	Reinsurance Commission Income/ Gross Reinsurance Premium	%	1.95%	N/A	N/A	N/A	N/A
21	Gross Premium Revenue/ Equity	%	76.11%	95.72%	60.94%	73.59%	30.89%
22	Net Premium Revenue/ Equity	%	71.02%	91.13%	57.97%	71.14%	29.72%
23	Gross Insurance Premium/Total Assets	%	28.72%	38.17%	30.53%	39.40%	23.84%
24	Return on Revenue	%	9.97%	4.63%	11.20%	7.67%	17.91%
25	Net Profit/ Gross Insurance Premium	%	12.22%	5.38%	14.27%	8.65%	17.24%
26	Return on Investments and Loan	%	9.82%	7.37%	12.02%	9.18%	9.56%
	EXPENSES:						
27	Management expenses/ Direct Insurance Premium	%	22.87%	21.75%	28.72%	33.61%	44.62%
28	Agent Related Expenses/ Total Management expenses	%	17.40%	24.36%	24.87%	27.91%	28.72%
29	Employee expenses/ Management expenses	%	9.23%	40.70%	41.67%	34.98%	44.39%
30	Agent Related Expenses/ Direct Insurance Premium	%	3.98%	8.27%	10.52%	15.37%	11.01%
31	Employee expenses/ Number of Employees	Amt.	253,437,699	719,071	634,466	542,997	415,285
32	Expense Ratio	%	26.53%	30.01%	39.25%	48.98%	57.00%
33	Commission Ratio	%	13.83%	16.42%	14.94%	13.34%	18.30%
34	Direct Business Acquisition Ratio	%	36.50%	35.46%	45.63%	69.50%	37.67%
35	Operating Expense Ratio	%	8.09%	11.90%	15.22%	20.09%	21.43%
	ASSETS:						
36	Increment in Investment held	%	127.69%	34.92%	96.26%	11.17%	15.74%
37	Return on Assets	%	3.69%	2.07%	4.36%	3.41%	4.11%
38	Long term Investments/Total Investments	%	82.64%	25.41%	26.25%	28.82%	36.94%
39	Short term Investments/Total Investments	%	17.36%	74.59%	73.75%	71.18%	63.06%
40	Total Investment & Loan/Gross Insurance Contract Liabilities	%	161.82%	164.37%	187.34%	168.92%	467.75%
41	Investment in Unlisted Shares and Debtors/ Total Net Assets	%	2.40%	0.84%	0.05%	0.06%	0.01%
42	Investment in Shares/ Total Net Assets	%	25.45%	19.74%	15.28%	13.27%	5.90%
43	Agent loan / Number of Agents	Per agent	349.75	405.07	703.12	446.77	90.27
44	Liquidity Ratio	%	25.78	13.80	26.53	67.20	48.52
	LIABILITIES:	%					
45	Solvency Margin	%	2.19	2.08	2.17	1.60	1.4
46	Increment in Gross Insurance Contract Liabilities	%	125.04%	54.99%	90.49%	216.48%	307.30%
47	Net Technical Reserve/ Average Net Premium of Previous 3 Years	%					
	Endowment	%	546.18%	232.38%	215.24%	192.18%	122.75%
	Anticipated Endowment	%	149.65%	150.43%	176.18%	206.81%	176.61%

	Endowment Cum Whole Life	%	753.47%	291.53%	234.18%	192.74%	188.22%
	Whole Life	%	NA	NA	NA	NA	NA
	Foreign Employment Term	%	234.80%	201.21%	210.64%	223.00%	272.46%
	Other Term	%	NA	NA	NA	NA	NA
	Special Term	%	109.24%	126.02%	155.97%	139.85%	203.31%
	Others (Endowment Non Par)	%					
48	Actuarial Provision	Amt.	7,412,418,792	3,293,883,140	2,125,204,425	1,115,674,522	352,521,548
49	Technical Provisions/ Total Equity	%	173	150	106	80	25
50	Insurance Debt/ Total Equity	%					
51	Outstanding Claim/ Claim Paid	%	2.88	4.68	34.60	2.25	
52	No. of Outstanding Claim/ No. of Intimated Claims	%	48%	50%	42%	50%	0%
53	Total Number of Inforce Policies	No.s	172,357	177,453	133,893	67,635	33,064
54	Lapse Ratio	%	3.85	3.75	6.95		
55	Number of Renewed Policy/ Last Year's Total Number of In Force Policies	%	72.92	74.79	74.79	72.44	75.67
56	Number of Intimated Claim/ Total Number of In Force Policy	%	0.01%	0.01%	0.01%	0.00%	0.00%
57	Declared Bonus Rate	Per'000	20-70	20-70	20-70	30-70	30-70
58	Interim Bonus Rate	Per'000	20-70	20-70	20-70	30-70	30-70
	OTHERS:						
59	Number of Offices	No.s	115	99	99	90	90
60	Number of Agents	No.s	56,537	18,356	14,480	10,488	5,086
61	Number of Employees	No.s	445	299	280	260	226

PRABHU MAHALAXMI LIFE INSURANCE LIMITED

ANNEXURE IV STATEMENT OF SUM ASSURED (AS PER ACTUARIAL VALUATION REPORT)

Fig. in NPR

S.N.	Insurance Types	In Force Number of Policies		Sum Assured of In Force Policies		Sum at Risk		Sum at Risk Transferred to Reinsurer		Sum at risk retained by Insurer	
		Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
1	Endowment	59,527	48,354	33,240,078,115	26,996,883,715	29,103,891,163	24,094,880,613	9,504,232,429	7,326,345,626	19,599,658,734	16,768,534,986
2	Anticipated Endowment	11,151	11,357	15,745,050,280	21,508,520,830	14,718,113,568	20,356,518,353	9,926,287,512	13,962,652,579	4,791,826,057	6,393,865,774
3	Endowment Cum Whole Life	5,904	5,169	3,704,205,000	3,342,704,500	3,160,981,453	2,986,949,330	780,083,661	664,564,292	2,380,897,792	2,322,385,038
4	Whole Life	-	-	-	-	-	-	-	-	-	-
5	Foreign Employment Term	4,904	-	4,904,000,000	-	4,880,572,491	-	4,413,600,000	-	466,972,491	-
6	Other Term	88,291	142,170	13,681,675,850	21,887,320,082	13,591,664,984	21,786,616,654	-	-	13,591,664,984	21,786,616,654
7	Special Term	1,130	916	1,204,749,006	1,022,646,000	1,192,738,240	1,012,136,085	899,334,206	750,257,200	293,404,034	261,878,885
8	Others (Endowment Non Par)	1,450	1,169	1,334,170,000	1,069,850,000	873,784,314	732,055,006	-	-	873,784,314	732,055,006
Total		172,357	209,135	73,813,928,251	75,827,925,127	67,521,746,214	70,969,156,040	25,523,537,808	22,703,819,697	41,998,208,406	48,265,336,343

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
ANNEXURE 1
BOARD OF DIRECTORS REPORT

A) Information related to Life Insurer

- 1) Date of establishment : Company has been registered in company registrar office on 2063/03/12, with registration number 1002/063/64.
- 2) Insurer licence date : Licensed obtained on 2074/05/07 from NIA Kupoundel Lalitpur.
- 3) Insurance business type, nature : Life Insurance Business
- 4) Date of commencement of business : Company has carried business from 2074/08/28

B) Declaration of Board of Directors

- 1) Company has paid all the tax that are payable, service fees and any other fees to related entity. There is no any fine and penalties in name of company.
- 2) Share structure of the company has been changed due to its merger with Mahalaxmi Life Insurance Ltd resulting in introduction of additional worth of capital NPR 2,100,000,000.00 with resulting paid up capital being NPR 4,296,000,000.00
- 3) Company has maintained Solvency Margin as per the requirement of the NIA Directive.
- 4) a) Financial amount of the assets contained in SOFP are not overstated than it's fair value.
b) The measurement basis of assets presented in (a) is based on amortised cost, fair value and written down value of assets as per income tax act.
- 5) Investment done by company has been based on directive issued by the NIA for investment. The amount to be invested in government security and government guarantee security has been made in commercial bank fixed deposit because of lack of investment opportunity.
- 6) Number of claim settled within the year and outstanding claim number and time frame to settle the outstanding claim.
- 7) Financial Statement has been prepared in compliance with the provision of Insurance Act 2079, Insurance Regulation 2079, Company Act 2063, NFRSs and other prevailing laws & regulation.
- 8) There has been consistency in adopting accounting policy.
- 9) Financial Statements as at Ashad end 2080, Financial Position and Financial Performance are presented true & fairly.
- 10) Dual control management system and appropriate policies and procedure has been implemented from Board of Director's for systematic functioning of the organization and adequate and appropriate provision to safeguard the assets and for identification and mitigation against losses due to fraud, embezzlement and irregularities.
- 11) Financial Statements has been prepared based on going concern basis.
- 12) Internal control system is commensurate with the size, nature & volume of the business.
- 13) Company has not conducted any transactions contrary to Insurance Act, 2079, Companies Act, 2063, related regulations and directions with any person, firm, company and insurer's director or with any entity in which insurer's director has interest.
- 14) No any penalties, levied by NIA for the this financial year.
- 15) No any further disclosures to be made.

INDEPENDENT AUDITOR'S REPORT

TO THE SHAREHOLDERS OF PRABHU MAHALAXMI LIFE INSURANCE LIMITED (FORMER MAHALAXMI LIFE INSURANCE LIMITED)

Opinion

We have audited the financial statements of **Prabhu Mahalaxmi Life Insurance Limited (Former Mahalaxmi Life Insurance Limited)**, which comprises of Balance Sheet as at 28th Ashadh 2080 (13th July 2023) the Statement of Profit and Loss during the year then ended on that date, Cash Flow Statement for the year ended 28th Ashadh 2080 (13th July 2023), and a summary of the significant accounting policies and other explanatory information.

In our opinion, the aforesaid financial statements present fairly, in all material respects, the financial position of the Company, as at 28th Ashadh 2080 (13th July 2023), and its financial performance, and a summary of significant accounting policies and other explanatory information, in accordance with Nepal Financial Reporting Standards (NFRS).

Basis for Opinion

We conducted our audit of the financial statements in accordance with Nepal Standards on Auditing (NSAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Handbook of "The Code of Ethics for Professional Accountants" issued by The Institute of Chartered Accountants of Nepal (ICAN), 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 audit opinion on the financial statements.

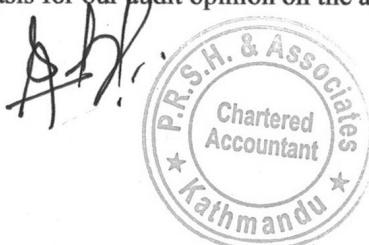
Emphasis of Matter

We draw attention to Note 10 of the financial statements, which shows that the Debentures have been reclassified from Fair Value Through Other Comprehensive Income to Fair Value Through Amortized Cost. Our opinion is not modified in respect of this matter.

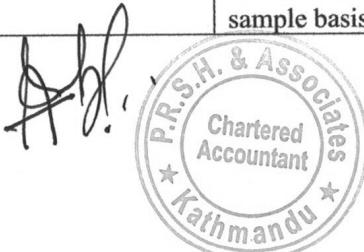
Key Audit matters

Key audit matters are those matters that in our professional judgment were most significant in the audit of the financial statements of the current period. Those matters were addressed in the context of the audit of the financial statements as a whole, in forming our opinion thereon, and we do not provide separate opinion on these matters.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements.



Key Audit Matters	How our Audit addressed the Key Audit Matters
<p>Investment Valuation, Identification, and Impairment Investment of the company comprises of investment in quoted equity instruments, debentures, mutual funds, fixed deposits of financial institutions. The investment in bonds and debentures should be recognized on reporting date on Amortized cost basis whereas other investments in equity instruments, other than those held for trading, should be valued at Fair Value through Other Comprehensive Income. Given the varieties of treatments recommended for valuation of investment based on nature of cash flow, the business model adopted, complexity of calculations and the significance of amount involved in such investments, same has been considered as Key Audit Matter in our audit.</p>	<p>Our audit approach regarding verification of process of investment valuation, identification and impairment included:</p> <ul style="list-style-type: none"> - Review of the investment of company and its valuation. - We assured that the classification of investment is appropriate based on the nature of expected cash flow of the investments as well as the business model adopted by the management on the basis of available evidence/circumstances. - For the investment valued through OCI for quoted investment, we ensured that fair valuation has been done at the closing transaction rate in NEPSE as on 13.07.2023
<p>Information Technology General Controls Recording of transactions, generating various reports in compliance with Insurance Authority guidelines and other compliances to regulators is highly dependent on the effective working of software and IT controls associated with it. We have considered this as key audit matter as any control lapses, validation failures, incorrect input data and wrong extraction of data may result in wrong reporting of data to the management, shareholders and regulators.</p>	<p>Our audit approach regarding Information technology of company is based upon the Information Technology Guidelines 2076 issued by Insurance Authority and it is included:</p> <ul style="list-style-type: none"> - Understanding the system and process adopted by the company for various categories of products. - Understanding the feeding of the data in the system and going through the extraction of the financial information and statements from the IT system existing in company - Checking of the user requirements for any changes in the regulations/policy of the company <p>We reviewed the reports generated by the system on sample basis and verified the premium income/expense and claim payment in regard to policies issued and claim intimated on test basis.</p>
<p>Net Earned Premium Net earned premium is the major area of revenue for the insurance company. Net premium income is the difference of gross earned premium and premiums ceded to re-insurance. Gross earned premium include first year premium, renewal premium and single premium.</p>	<p>We tested the design, implementation and operating effectiveness of key controls over Revenue Recognition. We verified underwriting documents and premium calculation thereon as per regulatory requirements and internal policies of the company on sample basis along with treaty and verified the premium ceded from the treaty.</p>
<p>Claim Incurred Insurance claim is the major area of expenses for the insurance company.</p>	<p>We verified operational guidelines of the company relating to claim processing, have performed test of controls, test of details and analytical review procedures on the outstanding claims was also verified the claim paid and provision on sample basis with payment proof and preliminary loss advice.</p>



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 financial statements and our auditor's report thereon.

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

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

When we read such other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

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

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

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

The management is responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal controls 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 Company'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 Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify



our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

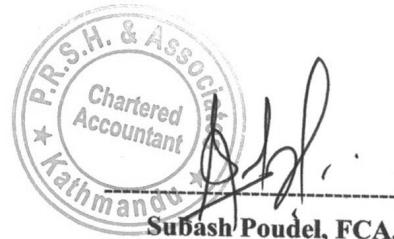
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirement

As per prevailing Company Act 2063, Insurance Act 2079 & Directives issued by Nepal Insurance Authority, we further report that,

- a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose our audit.
- b. In our opinion the company has kept proper books of account as required by law so far, as appears from our examinations of those Books.
- c. The financial statements are in agreement with the books of account.
- d. In our opinion and to the best of our information and according to the explanation given to us, the Balance Sheet, Statement of Profit and Loss and Statement of Cash Flow, read together with the notes forming the part of the accounts give the information in the manner so required and give a true and fair view.
- e. Neither we have come across any of the information about the misappropriation of fund by the management or any of the representative or company's staffs during the course of our audit nor have we received any such information from the management.
- f. We have not come across any fraudulence in the accounts, so far as it appeared from our examination of the books.
- g. We did not come across any instances of any act contrary to the interest of insured.
- h. The company's life assurance fund and other special reserves are as per prescribed provisions.
- i. As per information obtained, the company has not conducted any kind of other business except approved life insurance business. Assessment of internal control of company is effective.

For P.R.S.H. and Associates
Chartered Accountants



Subash Poudel, FCA.

Partner

Date: 15th Shrawan, 2081

Place: Kathmandu, Nepal

UDIN: 240730CA0099168Jew

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
 (Former Mahalaxmi Life Insurance Limited)
STATEMENT OF FINANCIAL POSITION

As At 13th July, 2023 (Ashad 28, 2080)

Fig. in NPR

PARTICULARS	NOTES	CURRENT YEAR	PREVIOUS YEAR
Assets			
Goodwill & Intangible Assets	4	-	1,937,429
Property and Equipment	5	60,857,325	74,226,858
Investment Properties	6	-	-
Deferred Tax Assets	7	15,808,193	16,650,783
Investment in Subsidiaries	8	-	-
Investment in Associates	9	-	-
Investments	10	5,315,982,132	4,128,627,562
Loans	11	343,221,582	230,126,961
Reinsurance Assets	12	-	-
Current Tax Assets	21	120,343,030	92,608,202
Insurance Receivables	13	12,478,122	33,516,246
Other Assets	14	2,786,909	4,493,358
Other Financial Assets	15	115,511,711	15,683,044
Cash and Cash Equivalent	16	162,707,041	261,582,415
Total Assets		6,149,696,046	4,859,452,858
Equity & Liabilities			
Equity			
Share Capital	17 (a)	2,100,000,000	1,400,000,000
Share Application Money Pending Allotment	17 (b)	-	-
Share Premium	17 (c)	19,352,486	-
Catastrophe Reserves	17 (d)	24,312,846	15,180,680
Retained Earnings	17 (e)	269,819,705	98,567,135
Other Equity	17 (f)	4,259,001	2,620,034
Total Equity		2,417,744,038	1,516,367,848
Liabilities			
Provisions	18	37,193,567	26,687,947
Gross Insurance Contract Liabilities	19	3,478,416,513	2,420,102,146
Deferred Tax Liabilities	7	-	-
Insurance Payable	20	49,508,420	-
Current Tax Liabilities	21	-	-
Borrowings	22	-	-
Other Liabilities	23	76,969,700	82,456,325
Other Financial Liabilities	24	89,863,806	813,838,591
Total Liabilities		3,731,952,008	3,343,085,009
Total Equity and Liabilities		6,149,696,046	4,859,452,858

The accompanying notes form an Integral Part of Financial Statements.

Santosh Prasai
 Chief Executive Officer

Lekhnath Gautam
 Chief Finance Officer

Shikshya Bhattachan
 Chairman

Susan Sherchan
 Director

Samjhana Aryal
 Director

Birendra Jung Pandey
 Director

Shankar Gautam
 Director- Public

CA. Subash Poudel
Partner
PRSH & Associates
Chartered Accountants

Jyoti Serchan (Gauchan)
 Director- Public

Anju Adhikari
 Independent Director

Date: 2081/04/14

PRABHU MAHALAXMI LIFE INSURANCE LIMITED

(Former Mahalaxmi Life Insurance Limited)

STATEMENT OF PROFIT OR LOSS

For Period 17th July, 2022 - 13th July, 2023 (For the Period Ended Ashad 28, 2080)

Fig. in NPR

PARTICULARS	NOTES	CURRENT YEAR	PREVIOUS YEAR
Income:			
Gross Earned Premiums	25	1,604,626,522	1,626,224,924
Premiums Ceded	26	38,575,987	62,270,065
Net Earned Premiums		1,566,050,534	1,563,954,860
Commission Income	27	-	-
Other Direct Income	28	9,544,395	5,136,678
Interest Income on Loan to Policyholders	11	27,871,304	19,651,974
Income from Investments and Loans	29	472,335,107	299,535,217
Net Gain/(Loss) on Fair Value Changes	30	-	-
Net Realised Gains/(Losses)	31	-	-
Other Income	32	-	-
Total Income		2,075,801,341	1,888,278,729
Expenses:			
Gross Benefits and Claims Paid	33	300,228,822	220,920,232
Claims Ceded	33	34,083,691	16,335,687
Gross Change in Contract Liabilities	34	1,050,892,808	1,015,467,022
Change in Contract Liabilities Ceded to Reinsurers	34	-	-
Net Benefits and Claims Paid		1,317,037,939	1,220,051,567
Commission Expenses	35	226,119,018	263,196,190
Service Fees	36	13,105,819	15,906,912
Other Direct expenses	37	-	-
Employee Benefits Expenses	38	174,121,336	131,565,980
Depreciation and Amortization Expenses	39	20,011,605	12,125,806
Impairment Losses	40	5,235,679	2,335,335
Other Operating Expenses	41	135,879,707	193,889,716
Finance Cost	42	5,120,772	-
Total Expenses		1,896,631,874	1,839,071,506
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for			
Using Equity Method and Tax		179,169,466	49,207,223
Share of Net Profit of Associates accounted using Equity Method	9	-	-
Profit Before Tax		179,169,466	49,207,223
Income Tax Expense	43	(2,933,611)	(1,704,383)
Net Profit/(Loss) For The Year		182,103,077	50,911,606
Earning Per Share	51		
Basic EPS		8.67	3.64
Diluted EPS		8.67	3.64

The accompanying notes form an Integral Part of Financial Statements.

Santosh Prasai
Chief Executive Officer

Lekhnath Gautam
Chief Finance Officer

Shikshya Bhattachan
Chairman

Susan Sherchan
Director

Samjhana Aryal
Director

Birendra Jung Pandey
Director

Shankar Gautam
Director- Public

CA. Subash Poudel
Partner
PRSH & Associates
Chartered Accountants

Jyoti Serchan (Gauchan)
Director- Public

Anju Adhikari
Independent Director

Date: 2081/04/14

PRABHU MAHALAXMI LIFE INSURANCE LIMITED

(Former Mahalaxmi Life Insurance Limited)

STATEMENT OF OTHER COMPREHENSIVE INCOME

For Period 17th July, 2022 - 13th July, 2023 (For the Period Ended Ashad 28, 2080)

Fig. in NPR

PARTICULARS	NOTES	CURRENT YEAR	PREVIOUS YEAR
Net Profit/(Loss) For the Year		182,103,077	50,911,606
Other Comprehensive Income			
a) Items that are or may be Reclassified to Profit or Loss			
Changes in Fair Value of FVOCI Debt Instruments		15,305,554	(21,961,120)
Cash Flow Hedge - Effective Portion of Changes in Fair Value			
Exchange differences on translation of Foreign Operation			
Share of other comprehensive income of associates accounted for using the equity method	9	-	-
Income Tax Relating to Above Items		(3,826,389)	5,490,280
Reclassified to Profit or Loss			
b) Items that will not be Reclassified to Profit or Loss			
Changes in fair value of FVOCI Equity Instruments		(5,015,542)	(11,052,281)
Revaluation of Property and Equipment/ Goodwill & Intangible Assets			
Remeasurement of Post-Employment Benefit Obligations			
Share of other comprehensive income of associates accounted for using the equity method	9		
Income Tax Relating to Above Items		1,253,886	2,763,070
Total Other Comprehensive Income For the Year, Net of Tax		7,717,509	(24,760,051)
Total Comprehensive Income For the Year, Net of Tax		189,820,586	26,151,556

The accompanying notes form an Integral Part of Financial Statements.

