



सिद्धार्थ प्रिमियर इन्स्योरेन्स लि.
Siddhartha Premier Insurance Ltd.

TRUST AND SECURITY

30th ANNUAL REPORT

2079-80
(2022/23)

TRUST AND SECURITY



BOARD OF DIRECTORS



Mr. Suresh Lal Shrestha
Chairman



Mr. Pawan Kumar Agrawal
Director



Mr. Rajan Krishna Shrestha
Director



Mr. Rahul Agrawal
Director



Mr. Bal Ram Shrestha
Director



Mrs. Jasmine Hada Bajracharya
Independent Director



Mr. Sumit Kumar Kedia
Advisor



Mr. Prabhu Krishna Shrestha
Advisor

Sudarshan Acharya - Company Secretary

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३० औं वार्षिक साधारण सभा बस्ने सम्बन्धी सूचना

श्री शेयरधनी महानुभावहरू,

मिति २०८० साल माघ २९ गते (१२ फेब्रुअरी, २०२४) सोमबारका दिन बसेको सञ्चालक समितिको २० औं बैठकको निर्णयानुसार यस कम्पनीको ३० औं (तीसौं) वार्षिक साधारण सभा निम्न लिखित मिति, समय र स्थानमा निम्न विषयहरू उपर छलफल तथा निर्णय गर्न बस्ने भएको हुँदा सम्पूर्ण शेयरधनी महानुभावहरूको जानकारी तथा उपस्थितिका लागि हार्दिक अनुरोध छ।

सभा हुने मिति, समय र स्थान :

मिति : २०८० साल फाल्गुन ३० गते (तदनुसार १३ मार्च, २०२४) बुधबार

समय : बिहान ११:०० बजे

स्थान : लिसारा रिसेप्सन, भगवती बहाल, काठमाण्डौ ।

छलफलका विषयहरू

क. सामान्य प्रस्ताव :

१. सञ्चालक समितिको तर्फबाट अध्यक्ष ज्यूद्वारा प्रस्तुत आर्थिक वर्ष २०७९/०८० को वार्षिक प्रतिवेदन छलफल गरी पारित गर्ने ।
२. साविक सिद्धार्थ इन्स्योरेन्स लि.को आ.व. २०७९/०८० को २०७९ फाल्गुन १६ गते सम्मको वासलात, नाफा-नोक्सान हिसाब तथा सोहि अवधिको नगद प्रवाह सहितको वित्तीय विवरण तथा सोसँग सम्बन्धित अनुसूचिहरू छलफल गरी पारित गर्ने ।
३. लेखापरीक्षकको प्रतिवेदन सहित आर्थिक वर्ष २०७९/०८० को वासलात, नाफा-नोक्सान हिसाब तथा सोहि अवधिको नगद प्रवाह सहितको विवरण तथा सोसँग सम्बन्धित अनुसूचिहरू छलफल गरी पारित गर्ने ।
४. लेखापरीक्षण समितिले सिफारिस गरे बमोजिम आ.व. २०८०/०८१ को लागि लेखापरीक्षक नियुक्त गरी, निजको पारिश्रमिक निर्धारण गर्ने ।
५. सञ्चालक समितिले प्रस्ताव गरे बमोजिम हाल कायम रहेको चुक्ता पुँजी रु. २,८०,६५,४९,९००/- को ११ प्रतिशतले हुन आउने रकम रु. ३०,८७,२०,४८९/- नगद लाभांश (प्रस्तावित नगद लाभांशमा लाग्ने कर समेत) स्वीकृत गर्ने ।

ख . विशेष प्रस्ताव :

१. प्रवन्ध पत्रको दफा १ को (ख) मा रहेको रजिष्टर्ड कार्यालयको ठेगाना संशोधन गर्ने ।
 २. नियमावलीको नियम २ मा रहेको रजिष्टर्ड कार्यालयको ठेगाना संशोधन गर्ने ।
 ३. संशोधित प्रवन्ध पत्र तथा नियमावली अभिलेख वा स्वीकृत गर्ने निकायबाट कुनै फेरवदल गर्न निर्देशन प्राप्त हुन आएमा सो अनुसार गर्न सञ्चालक समितिलाई अख्तियारी दिने ।
- ग. सञ्चालक समितिमा संस्थापक शेयरधनीहरूको समूहको तर्फबाट प्रतिनिधित्व गर्ने ४ (चार) जना र सर्वसाधारण शेयरधनीहरूको समूहको तर्फबाट प्रतिनिधित्व गर्ने २ (दुई) जना सञ्चालकहरूको निर्वाचन गर्ने ।