Santosh Prasai
Chief Executive Officer

Lekhnath Gautam
Chief Finance Officer

Shikshya Bhattachan
Chairman

Susan Sherchan
Director

Samjhana Aryal
Director

Birendra Jung Pandey
Director

Shankar Gautam
Director- Public

CA. Subash Poudel
Partner
PRSH & Associates
Chartered Accountants

Jyoti Serchan (Gauchan)
Director- Public

Anju Adhikari
Independent Director

Date: 2081/04/14

PRABHU MAHALAXMI LIFE INSURANCE LIMITED

(Former Mahalaxmi Life Insurance Limited)

STATEMENT OF CHANGES IN EQUITY

For Period 17th July, 2022 - 13th July, 2023 (For the Period Ended Ashaad 28, 2080)

Previous Year	Ordinary Share Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserves	Capital Reserves	Catastrophe Reserve	Corporate Social Responsibility (CSR) Reserves	Insurance Fund	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserve	Regulatory Reserves	Other Reserve	Total	Fig. in NPR
Balance as on Shrawan 1, 2078	1,400,000,000	-	-	63,444,745	-	11,427,447	-	-	701,082	-	4,404,872	55,057	(2,336,941)	6,741,813	-	1,480,033,203	110,114
Prior period adjustment				2,447,055	-	60,997,390	50,911,606	-	11,427,447	-	-	701,082	-	6,741,813	55,057	1,479,923,089	50,911,606
Restated Balance as at Shrawan 1, 2078	1,400,000,000																
Profit/(Loss) For the Year																	
Other Comprehensive Income for the Year, Net of Tax																	
i) Changes in Fair Value of FVOCI Debt Instruments																	
ii) Gains/(Losses) on Cash Flow Hedge																	
iii) Exchange differences on translation of Foreign Operation																	
iv) Changes in fair value of FVOCI Equity Instruments																	
v) Revaluation of Property and Equipment/Goodwill & Intangible Assets																	
vi) Remeasurement of Post-Employment Benefit Obligations																	
Transfer to Reserves/ Funds																	
Transfer to Regulatory Reserves																	
Transfer to Deferred Tax Reserves																	
Transfer of Depreciation on Revaluation of Property and Equipment																	
Transfer on Disposal of Revalued Property and Equipment																	
Transfer on Disposal of Equity Instruments Measured at FVTOCI																	
Transfer to Insurance Contract Liabilities																	
Transfer to Insurance Catastrophe Reserves																	
Transfer to Corporate Social Responsibility Reserve																	
Share Issuance Costs																	
Contribution by/ Distribution to the owners of the Company																	
i) Bonus Share Issued																	
ii) Share Issue																	
iii) Cash Dividend																	
iv) Dividend Distribution Tax																	
v) Others (To be specified)																	
Balance as on Ashaad end, 2079	1,400,000,000																1,512,384,395
Other adjustment																	3,983,463
Restated Balance as at Shrawan 1, 2079	1,400,000,000																1,516,367,849

The accompanying notes form an Integral Part of Financial Statements.

Santosh Prasai
Chief Executive Officer
Samjhana Aryal
Director

Lekhnath Gautam
Chief Finance Officer
Birendra Jung Pandey
Director

Shikshya Bhattachan
Chairman
Shankar Gautam
Director- Public

Susan Sherchan
Director
Jyoti Serchan (Gauchan)
Director- Public

CA. Subash Poudel
Partner
PRSH & Associates
Chartered Accountants

Date: 2081/04/14

PRABHU MAHALAXMI LIFE INSURANCE LIMITED

(Former Mahalaxmi Life Insurance Limited)

STATEMENT OF CHANGES IN EQUITY

For Period 17th July, 2022 - 13th July, 2023 (For the Period Ended Ashad 28, 2080)

Current Year											Fig. in NPR					
	Ordinary Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserves	Capital Reserves	Catastrophe Reserve	Corporate Social Responsibility (CSR) Reserves	Insurance Fund	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserve	Regulatory Reserves	Other Reserve	Total
Restated Balance as at Shrawan 1, 2079	1,400,000,000	-	-	-	98,567,135	-	-	15,180,680	375,333	-	(17,749,229)	-	9,098,515	10,895,424	-	1,516,367,849
Profit/(Loss) For the Year					182,103,077											182,103,077
Prior Period Adjustment																-
Other Comprehensive Income for the Year, Net of Tax																11,479,166
i) Changes in Fair Value of FVOCI Debt Instruments																(3,761,657)
ii) Gains/(Losses) on Cash Flow Hedge																-
iii) Exchange differences on translation of Foreign Operation																-
iv) Changes in fair value of FVOCI Equity Instruments																(3,761,657)
v) Revaluation of Property and Equipments / Goodwill & Intangible Assets																-
vi) Remeasurement of Post-Employment Benefit Obligations																-
Transfer to Reserves / Funds																(7,421,560)
Transfer to Deferred Tax Reserves																(7,421,560)
Transfer of Depreciation on Revaluation of Property and Equipment																-
Transfer on Disposal of Property and Equipment																-
Transfer on Disposal of Equity Instruments Measured at FVOCI																-
Transfer to Insurance Contract Liabilities																-
Transfer to Insurance Catastrophe Reserves																-
Transfer to Corporate Social Responsibility Reserve																-
Transfer from Regulatory Reserve																-
Transfer from Corporate Social Responsibility Reserve																-
Share Issuance Costs																-
Contribution by/ Distribution to the owners of the Company																-
i) Bonus Share Issued																-
ii) Share Issue																-
iii) Cash Dividend																-
iv) Dividend Distribution Tax																-
v) Capital Increment																-
Balance as on Ashad 28, 2080	2,100,000,000	-	-	-	19,352,486	269,819,705	-	24,312,846	1,826,434	-	(10,031,719)	-	12,464,287	-	2,417,744,038	

The accompanying notes form an Integral Part of Financial Statements.

Santosh Prasai
Chief Executive Officer
Samjhana Aryal
Director

Lekhnath Gautam
Chief Finance Officer
Birendra Jung Pandey
Director

Shikhya Bhattacharan
Chairman
Shankar Gautam
Director- Public

Susan Sherchan
Director
Jyoti Serchan (Gauchan)
Director- Public

CA. Subash Poudel
Partner
PRSH & Associates
Chartered Accountants

Date: 2081/04/14

PRABHU MAHALAXMI LIFE INSURANCE LIMITED

(Former Mahalaxmi Life Insurance Limited)

STATEMENT OF CASH FLOWS

For Period 17th July, 2022 - 13th July, 2023 (For the Period Ended Ashad 28, 2080)

Fig. in NPR

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Cash Flow From Operating Activities:		
Cash Received		
Gross Premium Received	1,604,626,522	1,626,224,924
Commission Received	-	-
Claim Recovery Received from Reinsurers	34,083,691	16,335,687
Realised Foreign Exchange Income other than on Cash and Cash Equivalents		
Other Direct Income	9,544,395	5,136,678
Others (Interest Income on Loan to Policyholders)	27,871,304	19,651,974
Others (Investment Income other than Long Term FD, Bonds and Debenture)	4,681,289	4,773,825
Cash Paid		
Gross Benefits and Claims Paid	(300,228,822)	(220,920,232)
Reinsurance Premium Paid	(38,575,987)	(62,270,065)
Commission Paid	(226,119,018)	(263,196,190)
Service Fees Paid	(13,105,819)	(15,906,912)
Employee Benefits Expenses Paid	(174,121,336)	(131,565,980)
Other Expenses Paid	(135,879,707)	(193,889,716)
Others	(10,356,451)	(2,335,335)
Others (Changes in Current Assets and Liabilities)		
Change in financial and other assets	(127,515,039)	(819,023)
Changes in loans & advances	(113,094,622)	(17,556,778)
Change in reinsurance and other payables	(645,170,211)	693,082,743
Staff bonus paid	(11,324,277)	(5,743,880)
Income Tax Paid	(432,161)	(652,319)
Net Cash Flow From Operating Activities [1]	(115,116,249)	1,450,349,401
Cash Flow From Investing Activities		
Acquisitions of Intangible Assets		
Proceeds From Sale of Intangible Assets		
Acquisitions of Investment Properties		
Proceeds From Sale of Investment Properties		
Rental Income Received		
Acquisitions of Property and Equipment	(6,092,347)	(6,019,284)
Proceeds From Sale of Property and Equipment	433,753	119,147
Investment in Subsidiaries		
Receipts from Sale of Investments in Subsidiaries		
Investment in Associates		
Receipts from Sale of Investments in Associates		
Purchase of Equity Instruments	(7,525,248)	(43,970,178)
Proceeds from Sale of Equity Instruments		
Purchase of Mutual Funds	(30,000,000)	(166,800)
Proceeds from Sale of Mutual Funds		
Purchase of Preference Shares		
Proceeds from Sale of Preference Shares		
Purchase of Debentures	(101,387,000)	(266,540,976)
Proceeds from Sale of Debentures		
Purchase of Bonds		
Proceeds from Sale of Bonds		

continued...

PRABHU MAHALAXMI LIFE INSURANCE LIMITED

(Former Mahalaxmi Life Insurance Limited)

STATEMENT OF CASH FLOWS

For Period 17th July, 2022 - 13th July, 2023 (For the Period Ended Ashad 28, 2080)

Fig. in NPR

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Investments in Deposits	(1,026,194,586)	(1,634,953,268)
Maturity of Deposits		
Loans Paid		
Proceeds from Loans		
Rental Income Received		
Proceeds from Finance Lease		
Interest Income Received	467,674,211	294,388,705
Dividend Received	671,043	203,387
Others (Profit /Loss on sale of investment)	(691,437)	169,300
Total Cash Flow From Investing Activities [2]	(703,111,610)	(1,656,769,967)
Cash Flow From Financing Activities		
Interest Paid		
Proceeds From Borrowings		
Repayment of Borrowings		
Payment of Finance Lease		
Proceeds From Issue of Share Capital	719,352,486	-
Share Issuance Cost Paid		
Dividend Paid		
Dividend Distribution Tax Paid		
Others (to be specified)		
Total Cash Flow From Financing Activities [3]	719,352,486	-
Net Increase/(Decrease) In Cash & Cash Equivalents [1+2+3]	(98,875,373)	(206,420,566)
Cash & Cash Equivalents At Beginning of The Year/Period	261,582,415	468,002,981
Effect of Exchange Rate Changes on Cash and Cash Equivalents		
Cash & Cash Equivalents At End of The Year/Period	162,707,042	261,582,415
Components of Cash & Cash Equivalents		
Cash In Hand	-	8,718,739
Cheque in Hand	-	1,021,636
Term Deposit with Banks (with initial maturity upto 3 months)	-	32,000,000
Balance With Banks	162,707,041	219,842,039

The accompanying notes form an Integral Part of Financial Statements.

Santosh Prasai
Chief Executive Officer

Lekhnath Gautam
Chief Finance Officer

Shikshya Bhattachan
Chairman

Susan Sherchan
Director

Samjhana Aryal
Director

Birendra Jung Pandey
Director

Shankar Gautam
Director- Public

CA. Subash Poudel
Partner
PRSH & Associates
Chartered Accountants

Jyoti Serchan (Gauchan)
Director- Public

Anju Adhikari
Independent Director

Date: 2081/04/14

PRABHU MAHALAXMI LIFE INSURANCE LIMITED

(Former Mahalaxmi Life Insurance Limited)

STATEMENT OF DISTRIBUTABLE PROFIT OR LOSS

For Period 17th July, 2022 - 13th July, 2023 (For the Period Ended Ashad 28, 2080)

Fig. in NPR

PARTICULARS	CURRENT YEAR	PREVIOUS YEAR
Opening Balance in Retained Earnings	98,567,135	60,997,690
Transfer from OCI reserves to retained earning in current year		
Net profit or (loss) as per statement of profit or loss	182,103,077	50,911,606
Appropriations:		
i) Transfer to Insurance Fund		
ii) Transfer to Catastrophe Reserve	(8,958,473)	(3,753,233)
iii) Transfer to Capital Reserve		
iv) Transfer to CSR reserve	(1,791,695)	(375,323)
v) Transfer to/from Regulatory Reserve	3,265,433	(10,840,367)
vi) Transfer to Fair Value Reserve		
vii) Transfer of Deferred Tax Reserve	(3,365,772)	(2,356,702)
viii) Transfer to OCI reserves due to change in classification		
ix) Others (to be Specified)		
Deductions:		
i) Accumulated Fair Value Gain on each Financial Assets Measured at FVTPL		
a) Equity Instruments		
b) Mutual Fund		
c) Others (if any)		
ii) Accumulated Fair Value gain on Investment Properties		
iii) Accumulated Fair Value gain on Hedged Items in Fair Value Hedges		
iv) Accumulated Fair Value gain on Hedging Instruments in Fair Value Hedges		
v) Accumulated Fair value gain of Ineffective Portion on Cash Flow Hedges		
vi) Goodwill Recognised		
vii) Unrealised Gain on fluctuation of Foreign Exchange Currency		
viii) Accumulated Share of Net Profit of Associates accounted using		
Equity Method included in Investment Account		
ix) Overdue loans		
x) Fair value gain recognised in Statement of Profit or Loss		
xi) Investment in unlisted shares as per sec 16 of Financial Directive		
xii) Delisted share investment or mutual fund investment		
xiii) Bonus share/dividend paid		
xiv) Deduction as per Sec 17 of Financial directive	(865,962)	
xv) Deduction as per Sec 18 of Financial directive		
xvi) Others (to be specified)		
Adjusted Retained Earning	268,953,743	94,583,672
Add: Transfer from Share Premium Account		
Less: Amount apportioned for Assigned capital		
Less: Deduction as per sec 15(1) Of Financial directive	(10,031,719)	-
Add/Less: Others (to be specified)		
Total Distributable Profit/(loss)	258,922,023	94,583,672

Santosh Prasai
Chief Executive Officer

Lekhnath Gautam
Chief Finance Officer

Shiksha Bhattachan
Chairman

Susan Sherchan
Director

Samjhana Aryal
Director

Birendra Jung Pandey
Director

Shankar Gautam
Director- Public

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Partner
PRSH & Associates
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Jyoti Serchan (Gauchan)
Director- Public

Anju Adhikari
Independent Director

Date: 2081/04/14

PRABHU MAHALAXMI LIFE INSURANCE LIMITED

(Former Mahalaxmi Life Insurance Limited)

NOTES TO THE FINANCIAL STATEMENTS

For Period 17th July, 2022 - 13th July, 2023 (For the Period Ended Ashad 28, 2080)

1. General Information

Mahalaxmi Life Insurance Limited (herein after referred to as the 'Company') was incorporated on 2nd August 2015 and operated as life insurance company after obtaining license on 2075/10/01 under the Insurance Act 2049. The registered office of the Company is located at Kamaladi, Kathmandu. In order to raise the company's capital (as instructed by Nepal Insurance Authority), Mahalaxmi Life opted to merge with Prabhu Life Insurance at an agreed swap ratio of 1:1 respectively and started its joint operation as Prabhu Mahalaxmi Life Insurance Company Ltd. from 14th July, 2023.

2. Basis of Preparation

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Statement of Compliance

The Financial Statements of the Company comprises of Statement of Financial Position, Statement of Profit or Loss and Statement of Other Comprehensive Income shown as two separate statements, Statement of Changes in Equity, Statement of Cash Flows and Notes to the Financial Statements which have been prepared in accordance with the Nepal Financial Reporting Standards (NFRS) issued by the Nepal Accounting Standards Board (ASB) and in compliance with the requirements of the Companies Act, 2006, directives issued by Nepal Insurance Authority and required disclosures as per Securities Board of Nepal. The format used in the preparation and presentation of the Financial Statements and disclosures made therein also complies with the specified formats prescribed in the directives of Nepal Insurance Authority. The Financial Statements have been prepared on a going concern basis. The term NFRS, includes all the standards and the related interpretations which are consistently used. The financial statements are approved for issue by the Company's Board of Directors on 2081/04/14

(b) Reporting Period and approval of financial statements

The Company reporting period is from 1st Shrawan 2079 to 28th Ashadh 2080 with the corresponding previous year from 1st Shrawan 2078 to 32nd Ashadh 2079. These financial statements have been approved by the Board of Directors on 2081/04/14

(c) Basis of Measurement

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

i. Certain Financial Assets & Liabilities which are required to be measured at fair value

ii. Defined Employee Benefits

iii. Insurance Contract Liabilities which are required to be determined using actuarial valuation for Liability Adequacy Test (LAT).

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

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

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

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

Similarly, Employee defined contribution plan of Gratuity Eligibility are measured in accordance with provision contained in NAS 19, no requirement of actuarial valuation of liability as final liability is calculated as per statutory provision @8.33% of eligible salary as per Section 53(l) of Labour Act, 2074.

(d) Use of Estimates

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

(e) Functional and Presentation Currency

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

(f) Going Concern

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

(g) Changes in Accounting Policies

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

(h) Recent Accounting Pronouncements

Accounting standards issued and effective All the accounting standards made effective by the ASB are applied while preparing the financial statement of the company. Accounting standards issued and non-effective IFRS 17 "Insurance Contracts"

(i) Carve-outs

The company has not applied any carve outs provided by ASB.

(j) Presentation of financial statements

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

(k) Offsetting

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

(l) Materiality and Aggregation

Each material class of similar items is presented separately in the Financial Statements. Items of dissimilar nature or function are presented separately, unless they are immaterial as permitted by the Nepal Accounting Standard-NAS 1 on 'Presentation of Financial Statements'. Notes to the Financial Statements are presented in a systematic manner which ensures the understandability and comparability of Financial Statements of the Company. Understandability of the Financial Statements is not compromised by obscuring material information with immaterial information or by aggregating material items that have different natures or functions.

3. Significant Accounting Policies

(a) Goodwill and Intangible Assets

i) Recognition

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and any accumulated impairment losses. Internally generated intangibles, excluding capitalized development costs, are not capitalized and the related expenditure is reflected in Statement of profit or loss in the year in which the expenditure is incurred. Subsequent expenditure on intangible assets is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is expensed as incurred. Goodwill on business combination is recognized on the acquisition date at the excess of (a) over (b) below :

(a) The aggregate of :

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

ii) Amortization

The useful lives of intangible assets are assessed to be either finite or indefinite. An intangible asset shall be regarded as having an indefinite useful life when, based on an analysis of all of the relevant factors, there is no foreseeable limit to the period over which the asset is expected to generate net cash inflow for the entity. Amortization is recognized in statement of profit or loss on Straight Line Method (SLM) over the estimated useful life of the intangible assets/ Diminishing Balance Method (DBM), from the date that is available for use since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at each financial year end. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortization period or method, as appropriate, and are treated as changes in accounting estimates, The amortization expense on intangible assets with finite lives is recognized in the statement of profit or loss. Useful Life of Intangible Assets based on SLM/DBM is categorized as stated below:

List of Assets Categories	Useful Life (In Years) for SLM
Soft wares	5
Licenses	-
Others(to be specified)	-

iii) Derecognition

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

iv) Impairment of Assets

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

(b) Property, Plant and Equipment (PPE)

i) Recognition

Freehold land is carried at historical cost and other items of property, plant and equipment are stated at cost of acquisition or construction less accumulated depreciation when, it is probable that future economic benefits associated with the item will flow to the Company and it can be used for more than one year and the cost can be measured reliably. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it meets the recognition criteria as mentioned above. The carrying

amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred. Assets with a value of less than NPR 5,000 are charged off to revenue irrespective of their useful life in the year of purchase.

ii) Revaluation

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

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

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

iii) Depreciation

Depreciation on Property, Plant and Equipment other than Freehold Land i.e. the Company's Freehold Building, Plant & Machinery, Vehicles & Other Assets is provided on "Straight Line Method (SLM)" based on Useful Life estimated by technical expert of the management.

The Assets Useful Life/ Rate of Depreciation and Residual Values are reviewed at the Reporting date and the effect of any changes in estimates are accounted for on a prospective basis.

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

List of Assets Categories	Useful Life (In Years) for SLM
Land	Not Applicable
Buildings	Not Applicable
Leasehold Improvement	5
Furniture & Fixtures (Light)	4
Furniture & Fixtures (Heavy)	15
Computers and IT Equipments	4
Office Equipment	4
Vehicles	7

iv) Derecognition

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

v) Impairment of Assets

Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the Asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use.

Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets. Assets that suffer an impairment are reviewed for possible reversal of the impairment at the end of each reporting period. In case of such reversal, the carrying amount of the asset is increased so as not to exceed the carrying amount that would have been determined had there been no impairment loss.

vi) Capital Work-In-Progress

These are expenses of capital nature directly incurred in the construction of buildings, major plant and machinery and system development which are to be capitalized. Capital Work in Progress would be

transferred to the relevant asset when it is available for use. Capital Work in Progress is stated at cost less any accumulated impairment losses.

(c) Investment Properties

Cost Model:

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

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

Transfers are made to (or from) investment property only when there is a change in use. For a transfer from investment property to PPE, the deemed cost for subsequent accounting is the fair value at the date of change in use. If PPE becomes an investment property, the Company accounts for such property in accordance with the policy stated under PPE up to the date of change in use.

OR

Fair Value Model:

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

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

Investment properties are derecognised either when they have been disposed of, or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal. Any gains or losses on the retirement or disposal of an investment property are recognised in the statement of profit or loss in the year of retirement or disposal. Transfers are made to (or from) investment property only when there is a change in use. For a transfer from investment property to PPE, the deemed cost for subsequent accounting is the fair value at the date of change in use. If PPE becomes an investment property, the Company accounts for such property in accordance with the policy stated under PPE up to the date of change in use.

(d) Deferred Tax Assets and Liabilities

Deferred Tax Assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible Temporary difference and the carry forward of unused tax credits and unused tax losses can be utilized. Deferred Tax Liabilities are generally recognized for all taxable Temporary Difference. The carrying amount of Deferred Tax Assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the Deferred Tax Asset to be utilized.

(e) Financial Assets

i) Initial Recognition & Measurement

Financial Assets are recognized when, and only when, the Company becomes a party to the contractual provisions of the Financial Instrument. The Company determines the classification of its Financial Assets at initial recognition. When Financial Assets are recognized initially, they are measured at Fair Value, plus, in the case of Financial Assets not at fair value through profit or loss, transaction costs that are attributable to the acquisition of the Financial Asset.

Transaction costs of Financial Assets carried at Fair Value through Profit or Loss are expensed in the Statement of Profit or Loss.

ii) Subsequent Measurement

a) Financial Assets carried at Amortized Cost (AC)

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

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

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

These financial assets are measured at fair value and changes are taken to statement of other comprehensive income.

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

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

iii) De-Recognition

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

iv) Impairment of Financial Assets

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

(f) Reinsurance Assets

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

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

(g) Current Tax Assets

(h) Cash & Cash Equivalent

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

(i) Financial Liabilities

i) Initial Recognition & Measurement

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

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

ii) Subsequent Measurement

After initial recognition, Financial Liabilities are subsequently measured at amortized cost using the Effective Interest Method. For trade and other payables maturing within one year from the date of Statement of Financial Position, the carrying amounts approximate Fair value due to short maturity of these instruments.

iii) De-Recognition

A Financial Liability is de-recognized when the obligation under the liability is discharged or cancelled or expires. When an existing Financial Liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a de-recognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in the Statement of Profit or Loss.

(j) Offsetting financial instruments

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

(k) Equity

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

(l) Reserves and Funds

i) Share Premium:

If the Company issues share capital at premium it receives extra amount other than share capital such amount is transferred to share premium. The amount in share premium is allowed for distribution subject to provisions of company act & regulatory requirement. The Company have received NPR 19,352,486.00 from share issued to new promoters through auction of non applied right shares to the existing promoters.

ii) Catastrophe Reserves:

The Company has allocated catastrophe reserve for the amount which is 5% of the distributable profit for the year as per Regulator's Directive.

iii) Fair Value Reserves:

The Company has policy of creating fair value reserve equal to the amount of Fair Value Gain recognized in statement of other comprehensive income as per regulator's directive.

iv) Regulatory Reserves:

Reserve created out of net profit in line with different circulars issued by Insurance Board. Company have distributed the regulatory reserve to the Life fund and Retained Earnings as per the Finance directive issued by NIA.

v) Actuarial Reserves:

Reserve against actuarial gain or loss on present value of defined benefit obligation resulting from, experience adjustments (the effects of differences between the previous actuarial assumptions and what has actually occurred); and the effects of changes in actuarial assumptions.

vi) Cashflow Hedge Reserves:

Is the exposure to variability in cash flows that is attributable to a particular risk associated with all or a component of a recognized asset or liability or a highly probable forecast transaction, and could affect profit or loss. Reserve represents effective portion of the gain or loss on the hedging instrument recognized in other comprehensive income.

vii) Revaluation Reserves:

Reserve created against revaluation gain on property, plant & equipments & intangible assets, other than the reversal of earlier revaluation losses charged to profit or loss.

viii) Corporate Social Reserves:

Reserve created for the responsibility of any corporate body towards the society. It is carried out through benevolent activities for society by targeting environment, employees, community, deprived sector and so on.

ix) Other Reserves:

Reserve other than above reserves, for e.g. deferred tax reserve, others (to be specified)

(m) Gross Insurance Contract Liabilities

Liability adequacy

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

(n) Employee Benefits

i) Short Term Obligations

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

ii) Post - Employment Benefits

- Defined Contribution Plan

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

- Defined Benefit Plan

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

iii) Long Term Employee Benefits

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

iv) Termination

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

- a) when the Company can no longer withdraw the offer of those benefits; and
- b) when the entity recognises costs for a restructuring that is within the scope of NAS 37 and involves the payment of termination benefits.

The termination benefits are measured based on the number of employees expected to accept the offer in case of voluntary retirement scheme.

(o) Revenue Recognition

i) Gross Premium

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

ii) Unearned Premium Reserves

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

iii) Premiums on Reinsurance Accepted

Premium on reinsurance accepted comprise the total premiums payable for the whole cover provided by contracts entered into the period and are recognized on the date on which the policy incepts. Premiums include any adjustments arising in the accounting period in respect of reinsurance contracts incepting in prior accounting periods. Unearned reinsurance premiums are those proportions of premiums written in a year that relate to periods of risk after the reporting date. Reinsurance premiums and claims on the face of the statement of profit or loss have been presented as negative items within premiums and net benefits and claims, respectively, because this is consistent with how the business is managed.

iv) Commission Income

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

v) Investment income

Interest income is recognised in the statement of profit or loss as it accrues and is calculated by using the EIR method. Fees and commissions that are an integral part of the effective yield of the financial asset are recognised as an adjustment to the EIR of the instrument. Investment income also includes dividends when the right to receive payment is established.

vi) Net realised gains and losses

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

(p) Benefit, Claims and Expenses

i) Gross Benefits and Claims

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

ii) Reinsurance Claims

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

iii) Commission Expenses:

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

iv) Service Fees

Service fees are recognized on accrual basis as per the rates mentioned in Insurance act, 2079. Finance costs are recognized for the period relating to unwinding of discount and interest expenses due to re-measurement of liabilities.

(q) Product Classification

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

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

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

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

iii) Endowment Cum Whole Life - This plan is a combination of Endowment Assurance and Whole Life with profit plan. It provides financial protection against death throughout the lifetime of the life assured with the provision of payment of a lump sum at the maturity of the policy to the assured in case of his survival. Endowment Cum Whole Life includes Mahalaxmi Sabadhik Aajeevan Plan.

iv) Whole Life - Whole life is a type of life insurance contract that provides insurance coverage of the contract holder for his or her entire life. Upon the inevitable death of the contract holder, the insurance payout is made to the contract's beneficiaries. These policies also include a savings component, which accumulates a cash value. This cash value is one of the key elements of whole life insurance. There is no Whole Life plan as of end of FY 2078-79.

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

vi) Other Term - Term life insurance, also known as pure life insurance, is life insurance that guarantees payment of a stated death benefit during a specified term. Once the term expires, the policyholder can renew it for another term, convert the policy to permanent coverage, or allow the policy to terminate. Other Term includes Micro Term Plan, Jeevan Surakhsya Plan and Group Term Plan.

vii) Special Term - Special Term insurance is a modified version of term insurance with added benefits. Special Term includes Lagani Firta Myadi Plan.

viii) Others to be Specified (Endowment Non Par) - Life insurance policies other than above mentioned products are classified as others. Other policy include Endowment Non Participative Plan.

(r) Borrowing Costs

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

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

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

(s) Cash Flow Statement

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

(t) Leases

The lease liability has been accounted for under NFRS 16 "Leases". For all the significant leases, the Right-of-Use assets have been recognized at its initial recognition under cash model. The Lease liability has been recognized at the present value of the lease payments that are not paid at that date. The lease payment has been discounted at the incremental borrowing rate in lease which is 10%. After the commencement date, the right of use asset has been measured using cost model. The lease liability has been increased to reflect interest on the lease liability & has been reduced by the lease payment. The lease assets having the lease liability of equal to or less than 12 months or 5 lacs present value at inception has been considered as low value and for those leases the expenses have been recognized under straight line basis.

(u) Income Taxes

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

i) Current Tax

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

ii) Deferred Tax

Deferred Tax is recognized on temporary differences between the carrying amounts of Assets & Liabilities in the Statement of Financial Position and their Tax Base. Deferred tax Assets & Liabilities are recognized for deductible and taxable temporary differences arising between the tax base of Assets & Liabilities and their carrying amount in Financial Statements, except when the Deferred Income Tax arises from the initial recognition of goodwill, an Asset or Liability in a transaction that is not a business combination and affects neither accounting nor taxable Profits or Loss at the time of the transaction.

(v) Provisions, Contingent Liabilities & Contingent Assets

i) Provisions

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

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

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

ii) Contingent Liabilities

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

iii) Contingent Assets

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

(w) Functional Currency & Foreign Currency Transactions

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

(x) Earnings Per Share

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

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

(y) Operating Segment

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

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

(z) Leased Assets

The Company has made the use of leasing arrangements principally for the provision of the office spaces. The rental contracts for the offices are typically negotiated for terms of between 2 and 10 years and some of these have extension terms. The Company has not entered into sale and leaseback arrangements. All the leases are negotiated on an individual basis. The Company has assessed whether a contract is or contains a lease at inception of the company. The lease conveys the right to direct the use and obtain substantially all of the economic benefits of an identified asset for a period of time in exchange for consideration. At lease commencement date, the company has recognized a right-of-use lease asset and a lease liability in its Statement of Financial Position. The right of use assets is measured at cost which is made up of the initial measurement of the lease liability, any initial direct costs incurred by the company, an estimate of any costs to dismantle and remove the asset at the end of the lease, and any lease payments made in advance of the lease commencement date. The Company has depreciated the right of use asset on a straight line basis from the lease commencement date to the earlier of the end of the useful life of the right of use asset or the end of the lease term. The company has also assessed the right of use asset for impairment when such indicator exist. At the commencement date, the company has measured the lease liability at the present value of the lease payments unpaid at that date, discounted using the company's incremental borrowing rate because as the lease contracts are negotiated with third parties it is not possible to determine the interest rate that is implicit in the lease. The incremental borrowing rate is the estimated rate that the company would have to pay to borrow the same amount over a similar term, and with similar security to obtain an asset of equivalent value.

(aa) Other Disclosure as per requirement of Nepal Financial Reporting Standards

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
 (Former Mahalaxmi Life Insurance Limited)
NOTES TO THE FINANCIAL STATEMENTS

4. Goodwill & Intangible Assets

Fig. in NPR

Particulars	Softwares	Goodwill	“ Others (to be specified)	Total
Gross carrying amount				
As at Shrawan 1, 2078	4,138,625			4,138,625
Additions during the year				-
Acquisition	-			-
Internal Development				-
Business Combination(to be Specified)				-
Disposals during the year				-
Revaluation/Adjustment				-
Balance as at Ashadh 32, 2079	4,138,625	-	-	4,138,625
Additions during the year				-
Acquisition				-
Internal Development				-
Business Combination(to be Specified)				-
Disposals during the year	(4,138,625)			(4,138,625)
Revaluation/Adjustment				-
Balance as at Ashadh 28, 2080	-	-	-	-
Accumulated amortization and impairment				-
As at Shrawan 1, 2078	1,373,472			1,373,472
Additions during the year	827,724			827,724
Disposals during the year	-			-
Impairment during the year	-			-
Balance as at Ashadh 32, 2079	2,201,196	-	-	2,201,196
Additions during the year	827,724			827,724
Disposals during the year	(3,028,920)			(3,028,920)
Impairment during the year				-
Balance as at Ashadh 28, 2080	-	-	-	-
Capital Work-In-Progress				-
As on Shrawan 1, 2078				-
Additions during the year				-
Capitalisation during the year				-
Disposals during the year				-
Impairment during the year				-
Balance as on Ashadh 32, 2079	-	-	-	-
Additions during the year				-
Capitalisation during the year				-
Disposals during the year				-
Impairment during the year				-
Balance as at Ashadh 28, 2080	-	-	-	-
Net Carrying Amount				
As on Ashadh 32, 2079	1,937,429	-	-	1,937,429
As on Ashadh 28, 2080	-	-	-	-

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
 (Former Mahalaxmi Life Insurance Limited)
NOTES TO THE FINANCIAL STATEMENTS

5. Property and Equipment

Fig. in NPR

Particulars	Land	Buildings	Leasehold Improvement	Furniture & Fixtures	Computers & IT Equipments	Office Equipment	Vehicles	Other Assets	Total
Gross carrying amount									
As on Shrawan 1, 2078			12,613,994	11,499,769	9,011,275	3,007,874	19,427,400		55,560,312
Additions during the year									
Acquisition			1,794,347	1,269,005	1,791,399	715,140	374,500		5,944,391
Capitalization									-
Disposals during the year			(83,045)		(30,840)	(5,262)			(119,147)
Write-offs during the year									-
Revaluation during the year									-
Transfer/adjustments									-
Balance as on Ashadh 32, 2079	-	-	14,325,296	12,768,774	10,771,834	3,717,752	19,801,900	-	61,385,556
Additions during the year									
Acquisition			127,214	198,146	66,180	480,149	775,100		1,646,789
Capitalization									-
Disposals during the year			(185,048)	(35,505)	(13,200)	-	(200,000)		(433,753)
Write-offs during the year									-
Revaluation during the year									-
Transfer/ adjustments									-
Balance as on Ashadh 28, 2080	-	-	14,267,462	12,931,415	10,824,814	4,197,901	20,377,000	-	62,598,592
Accumulated depreciation and impairment									
As on Shrawan 1, 2078			4,692,496	4,591,571	4,849,778	1,300,843	5,146,604		20,581,292
Addition during the year			2,675,996	2,407,612	2,562,471	839,394	2,812,609		11,298,082
Disposals during the year			47,096	-	23,477	4,320			74,893
Write-offs during the year									-
Impairment during the year									-
Transfer/ adjustments									-
Balance as on Ashadh 32, 2079	-	-	7,415,588	6,999,183	7,435,725	2,144,557	7,959,213	-	31,954,267
Addition during the year			2,848,101	2,168,524	2,161,881	910,069	2,848,472		10,937,047
Disposals during the year			(137,287)	(31,480)	(10,898)	-	(50,982)		(230,647)
Write-offs during the year									-
Impairment during the year									-
Transfer/ adjustments									-
Balance as on Ashadh 28, 2080	-	-	10,126,402	9,136,227	9,586,708	3,054,626	10,756,703	-	42,660,667
Capital Work-In-Progress									
As on Shrawan 1, 2078									-
Additions during the year									-
Capitalisation during the year									-
Disposals during the year									-
Impairment during the year									-
Balance as on Ashadh 32, 2079	-	-	-	-	-	-	-	-	-

Additions during the year									-
Capitalisation during the year									-
Disposals during the year									-
Impairment during the year									-
Balance as on Ashadh 28, 2080	-	-	-	-	-	-	-	-	-
Net Carrying Amount									
As on Ashadh 32, 2079	-	-	6,909,708	5,769,591	3,336,109	1,573,195	11,842,687	-	29,431,289
As on Ashadh 28, 2080	-	-	4,141,060	3,795,188	1,238,106	1,143,274	9,620,297	-	19,937,924
Right-of-Use Assets (After Implementation of NFRS 16)									
Gross carrying amount									
As on Shrawan 1, 2078			-						-
Additions during the year			52,546,188						52,546,188
Disposals during the year									-
Write-offs during the year									-
Revaluation during the year									-
Transfer/Adjustment									-
Balance as on Ashadh 32, 2079	-	-	52,546,188	-	-	-	-	-	52,546,188
Additions during the year			4,370,665						4,370,665
Disposals during the year									-
Write-offs during the year									-
Revaluation during the year									-
Transfer/Adjustment									-
Balance as on Ashadh 28, 2080			56,916,853						56,916,853
Accumulated depreciation									-
As on Shrawan 1, 2078									-
Depreciation			7,750,619						7,750,619
Disposals during the year									-
Write-offs during the year									-
Impairment during the year									-
Transfer/adjustments									-
Balance as on Ashadh 32, 2079	-	-	7,750,619	-	-	-	-	-	7,750,619
Depreciation			8,246,834						8,246,834
Disposals during the year									-
Write-offs during the year									-
Impairment during the year									-
Transfer/adjustments									-
Balance as on Ashadh 28, 2080			15,997,452						15,997,452
Net Carrying Amount									-
As on Ashadh 32, 2079			44,795,569						44,795,569
As on Ashadh 28, 2080			40,919,401						40,919,401
Grand Total									-
As on Ashadh 32, 2079	-	-	51,705,277	5,769,591	3,336,109	1,573,195	11,842,687	-	74,226,858
As on Ashadh 28, 2080	-	-	45,060,460	3,795,188	1,238,106	1,143,274	9,620,297	-	60,857,325

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
 (Former Mahalaxmi Life Insurance Limited)
NOTES TO THE FINANCIAL STATEMENTS

6. Investment Properties

Company does not have Investment Properties to be disclosed.

7. Deferred Tax Assets/(Liabilities)

Fig. in NPR

Particulars	Current Year			Previous Year		
	Through SOPL	Through SOCI	Total	Through SOPL	Through SOCI	Total
Deferred Tax on Temporary Difference						
Goodwill & Intangible Assets	-		-	58,115	-	58,115
Property and Equipment	(8,828,540)		(8,828,540)	347,102	-	347,102
Financial Assets at FVPTL						-
Financial Assets at FVTOCI	-	3,343,906	3,343,906	-	7,552,268	7,552,268
Provision for Leave	6,237,963		6,237,963	4,003,722	-	4,003,722
Provision for Gratuity	3,060,429		3,060,429	2,668,265	-	2,668,265
Impairment Loss on Financial Assets					-	-
Impairment Loss on Other Assets					-	-
Carry forward of unused tax losses					-	-
Changes in tax rate					-	-
Others (Lease Liability)	11,994,435			2,021,311	-	2,021,311
Total	12,464,287	3,343,906	15,808,193	9,098,515	7,552,268	16,650,783
Deferred Tax Assets	12,464,287	3,343,906	15,808,193	9,098,515	7,552,268	16,650,783
Deferred Tax Liabilities						-

Movements in deferred tax assets/ (liabilities)

Fig. in NPR

Particulars	Current Year			Previous Year		
	Through SOPL	Through SOCI	Total	Through SOPL	Through SOCI	Total
As at Shrawan 1, 2079	9,098,515	7,552,268		6,741,813	(2,336,941)	4,404,872
Charged/(Credited) to Statement of Profit or Loss	3,365,772		3,365,772	2,356,702	-	2,356,702
Charged/(Credited) to Other Comprehensive Income		(4,208,361)	(4,208,361)	-	9,889,209	9,889,209
As at Ashadh 28, 2080	12,464,287	3,343,906	-842,589	9,098,515	7,552,268	16,650,783

8. Investment in Subsidiaries

Company Does Not Have Any Investment In Subsidiaries To Be Disclosed.

9. Investment in Associates

Company dose not have any investment in associates to be disclosed.

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
 (Former Mahalaxmi Life Insurance Limited)
NOTES TO THE FINANCIAL STATEMENTS

10. Investments

Fig. in NPR

Particulars	Current Year	Previous Year
Investments measured at Amortised Cost	5,233,956,332	3,582,901,646
i) Investment in Preference Shares of Bank and Financial Institutions		
ii) Investment in Debentures	598,129,000	-
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)		
iv) Fixed Deposits in "A" Class Financial Institutions	4,141,327,332	3,219,960,954
v) Fixed Deposits in Infrastructure Banks		-
vi) Fixed Deposits in "B" Class Financial Institutions	459,500,000	324,345,318
vii) Fixed Deposits in "C" Class Financial Institutions	35,000,000	38,595,374
viii) Others (to be Specified)		-
Less: Impairment Losses		
Investments at FVTOCI	82,025,800	545,725,916
i) Investment in Equity Instruments (Quoted)	49,285,200	44,698,803
ii) Investment in Equity Instruments (Unquoted)		
iii) Investment in Mutual Funds	32,740,600	4,817,292
iv) Investment in Debentures	-	496,209,821
v) Others (to be Specified)		
Investments at FVTPL	-	-
i) Investment in Equity Instruments (Quoted)		
ii) Investment in Equity Instruments (Unquoted)		
iii) Investment in Mutual Funds		
iv) Investment in Debentures	-	-
v) Others (to be Specified)		
Total	5,315,982,132	4,128,627,562

a) Details of Impairment Losses

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

b) Investments having expected maturities less than 12 months:

Fig. in NPR

Particulars	Current Year	Previous Year
Investment in Equity Instruments (Quoted)	49,285,200	44,698,803
Investment in Equity Instruments (Unquoted)	-	-
Investment in Mutual Funds	32,740,600	4,817,292
Investment in Preference Shares of Bank and Financial Institutions	-	-
Investment in Debentures	-	-
Investment in Bonds (Nepal Government/NRB/Guaranteed by Nepal Government)	-	-
Fixed Deposit with "A" Class Financial Institutions	153,100,000	532,450,000
Fixed Deposit with Infrastructure Banks		-
Fixed Deposit with "B" Class Financial Institutions	43,000,000	35,000,000
Fixed Deposit with "C" Class Financial Institutions	5,000,000	13,500,000
Others (to be Specified)		
Total	283,125,800	630,466,095

c) Information relating to investment in equity instruments

Fig. in NPR

Particulars	Current Year			Previous Year		
	Unit	Cost	Fair Value	Unit	Cost	Fair Value
Agricultural Development Bank Limited	2,448	1,043,166	558,634	2,400	1,043,184	794,400
Arun Valley Hydropower Development Company Limited	3,240	1,565,503	837,216	3,000	1,565,520	1,068,300
Arun Kabeli Power Ltd	1,000	237,300	237,300	-	-	-
Api Power Company Ltd	1,768	351,872	351,872	-	-	-
Bottlers Nepal (Terai) Limited	20	262,472	276,000	-	-	-
Cedb Hydropower Development Co. Ltd.	500	431,685	451,500	-	-	-
Citizen Investment Trust	506	1,059,581	1,059,581	647	2,082,654	1,627,205
Citizen Bank Ltd	9,647	1,785,639	1,630,343	1,500	386,595	303,750
Chhimek Laghubitta Bittiya Sanstha Limited	-	-	-	564	748,011	620,400
Garima Bikas Bank Limited	1,968	762,309	756,302	739	387,842	285,993
Global IME Bank Ltd.	30,499	7,901,007	5,596,567	30,656	8,416,694	7,377,970
Grameen Bikas Laghubitta Bittiya Sanstha Limited	-	-	-	1,000	1,073,880	756,000
Forward Microfinance Laghubitta Bittiya Sanstha Limited	-	-	-	69	165,501	164,565
Himalayan Distillery Limited	540	1,323,951	1,210,140	-	-	-
Kumari Bank Ltd.	20,740	4,558,899	3,318,400	20,740	4,558,899	3,961,340
Laxmi Sunrise Bank Limited	12,780	2,990,897	2,210,940	12,780	2,990,897	2,543,220
Machhapuchre Bank Limited	21,064	4,922,590	4,806,805	14,447	3,966,409	3,669,538
Mirmire Laghubitta Bittiya Sanstha Limited	285	255,796	198,959	-	-	-
Mountain Energy Nepal Limited	-	-	-	1,243	513,358	502,304
Nepal Doorsanchar Company Limited	-	-	-	16	21,331	14,062
Nesdo Sambridha Laghubitta Bittiya Sanstha Limited	220	445,694	448,360	350	927,609	798,000

Nic Asia Bank Limited	869	616,364	679,471	500	377,040	348,000
NIC Asia Laghubitta Bittiya Sanstha Limited	-	-	-	422	522,276	362,878
Nirdhan Utthan Laghubitta Bittiya Sanstha Limited	495	496,629	360,855	195	313,227	214,305
Prime Commercial Bank Ltd	9,146	2,297,617	1,753,288	4,905	1,518,276	1,299,825
Prabhu Bank Ltd.	12,853	3,108,935	2,056,480	12,719	3,309,903	2,632,833
Rmdc Laghubitta Bittiya Sanstha Ltd	500	394,085	387,500	312	265,319	261,456
Sahas Urja Limited	2,195	1,548,441	1,073,355	2,195	1,548,441	1,009,700
Sanima Bank Ltd	20,983	5,747,418	5,329,682	14,719	4,586,510	4,062,444
Siddhartha Bank Ltd	23,711	7,647,869	5,787,855	15,990	6,137,787	4,844,970
Shine Resunga Development Bank Limited	2,400	847,416	924,000	-	-	-
Shivam Cements Limited	-	-	-	425	378,284	323,000
Standard Chartered Bank Ltd	-	-	-	2,000	857,319	792,600
Sunrise Bank Ltd	11,000	2,605,818	1,904,100	11,000	2,605,818	2,277,000
Swabalamban Laghubitta Bittiya Sanstha Limited	205	245,672	178,330	150	245,672	175,350
Insurance Institute Nepal	47,800	4,780,000	4,780,000	11,950	1,195,000	1,195,000
Standard Chartered Bank Ltd	-	-	-	2,000	857,319	792,600

d) The company has earmarked investments amounting to NPR 4,635,827,332/- to Nepal Insurance Authority.