घ. विविध ।

सञ्चालक समितिको निर्णयानुसार

कम्पनी सचिव

साधारण सभा सम्बन्धी थप जानकारी

१. वार्षिक साधारण सभा प्रयोजनका लागि मिति २०८० साल फाल्गुन ११ गते शेयरधनी दर्ता पुस्तिका बन्द (Book Close) गरिनेछ ।
२. २०८० साल फाल्गुन १० गते सम्म नेपाल स्टक एक्सचेन्ज लि.मा कारोबार भएका शेयरहरू साधारण सभा तथा नगद लाभांश प्रयोजनको लागि योग्य रहने छन् ।
३. साधारण सभामा भाग लिनको लागि प्रतिनिधि (प्रोक्सी) नियुक्त गर्न चाहने शेयरधनीहरूले प्रतिनिधि पत्र (प्रोक्सी) फारम भरी सभा शुरु हुनु भन्दा कम्तीमा ४८ घण्टा अगावै कम्पनीको मुख्य कार्यालय सिद्धार्थ प्रिमियर भवन, बबरमहलमा दर्ता गराई सक्नु पर्नेछ ।
४. सञ्चालक समितिमा संस्थापक शेयरधनीहरूको समूहको तर्फबाट प्रतिनिधित्व गर्ने ४ (चार) जना र सर्वसाधारण शेयरधनीहरूको समूहको तर्फबाट प्रतिनिधित्व गर्ने २ (दुई) जना सञ्चालकहरूको निर्वाचन सम्बन्धि कार्यक्रम निर्वाचन अधिकृतले मिति २०८० फाल्गुन १८ गते निर्वाचन अधिकृतको मुकाम रहेको सिद्धार्थ प्रिमियर इन्स्योरेन्स लिमिटेडको मुख्य कार्यालय सिद्धार्थ प्रिमियर भवन, बबरमहलमा प्रकाशित गरे बमोजिम हुनेछ ।
५. आ.व. २०७९/०८० को वार्षिक प्रतिवेदन तथा वित्तीय विवरण कम्पनीको वेबसाईट www.siddharthapremier@spil.com.np मा पनि राखिएको छ ।

प्रतिनिधि (Proxy) नियुक्त गर्ने निवेदन

श्री संचालक समिति,
सिद्धार्थ प्रिमियर इन्स्योरेन्स लिमिटेड
काठमाण्डौ ।

विषय : प्रतिनिधि नियुक्त गरेको बारे ।

महाशय,

..... जिल्ला..... म.न.पा./उप म.न.पा/न.पा/ गा.पा. वडा नं.
बस्ने म/हामी ले त्यस कम्पनीको शेयरधनीको हैसियतले संवत् २०८० फागुन ३० गते
बुधबारका दिन हुने ३० औं वार्षिक साधारण सभामा स्वयं उपस्थित भई छलफल तथा निर्णयमा सहभागी हुन नसक्ने भएकोले उक्त सभामा भाग लिन
तथा मतदान गर्नका लागि जिल्ला..... म.न.पा./उप म.न.पा/न.पा/गा.पा. वडा नं. बस्ने
श्री..... लाई मेरो र हाम्रो प्रतिनिधि (प्रोक्सी) मनोनित गरी पठाएका छु/छौं ।

प्रतिनिधिको

दस्तखत :.....

नाम :

निवेदक :.

दस्तखत :

नाम:

ठेगाना :

शेयरधनी नं.

डिम्याट नं.

शेयर संख्या:

मिति:

नोट: यो निवेदन साधारण सभा शुरु हुनुभन्दा कम्तीमा ४८ घण्टा अगावै कम्पनीको रजिस्टर्ड कार्यालयमा पेश गरी सक्नु पर्नेछ ।

प्रवेश पत्र

शेयरधनीको नाम :

शेयर प्रमाणपत्र नं....., डिम्याट नं. शेयर संख्या:.....

सिद्धार्थ प्रिमियर इन्स्योरेन्स लिमिटेडको मिति २०८० फागुन ३० गते बुधबारका दिन हुने ३० औं साधारण सभामा उपस्थित हुन जारी गरिएको प्रवेश-पत्र ।

.....

शेयरधनीको दस्तखत



कम्पनी सचिव

(शेयरधनी आफैले खाली कोष्टहरू भर्नुहोला । सभा कक्षमा प्रवेश गर्न यो प्रवेश पत्र अनिवार्य रूपमा लिई आउनु हुन अनुरोध छ ।