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
 (Former Mahalaxmi Life Insurance Limited)
NOTES TO THE FINANCIAL STATEMENTS

11. Loan

Fig. in NPR

Particulars	Current Year	Previous Year
Loans measured at Amortised Cost		
Loan to Employees	10,409,051	9,343,268
Loan to Agents	7,669,634	12,920,747
Loan to Policyholders	332,713,911	210,198,280
Others (to be Specified)	-	-
Less: Impairment Losses	7,571,014	2,335,335
Total	343,221,582	230,126,961

a) Loans to Policyholders

Fig. in NPR

Particulars	Loan Amount		Interest Income	
	Current Year	Previous Year	Current Year	Previous Year
Endowment	228,680,438	158,148,043	20,849,656	14,594,989
Anticipated Endowment	42,259,066	23,419,331	2,366,261	3,478,145
Endowment cum Whole Life	27,386,434	8,260,492	1,777,620	441,870
Whole Life	-	-	-	-
Foreign Employment Term	-	-	-	-
Other Term	-	-	-	-
Special Term	702,236	289,893	59,037	28,780
Others (Endowment Non Par)	33,685,738	20,080,521	2,818,730	1,108,190
Total	332,713,911	210,198,280	27,871,304	19,651,974

b) Expected repayment of loan within 12 months:

Fig. in NPR

Particulars	Current Year	Previous Year
Loan to Employees	10,409,051	9,343,268
Loan to Agents	7,669,634	12,920,747
Loan to Policyholders	332,713,911	210,198,280
Others (to be Specified)	-	-
Total	350,792,596	232,462,296

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
 (Former Mahalaxmi Life Insurance Limited)
NOTES TO THE FINANCIAL STATEMENTS

12. Reinsurance Assets

Description	Policy Liabilities and Provisions		Claim Payment Reserve		Impairment Losses		Net Reinsurance Assets	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment								
Anticipated Endowment								
Endowment cum Whole Life								
Whole Life								
Foreign Employment Term								
Other Term								
Special Term								
Others (Endowment Non Par)								
Total								

13. Insurance Receivables

Fig. in NPR

Particulars	Current Year	Previous Year
Receivable from Reinsurer	12,478,122	33,516,246
Receivable from other Insurance Companies		
Others(to be Specified)		
Less: Impairment Losses		
Total	12,478,122	33,516,246

a) Expected receivable within 12 months:

Fig. in NPR

Particulars	Current Year	Previous Year
Receivable from Reinsurer	12,478,122	33,516,246
Receivable from Other Insurance Companies		
Others(to be Specified)		
Total	12,478,122	33,516,246

Note: Insurance Receivables relates to Death Claim receivables from Reinsurer.

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
 (Former Mahalaxmi Life Insurance Limited)
NOTES TO THE FINANCIAL STATEMENTS

14. other assets

Fig. in NPR

Particulars	Current Year	Previous Year
Capital Advances	-	-
Prepaid Expenses	1,020,395	557,511
Claim Advances	-	-
Advance To Suppliers	-	-
Staff Advances	-	-
Printing and Stationary Stocks	108,519	848,945
Stamp Stocks	-	-
Deferred Expenses	-	-
Deferred Reinsurance Commission Expenses	-	-
Deferred Agent Commission Expenses	-	-
Lease Receivables	-	-
Others (Securities Application Money)	-	2,738,000
Others (Other Advances)	1,657,994	348,902
Less: Impairment Losses	-	-
Total	2,786,909	4,493,358

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

Fig. in NPR

Particulars	Current Year	Previous Year
Capital Advances	-	-
Prepaid Expenses	1,020,395	557,511
Claim Advances	-	-
Advance To Suppliers	-	-
Staff Advances	-	-
Printing and Stationary Stocks	108,519	848,945
Stamp Stocks	-	-
Deferred Expenses	-	-
Deferred Reinsurance Commission Expenses	-	-
Deferred Agent Commission Expenses	-	-
Lease Receivables	-	-
Others (Securities Application Money)	-	2,738,000
Others (Other Advances)	1,657,994	348,902
Total	2,786,909	4,493,358

15. Other Financial Assets

Fig. in NPR

Particulars	Current Year	Previous Year
Security Deposits	1,000	1,000
Accured Interest	84,327,466	53,756
Interest Receivable from Loan to Policyholders	31,183,245	15,628,288
Other Receivables	-	-
Other Deposits	-	-
Sundry Debtors	-	-
Others (to be Specified)	-	-
Less: Impairment Losses	-	-
Total	115,511,711	15,683,044

a) Expected maturities within 12 months:

Fig. in NPR

Particulars	Current Year	Previous Year
Security Deposits	-	1,000
Accured Interest	84,327,466	53,756
Interest Receivable from Loan to Policyholders	31,183,245	15,628,288
Other Receivables	-	-
Other Deposits	-	-
Sundry Debtors	-	-
Other (to be Specified)	-	-
Total	115,510,711	15,683,044
Total	115,511,711	15,683,044

16. Cash and Cash Equivalent

Fig. in NPR

Particulars	Current Year	Previous Year
Cash in Hand	-	8,718,739
Cheque in Hand	-	1,021,636
Bank Balances		
i) Balance With "A" Class Financial Institutions	132,734,748	201,569,384
ii) Balance With Infrastructure Banks		
iii) Balance With "B" Class Financial Institutions	29,124,854	12,925,143
iv) Balance With "C" Class Financial Institutions	847,440	5,347,513
Less: Impairment Losses		
Deposit with initial maturity upto 3 months	-	32,000,000
Others (to be Specified)		
Less: Impairment Losses		
Total	162,707,041	261,582,415

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
 (Former Mahalaxmi Life Insurance Limited)
NOTES TO THE FINANCIAL STATEMENTS

17 (A) Share Capital

Fig. in NPR

Particulars	Current Year	Previous Year
Ordinary Shares		
As at Shrawan 1, 2079	1,400,000,000	1,400,000,000
Additions during the year		
i) Bonus Share Issue	-	-
ii) Share Issue	700,000,000	-
As at Ashadh 28, 2080	2,100,000,000	1,400,000,000
Convertible Preference Shares (Equity Component only)		
As at Shrawan 1, 2079	-	-
Additions during the year	-	-
As at Ashadh 28, 2080	-	-
Irredeemable Preference Shares (Equity Component only)		
As at Shrawan 1, 2079	-	-
Additions during the year	-	-
As at Ashadh 28, 2080	-	-
Total	2,100,000,000	1,400,000,000

(i) Ordinary Shares

Fig. in NPR

Particulars	Current Year	Previous Year
Authorised Capital:		
50,000,000 Ordinary Shares of Rs. 100 Each.	5,000,000,000	2,000,000,000
Issued Capital:		
21,000,000 Ordinary Shares of Rs. 100 Each.	2,100,000,000	1,400,000,000
Subscribed and Paid Up Capital:		
21,000,000 Ordinary Shares of Rs. 100 Each.	2,100,000,000	1,400,000,000
Total	2,100,000,000	1,400,000,000

(ii) Preference Share Capital

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

Shareholding Structure of Share Capital

Fig. in NPR

Particulars	Number of Shares		Percentage	
	Current Year	Previous Year	Current Year	Previous Year
Promoters				
Government of Nepal				
Nepali Organized Institutions	10,077,850	5,475,000	47.99%	39.11%
Nepali Citizens	10,922,150	8,525,000	52.01%	60.89%
Foreigners				
Others (to be Specified)				
Total (A)	21,000,000	14,000,000	100.00%	100.00%
Other than Promoters				
General Public				
Others (to be Specified)				
Total (B)	-	-	-	-
Total(A+B)	21,000,000	14,000,000	100.00%	100.00%

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

Fig. in NPR

Particulars	Number of Shares		Percentage	
	Current Year	Previous Year	Current Year	Previous Year
Samjhana Aryal	3,000,000	3,000,000	14.29%	21.43%
Nepal Investment Mega Bank Ltd	3,000,000	2,000,000	14.29%	14.29%
Jyoti Bikas Bank Ltd	2,873,850	1,500,000	13.69%	10.71%
Excel Development Bank	1,200,000	800,000	5.71%	5.71%
NMB Bank	750,000	500,000	3.57%	3.57%
Mahalaxmi Bikas Bank Ltd	712,500	475,000	3.39%	3.39%
Shishu Aryal	600,000	600,000	2.86%	4.29%
Rajan Prasad subedi	530,000	530,000	2.52%	3.79%
NRN Infrastructure and Development Ltd.	500,000	-	2.38%	-
Mohan Lal Agrawal	400,000	400,000	1.90%	2.86%
Umesh Kumar Agrawal	300,000	300,000	1.43%	2.14%
Krishna Prasad Sharma	300,000	200,000	1.43%	1.43%
Prithvi Raj Bhandari	300,000	200,000	1.43%	1.43%
Moanoranjan Raman Sharma	300,000	200,000	1.43%	1.43%
Bikram Kumar Todi	210,000	-	1.00%	-
Grism Raj Bhandari	-	200,000	-	1.43%
Manoj Kumar	-	150,000	-	1.07%
Total	14,976,350	11,055,000	71.32%	78.96%

17 (B) Share Application Money Pending Allotment

Fig. in NPR

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

17 (C) Share Premium

Particulars	Current Year	Previous Year
As on Shrawan 1, 2079	-	-
Increase due to issue of shares at premium	19,352,486	-
Decrease due to issue of bonus shares		
Transaction costs on issue of share		
Others (to be Specified)		
As on Ashadh 28, 2080	19,352,486	-
Total		

17 (D) Catastrophe Reserves

Fig. in NPR

Particulars	Current Year	Previous Year
As on Shrawan 1, 2079	15,180,680	11,427,447
Additions	9,132,167	3,753,233
Utilizations		-
As on Ashadh 28, 2080	24,312,846	15,180,680

17 (E) Retained Earnings

Fig. in NPR

Particulars	Current Year	Previous Year
As on Shrawan 1, 2079	98,567,135	60,997,690
Net Profit or Loss	182,103,077	50,911,606
Items of OCI recognised directly in retained earnings		
Remeasurement of Post-Employment Benefit Obligations		
Transfer to reserves		
Revaluation Reserves		
Capital Reserves		
Catastrophe Reserves	(8,958,473)	(3,753,233)
Corporate Social Responsibility (CSR) Reserves	(1,791,695)	(375,323)
Insurance Fund		
Fair Value Reserves		
Actuarial Reserves		
Deferred Tax Reserve	(3,365,772)	(2,356,702)
Regulatory Reserve	3,265,433	(10,840,367)
Other Reserve(to be specified)		
Transfer of Depreciation on Revaluation of Property and Equipment		
Transfer of Disposal of Revalued Property and Equipment		
Transfer of Disposal of Equity Instruments Measured at FVTOCI		
Issue of Bonus Shares		
Transaction costs on issue of Shares		
Dividend Paid		
Dividend Distribution Tax		
Transfer to Insurance Contract Liability		
Others (Lease Adjusntment)	-	3,983,463
As on Ashadh 28, 2080	269,819,705	98,567,135

17 (F) Other Equity

Fig. in NPR

Particulars	Current Year	Previous Year
Revaluation Reserves		
Capital Reserves		
Corporate Social Responsibility (CSR) Reserves	1,826,434	375,323
Insurance Fund		
Fair Value Reserves	(10,031,719)	(17,749,229)
Actuarial Reserves		
Deferred Tax Reserve	12,464,287	9,098,515
Other Reserve(Regulatory Reserve)	-	10,895,424
Total	4,259,001	2,620,034

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
 (Former Mahalaxmi Life Insurance Limited)
NOTES TO THE FINANCIAL STATEMENTS

18. Provisions

Fig. in NPR

Particulars	Current Year	Previous Year
Provision for employee benefits		
i) Provision for Leave	24,951,853	16,014,889
ii) Provision for Gratuity	12,241,714	10,673,058
iii) Termination Benefits		
iv) Other Employee Benefit obligations (to be Specified)		
Provision for tax related legal cases		
Provision for non-tax related legal cases		
Others (to be Specified)		
Total	37,193,567	26,687,947

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

Fig. in NPR

Description	Opening Balance	Additions During the Year	Utilised During the Year	Reversed During the Year	Unwinding of Discount	Closing Balance
Provision for employee benefits						
i) Provision for Leave	16,014,889	16,973,724	(8,036,760)	-	-	24,951,853
ii) Provision for Gratuity	10,673,058	7,265,537	(5,696,881)			12,241,714
iii) Termination Benefits						
iv) Other Employee Benefit obligations (to be Specified)						
Provision for tax related legal cases						
Provision for non-tax related legal cases						
Others (to be Specified)						

(b) Provision with expected payouts within 12 months

Fig. in NPR

Particulars	Current Year	Previous Year
Provision for employee benefits		
i) Provision for Leave	3,240,832	-
ii) Provision for Gratuity	-	-
iii) Termination Benefits		
iv) Other employee benefit obligations (to be Specified)		
Provision for tax related legal cases		
Provision for non-tax related legal cases		
Others (to be Specified)		

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
 (Former Mahalaxmi Life Insurance Limited)
NOTES TO THE FINANCIAL STATEMENTS

19. Gross Insurance Contract Liabilities

Fig. in NPR

Particulars	Current Year	Previous Year
Life Insurance Fund as per Actuary Report (19.1)	3,467,016,816	2,401,956,501
Claim Payment Reserve including IBNR (19.2)	11,399,697	18,145,645
Transfer from:		
Fair Value Reserve		
Actuarial Reserve		
Revaluation Reserve		
Other Reserve		
Net gain on fair value changes on FVTPL instruments		
Fair Value Gain on Investment Properties		
Share of Profit of Associates accounted as per Equity Method		
Share of Other Comprehensive Income of Associates Accounted for using the Equity Method		
Total	3,478,416,513	2,420,102,146

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

The various benefits consideration include Death benefit, Survival benefit and maturity benefit. Cash flow are projected in accordance with the product specification for each plan. Death related cash flows are projected for protection plans, whereas both death and maturity benefit related cash flow are projected for cash value products. Similarly, survival benefits and other benefits are projected in accordance with product specification. The credit of reinsurance is considered in computation of reserve by allowing for the cash flows pertaining to reinsurance policy. Reinsurance premiums are considered as outgo and recovery from re insurer on expected claims are considered as income while calculating the reserve for each policy.

VALUATION METHODOLOGY

- i) The reserve are computed using gross premium methodology. The amount of long term liabilities have been determined separately for each contract using a prospective calculation by projecting future cash flows.
- ii) The various benefits consideration include Death benefit, Survival benefit and Maturity benefit. Cash flow are projected in accordance with the product specification for each plan. Death related cash flows are projected for protection plans, whereas both death and maturity benefit related cash flow are projected for cash value products. Similarly, survival benefits and other benefits are projected in accordance with product specification.
- iii) For Participating Products, accrued and vested bonus as at date of valuation is incorporated into computation and projection of the benefit cash flow-death and maturity benefits as per the product specification.
- iv) Single premium policies, under which full premium are paid, acquiring paid up status only death related cash flow based on reduced sum assured and policy expenses are projected.
- v) The credit of reinsurance is considered in computation of reserve by allowing for the cash flows pertaining to reinsurance policy. Reinsurance premiums are considered as outgo and recovery from re insurer on expected claims are considered as income while calculating the reserve for each policy.

RESERVE FOR OPTIONAL RIDERS

Reserve are held for riders such as Accidental Death Cover, Waiver of Premium, Permanent and Total Disablement, Monthly Income Benefit. For all the riders a provision equivalent to unearned premium reserve has been held.

Provision for revival of Lapsed Policies

Since the Company is in first year of operation there is no any lapsed policies and no any disclosure has been made on valuation note.

EMR PROVISION AND OTHER PROVISION

Additional mortality risk in respect of polices which are rated on account of occupation hazard, over/under weight, smoking history, change in health condition or geographical conditions. Extra premium are charged and such amount is held as provision towards extra mortality reserve. Global base provision for the other contingencies.

COST OF BONUS

A provision has been held to support the cost of bonus declared as at the date of valuation for all policies in force as date of valuation.

VALUATION ASSUMPTIONS

Valuation has been carried based on the Directive issued by the Nepal Insurance Authority.

The assumption used are based on mortality rates and table as well as long term future outlook.

Parameter Valuation Assumptions As at 13.07.2023

Mortality Nepali Assured Lives Mortality Table 2009

Commission Commission taken on actual basis as per Schedule 11 of the Insurance Regulation 2049

Expenses Increment 6% p.a

Valuation Rate of Interest 6% p.a

iii) Notes on the discounting policy

The relevant cash flows for each policy are discounted at rate of 6% with inflation rate of 3.5% p.a by actuary

iv) Notes on aggregation practises

Gross liability under individual life polices without netting for reinsurance cession has been presented on basis of product specification.

ii) Notes on valuation methods and assumptions

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
 (Former Mahalaxmi Life Insurance Limited)
NOTES TO THE FINANCIAL STATEMENTS

Annexure 19.1: Life Insurance Fund

Particulars	Endowment	Anticipated Endowment	Endowment cum Whole Life	Whole Life	Foreign Employment Term	Normal Term	Special Term	Others (Endowment Non par)	Total	Fig. in NPR
Opening Life Insurance Fund	1,413,942,082	312,442,579	201,665,291	-	107,769,681	7,773,794	11,884,673	346,478,401	2,401,956,501	
Surplus transfer to Life Insurance fund as per Sec 21 of the directive	781,295,252	102,651,757	133,038,154	-	(26,803,041)	7,225,086	1,443,608	151,176,160	1,150,026,976	
Gross Life Insurance Fund for valuation (A)	2,195,237,334	415,094,336	334,703,445	-	80,966,640	14,998,880	13,328,281	497,654,561	3,551,983,477	
Net policyholder's liability	1,892,276,950	357,060,905	302,570,076		56,442,249	7,570,962	9,274,951	484,156,821	3,109,352,915	
Surplus/(Deficit) before shareholder transfer	302,960,384	58,033,431	32,133,368	-	24,524,391	7,427,918	4,053,330	13,497,740	44,2,630,562	
Transfer to shareholder fund (B)	27,345,733	5,215,592	2,901,958	-	24,524,391	7,427,918	4,053,330	13,497,740	84,966,661	
Transfer from shareholder fund to cover deficit as per actuary report (C)										
Closing life insurance Fund as per actuarial valuation (D=A+B+C)	2,167,891,601	409,878,744	331,801,487	-	56,442,249	7,570,962	9,274,951	484,156,821	3,467,016,816	
i) Life fund to cover Net Policyholder's liability	1,892,276,950	357,060,905	302,570,076	-	56,442,249	7,570,962	9,274,951	484,156,821	3,109,352,915	
ii) Life fund to cover Cost of bonus	273,457,330	52,155,915	29,019,577	-	-	-	-	-	354,632,823	
iii) Any other liabilities (Please specify, if any)	-	-	-	-	-	-	-	-	-	
iv) Unallocated surplus	2,157,321	661,924	211,833	-	-	-	-	-	3,031,079	

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
 (Former Mahalaxmi Life Insurance Limited)
NOTES TO THE FINANCIAL STATEMENTS

19.2 Gross claim payment Reserve including IBNR/IBNER

Fig. in NPR

Particulars	Outstanding "Death Claim"		Outstanding "Maturity Claim"		Outstanding "Partial Maturity Claim"		Outstanding "Surrender Claim"		Outstanding "Other Claim"		IBNR/IBNER Claim		Gross outstanding claim reserve	
	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year
Endowment	2,260,870	13,303,752			1,228,500	1,908,425					339,130		2,600,000	13,303,752
Anticipated Endowment	956,522	1,173,000									143,478		2,328,500	3,081,425
Endowment cum Whole Life	2,565,217	-									384,783		2,950,000	-
Whole Life	-	-									-		-	-
Foreign Employment Term	2,627,128	265,468									394,069		3,021,197	265,468
Other Term	434,783	264,500									65,217		500,000	264,500
Special Term	-	-									-		-	-
Others (Endowment Non Par)	-	1,230,500									-		-	1,230,500
Total	8,844,519	16,237,220			1,228,500	1,908,425					1,326,678		11,399,697	18,145,645
Particulars		Gross outstanding claim reserve		Claim outstanding upto one year		Unclaimed fund as per sec 123(2) of Insurance Act		Transfer to Policyholder's protection fund		Gross claim payment reserve				
Endowment	2,600,000	13,303,752	2,600,000	13,303,752									2,600,000	13,303,752
Anticipated Endowment	2,328,500	3,081,425	2,328,500	3,081,425									2,328,500	3,081,425
Endowment cum Whole Life	2,950,000	-	2,950,000	-									2,950,000	-
Whole Life	-	-	-	-									-	-
Foreign Employment Term	3,021,197	265,468	3,021,197	265,468									3,021,197	265,468
Micro Term	500,000	264,500	500,000	264,500									500,000	264,500
Special Term	-	-	-	-									-	-
Others (to be Specified)	-	1,230,500	-	1,230,500									-	1,230,500
Total	11,399,697	18,145,645	11,399,697	18,145,645									11,399,697	18,145,645

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

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
 (Former Mahalaxmi Life Insurance Limited)
NOTES TO THE FINANCIAL STATEMENTS

20. Insurance Payable

Fig. in NPR

Particulars	Current Year	Previous Year
Payable to Reinsurer	49,508,420	-
Payable to other Insurance Companies		
Others (to be Specified)		
Total	49,508,420	-

Payable within 12 months:

Fig. in NPR

Particulars	Current Year	Previous Year
Payable to Reinsurer	49,508,420	-
Payable to other Insurance Companies		
Others (to be Specified)		
Total	49,508,420	-

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

Fig. in NPR

Particulars	Current Year	Previous Year
Income Tax Liabilities		
Income Tax Assets	120,343,030	92,608,202
Total	120,343,030	92,608,202

22. Borrowings

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

Payable within 12 months:

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

Note: Insurance Payables relates to Foreign Employment related payables to Reinsurer.

23. Other Liabilities

Fig. in NPR

Particulars	Current Year	Previous Year
TDS Payable	12,523,143	15,990,573
Unidentified deposits		
Advance Premiums	3,216,983	730,348
Insurance Service Fee Payable	13,225,986	16,388,462
Lease Liability	47,977,738	48,897,350
Deferred Reinsurance Commission Income		
Deferred Income		
License Fee Payable	25,850	29,990
Others	-	419,602
Total	76,969,700	82,456,325

Payable within 12 months:

Fig. in NPR

Particulars	Current Year	Previous Year
TDS Payable	12,523,143	15,990,573
Unidentified deposits	-	-
Advance Premiums	3,216,983	730,348
Insurance Service Fee Payable	13,225,986	16,388,462
Lease Liability	11,709,439	5,290,277
Deferred Reinsurance Commission Income	-	-
Deferred Income	-	-
License Fee Payable	-	29,990
Others	-	419,602
Total	40,675,550	38,849,252

24. Other Financial Liabilities

Fig. in NPR

Particulars	Current Year	Previous Year
Redeemable Preference Shares		
Irredeemable Cumulative Preference Shares		
Refundable Share Application Money	-	719,391,350
Payable to Agents	42,566,721	57,244,368
Sundry Creditors	12,269,019	14,942,259
Retention and deposits		
Short-term employee benefits payable		
i) Salary Payables	3,084,418	3,824,095
ii) Bonus Payables	25,263,973	17,238,639
iii) Other employee benefit payable (Provident Fund)	722,448	720,880
Audit Fees Payable	508,500	477,000
Actuarial Fees Payable	5,448,727	-
Dividend Payable		
Others (to be specified)		
Total	89,863,806	813,838,591

Payable within 12 months:

Fig. in NPR

Particulars	Current Year	Previous Year
Redeemable Preference Shares	-	-
Irredeemable Cumulative Preference Shares	-	-
Refundable Share Application Money	-	719,391,350
Payable to Agents	42,566,721	57,244,368
Sundry Creditors	12,269,019	14,942,259
Retention and deposits	-	-
Short-term employee benefits payable	-	-
i) Salary Payables	3,084,418	3,824,095
ii) Bonus Payables	25,263,973	17,238,639
iii) Other employee benefit payable (to be Specified)	722,448	720,880
Audit Fees Payable	508,500	477,000
Actuarial Fees Payable	5,448,727	-
Dividend Payable	-	-
Others (to be specified)	-	-
Total	89,863,806	813,838,591

25. Gross Earned Premiums

Fig. in NPR

Particulars	Direct Premium		Premium on Reinsurance Accepted		Gross Change in Unearned Premium		Gross Earned Premium	
	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year
Endowment	950,579,126	833,954,743					950,579,126	833,954,743
Anticipated Endowment	337,430,269	351,907,599					337,430,269	351,907,599
Endowment Cum Whole Life	165,308,721	162,844,858					165,308,721	162,844,858
Whole Life	-	-					-	-
Foreing Employment Term	(3,806)	132,984,372					(3,806)	132,984,372
Normal Term	11,889,806	11,149,409					11,889,806	11,149,409
Special Term	556,377	2,267,139					556,377	2,267,139
Othes(to be Specified)	138,866,029	131,116,804					138,866,029	131,116,804
Total	1,604,626,522	1,626,224,924	-	-	-	-	1,604,626,522	1,626,224,924

25.1 Gross Written Premiums

Fig. in NPR

Particulars	First Year Premium		Renewal Premium		Single Premium		Total Direct Premium	
	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year
Endowment	342,921,331	428,735,060	600,325,622	376,288,808	7,332,173	28,930,875	950,579,126	833,954,743
Anticipated Endowment	65,069,763	163,264,970	272,151,987	186,057,231	208,519	2,585,398	337,430,269	351,907,599
Endowment Cum Whole Life	44,818,832	81,380,929	120,489,889	78,854,653	-	2,609,276	165,308,721	162,844,858
Whole Life		-	-	-	-	-	-	-
Foreign Employment Term	(3,806)	132,984,372	-	-	-	-	(3,806)	132,984,372
Normal Term	10,584,421	10,201,990	1,252,751	721,929	52,634	225,490	11,889,806	11,149,409
Special Term	-	-	-	-	556,377	2,267,139	556,377	2,267,139
Others(to be Specified)	32,804,483	37,462,942	106,061,546	93,653,862	-	-	138,866,029	131,116,804
Total	496,195,024	854,030,263	1,100,281,795	735,576,483	8,149,703	36,618,178	1,604,626,522	1,626,224,924

26. Premiums Ceded

Fig. in NPR

Particulars	Premium Ceded To Reinsurers		Reinsurer's Share of Change in Unearned Premium		Premium Ceded	
	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year
Endowment	20,214,958	21,758,063			20,214,958	21,758,063
Anticipated Endowment	10,748,286	13,318,117			10,748,286	13,318,117
Endowment cum Whole Life	3,487,918	4,023,162			3,487,918	4,023,162
Whole Life		-			-	-
Foreign Employment Term	(761)	18,617,812			(761)	18,617,812
Normal Term	2,446,202	2,501,431			2,446,202	2,501,431
Special Term	170,321	292,500			170,321	292,500
Others (Endowment Non Par)	1,509,063	1,758,979			1,509,063	1,758,979
Total	38,575,987	62,270,065			38,575,987	62,270,065

26.1 Portfolio-wise detail of Net Earned premium

Fig. in NPR

Particulars	Gross Earned Premium		Premium Ceded		Net Earned Premium	
	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year
Endowment	950,579,126	833,954,743	20,214,958	21,758,063	930,364,168	812,196,680
Anticipated Endowment	337,430,269	351,907,599	10,748,286	13,318,117	326,681,983	338,589,482
Endowment cum Whole Life	165,308,721	162,844,858	3,487,918	4,023,162	161,820,803	158,821,696
Whole Life	-	-	-	-	-	-
Foreign Employment Term	(3,806)	132,984,372	(761)	18,617,812	(3,045)	114,366,560
Micro Term	11,889,806	11,149,409	2,446,202	2,501,431	9,443,604	8,647,978
Special Term	556,377	2,267,139	170,321	292,500	386,056	1,974,639
Others (to be Specified)	138,866,029	131,116,804	1,509,063	1,758,979	137,356,966	129,357,825
Total	1,604,626,522	1,626,224,924	38,575,987	62,270,065	1,566,050,534	1,563,954,859

27. Commission Income

Fig. in NPR

Particulars	Reinsurance Commission		Profit Commission		Total Commission Income	
	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year
Endowment	-	-	-	-	-	-
Anticipated Endowment	-	-	-	-	-	-
Endowment cum Whole Life	-	-	-	-	-	-
Whole Life	-	-	-	-	-	-
Foreign Employment Term	-	-	-	-	-	-
Micro Term	-	-	-	-	-	-
Special Term	-	-	-	-	-	-
Others (to be Specified)	-	-	-	-	-	-
Total	-	-	-	-	-	-

28. Other Direct Income

Fig. in NPR

Particulars	Other Direct Income		Late Fee		Total Other Direct Income	
	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year
Endowment			4,639,404	2,612,793	4,639,404	2,612,793
Anticipated Endowment			2,848,421	1,284,364	2,848,421	1,284,364
Endowment cum Whole Life			1,169,283	567,729	1,169,283	567,729
Whole Life			-	-	-	-
Foreign Employment Term			-	-	-	-
Micro Term			9,857	5,471	9,857	5,471
Special Term				-	-	-
Others (to be Specified)			877,430	666,321	877,430	666,321
Total	-	-	9,544,395	5,136,678	9,544,395	5,136,678

29. Income from Investments and Loans

Fig. in NPR

Particulars	Current Year	Previous Year
Interest Income from Financial Assets Designated at Amortised Costs		
i) Fixed Deposit with "A" Class Financial Institutions	364,138,901	232,892,532
ii) Fixed Deposit with Infrastructure Bank		-
iii) Fixed Deposit with "B" Class Financial Institutions	47,462,207	24,625,532
iv) Fixed Deposit with "C" Class Financial Institutions	4,259,346	1,931,065
v) Debentures	51,813,756	34,939,576
vi) Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)		-
vii) Bank Deposits other than Fixed Deposit	3,254,230	1,851,658
viii) Agent Loans	833,411	2,183,766
ix) Employee Loans	593,648	738,401
x) Other Interest Income (Penal Interest on Agent Loan)	-	-
Financial Assets Measured at FVTOCI		
i) Interest Income on Debentures		
ii) Dividend Income	671,043	203,387

iii) Other Interest Income (to be specified)		
Financial Assets Measured at FVTPL		
i) Interest Income on Debentures		
ii) Dividend Income		
iii) Other Interest Income (to be specified)		
Rental Income		
Others (Profit /Loss on sale of investment)	(691,437)	169,300
Total	472,335,107	299,535,217

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

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

31. Net Realised Gains/(Losses)

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

32. Other Income

Particulars	Current Year	Previous Year
Unwinding of discount on Financial Assets at Amortised Cost		
i) Employee Loan		
ii) Bonds		
iii) Others (to be Specified)		
Foreign Exchange Income		
Interest Income from Finance Lease		
Amortization of Deferred Income		
Profit from disposal of Property and Equipment		
Amortization of Deferred Income		
Stamp Income	-	-
Others (to be specified)		
Total		

33. Gross Benefits, Claims Paid and Claims Ceded

Fig. in NPR

Particulars	Gross Benefits and Claims Paid		Claims Ceded		Net Claims Paid	
	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year
Endowment	80,835,190	61,978,353	21,524,908	8,640,993	59,310,282	53,337,360
Anticipated Endowment	166,491,144	123,392,980	1,226,667	1,424,896	165,264,477	121,968,084
Endowment Cum Whole Life	8,540,917	2,079,939	1,804,222	244,333	6,736,695	1,835,605
Whole Life	-	-	-	-	-	-
Foreign Employment Term	39,576,018	29,289,013	7,670,565	5,267,465	31,905,453	24,021,548
Other Term	2,952,970	1,333,964	1,643,329	292,000	1,309,641	1,041,964
Special Term	-	-	-	-	-	-
Others (Endowment Non Par)	1,832,583	2,845,984	214,000	466,000	1,618,583	2,379,984
Total	300,228,822	220,920,232	34,083,691	16,335,687	266,145,131	204,584,545

33.1 Details of Gross Benefits and Claim Paid

Particulars	Death Claims		Maturity Benefits		Partial Maturity Benefits		Surrender Claim		Other Claims and Benefits		Total Gross Benefits and Claims	
	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year
Endowment	36,823,456	20,679,677	-	-	-	41,211,734	40,298,676	2,800,000	1,000,000	80,835,190	61,978,553	
Anticipated Endowment	3,592,000	2,774,000	-	-	154,310,925	105,552,000	8,588,219	15,066,980	-	-	166,491,144	123,392,980
Endowment Cum Whole Life	4,575,000	1,139,686	-	-	-	-	3,965,917	940,253	-	-	8,540,917	2,079,939
Whole Life	-	-	-	-	-	-	-	-	-	-	-	-
Foreign Employment Term	39,576,018	29,289,013	-	-	-	-	-	-	-	-	39,576,018	29,289,013
Other Term	2,952,970	1,184,000	-	-	-	-	149,964	-	-	-	2,952,970	1,333,964
Special Term	-	-	-	-	-	-	-	-	-	-	-	-
Others (Endowment Non Par)	1,170,000	2,000,000	-	-	-	-	662,583	845,984	-	-	1,832,583	2,845,984
Total	88,689,444	57,066,376	-	-	154,310,925	105,552,000	54,428,453	57,301,857	2,800,000	1,000,000	300,228,822	220,920,233

34. Change in Insurance Contract Liabilities

Fig. in NPR

Particulars	Gross Change in Insurance Contract Liabilities		Change in Reinsurance Assets		Net Change in Insurance Contract Liabilities	
	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year
Endowment	738,713,802	56,486,111	-	-	738,713,802	56,486,111
Anticipated Endowment	95,779,613	110,688,218	-	-	95,779,613	110,688,218
Endowment cum Whole Life	132,371,951	101,242,292	-	-	132,371,951	101,242,292
Whole Life	-	-	-	-	-	-
Foreign Employment Term	(48,748,949)	67,168,484	-	-	(48,748,949)	67,168,484
Other Term	(3,773)	5,795,255	-	-	(3,773)	5,795,255
Special Term	(3,867,229)	2,085,043	-	-	(3,867,229)	2,085,043
Others (Endowment Non Par)	136,647,393	162,001,619	-	-	136,647,393	162,001,619
Total	1,050,892,808	1,015,467,022	-	-	1,050,892,808	1,015,467,022

35. Commission Expenses

Fig. in NPR

Particulars	Commission Expenses on First Year Premium		Commission Expenses on Renewal Premium		Commission Expenses on Single Premium		Total Commission Expenses	
	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year
Endowment	80,523,707	101,757,770	62,235,619	45,475,602	366,613	1,446,663	143,125,939	148,680,035
Anticipated Endowment	16,049,109	40,442,580	32,421,260	32,536,890	10,426	129,271	48,480,795	73,108,741
Endowment Cum Whole Life	11,004,998	19,946,115	13,283,229	10,834,059	-	130,465	24,288,227	30,910,639
Whole Life	-	-	-	-	-	-	-	-
Foreign Employment Term	-	-	-	-	-	-	-	-
Other Term	458,110	597,366	60,200	32,349	2,585	11,275	520,895	640,990
Special Term	-	-	-	-	27,820	113,357	27,820	113,357
Others (Endowment Non Par)	3,653,189	7,362,170	6,022,153	2,360,258	-	-	9,675,342	9,742,428
Total	111,689,113	170,126,001	114,022,461	91,239,158	407,444	1,831,031	226,119,018	263,196,190

36. Service Fees

Fig. in NPR

Particulars	Service Fees		Reinsurer's Share of Service Fees		Net Service Fees	
	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year
Endowment	7,807,795	8,339,547	61,872	71,211	7,745,923	8,268,336
Anticipated Endowment	2,811,884	3,519,076	24,556	32,616	2,787,328	3,486,460
Endowment Cum Whole Life	1,361,294	1,628,449	10,837	13,216	1,350,457	1,615,233
Whole Life	-	-	-	-	-	-
Foreign Employment Term	(27)	1,329,844	3	218,295	(30)	1,111,549
Other Term	98,779	111,495	18,385	13,240	80,394	98,255
Special Term	4,500	22,671	360	1,232	4,140	21,439
Others (Endowment Non Par)	1,141,761	1,311,168	4,154	5,527	1,137,607	1,305,641
Total	13,225,986	16,262,249	120,167	355,337	13,105,819	15,906,912

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

37. Other Direct Expenses

Fig. in NPR

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

38. Employee Benefits Expenses

Fig. in NPR

Particulars	Current Year	Previous Year
Salaries	58,992,769	54,088,738
Allowances	50,150,315	43,794,777
Festival Allowances	7,352,600	6,556,880
Defined Benefit Plans		-
i) Gratuity	5,696,809	3,954,213
ii) Others (to be Specified)		-
Defined Contribution Plans		-
i) Provident Fund/ Social Security Fund	5,919,157	5,044,468
ii) Others (to be specified)		-
Leave Encashments	16,973,724	4,380,274
Termination Benefits		-
Training Expenses	1,905,192	1,009,070
Uniform Expenses		-
Medical Expenses		-
Insurance Expenses	354,411	61,907
Welfare	-	-
Others(Force Leave)	2,196,360	1,666,042
Others(Staff Incentive)	1,143,862	3,226,482
Others(EMI Vehicle Loan)	3,528,418	3,540,391
Sub-Total	154,213,617	127,323,242
Employees Bonus	19,907,719	4,242,738
Total	174,121,336	131,565,980

39. Depreciation and Amortization Expenses

Fig. in NPR

Particulars	Current Year	Previous Year
Amortization of Goodwill & Intangible Assets (Refer Note. 4)	827,724	827,724
Depreciation on Property and Equipment (Refer Note.5)	19,183,881	11,298,082
Depreciation on Investment Properties (Refer Note. 6)	-	-
Total	20,011,605	12,125,806

40. Impairment Losses

Fig. in NPR

Particulars	Current Year	Previous Year
Impairment Losses on Property and Equipment, Investment Properties, Goodwill & Intangible Assets		
i) Property and Equipment		
ii) Investment properties		
iii) Goodwill & Intangible Assets		
Impairment Losses on Financial Assets		
i) Investments		
ii) Loans	5,235,679	2,335,335
iii) Other Financial Assets		
iv) Cash and Cash Equivalents		
v) Others (to be Specified)		
Impairment Losses on Other Assets		
i) Reinsurance Assets		
ii) Insurance Receivables		
iii) Lease Receivables		
iv) Others (to be Specified)		
Total	5,235,679	2,335,335

41. Other Operating Expenses

Fig. in NPR

Particulars	Current Year	Previous Year
Rent Expenses	12,361,607	23,190,920
Electricity and Water	1,375,749	1,289,906
Repair & Maintenance		-
i) Building		-
ii) Vehicle	309,270	204,863
iii) Office Equipments	78,030	160,694
iv) Others (Furnitures and Utensils)	138,164	150,690
Telephone & Communication	7,103,410	7,300,556
Printing & Stationary	2,742,242	2,817,954
Office Consumable Expenses	136,746	324,968
Travelling Expenses		
i) Domestic	1,469,164	1,591,165
ii) Foreign	-	-
Transportation Expenses	5,430,001	4,428,337
Agents Training	2,922,141	4,206,953
Agents Others	79,619,570	121,839,828
Insurance Premium	484,683	640,012
Security and Outsourcing Expenses	732,240	737,240
Legal and Consulting Expenses	1,232,021	924,465
Newspapers, Books and Periodicals	2,975	750
Advertisement & Promotion Expenses	1,096,642	1,165,316
Business Promotion	5,114,968	529,618
Guest Entertainment	174,908	229,751

Fig. in NPR

Gift and Donations	-	183,540
Board Meeting Fees and Expenses		
i) Meeting Allowances	231,000	344,000
ii) Other Allowances	161,831	10,569
Other Committee/ Sub-committee Expenses		
i) Meeting Allowances	103,000	111,000
ii) Other Allowances		-
General Meeting Expenses	147,399	76,589
Actuarial Service Fee	2,571,896	4,316,509
Other Actuarial Expenses		
Audit Related Expenses		
i) Statutory Audit	339,000	339,000
ii) Tax Audit	-	-
iii) Long Form Audit Report	-	-
iv) Other Fees	93,916	291,371
v) Internal Audit	226,000	226,000
vi) Others (to be Specified)	-	-
Bank Charges	77,530	101,481
Fee and Charges	2,785,709	2,483,981
Postage Charges	364,689	384,506
Foreign Exchange Losses	2,272	-
Others (Staff Entertainment & Hospitality)	2,767,367	2,641,695
Others (Stamp Expenses)	213,270	260,640
Others (Management Expenses (FE))	(190)	6,768,978
Others (Office Cleaning Exp.)	453,240	381,506
Others (Miscellaneous Exp.)	189,959	127,892
Others (Writeoff)	1,120,415	44,254
Sub-Total	134,372,834	190,827,497
Medical examination fee	1,506,873	3,062,220
Fines, interest, Late Fees and Penalties	-	-
Total	135,879,707	193,889,716

42. Finance Cost

Fig. in NPR

Particulars	Current Year	Previous Year
Unwinding of discount on Provisions		
Unwinding of discount on Financial Liabilities at Amortised Costs		
Interest Expenses - Bonds		
Interest Expenses - Debentures		
Interest Expenses - Term Loans		
Interest Expenses - Leases	5,120,772	-
Interest Expenses - Overdraft Loans		
Others (to be Specified)		
Total	5,120,772	-

43. Income Tax Expense

a) Income Tax Expense

Fig. in NPR

Particulars	Current Year	Previous Year
Current Tax		
i) Income Tax Expenses for the Year		
ii) Income Tax Relating to Prior Periods	432,161	652,319
Deferred Tax For The Year		
i) Originating and reversal of temporary differences	(3,365,772)	(2,356,702)
ii) Changes in tax rate		
iii) Recognition of previously unrecognised tax losses		
iv) Write-down or reversal		
v) Others (to be Specified)		
Income Tax Expense	(2,933,611)	(1,704,383)

b) Reconciliation of Taxable Profit & the Accounting Profit

Fig. in NPR

Particulars	Current Year	Previous Year
Accounting Profit Before Tax	179,169,466	49,207,223
Applicable Tax Rate	25%	25%
Tax at the applicable rate on Accounting Profit	44,792,367	12,301,806
Add: Tax effect of expenses that are not deductible for tax purpose	273,393,736	258,981,829
Less: Tax effect on exempt income and additional deduction	(1,573,048,629)	(393,349,329)
Less: Adjustments to Current Tax for Prior Periods		
Add/ (Less): Others(to be Specified)		
Income Tax Expense	(1,254,862,526)	(122,065,694)
Effective Tax Rate		

OR

Particulars	Current Year	Previous Year
Accounting Profit Before Tax		
Income Tax Expense		
Average Effective Tax Rate		
Less: Tax effect of expenses that are not deductible for tax purpose		
Add: Tax effect on exempt income and additional deduction		
Add: Adjustments to Current Tax for Prior Periods		
Add/ (Less): Others(to be Specified)		
Applicable Tax Rate	-	-

Note : Nil Income tax expense is due to negative assessable Income (i.e Taxable Loss)

44. EMPLOYEE RETIREMENT BENEFITS

a) Post Employment Benefit - Defined Contribution Plans

For the year ended Ashadh 28, 2080 (July 13, 2023) the company has recognised an amount of NPR.16,973,724 as an expenses under the defined contribution plans in the Statement of Profit or Loss.

b) Post Employment Benefit - Defined Benefit Plans

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

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

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current year	Previous Year	Current year	Previous Year
Current service cost	6,220,373	6,356,153		
Past service cost		-		
Net interest cost (a-b)	1,501,132	1,135,832		
a. Interest expense on defined benefit obligation (DBO)	1,501,132	1,135,832		
b. Interest (income) on plan assets		-		
Net Actuarial Losses/(Gains)	9,252,219	(3,111,711)		
Defined benefit cost included in Statement of Profit or Loss	16,973,724	4,380,274	-	-

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

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

e) Total cost recognised in Comprehensive Income

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

f) Change in Defined Benefit Obligation

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current year	Previous Year	Current year	Previous Year
Defined benefit obligation as at the beginning of the year	16,014,889	13,606,097	-	-
Service cost	6,220,373	6,356,153	-	-
Interest cost	1,501,132	1,135,832	-	-
Benefit payments from plan assets	(8,036,760)	(1,971,482)	-	-
Actuarial (gain)/ loss - financial assumptions	9,252,219	(3,111,711)	-	-
Actuarial (gain)/ Loss - experience	-	-	-	-
Defined Benefit Obligation as at Year End	24,951,853	16,014,889	-	-

g) Change in Fair Value Of Plan Assets

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

h) Net Defined Benefit Asset/(Liability)

Particulars	Employee Benefit Plan		Any Other Funded	
	Current year	Previous Year	Current year	Previous Year
Defined Benefit Obligation	24,951,853	16,014,889	-	-
Fair Value of Plan Assets			-	-
Liability/ (Asset) Recognised in Statement of Financial Position	24,951,853	16,014,889	-	-

i) Expected Company Contributions for the Next Year

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current year	Previous Year	Current year	Previous Year
Expected company contributions for the next year		-	-	-

j) Reconciliation of amounts in Statement of Financial Position

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current year	Previous Year	Current year	Previous Year
Net defined benefit liability/(asset) at prior year end	16,014,889	13,606,097		
Defined benefit cost included in Statement of Profit or Loss	16,973,724	4,380,274		
Total remeasurements included in OCI	-	-		
Acquisition/ divestment	-	-		
Employer contributions	(8,036,760)	(1,971,482)		
Net defined benefit liability/(asset)	24,951,853	16,014,889		-

k) Reconciliation of Statement of Other Comprehensive Income

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

l) Current/Non - Current Liability

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current year	Previous Year	Current year	Previous Year
Current Liability		4,310,127	4,460,773	
Non - Current Liability		20,641,726	11,554,116	
Total		24,951,853	16,014,889	-

m) Expected Future Benefit Payments

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current year	Previous Year	Current year	Previous Year
Within 1 year		4,310,127		
Between 1-2 years		3,856,445		
Between 2-5 years		7,945,578		
From 6 to 10		6,771,740		
Total		22,883,890	-	-

n) Plan assets

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current year (% Invested)	Previous Year (% Invested)	Current year (% Invested)	Previous Year (% Invested)
Government Securities (Central and State)				
Corporate Bonds (including Public Sector bonds)				
Mutual Funds				
Deposits				
Cash and bank balances				
Others (to be Specified)				
Total		-	-	-

o) Sensitivity Analysis

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current year	Previous Year	Current year	Previous Year
Effect in Defined Benefit Obligation Due to 1% Increase in Discount Rate				
Effect in Defined Benefit Obligation Due to 1% Decrease in Discount Rate				
Effect in Defined Benefit Obligation Due to 1% Increase in Salary Escalation Rate				
Effect in Defined Benefit Obligation Due to 1% Decrease in Salary Escalation Rate				
Effect in Defined Benefit Obligation Due to 1% Increase in Attrition Rate				
Effect in Defined Benefit Obligation Due to 1% Decrease in Attrition Rate				

p) Assumptions

Particulars	Employee Benefit Plan	Any Other Funded Liability
Discount Rate	8.00%	
Escalation Rate (Rate of Increase in Compensation Levels)	10.00%	
Attrition Rate (Employee Turnover)	PS 1 to 5: 20% 6 to 10: 15% 11 to 15: 5% 16 to 50: 2%	
Mortality Rate During Employment	NALMT2009	

45. Fair Value Measurements

(i) Financial Instruments by Category & Hierarchy

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

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

Particulars	Level	Current Year			Previous Year		
		FVTPL	FVOCI	Amortised Cost	FVTPL	FVOCI	Amortised Cost
Investments							
i) Investment in Equity Instruments							Fig. in NPR
Investment in Equity (Quoted)	1		49,285,200			44,698,803	
Investment in Equity (Unquoted)	3						
ii) Investment in Mutual Funds	1		32,740,600			4,817,292	
iii) Investment in Preference Shares of Bank and Financial Institutions							
iv) Investment in Debentures	3			598,129,000		496,209,821	-
v) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	3			-			-
vi) Fixed Deposits	3			4,635,827,332			362,940,692
vii) Others (to be specified)							
Loans	3			343,221,582			230,126,961
Other Financial Assets	3			115,511,711			15,683,044
Cash and Cash Equivalents	3			162,707,041			261,582,415
Total Financial Assets		-	82,025,800	5,855,396,666	-	545,725,916	870,333,111
Borrowings		-		-			-
Other Financial Liabilities	3			89,863,806			813,838,591
Total Financial Liabilities		-	-	89,863,806	-	-	813,838,591

Level 1: Level 1 Hierarchy includes Financial Instruments measured using Quoted Prices.

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

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3. There is no transfer of Financial Instruments between different levels as mentioned above during the year.

(ii) Valuation Technique Used to Determine Fair Value

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

(iii) Valuation Process

The finance and accounts department of the Company performs the valuation of financial assets and liabilities required for financial reporting purposes. Discussion on valuation processes and results are held at least once in a year.

The main level 3 inputs are derived and evaluated as follows:

- a) Discount rate is arrived at considering the internal and external factors.
- b) Discounting has been applied where assets and liabilities are non-current, and the impact of the discounting is material.

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

Fig. in NPR

Particulars	Current Year		Previous Year	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Investments				
i) Investment in Preference Shares of Bank and Financial Institutions				
ii) Investment in Debentures	598,129,000	573,678,271	496,209,821	496,209,821
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-			-
iv) Fixed Deposit	4,635,827,332	4,635,827,332	362,940,692	362,940,692
v) Others (to be Specified)				
Loans				
i) Loan to Associates	-			-
ii) Loan to Employees	7,258,712	7,258,712	7,007,933	7,007,933
iii) Loan to Agent	3,248,959	3,248,959	12,920,747	12,920,747
iv) Loan to Policyholders	332,713,911	332,713,911	210,198,280	210,198,280
v) Others (to be Specified)				
Other Financial Assets	115,511,711	115,511,711	15,683,044	15,683,044
Total Financial Assets at Amortised Cost	5,692,689,625	5,668,238,896	1,104,960,518	1,104,960,518
Borrowings				
i) Bonds	-			-
ii) Debentures	-			-
iii) Term Loans - Bank and Financial Institution	-			-
iv) Bank Overdrafts	-			-
v) Others (to be Specified)	-			-
Other Financial Liabilities	89,863,806	89,863,806	813,838,591	813,838,591
Total Financial Liabilities at Amortised Cost	89,863,806	89,863,806	813,838,591	813,838,591

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

46. Insurance Risk

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

The Company seeks to minimise insurance risk through a formalised reinsurance arrangement with an appropriate mix and spread of business between classes of business based on its overall strategy. This is complemented by observing formalised risk management policies.

The Company considers insurance risk to be a combination of the following components of risks:

- a) Product development
- b) Pricing
- c) Underwriting and
- d) Claims Handling
- e) Reinsurance
- f) Reserving

a) Product development:

The Company principally issues the following types of Life Insurance contracts:

- Endowment
- Anticipated Endowment
- Endowment Cum Whole Life
- Whole Life
- Foreign Employment Term
- Other Term
- Special Term
- Others (to be Specified)"

The above risk exposure is mitigated by the diversification across a large portfolio of insurance contracts and geographical areas. The variability of risks is improved by careful selection and implementation of underwriting strategies, which are designed to ensure that risks are diversified in terms of type of risk and level of insured benefits.

Furthermore, strict claim review policies to assess all new and ongoing claims, regular detailed review of claims handling procedures and frequent investigation of possible fraudulent claims are put in place to reduce the risk exposure of the Company. The Company further enforces a policy of actively managing and promptly pursuing claims, in order to reduce its exposure to unpredictable future developments that can negatively impact the business.

b) Pricing:

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

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

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

c) Underwriting:

The Company's underwriting process is governed by the internal underwriting procedures. Some of the actions undertaken to mitigate underwriting risks are detailed below:

- i) Investments are made on the training and development of underwriting and claims management staff, including those attached to the distribution network.
- ii) Application of Four-Eye principle on underwriting process.
- iii) Pre-underwriting inspections are made on new business over a predetermined threshold to evaluate risk prior to acceptance.
- iv) Post-underwriting reviews are conducted to ensure that set guidelines have been observed.
- v) Adequate reinsurance arrangements are in place and reviews are undertaken to ensure the adequacy of these covers.

d) Claims handling:

The Company considers insurance claim risk to be a combination of the following components of risks:

- i) Mortality Risk – risk of loss arising due to policyholder death experience being different than expected
- ii) Longevity Risk – risk of loss arising due to the annuitant living longer than expected
- iii) Investment Return Risk – risk of loss arising from actual returns being different than expected
- iv) Expense Risk – risk of loss arising from expense experience being different than expected
- v) Policyholder Decision Risk – risk of loss arising due to policyholder experiences (lapses and surrenders) being different than expected

Assumptions

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

Particulars	Current Year				Previous Year			
	Mortality Rates	Investment Return	Lapse & Surrender Rate	Discount Rate	Mortality Rates	Investment Return	Lapse and Surrender Rate	Discount Rate
Life Insurance	140%	6%		6%	140%	6%		Fig. III NPPR 6%

Sensitivities

The life insurance claim liabilities are sensitive to the key assumptions as mentioned in the table below.

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

Particulars	Changes in Assumptions	Current Year		Previous Year		
		Increase/ (Decrease) on Gross Liabilities	Increase/ (Decrease) on Net Liabilities	Increase/ (Decrease) on Gross Liabilities	Increase/ (Decrease) on Net Liabilities	
Mortality Rate	+50%	3,254,663,313.71	3,254,663,313.71	2383921540	2383921540	
Longevity	+ 10%					
Discount Rate	+ 1%	2,417,827,489.40	2,417,827,489.40	1501477680	1501477680	
			-			
Mortality Rate	-50%	2,773,284,811.40	2,773,284,811.40	1749052842	1749052842	
Longevity	-10%					
Discount Rate	-1%	3,932,155,921.53	3,932,155,921.53	2927671987	2927671987	

e) Reinsurance

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

f) Reserving

Insurance Contract Liabilities are created to cover this risk based on the actuarial valuation report.

The table below sets out the concentration of risk associated with above mentioned products. Risk as at year end has been measured as insurance contract liabilities and disclosed as below:

Particulars	Current Year			Previous Year		
	Gross Insurance Liabilities	Reinsurance Assets	Net Liabilities	Gross Insurance Liabilities	Reinsurance Assets	Net Liabilities
Endowment	2,170,491,601	-	2,170,491,601	1,427,245,834	-	1,427,245,834
Anticipated Endowment	412,207,244	-	412,207,244	315,524,004	-	315,524,004
Endowment Cum Whole Life	334,751,487	-	334,751,487	201,665,291	-	201,665,291
Whole Life	-	-	-	-	-	-
Foreign Employment Term	59,463,446	-	59,463,446	108,035,149	-	108,035,149
Other Term	8,070,962	-	8,070,962	8,038,294	-	8,038,294
Special Term	9,274,951	-	9,274,951	11,884,673	-	11,884,673
Others (Endowment Non Par)	484,156,821	-	484,156,821	347,708,901	-	347,708,901
Total	3,478,416,513	-	3,478,416,513	2,420,102,146	-	2,420,102,146

47. Financial Risk

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

i) Credit Risk

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

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

- Company has credit risk policy which sets out the assessment and determination of what constitutes credit risk for the Company. Compliance with the policy is monitored and exposures and breaches are reported to the Company's risk committee. The policy is regularly reviewed for pertinence and for changes in the risk environment.
- Reinsurance is placed with counterparties that have a good credit rating and concentration of risk is avoided by entering into agreement with more than one party. At each reporting date, management performs an assessment of creditworthiness of reinsurers and updates the reinsurance purchase strategy, ascertaining suitable allowance for impairment.
- The company deals with only creditworthy counterparties and obtains sufficient collateral where appropriate, as a means of mitigating the risk of financial loss from defaults.

Expected Credit Losses for Financial Assets at Amortised Costs as at Ashadh 32, 2079

Particulars		Asset Group	Gross Carrying Amount	Expected probability of Default	Expected Credit Losses	Carrying Amount After Provision
Credit Risk has not significantly increased since initial recognition	Loss allowance measured at 12 months expected credit losses		Loan to Employees	9,343,268	2,335,335	7,007,933
			Loan to Agents	12,920,747	-	12,920,747
			Loan to Policyholders	210,198,280	-	210,198,280
Credit Risk has significantly increased and not credit impaired						
Credit Risk has significantly increased and credit impaired						

Expected Credit Losses for Financial Assets at Amortised Costs as at Ashadh 28,

Particulars	Asset Group	Gross Carrying Amount	Expected probability of Default	Expected Credit Losses	Carrying Amount After Provision
Credit Risk has not significantly increased since initial recognition	Loss allowance measured at 12 months expected credit losses	Loan to Employees	10,409,051	3,150,339	7,258,712
		Loan to Agents	7,669,634	4,420,675	3,248,959
		Loan to Policyholders	332,713,911		332,713,911
Credit Risk has significantly increased and not credit impaired	Loss allowance measured at life-time expected credit losses				
Credit Risk has significantly increased and credit impaired					

Reconciliation of Loss Allowance Provision

Particulars	Measured at 12 months expected credit losses	Measured at life-time expected credit losses	
		Credit Risk has significantly increased and not credit impaired	Credit Risk has significantly increased and credit impaired
Loss Allowance on Ashadh 32, 2079	2,335,335		
Changes in loss allowances	5,235,679		
Write-offs			
Recoveries			
Loss Allowance on Ashadh 28, 2080	7,571,014	-	-

ii) Liquidity Risk

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

Maturity of Financial Liabilities:

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

Particulars	Current Year			Previous Year		
	Upto 1 Year	1 Year to 5 Year	More than 5 Year	Upto 1 Year	1 Year to 5 Year	More than 5 Year
Borrowings						
Other Financial Liabilities						
Total Financial Liabilities		-	-	-	-	-

iii) MARKET RISK
a) Foreign Currency Risk Exposure

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

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

Alternative note for Foreign Currency Risk Exposure (where there is Foreign Currency Risk)

Operation of the Company has exposed it to foreign exchange risk arising from foreign currency transactions, with respect to the USD and Currency A. The risk is measured through a forecast of highly probable foreign currency cash flows. The objective of the hedges is to minimise the volatility of the NPR cash flows of highly probable forecast transactions.

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

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

a2) Foreign Currency Risk - Sensitivity

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

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

* Holding all other variable constant

b1) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The major interest rate risk that the Company is exposed to is the discount rate for determining insurance liabilities.

b2) Interest Rate Sensitivity

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

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

* Holding all other variable constant

c1) Equity Price Risk

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

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

c2) Sensitivity

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

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

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

48. Operational Risk

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

49. Climate Risk

Climate risk refers to the potential financial and operational impacts that arise from climate change and related environmental factors. For businesses, understanding and managing climate risk is crucial due to its potential to affect financial stability, operational efficiency, and regulatory compliance. Thus, while measuring the business implications of climate change, the manner in which climate-related risks and opportunities are likely to affect current and future financial performance in terms of major impact categories (e.g. Revenues, Expenditure, Assets etc.) shall be assessed. Recognizing the uncertainty associated with the impact of climate change, suitable scenario analysis and stress testing mechanism for assessment of forward-looking climate change risks shall be developed. During the evaluation of the climate change related risks, following impacts of the climate change related risks shall be taken into consideration: technology and the industry are monitored through the Company's strategic planning and budgeting process.

- i) Increased seasonal mortality due to heat waves, floods, wildfires, storms etc.)
- ii) Changes in population demographics and their mortality / morbidity characteristics.
- iii) Hamper on the premium payment capacity of insured due to the impact of climate change in the business environment.
- iv) Potential changes in assumptions that may lead to material impacts on current reserving assumptions.

Company has a separate risk management department that oversees the climate risk related activities and disclosures. The risk management department reports to the Risk Management, Monitoring and Supervision Committee wherein climate related issues and activities are discussed and resolved, if any. Company in coming days shall implement innovative plans and increase stringency of its policies for climate risk management.

Company has set following targets for management of climate change risk for the year as follows:

- i. To focus on digitalization of Operations by minimizing paper use at head office as well as branch level.
- ii) To set eco-friendly office environment wherein office equipments having carbon emission to be replaced with electronic ones with limited usage through power protocols.
- iii) To implement Electronic Proposal and E-KYC Form so as to reduce the use of paper which ultimately contributes in green ecosystem.
- iv) To plant trees at Branch and Head Office levels by collaborating with local bodies and NGOs on various occasions.

50. Capital Management

The Company's objectives when managing Capital are to:

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

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

Regulatory minimum paid up capital

Life insurance companies were required by the Directive of Nepal Insurance Authority to attain a stipulated minimum paid up capital of NPR 5,00,00,00,000 by 31 Ashadh, 2080. As on the reporting date, the company's paid up capital is NPR 2,10,00,00,000.

Dividend

Particulars	Current Year	Previous Year
(i) Dividends recognised		
Final dividend for the year ended Ashadh .., 20X1 of NPR/- (Ashadh .., 20X1 - NPR/-) per fully paid share		
(ii) Dividends not recognised at the end of the reporting period		

51. Earnings Per Share

Fig. in NPR

Particulars	Current Year	Previous Year
Profit For the Year used for Calculating Basic Earning per Share	182,103,077	50,911,606
Less: Dividend on Preference Share	-	-
Add: Interest saving on Convertible Bonds	-	-
Profit For the Year used for Calculating Diluted Earning per Share	182,103,077	50,911,606
Weighted Average Number of Equity Shares Outstanding During the Year For Basic Earning per Share	21,000,000	14,000,000
Adjustments for calculation of Diluted Earning per Share:		
i) Dilutive Shares		
ii) Options		
iii) Convertible Bonds		
Weighted Average Number of Equity Shares Outstanding During the Year for Diluted Earning Per Share	21,000,000	14,000,000
Nominal Value of Equity Shares	100	100
Basic Earnings Per Share	8.67	3.64
Diluted Earnings Per Share	8.67	3.64
Proposed Bonus Share	-	-
Weighted Average Number of Equity Shares Outstanding During the Year for Restated Earning Per Share		
Restated Basic Earning Per Share		
Restated Diluted Earning Per Share		

52. Operating Segment

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

Segment asset is disclosed below based on total of all asset for each business segment. The Company operates predominantly in Nepal and accordingly, the Management of the Company is of the view that the financial information by geographical segments of the Company's operation is not necessary to be presented.

Business Segments of the Company's are:

- Endowment
- Anticipated Endowment
- Endowment Cum Whole Life
- Whole Life
- Foreign Employment Term
- Other Term
- Special Term
- Others (Endowment Non Par)

a) Segmental Information for the year ended Ashadh 28, 2080 (July 13, 2023)

Fig. in NPR

Particulars	Endowment	Anticipated Endowment	Endowment Cum Whole Life	Foreign Employment Term	Other Term	Special Term	Others (Endowment Non Par)	Inter Segment Elimination	Total
Gross Earned Premiums	950,579,126	337,430,269	165,308,721	-	(3,806)	11,889,806	556,377	138,866,029	1,604,626,522
Premiums Ceded	(20,214,958)	(10,748,286)	(3,487,918)	-	761	(2,446,202)	(170,321)	(1,509,063)	(38,575,987)
Inter-Segment Revenue									-
Net Earned Premiums	930,364,168	326,681,983	161,820,803	-	(3,045)	9,443,604	386,056	137,356,966	1,566,050,534
Commission Income	-								-
Other Direct Income	4,639,404	2,848,421	1,169,283	-	-	9,857	-	877,430	9,544,395
Interest Income on Loan to Policyholders	20,849,656	2,366,261	1,777,620	-	-	-	59,037	2,818,730	27,871,304
Income from Investments and Loans	196,468,368	39,173,781	30,963,722	-	7,683,914	1,579,785	1,170,827	44,696,791	321,737,188
Net Gain/(Loss) on Fair Value Changes									-
Net Realised Gains/(Losses)									-
Other Income									-
Total Segmental Income	1,152,321,596	371,070,446	195,731,428	-	7,680,868	11,033,246	1,615,921	185,749,917	- 1,925,203,421





Expenses:							
Cross Benefits & Claims Paid	80,835,190	166,491,144	8,540,917	-	39,576,018	2,952,970	-
Claims Ceded	(21,524,908)	(1,226,667)	(1,804,222)	-	(7,670,565)	(1,643,329)	-
Cross Change in Contract Liabilities	738,713,802	95,779,613	132,371,951	-	(48,748,949)	(3,773)	(3,867,229)
Change in Contract Liabilities Ceded to Reinsurers	-	-	-	-	-	-	-
Net Benefits & Claims Paid	798,024,084	261,044,090	139,108,646	-	(16,843,496)	1,305,868	(3,867,229)
Commission Expenses	143,125,939	48,480,795	24,288,227	-	-	520,895	27,820
Service Fees	7,745,923	2,787,328	1,350,457	-	(30)	80,394	4,140
Other Direct expenses	-	-	-	-	-	-	-
Employee Benefits Expenses	81,297,175	29,077,439	14,205,172	-	-	1,145,905	53,275
Depreciation and Amortization Expenses	10,549,567	3,773,248	1,843,341	-	-	148,699	6,913
Impairment Losses	-	-	-	-	-	-	-
Other Operating Expenses	72,717,947	26,008,920	12,706,111	-	-	1,024,979	47,653
Finance Cost	-	-	-	-	-	-	-
Total Segmental Expenses	1,113,460,636	371,171,820	193,501,955	-	(16,843,526)	4,226,740	(3,727,428)
Total Segmental Results	38,860,960	(101,375)	2,229,473	-	24,524,395	6,806,505	5,343,349
Segment Assets	557,973,629	510,033,747	403,140,643	-	100,042,813	20,568,438	15,243,908
Segment Liabilities	105,458,400	21,027,325	16,620,409	-	4,124,497	847,982	628,465
						23,991,913	172,698,992

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

Fig. in NPR

Particulars	Endowment	Anticipated Endowment	Endowment Cum Whole Life	Foreign Employment Term	Other Term	Special Term	Others (Endowment Non Par)	Inter Segment Elimination	Total
Income:									
Gross Earned Premiums	833,954,743	351,907,599	162,844,858	-	132,984,372	11,149,409	2,267,139	131,116,804	1,626,224,924
Premiums Ceded	(21,758,063)	(13,318,117)	(4,023,162)	-	(18,617,812)	(2,501,431)	(292,500)	(1,758,979)	(62,270,065)
Inter-Segment Revenue	-	-	-	-	-	-	-	-	-
Net Earned Premiums	812,196,680	338,589,482	158,821,696	-	114,366,560	8,647,978	1,974,639	129,357,825	- 1,563,954,860
Commission Income	2,612,793	1,284,364	567,729			5,471		666,321	5,136,678
Other Direct Income									
Interest Income on Loan to Policyholders	14,594,989	3,478,145	441,870	-	-	-	28,780	1,108,190	19,651,974
Income from Investments and Loans	104,914,724	35,380,943	7,772,952	10,381,320	739,665	889,922	22,463,596		182,543,122
Net Gain/(Loss) on Fair Value Changes									
Net Realised Gains/(Losses)									
Other Income									
Total Segmental Income	934,319,186	378,732,934	167,604,247	-	124,747,880	9,393,114	2,893,341	153,595,932	- 1,771,286,634
Expenses:									
Gross Benefits & Claims Paid	61,978,353	123,392,980	2,079,939	-	29,289,013	1,333,964	-	2,845,984	220,920,232
Claims Ceded	(8,640,993)	(1,424,896)	(244,333)	-	(5,267,465)	(292,000)	-	(466,000)	(16,335,688)
Gross Change in Contract Liabilities	566,486,111	110,688,218	101,242,292	67,168,484	5,795,255	2,085,043	162,001,619	(6,309,740)	1,009,157,282
Change in Contract Liabilities Ceded to Reinsurers									
Net Benefits & Claims Paid	619,823,471	232,656,302	103,077,897	-	91,190,032	6,837,219	2,085,043	164,381,603	(6,309,740) 1,213,741,827
Commission Expenses	148,680,035	73,108,741	30,910,639	-	640,990	113,357	9,742,428		263,196,190
Service Fees	8,268,336	3,486,460	1,615,233	-	1,111,549	98,255	21,439	1,305,641	15,906,912
Other Direct expenses	62,883,871	28,497,470	12,410,041		97,313	325,993	355,253	13,839,442	118,409,382
Employee Benefits Expenses	5,795,705	2,626,475	1,143,774		8,969	30,045	32,742	1,275,515	10,913,225

Depreciation and Amortization Expenses	1,116,207	505,839	220,282		1,727	5,786	6,306	245,654	2,101,801
Impairment Losses	92,672,405	41,996,923	18,288,766		143,410	480,418	523,538	20,395,284	174,500,745
Other Operating Expenses									
Finance Cost									
Total Segment Expenses	939,240,030	382,878,209	167,666,632	-	92,553,000	8,418,706	3,137,678	211,185,567	(6,309,740)
Total Segment Results	(4,920,844)	(4,145,275)	(62,385)	-	32,194,881	974,407	(244,337)	(57,589,636)	6,309,740
Segment Assets	2,301,235,364	1,042,864,955	454,145,484		3,561,160	11,929,712	13,000,470	506,454,412	4,333,191,556
Segment Liabilities	1,578,369,286	715,279,297	311,488,905		2,442,525	8,182,340	8,916,751	347,366,506	2,972,045,611

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

Particulars	Current Year	Previous Year
Segmental Profit	87,992,330	(27,483,448)
Less: Employee Benefits expenses		(35,329,081)
Less: Depreciation and Amortization		(2,001,160)
Less: Other operating expenses		(11,734,091)
Less: Impairment losses		(5,235,679)
Less: Finance Cost		(5,120,772)
Add: Unallocable Other Income		150,597,919
Profit Before Tax	179,169,466	116,992,096
		49,207,224

d) Reconciliation of Assets

Fig. in NPR

Particulars	Current Year	Previous Year
Segment Assets	4,188,945,265	4,333,191,556
Goodwill & Intangible Assets	-	193,743
Property and Equipment	19,403,568	2,943,129
Investment Properties	-	-
Deferred Tax Assets	5,040,237	1,665,078
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investments	1,694,931,918	412,862,759
Loans	109,431,748	23,012,696
Current Tax Assets	38,369,813	9,260,820
Other Assets	4,867,057	3,800,960
Other Financial Assets	36,829,410	1,568,304
Cash and Cash Equivalents	51,877,029	26,158,242
Total Assets	6,149,696,046	4,814,657,287

e) Reconciliation of Liabilities

Fig. in NPR

Particulars	Current Year	Previous Year
Segment Liabilities	172,698,992	2,972,045,611
Provisions	11,858,686	244,679,011
Deferred Tax Liabilities	-	-
Current Tax Liabilities	-	-
Other Financial Liabilities	28,651,909	81,383,860
Other Liabilities	40,325,908	4,164,422
Total Liabilities	253,535,495	3,302,272,903

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
 (Former Mahalaxmi Life Insurance Limited)
RECOMMENDATORY NOTES TO THE FINANCIAL STATEMENTS

53. Related Party Disclosure

(a) Identify Related Parties

Holding Company:

Subsidiaries:

Associates:

Fellow Subsidiaries:

Key Management Personnel:

1. Mr. Ramesh Kumar Bhattarai-CEO
2. Mr. Kamal Panthi-Dy CEO
3. Mr Rameshwor Shrestha-Dy CEO
4. Mrs Sapana Devkota Kharel-Sr AGM
5. Mr Prashanta Raj Dhamala-Sr AGM
6. Mr. Manoranjan Raman Sharma-Chairman
7. Mr. Suresh Sapkota-Director
8. Mrs. Samjhana Aryal-Director
9. Mr. Umesh Lal Shrestha-Director
10. Mr. Rabi Raj Bhattarai-Independent Director

(b) Key Management Personnel Compensation:

Fig. in NPR

Particulars	Current Year	Previous Year
Post-employment benefits	5,127,796	-
Other long-term benefits	-	-
Termination benefits	-	-
Total	33,771,696	17,511,642

Payment to Chief Executive Officer (CEO)

Fig. in NPR

Particulars	Current Year	Previous Year
Annual salary and allowances	7,449,941	6,890,000
Performance based allowances		
i) Employee Bonus	1,082,697	672,420
ii) Benefits as per prevailing provisions		
iii) Incentives		
Insurance related benefits		
i) Life Insurance	2,337,278	388,745
ii) Accident Insurance		
iii) Health Insurance (including family members)	2,264,384	-
Total	13,134,299	7,951,165

(c) Related Party Transactions:

Fig. in NPR

Particulars	Holding Company	Subsidiaries	Associates	Fellow Subsidiaries	Key Managerial Personnel	Total
Premium Earned						
Current Year						
Previous Year						
Commission Income						
Current Year						
Previous Year						
Rental Income						
Current Year						
Previous Year						
Interest Income						
Current Year						
Previous Year						
Sale of Property & Equipment						
Current Year						
Previous Year						
Purchase of Property & Equipment						
Current Year						
Previous Year						
Premium Paid						
Current Year						
Previous Year						
Commission Expenses						
Current Year						
Previous Year						
Dividend						
Current Year						
Previous Year						
Meeting Fees						
Current Year						
Previous Year						
Allowances to Directors						
Current Year					334,000	334,000
Previous Year					455,000	455,000
Others (Board Meeting Expense)						
Current Year					161,831	161,831
Previous Year					10569	10,569

(d) Related Party Balances:

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

54. Leases

(a) Leases as Lessee

(i) Operating Leases:

The Company has various operating leases ranging from two years to ten years for office space and parking lot. These lease contract do not contain Non-cancellable periods. The leases are renewable by mutual consent and contain escalation clause. Rental expenses for operating leases recognised in the Statement of Profit and Loss for the year is NPR 12,361,607.00 (Ashadh 32, 2079/ July 16, 2022: NPR 23,190,920.00).

For the first time adoption of lease, the effect has been recognized as under:

Fig. in NPR

Particulars	Right to Use Asset	Lease Liability
Lease Identify as on Shrawan 01, 2079	52,546,188	48,897,350
Add: Addition	4,370,665	4,370,665
Less: Depreciation	(15,997,452)	-
Add: Interest Expenses	-	5,120,772
Less: Payment against Lease	-	(10,411,049)
Closing Balance as on Ashadh 28, 2080	40,919,401	47,977,738

Following notes are considered while calculating Right to Use Asset and Lease Liability.

- a) Company has not considered Leases that has a lease term of 12 months or less and lease with Present Value less than 5 Lacs while calculatin Right to Use Assets.
- b) Present value has been condidered from FY 2078-79 and difference in Right to Use Asset and Lease Liablity has been charged in the opening adjustment of Retined Earning, schedule 17 (e).

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

Future Minimum Lease Payments	Current Year	Previous Year
i) Not Later than 1 year		
ii) Later than 1 year and not later than 5 years		
iii) Later than 5 years		

(ii) Finance Lease:

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

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

(b) Leases as Lessor

(i) Operating Leases:

The Company has leased out certain office spaces that are renewable on a periodic basis. Rental income received during the year in respect of operating lease is NPR (Ashadh .., 20X1/ July ..., 20X1: NPR). Details of assets given on operating lease as at year end are as below.

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

Future Minimum Lease Income	Current Year	Previous Year
i) Not Later than 1 year		
ii) Later than 1 year and not later than 5 years		
iii) Later than 5 years		

(ii) Finance Lease:

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

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

55. Capital Commitments

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

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

56. Contingent Liabilities

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

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

57. Events occurring after Balance Sheet

58. Assets Pledged as Security (only if pledged)

The carrying amount of assets pledged as security are:

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

59 Corporate Social Responsibility

The company has appropriated 1% of net profit for corporate social responsibility.

60 Miscellaneous

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

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
 (Former Mahalaxmi Life Insurance Limited)

MAJOR FINANCIAL INDICATORS

Fig. in NPR

S.N.	Particulars	Indicators	Previous Year				
			2079/80	2078/79	2077/78	2076/77	2075/76
EQUITY:							
1	Net worth	NPR	2,417,744,038	1,516,367,849	1,480,033,203	1,504,538,117	1,442,061,225
2	Number of Shares	No.s	21,000,000	14,000,000	14,000,000	14,000,000	14,000,000
3	Book value per shares	NPR	115.13	108.31	105.72	107.47	103.00
4	Net Profit	NPR	182,103,077	50,911,606	5,203,216	62,476,891	8,703,586
5	Earning per Shares (EPS)	NPR	8.67	3.64	0.37	4.46	0.62
6	Dividend per Shares (DPS)	NPR	N/A	N/A	N/A	N/A	N/A
7	Market Price per Shares (MPPS)	NPR	N/A	N/A	N/A	N/A	N/A
8	Price Earning Ratio (PE Ratio)	Ratio	N/A	N/A	N/A	N/A	N/A
9	Change in Equity	%	50	-	-	-	-
10	Return on Equity	%	9.26	3.40	0.35	4.24	0.60
11	Capital to Total Net Assets Ratio	%	86.86	92.33	94.59	93.05	97.08
12	Capital to Technical Reserve Ratio	%	60.37%	57.85%	99.22%	167.02%	532.85%
13	Affiliate Ratio	%					
BUSINESS:							
14	First Year Premium Growth Rate	%					
	Endowment	%	(23.47)	17.66	(29.88)	202.89	N/A
	Anticipated Endowment	%	(60.64)	(27.82)	69.69	-	N/A
	Endowment Cum Whole Life	%	(46.64)	(3.34)	44.91	-	N/A
	Whole Life	%	-	-	-	-	N/A
	Foreign Employment Term	%	(100.00)	339.53	28.23	99.75	N/A
	Other Term	%	2.01	324.67	62.54	-	N/A
	Special Term	%	(75.46)	(18.86)	253.10	(86.76)	N/A
	Others (Endowment Non Par)	%	(12.43)	(4.23)	(3.35)	(19.72)	N/A
15	Renewal Premium Growth Rate	%					
	Endowment	%	59.54	96.91	632.22	-	N/A
	Anticipated Endowment	%	46.27	265.16	-	-	N/A
	Endowment Cum Whole Life	%	52.80	148.56	-	-	N/A
	Whole Life	%	-	-	-	-	N/A
	Foreign Employment Term	%	-	-	-	-	N/A
	Other Term	%	73.53	268.31	-	-	N/A
	Special Term	%	-	-	-	-	N/A
	Others (Endowment Non Par)	%	13.25	25.72	186.15	-	N/A
16	Single Premium Growth Rate	%					
	Endowment	%	(74.66)	(49.66)	(83.58)	222.45	N/A
	Anticipated Endowment	%	(91.93)	(34.33)	(93.15)	-	N/A
	Endowment Cum Whole Life	%	(100.00)	(29.61)	(42.53)	-	N/A
	Whole Life	%	-	-	-	-	N/A
	Foreign Employment Term	%	-	(100.00)	28.23	99.75	N/A
	Other Term	%	(76.66)	(22.23)	45.12	-	N/A
	Special Term	%	(75.46)	(18.86)	253.10	(86.76)	N/A
	Others (Endowment Non Par)	%	-	-	-	-	N/A

17	Total Direct Premium Growth Rate	%	(1.33)	44.08	29.94	245.57	N/A
18	Net Insurance Premium/ Gross Insurance Premium	%	97.60	96.17	97.64	98.75	99.41
19	Reinsurance Ratio	%	2.40	3.83		1.25	0.59
20	Reinsurance Commission Income/ Gross Reinsurance Premium	%	N/A	N/A	N/A	N/A	N/A
21	Gross Premium Revenue/ Equity	%	76.41	116.16	80.62	62.04	17.95
22	Net Premium Revenue/ Equity	%	74.57	111.71	78.72	61.27	17.85
23	Gross Insurance Premium/Total Assets	%	26.09	33.47	36.92	35.23	14.24
24	Return on Revenue	%	8.77	2.70	0.38	5.98	2.18
25	Net Profit/ Gross Insurance Premium	%	11.35	3.13	0.46	7.19	3.46
26	Return on Investments and Loan	%	9.99	9.41	11.43	10.81	10.05
EXPENSES:							
27	Management expenses/ Direct Insurance Premium	%	19.55	20.31	27.41	31.99	34.91
28	Agent Related Expenses/ Total Management expenses	%	27.94	38.32	40.60	39.60	23.69
29	Employee expenses/ Management expenses	%	49.16	38.55	40.10	39.83	47.11
30	Agent Related Expenses/ Direct Insurance Premium	%	5.46	7.78	11.13	12.67	8.27
31	Employee expenses/ Number of Employees	Amt.	774,943	633,449	558,743	514,749	295,275
32	Expense Ratio	%	29.16	28.14	38.40	44.73	51.35
33	Commission Ratio	%	14.09	16.18	18.79	12.84	11.27
34	Direct Business Acquisition Ratio	%	39.61	33.52	16.10	13.48	8.27
35	Operating Expense Ratio	%	21.58	23.59	31.22	36.33	31.91
ASSETS:							
36	Increment in Investment held	%	28.76	86.66	25.23	25.60	-
37	Return on Assets	%	3.31	1.29	0.19	2.95	0.49
38	Long term Investments/Total Investments	%	94.67	84.73	93.40	93.94	83.89
39	Short term Investments/Total Investments	%	5.33	15.27	6.60	6.06	16.11
40	Total Investment & Loan/Gross Insurance Contract Liabilities	%	162.69	180.11	171.83	232.51	564.43
41	Investment in Unlisted Shares and Debtors/ Total Net Assets	%					
42	Investment in Shares/ Total Net Assets	%	2.04	2.95	0.59	-	-
43	Agent loan / Number of Agents	Per agent	221.80	499.35	2,170.30	2,818.00	19,813.29
44	Liquidity Ratio	%	160.06	36.87	970.89	777.70	1,301.71
LIABILITIES:							
45	Solvency Margin	%	2.21	1.37	1.42	1.58	1.36
46	Increment in Gross Insurance Contract Liabilities	%	43.73	71.52	68.32	219.04	-
47	Net Technical Reserve/ Average Net Premium of Previous 3 Years	%	2.95	3.26	3.68	4.56	-
	Endowment	%	5.31	5.43	3.70	15.42	-
	Anticipated Endowment	%	13.94	17.69	21.00	-	-
	Endowment Cum Whole Life	%	31.06	40.92	47.33	-	-
	Whole Life	%	-	-	-	-	-

	Foreign Employment Term	%	64.73	123.97	87.47	237.73	-
	Other Term	%	860.36	2,094.01	1,982.24	-	-
	Special Term	%	1,943.39	772.99	420.93	472.41	-
	Others (Endowment Non Par)	%	33.84	31.61	24.29	56.20	-
48	Actuarial Provision	Amt.	3,478,416,513	2,420,102,146	1,410,944,864	838,247,542	262,738,666
49	Technical Provisions/ Total Equity	%	165.10	171.57	100.30	59.72	18.77
50	Insurance Debt/ Total Equity	%					
51	Outstanding Claim/ Claim Paid	%	4.28	8.87	0.21	65.79	0
52	No. of Outstanding Claim/ No. of Intimated Claims	%	6.58	12.36	2.23	0	0
53	Total Number of Inforce Policies	No.s	39,422	31612	23,316	11,705	2,777
54	Lapse Ratio	%	13.26	16.87	22.37		
55	Number of Renewed Policy/ Last Year's Total Number of In Force Policies	%	67.29	71.64	74.80	79.33	0
56	Number of Intimated Claim/ Total Number of In Force Policy	%					
57	Declared Bonus Rate	Per'000	30-55	30-52	40-52	40-52	50-52
58	Interim Bonus Rate	Per'000	30-55	30-52	40-52	40-52	50-52
	OTHERS:						
59	Number of Offices	No.s	49	67	63	62	47
60	Number of Agents	No.s	34579	25875	18,558	10,765	3,521
61	Number of Employees	No.s	199	201	222	215	140

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
 (Former Mahalaxmi Life Insurance Limited)
STATEMENT OF SUM ASSURED
 (As per Actuarial Valuation Report)

Fig. in NPR

S.N.	Insurance Types	In Force Number of Policies		Sum Assured of In Force Policies		Sum at Risk		Sum at Risk Transferred to Reinsurer		Sum at risk retained by Insurer	
		Current Year	Previ-ous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
1	Endowment	28,100	22,014	16,358,024,000	13,076,265,000	14,563,068,878	11,927,030,281			14,563,068,878	11,927,030,281
2	Anticipated Endowment	4,069	3,804	4,066,560,450	4,650,390,000	3,731,026,307	4,408,731,722			3,731,026,307	4,408,731,722
3	Endowment Cum Whole Life	3,683	3,177	2,464,070,000	2,254,900,000	2,187,581,137	2,094,040,290			2,187,581,137	2,094,040,290
4	Whole Life									-	-
5	Foreign Employment Term									-	-
6	Other Term	1,986	1,330	718,890,000	546,400,000	716,463,191	544,427,148			716,463,191	544,427,148
7	Special Term	134	118	110,450,000	105,400,000	101,836,530	97,328,665			101,836,530	97,328,665
8	Others (Endowment Non Par)	1,450	1,169	1,334,170,000	1,069,850,000	873,784,314	732,055,006			873,784,314	732,055,006
Total		39,422	31,612	25,052,164,450	21,703,205,000	22,173,760,357	19,803,613,111	-	-	22,173,760,357	19,803,613,111

PRABHU MAHALAXMI LIFE INSURANCE LIMITED
 (Former Mahalaxmi Life Insurance Limited)
BOARD OF DIRECTORS REPORT

A) Information related to Life Insurer

- 1) Date of establishment: Shrawan 17, 2072 (August 2, 2015)
- 2) Insurer licence date : 2075/10/01
- 3) Insurance business : Life Insurance
- 4) Date of commencement of business : 2075/10/01

B) Declaration of Board of Directors

- 1) Tax, service charges, fine and penalties to be paid under laws & regulation whether paid or not
 Tax, service charges, fine and penalties to be paid under laws & regulation are paid whenever required.
- 2) Share structure of the insurer, changes if any in line with prevailing laws & regulation
 Additional 70 crore worth of promoter shares issued and allotted during the Financials Year with new paid up capital increased to 210 Crores.
- 3) Whether solvency ratio as prescribed by Nepal Insurance Authority is maintained or not
 Solvency ratio prescribed by Nepal Insurance Authority is met and the ratio is 2.21.
- 4) a) Statement regarding assets that financial amount contained in SOFP are not overstated than it's fair value. The assets of the company that financial amount contained in SOFP are not overstated than it's fair value.
 b) Measurement basis of the assets recognized in financial statements.
 The measurement basis of the assets recognized in financial statements are mentioned in the Notes to the Financial Statements.
- 5) Declaration on investment made by insurer that are in line with prevailing laws.
 Investment made by the Company are in line with prevailing laws.
- 6) Number of claim settled within the year and outstanding claim number and time frame to settle the outstanding claim.
 Total 2918 Claims (Death, Surrender and Survival) were settled within the year and 192 Claims are outstanding at the year end.
 The outstanding claim will be settled after the documentation process.
- 7) Declaration on compliance with the provision of Insurance Act 2079, Insurance Regulation, Company Act 2063, NFRSs and other prevailing laws & regulation to which insurer shall adhere to and any non compliance with reasons thereof.
 Company had complied with the provision of Insurance Act 2049, Insurance Regulation 2049, Company Act 2063, NFRSs and other prevailing laws & regulation to which it shall adhere to.
- 8) Declaration that the appropriate accounting policy has been consistently adopted.
 Appropriate accounting policy based on NFRS has been consistently adopted by the Company.
- 9) Declaration on Financial Statements as at Reporting Date that the insurer's Financial Position and Financial Performance are presented true & fairly.
 The Company's Financial Position and Financial Performance as at reporting date are presented true & fairly.
- 10) Declaration that Board of Directors have implemented adequate and appropriate provision to safeguard the assets and for identification and mitigation against losses due to fraud, embezzlement and irregularities.
 The Company has implemented adequate and appropriate provision like physical verification of assets on regular interval to safeguard the assets and for identification and mitigation against losses due to fraud, embezzlement and irregularities.
- 11) Declaration that Financial Statements have been prepared based on going concern basis.
 The Company has prepared Financial Statement based on going concern basis.
- 12) Declaration that the internal control system is commensurate with the size, nature & volume of the insurer's business.
 The internal control system of the company is adequate and effective based on the size, nature & volume of the business.
- 13) Declaration that the insurer has not conducted any transactions contrary to Insurance Act, 2079, Insurance Regulation, Companies Act, 2063, related regulations and directions with any person, firm, company and insurer's director or with any entity in which insurer's director has interest.
 The Company has not conducted any such transactions.
- 14) Disclosure on any penalties, levied by Nepal Insurance Authority for the particular financial year.
 No penalties have been levied by Nepal Insurance Authority..
- 15) Other disclosure which is deemed appropriate by Board of Directors/management
 No any further disclosure to be made.



नेपाल बीमा प्राधिकरण

NEPAL INSURANCE AUTHORITY

मिति: २०८१०५।१७

वि. वि. शा. : ६० (२०८१/०८२) च.नं. ९६९

श्री प्रभु महालक्ष्मी लाइफ इन्स्योरेन्स लिमिटेड,
कमलादी, काठमाण्डौ।



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

तहाँको मिति मिति २०८१०५।०९ (च.नं. PMLIL/FD.Ch.no.126/208-82) को पत्र साथ प्राधिकरणमा पेश भएको आ.व. २०७९।८० को वित्तीय विवरण सम्बन्धमा लेखिएँछ ।

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

शर्तहरू:

- बीमकले NFRS-17 Insurance Contracts लागु गर्नको लागि आवश्यक तयारी गर्ने ।
- बीमकले वित्तीय विवरणको लेखापरीक्षण गराई अनुसुची ५ तयार गरी बिमाड्कीय मुल्याङ्कन गराउने ।
- बीमकले अन्य बीमक तथा पुनर्बीमकसँगको लेनादेना हिसाब राफसाफ गर्ने ।
- बीमकले प्राधिकरणबाट जारी AML/CFT सम्बन्धी निर्देशनको व्यवस्था पूर्ण पालना गर्ने ।
- बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिका, २०८० को दफा ४४(१) र ४५(२) को व्यवस्था पूर्ण रूपमा पालना गर्ने ।
- बीमकले जोखिम व्यवस्थापन समितिलाई प्रभावकारी बनाउन प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन सम्बन्धी कार्य गर्ने ।
- बीमकले लेखा परीक्षण समितिलाई प्रभावकारी बनाई आन्तरिक नियन्त्रण प्रणालि सुदृढ बनाउने ।
- बीमकको जोखिमाङ्कन तथा दाबी भुक्तानी प्रक्रिया प्रभावकारी गराउने ।
- प्राधिकरणको स्थलगत निरीक्षण क्रममा देखियका कैफियत तथा लेखापरीक्षकले औल्याएका कैफियतहरु सुधार गर्न तथा त्यस्ता कैफियतहरु पुनः दोहोरिन नदिन आवश्यक व्यवस्था गर्ने ।
- बीमकले प्राधिकरणबाट वित्तीय विवरण स्वीकृत भएको मितिले ६०(साठी) दिन भित्र साधारण सभा गर्ने ।

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सुशील देव सुवेदी
निर्देशक



नेपाल बीमा प्राधिकरण

NEPAL INSURANCE AUTHORITY

मिति: २०८१०४१२४

वि. वि. शा. : ४८ (२०८१/०८२) च.नं. ४६६

श्री प्रभु महालक्ष्मी लाईफ इन्स्योरेन्स लिमिटेड,
कमलादी, काठमाण्डौं।



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

तहाँको मिति २०८१०४।१७ (च.नं. ४८।२०८१।८२) को पत्र साथ प्राधिकरणमा पेश भएको आ.व. २०७९।८० को वित्तीय विवरण सम्बन्धमा लेखिएँछ ।

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

शर्तहरू:

- बीमकले बीमा ऐन, २०७९ को दफा ३६ बमोजीमको न्युनतम चुक्ता पूँजी कायम गर्ने ।
- बीमकले अन्य बीमक तथा पुनर्बीमिकसँगको लेनादेना हिसाब राफसाफ गर्ने ।
- बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिका, २०८० को दफा ४४(१) को व्यवस्था पुर्ण रूपमा पालना गर्ने ।
- बीमकले प्राधिकरणबाट जारी AML/CFT सम्बन्धी निर्देशनको पूर्ण पालना गर्ने ।
- बीमकले जोखिम व्यवस्थापन समितिलाई प्रभावकारी बनाउन प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन सम्बन्धी कार्य गर्ने ।
- बीमकले लेखा परीक्षण समितिलाई प्रभावकारी बनाई आन्तरिक नियन्त्रण प्रणालि सुदृढ बनाउने ।
- बीमकको जोखिमाङ्कन तथा दाबी भुक्तानी प्रक्रिया प्रभावकारी गराउने ।
- प्राधिकरणको स्थलगत निरीक्षण क्रममा देखियका कैफियत तथा लेखापरीक्षकले औल्याएका कैफियतहरु सुधार गर्न तथा त्यस्ता कैफियतहरु पुनः दोहोरिन नदिन आवश्यक व्यवस्था गर्ने ।
- बीमकले प्राधिकरणबाट वित्तीय विवरण स्वीकृत भएको मितिले ६०(साठी) दिन भित्र साधारण सभा गर्ने ।

सुशील देव सुवेदी
निर्देशक

बीमको आ.व. २०७९/८० को प्रभु महालक्ष्मी लाइफ इन्स्योरेन्स लि. र साविक महालक्ष्मी लाइफ इन्स्योरेन्स लि. को मर्जर मितिसम्मको वित्तीय विवरण स-शर्त स्वीकृत दिँदा तोकिएका शर्तहरु पालनामा संचालक समितिको निम्नबमोजिमको प्रतिबद्धता रहेको छ ।

१. कम्पनीले बीमा ऐन, २०७९ को दफा ३६ बमोजिम न्यूनतम चुक्ता पूँजी कायम गर्न मर्जर गरी प्रभु महालक्ष्मी लाइफ इन्स्योरेन्स लि. भएको र आवश्यक थप पूँजी आगामी साधारण सभावाट बोनश र हकप्रद शेयर जारी गरी पुऱ्याइने छ ।
२. कम्पनीले NFRS-17 Insurance Contract लागु गर्नको लागि आवश्यक तयारी गर्ने छ ।
३. कम्पनीले वित्तीय विवरणको लेखापरीक्षण गराई अनुसूची ५ तयार गरी बीमाङ्गीय मूल्याङ्कन गर्ने छ ।
४. कम्पनीले अन्य बीमक तथा पुनर्बीमकसँगको लेनादेना हिसाब राफसाफ गर्ने छ ।
५. कम्पनीले बीमको संस्थागत सुशासन सम्बन्धी निर्देशिकाको, २०८० को दफा ४४(१) र ४५(२) को व्यवस्था पूर्ण रूपमा पालना गर्ने छ ।
६. कम्पनीले प्राधिकरणबाट जारी AML/CFT सम्बन्धी निर्देशनको पूर्ण पालना गर्ने छ ।
७. जोखिम व्यस्थापन समिति स्थापना गरिसकेको र बीमा प्राधिकरणबाट जारी जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन सम्बन्धी कार्य गर्ने छ ।
८. लेखा परीक्षण समितिलाई आगामी दिनमा अभ बढी प्रभावकारी बनाई आन्तरिक नियन्त्रण प्रणाली सुदृढ बनाइने छ ।
९. कम्पनीको जोखिमाङ्कन तथा दावी भुक्तानी प्रक्रिया पूर्ण प्रभावकारी बनाइने छ ।
१०. प्राधिकरणको स्थलगत निरीक्षणको क्रममा देखिएको कैफियत तथा लेखा परीक्षकले औल्याएका कैफियतहरु क्रमिक रूपले सुधार गरिएको तथा उक्त कैफियतहरु पुनः दोहोरिन नदिन आवश्यक व्यवस्था मिलाइएको छ ।
११. कम्पनीको आ.व. २०७९/८० को साधारण सभा यही २०८१ असोज २३ गते बुधबारका दिन गर्ने निर्णय भएको छ ।

प्रभु महालक्ष्मी लाइफ इन्स्योरेन्स लिमिटेडको प्रबन्धपत्र संशोधन सम्बन्धी तिन महुले विवरण

दफा	हालको व्यवस्था	प्रस्तावित संशोधन	संशोधन गर्नु पर्ने कारण
५ (ग)	कम्पनीको तत्काल चुक्ता पूँजी रु.५,०२,६३,२०,०००/- (पाँच अर्ब दुई करोड त्रिसटी लाख बीस हजार रुपैया) हुनेछ । उक्त पूँजीलाई रु. १००/- दरका ५,०२,६३,२०० (पाँच करोड दुई लाख त्रिसटी हजार दुई सय) थान साधारण शेयरमा विभाजन गरिएको छ ।	कम्पनीको तत्काल चुक्ता पूँजी रु.५,०५,६३,९२,०००/- (पाँच अर्ब पाँच करोड त्रिसटी लाख बयानब्बे हजार रुपैया) हुनेछ । उक्त पूँजीलाई रु. १००/- दरका ५,०५,६३,९२० (पाँच करोड पाँच लाख त्रिसटी हजार नौ सय बीस) थान साधारण शेयरमा विभाजन गरिएको छ ।	नेपाल बीमा प्राधिकरणले तोकेको चुक्ता पूँजी पुऱ्याउन ।



कार्यालय सूची

प्रधान कार्यालय

क्र.सं.	जिल्ला	कार्यालय	कार्यालय रहने स्थान (गांण/नापा)	वडा नं.	ठोल	ल्याइंस नंबर
१	काठमाडौं	कमलादी	काठमाडौं	२८	कमलादी, शान्ता मार्ग	०१५ ३२६८५६/३६२४९७

प्रदेश कार्यालय

क्र.सं.	प्रदेश	कार्यालय	कार्यालय रहने स्थान (गांण/नापा)	वडा नं.	ठोल	ल्याइंस नंबर
१	कोशी	विराटनगर	विराटनगर	५	वरगाडि	०२१ ५१०५२०/५११००७
२	मध्येश	विरगञ्ज	विरगञ्ज	८	घटाघर, लिंक रोड	०५१ ५२२६२६/५२२६४२
३	बागमती	कमलादी	काठमाडौं	२८	कमलादी, शान्ता मार्ग	०१५ ३२६८५६/३६२४९७
४	जाङ्गी	पोखरा	पोखरा	८	न्यूरोड	०६१ ५८७६३०/५८७६२४
५	लुम्बिनी	बुटबल	बुटबल	८	सुरस्वानगर भानु पथ	०६१ ५३५१०८/५३५१४३३
६	कर्णाली	सुर्खेत	बिरेन्द्रनगर	४	सनावेशी	०८३ ५२९८८६/५२०५६३
७	सुदूर पश्चिम	धनगढी	धनगढी	२	पुरानो भन्सार रोड	०२१ ५२६०२५

कोशी प्रदेश

क्र.सं.	जिल्ला	कार्यालय	कार्यालय रहने स्थान (गांण/नापा)	वडा नं.	ठोल	ल्याइंस नंबर
१	मोरङ	विराटनगर	विराटनगर	५	वरगाडि	०२१ ५१०५२०/५११००७
२	ईलाम	ईलाम	ईलाम	२	माला रोड	०२७ ५२४५५१
३	उदयपुर	कटारी	कटारी	३	कटारी बजार	०३५ ४५०२२०
४	उदयपुर	गाईघाट	त्रियुगा	२	बैंक लाइन	०३५ ४२२८७६
५	ओखलढुङ्गा	ओखलढुङ्गा	सिद्धिवरण	११	हुलाक डाडा	
६	खोटाङ	खोटाङ	दिक्केल रुपाकोट ममुवागढी	२	रत्नपार्क	०३६ ४२०२११
७	म्हापा	चन्द्रगढी	मद्रपुर	१०	चन्द्रगढी	०२३ ५२०८८८
८	म्हापा	दमक	दमक	१०	दमक चोक	०२३ ५७४६४५
९	म्हापा	विर्तमोड	विर्तमोड	५	पुर्व वस्टेण्ड	०२३ ५३२६७७
१०	धनकुटा	धनकुटा	धनकुटा	७	कोशी लाइन	०२६ ५२२७५४
११	पाँचथर	फिदिम	फिदिम	४	आहालगैरी	०२४ ५२२६४०
१२	मोजपुर	मोजपुर	मोजपुर	७	बैंडु रोड	०२१ ४२०६२९
१३	सुनसरी	ईठहरी	ईठहरी	१	पुर्व वस्टेण्ड	०२५ ५८८८१
१४	सुनसरी	धारान	धारान	६	देशिलाइन	०२५ ५७२५६०
१५	सुनसरी	इनरुवा	इनरुवा	१	इनरुवा वजार	०२५ ५१०६५०

मध्येश प्रदेश

क्र.सं.	जिल्ला	कार्यालय	कार्यालय रहने स्थान (गांण/नापा)	वडा नं.	ठोल	ल्याइंस नंबर
१	पर्सा	विरगञ्ज	विरगञ्ज	८	घटाघर, लिंक रोड	०५१ ५२२६२६/५२२६४२
२	धनुषा	जनकपुर	जनकपुर	८	बजरंगा चौक	०४१ ५१०८९८
३	पर्सा	पोखरिया	पोखरिया	४	हस्पिटल चोक	०५१ ५६०२२९
४	बारा	कलैया	कलैया	१	महाबिर ठोल	०५३ ५५०५३८
५	बारा	निजगढ	निजगढ	५	शहिद चोक	०५३ ५४००५१
६	बारा	सिमरा	जीतपुर सिमरा	७	बकुलिया रोड	०५३ ५१०८२५
७	महोत्तरी	बर्दिवास	बर्दिवास	१४	औरही रोड	०४४ ५५०३२२
८	रौतहट	गरुडा	गरुडा	४	गरुडा बजार	०५५ ५६५१५७
९	रौतहट	गौर	गौर	४	कबिर चोक	०५५ ५२०००५
१०	सप्तरी	कन्धनरुप	कन्धनरुप	२	कन्धनरुप बेरियर	०३१ ५६०२३०
११	सप्तरी	राजविराज	राजविराज	३	मिनि मार्केट	०३१ ५३१५४८
१२	सल्लाही	मलंगवा	मलंगवा	१	नवलपुर	०४६ ५२१५३४
१३	सल्लाही	हरिवन	हरिवन	११	कृष्णनगर	०५६ ५३०५२५
१४	सिराहा	मिर्चेया	मिर्चेया	६	कटारी चोक	०३३ ५५००७४
१५	सिराहा	लाहान	लाहान	३	पुर्व वस्टेण्ड	०३३ ५६४४६८

बागमती प्रदेश

क्र.सं.	जिल्ला	कार्यालय	कार्यालय रहने स्थान (गापा/नपा)	वडा नं.	ठोल	ल्याइलाइन नंबर
१	काठमाडौं	कमलादी	काठमाडौं	२८	कमलादी, शान्ता मार्ग	०१५ ३२६८५६/३६२४९७
२	काठमाडौं	कलंकी	काठमाडौं	१४	कलंकी चोक	०१५ २३४६४०
३	काठमाडौं	कलंकी	काठमाडौं	१४	लामापाठी, सुडेकुवा मार्ग	०१५ ३८२८८६
४	काठमाडौं	किर्तिपुर	किर्तिपुर	१	नयाँ बजार चोक	०१५ ३३४४२१
५	काठमाडौं	कोटेश्वर	काठमाडौं	३२	भाटभटेनी चोक	०१५ १००६०६
६	काठमाडौं	गोंगाबु	काठमाडौं	२९	गोंगाबु तरकारि गलिल	०१५ ०५३६७२
७	काठमाडौं	गोल्फुटार	बुढानिलकण्ठ	८	गोल्फुटार	०१५ ३७०४२८
८	काठमाडौं	चाबहिल	काठमाडौं	७	मित्रपार्क	०१५ ५७४४९९
९	काठमाडौं	जोरपाठी	जोकर्णेश्वर	६	जोरपाठी, पुरानो अरब बैंक	०१५ ११११११
१०	काठमाडौं	थानकोट	चन्द्रागिरी	१२	थानकोट	०१५ ३१९८३८
११	काठमाडौं	जानेश्वर	काठमाडौं	३३	जानेश्वर	०१५ ५३८६२०/५४५६४०
१२	काठमाडौं	पुरानो बानेश्वर	काठमाडौं	१०	पुरानो बानेश्वर	०१५ ५८७९३७/५७६१२२
१३	काठमाडौं	पेशिकोला	काठमाडौं	३२	पेशिकोला, गार्डन चोक	०१५ १०११५५
१४	काठमाडौं	बानेश्वर	काठमाडौं	३१	बानेश्वर, देवकोठा सडक	०१५ ५०११६५
१५	काठमाडौं	सामारुशी	काठमाडौं	२६	सामारुशी चोक	०१५ ०५३७६२
१६	काठमाडौं	स्वर्यरम्भ	काठमाडौं	१५	स्वर्यरम्भ, स्वतन्त्र मार्ग	०१५ १०६१३६
१७	काठमाडौं	हातीगाँडा	बुढानिलकण्ठ	७	हातीगाँडा कमर्सियल कर्मलेवस	०१५ ३७०७८२
१८	काठमाडौं	बनेपा	बनेपा	८	तिनदोवाठो	०११ ६६१८८
१९	वितवन	टाँडी	रत्ननगर	१	टाँडी चोक	०५६ ५६२१२८
२०	वितवन	नारायणघाट	भरतपुर	६	लाचनस चोक	०५६ ५७५६५५
२१	धादिङ	धादिङ	निलकण्ठ	३	धादिङ बेसि	०१० ५२१०८०
२२	कुवाकोट	कुवाकोट	बिदुर	२	बिदुर	०१० ५६११३०
२३	मक्तपुर	मक्तपुर	मक्तपुर थिमि	३	गाड्घार	०१६ ६२०५४३/६२०११
२४	मक्तपुर	मक्तपुर	मक्तपुर	१	श्रीजनानगर चोक	०१६ ६१४०४५
२५	मक्तवानपुर	हेटौडा	हेटौडा	४	हेटौडा बजार पारीजात पथ	०५७ ५२०२८९
२६	रामेछाप	मनथली	मनथली	१	मञ्ज्याङ्ग	०८८ ५४०४२५
२७	ललितपुर	ललितपुर	ललितपुर	६	लगानखेल	०१५ ४३४८८५/४२३८०५
२८	ललितपुर	मैसेपाठी	मैसेपाठी	१८	वाइवाइ चोक	०१५ ५११५६०
२९	ललितपुर	ललितपुर	ललितपुर	१३	जावलाखेल	०१५ ४४२०६५
३०	सिन्धुपाल्चोक	बाह्रविसे	बाह्रविसे	१	बसपार्क	०११ ४८९३३४
३१	सिन्धुली	सिन्धुली	कमलामाई	६	बैड्ड रोड	०८७ ५२१४०५

गण्डकी प्रदेश

क्र.सं.	जिल्ला	कार्यालय	कार्यालय रहने स्थान (गापा/नपा)	वडा नं.	ठोल	ल्याइलाइन नंबर
१	काशकी	पोखरा	पोखरा	८	न्यूरोड	०६१ ५८७६३०/५८७६२८
२	काशकी	बगर	पोखरा	१	द्याकसी चोक	०६१ ५५२७४६
३	काशकी	लेखनाथ	पोखरा	२७	ताल चोक	०६१ ५६४८४८
४	जोरखा	जोरखा	जोरखा	६	शक्ति चोक	०६४ ४२१२६४
५	तनहुँ	दमौली	त्यास	२	सफा सडक	०६५ ५६४६४०
६	नवलपुर	कावासोती	कावासोती	८	नयाँबजार	०८८ ५४११५१
७	पर्वत	कुरुमा	कुरुमा	६	धनेश्वर चोक	०६७ ४२२२५५
८	बाग्लुङ	गल्कोट	गल्कोट	३	हटिया बजार	०६८ ४१२१६०
९	बाग्लुङ	बाग्लुङ	बाग्लुङ	२	गेपाल टेलिकम चोक	०६८ ५२०४८२
१०	बाग्लुङ	बुर्तिबाड	ढोरपाठन	१	बसपार्क	०६८ ४१०२२०
११	रथाङ्गी	बेनी	बेनी	७	न्यूरोड	०६९ ५२१३८१
१२	लमजुङ	बेसिसहर	बेसिसहर	१	सेरा चोक	०६६ ५२१३१८
१३	स्याङ्जा	वालिङ	वालिङ	८	मि.आङ. पि. ठोल	०६३ ४४१००९

લુણિબનિ પ્રદેશ

ક્ર.સં.	જિલ્લા	કાર્યાલય	કાર્યાલય રહેને સ્થાન (ગાણા/નપા)	વડા નં.	ઠોલ	લ્યાફલાઇન નંબર
૧	રૂપનદેહી	બુઠબલ	બુઠબલ	૮	સુરસ્વાનગર ભાનુ પથ	૦૭૧ ૫૩૫૧૦૮/૫૩૫૧૮૩૩
૨	અધરિંદી	સનિધિસર્ક	સનિધિસર્ક	૧	ગુણે ખોલા	૦૬૬ ૪૨૦૮૭૧
૩	કપિલવસ્તુ	ચન્દ્રદૌટા	શિવરાજ	૫	ચન્દ્રદૌટા ચોક	૦૭૬ ૫૪૦૬૧૭
૪	કપિલવસ્તુ	જીતપુર	બાણગા	૮	જીતપુર	૦૭૬ ૫૫૦૦૮૮૯
૫	ગુલ્મી	ગુલ્મી	રેસુજ્જા	૧	હસ્પિટલ લાઇન	૦૬૭ ૫૨૦૮૫૦
૬	દાડ	તુલ્સીપુર	તુલ્સિપુર	૫	વિ પિ ચોક	૦૮૨ ૫૨૩૫૦૮
૭	દાડ	દાડ	ઘોરાહી	૧૫	વિ પિ ચોક	૦૮૨ ૫૬૩૭૫૭
૮	દાડ	લમહી	લમહી	૫	લમહી બજાર	૦૮૨ ૫૭૦૧૩૦
૯	નવલપરાસી	પરાસી	રામગ્રામ	૫	પરાસી ઠોલ	૦૭૮ ૫૭૦૧૧૨
૧૦	નવલપરાસી	બર્દઘાટ	બર્દઘાટ	૬	માકર	૦૭૮ ૫૭૦૫૬૭
૧૧	પાલ્યા	તાનસેન	તાનસેન	૮	સિલરાન ઠોલ	૦૬૫ ૫૭૦૦૦૩
૧૨	પ્યુઠાન	પ્યુઠાન	પ્યુઠાન	૮	મિત્રમનિ ચોક	૦૮૬ ૪૬૦૩૮૩
૧૩	બર્દિયા	ગુલરિયા	ગુલરિયા	૫	જનજોતિ સ્કુલ	૦૮૪ ૪૨૦૪૪૭
૧૪	બર્દિયા	બાંસગઢી	બાંસગઢી	૫	ખાનેપાની ચોક	૦૮૪ ૪૦૦૦૨૩
૧૫	બર્દિયા	રાજાપુર	રાજાપુર	૮	રાજાપુર બજાર	૦૮૪ ૪૬૦૨૯૮
૧૬	બાંકે	કોહલપુર	કોહલપુર	૧૧	ન્યૂરોડ	૦૮૧ ૫૪૦૦૨૫
૧૭	બાંકે	નેપાલગઢ્જ	નેપાલગઢ્જ	૧૬	ધરવોજિ, સુર્ખેત રોડ	૦૮૧ ૪૧૫૨૪૫/૪૧૫૦૫૨
૧૮	રૂપનદેહી	મૈરહવા	સિદ્ધાર્થનગર	૧૩	હાટબજાર	૦૭૧ ૫૭૦૧૯૮
૧૯	રૂપનદેહી	મુર્ખિયા	સેનાગેના	૮	મુર્ખિયા ચોક	૦૭૧ ૪૪૦૩૬૦

કણાલી પ્રદેશ

ક્ર.સં.	જિલ્લા	કાર્યાલય	કાર્યાલય રહેને સ્થાન (ગાણા/નપા)	વડા નં.	ઠોલ	લ્યાફલાઇન નંબર
૧	સુર્વેત	સુર્વેત	બિરેન્દ્રનગર	૪	સનાવેશી	૦૮૩ ૫૭૧૮૮૬/૫૭૦૫૬૩
૨	જુરલા	જુરલા	ચન્દગનાથ	૬	પુરાણો વસપાર્ક	૦૮૭ ૫૭૦૫૮૪
૩	દૈલેખ	દૈલેખ	નારાયણ	૧	ડેકેન્ડ ચોક	૦૮૯ ૫૭૦૦૪૨
૪	રકુમ પશ્ચિમ	ચૌરજહારી	ચૌરજહારી	૩	ચૌરજહારી બજાર	૦૮૮ ૪૦૧૧૪૨
૫	રકુમ પશ્ચિમ	રકુમ	મુસિકોઠ	૧	કાલિકાથાન	૦૮૮ ૫૩૦૩૫૨
૬	સલ્યાન	સલ્યાન	શારદા	૧	શ્રીનગર બજાર	૦૮૮ ૫૭૦૧૭૩
૭	સુર્વેત	બાબિયાચૌર	પંચપુરી	૫	મિલન ચોક	

સુદૂર પશ્ચિમ પ્રદેશ

ક્ર.સં.	જિલ્લા	કાર્યાલય	કાર્યાલય રહેને સ્થાન (ગાણા/નપા)	વડા નં.	ઠોલ	લ્યાફલાઇન નંબર
૧	કૈલાલી	ધનગઢી	ધનગઢી	૨	પુરાણો મન્સાર રોડ	૦૧૧ ૫૨૬૦૨૫
૨	અણામ	અણામ	સાંફેબગર	૪	માણામાણ્ડી	૦૧૭ ૫૨૫૦૬૯
૩	કંચનપુર	ખલારી	શુકલાફાંઠ	૧૦	ખલારી	૦૧૧ ૫૪૦૨૫૨
૪	કંચનપુર	બેલૌરી	બેલૌરી	૮	બેલૌરી બજાર	૦૧૧ ૫૮૦૦૬૭
૫	કંચનપુર	મહેન્દ્રનગર	મિમદત	૧૮	મહેન્દ્રનગર બજાર	૦૧૧ ૫૨૨૨૫૬
૬	કૈલાલી	અતરીયા	ગોદાવરી	૨	સંટકાર ચોક	૦૧૧ ૫૫૧૧૭૨
૭	કૈલાલી	ટિકાપુર	ટિકાપુર	૧	રારા માર્ગ	૦૧૧ ૫૬૦૧૪૦
૮	કૈલાલી	સુરક્ષા	ઘોડાઘોડી	૧	મિલન ચોક	૦૧૧ ૪૦૩૨૫૬
૯	કૈલાલી	લરકી	લરકીચુહા	૧	લરકી ચોક	૦૧૧ ૫૪૦૫૪૩
૧૦	ડકેલધુરા	ડકેલધુરા	અમરગઢી	૫	તુફાન ડાંડા	૦૧૬ ૪૧૦૩૧૬
૧૧	દાર્ચુલા	દાર્ચુલા	મહાકાલી	૨	ગલ્ફે બજાર	૦૧૩ ૪૨૦૫૨૬
૧૨	બમઠાડ	બમઠાડ	જય પૃથ્વી	૧૦	બાલમાનિદર ચોક	૦૧૨ ૪૨૧૧૭૭
૧૩	બાજુરા	બાજુરા	બડીમાલિકા	૮	લોકતાન્ત્રિક ચોક	૦૧૭ ૫૪૧૪૦૨
૧૪	બૈતડી	પાટન બૈતડી	દશરથ ચન્દ	૪	ગોઠલાપાની	૦૧૫ ૪૦૦૧૩૫



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