अध्यक्षको मन्तव्य

यस कम्पनीको ३० औं वार्षिक साधारण सभामा शेयरधनी महानुभावहरूलाई स्वागत गर्न पाउँदा मलाई अत्यन्त हर्ष लागेको छ । साविक प्रिमियर इन्स्योरेन्स क.(नेपाल) लि. र साविक सिद्धार्थ इन्स्योरेन्स लि. एक आपसमा गाभिएर आर्थिक रूपमा सवल र सक्षम कम्पनीको रूपमा रुपान्तरण भएका छौं । यहाँहरू सबैको सहयोग र सद्भावको कारण मर्जर सम्बन्धी कार्य निर्धारित समयमा नै सम्पन्न गरी एकिकृत कारोवार गर्न सफल भएका हौं । यस साधारण सभाले हामीलाई भावनात्मक रूपमा अझ नजिक बनाइ, नयाँ जोस, उर्जाका साथ निश्चित मार्ग दर्शन प्रदान गर्ने छु भन्ने विश्वास लिएको छु ।

कम्पनीको अहिले सम्मको समग्र वित्तीय तथ्याङ्कहरू उत्साहप्रद नै रहेको छ । कम्पनीलाई समृद्ध बनाउने दिशामा निरन्तर हाम्रो सार्थक प्रयास रहने नै छ । आफ्नो काम कारवाहिलाई परिणाममुखि बनाई आर्थिक क्षेत्रको यावत समस्या बीचमा पनि व्यवसायिक निष्ठाका साथ स्तरीय बीमा सेवा प्रदान गर्न कम्पनी सधैं क्रियाशिल रहेको छ । समस्या र चुनौतिहरूलाई एउटा अवसरको रूपमा लिएर निश्चित लक्ष्यका साथ आफ्नो सेवालाई परिष्कृत र परिणाममुखी बनाउदै लगेका छौं । आर्थिक क्षेत्रको महत्वपूर्ण गन्तव्यको रूपमा बीमालाई लिन सकिन्छ । विकसित मुलुकमा बीमा व्यवसाय विशिष्टकृत व्यवसायको रूपमा स्थापित भई, मानिसको लागि अपरिहार्य जस्तो भई सकेको छ । स्तरीय बीमा सेवा प्रदान गर्न कम्पनी अनवरत क्रियाशिल रहेका छ । बीमा आफ्नै लागि हो भन्ने चेतनाको

अभिवृद्धि गराई, बीमालाई वित्तीय सुरक्षाको अभिन्न अङ्गको रूपमा स्थापित गर्न सकियो भने निश्चय पनि व्यवसायले अपेक्षाकृत गति लिनेछ भन्ने विश्वास लिएको छु ।

व्यवसायिक पहिचानका साथमा स्तरीय बीमा सेवा प्रदान गर्न कम्पनी अनवरत क्रियाशिल रहेको छ । ग्राहकमुखि व्यवहार एवम् कार्यशैली, बीमा दावीलाई उच्च महत्वका साथ समयमा नै सरलिकृत तरिकाबाट फर्छ्यौट गर्ने अभ्यासका कारण कम्पनी प्रति बीमितको अटुट विश्वास अभिवृद्धि भइरहेको अनुभूति गरेको छु । हाल सम्म कम्पनीले हासिल गरेको उपलब्धिहरूलाई संस्थागत गर्दै आगामी दिनहरूमा कम्पनीलाई अझ सशक्त एवम् प्रतिस्पर्धी बनाई, व्यवसायको विकास एवम् विस्तार गरी कम्पनीमा आवद्ध सबै पक्षलाई सकारात्मक हुने गरी कार्य गर्ने हाम्रो सार्थक प्रयास रहने नै छ । कम्पनीले हासिल गरेको उपलब्धिहरूलाई संस्थागत गर्दै भविष्यमा कम्पनीलाई अझ सशक्त एवम् प्रतिस्पर्धी बनाइ, व्यवसायको विकास एवम् विस्तार गरी कम्पनीमा आवद्ध सबै पक्षलाई सकारात्मक हुने गरी कार्य गर्ने हाम्रो सार्थक प्रयास रहने नै छ । काम कारवाहिलाई परिणाम मुखि र पारदर्शी बनाइ स्तरीय बीमा सेवा प्रदान गर्न कम्पनी सफल हुनेमा सम्बद्ध सबैलाई आश्वस्त पार्न चाहन्छु ।

सुरेशलाल श्रेष्ठ

अध्यक्ष



कार्यकारी प्रमुखको प्रतिवद्धता

कम्पनीको ३० औं वार्षिक साधारण सभामा उपस्थित हुनु भएका आदरणीय शेयरधनी महानुभावहरूलाई हार्दिक स्वागत तथा अभिवादन गर्न चाहन्छु। साविक प्रिमियर इन्स्योरेन्स कं. (नेपाल) लि. र साविक सिद्धार्थ इन्स्योरेन्स लि. एक आपसमा गाभिएर निर्दिष्ट समयमा एकिकृत कारोवार सुभारम्भ गर्ने कार्यमा मार्ग दर्शन प्रदान गर्नुहुने तत्कालिन दुवै कम्पनीको सञ्चालकज्यूहरू र एकिकृत कारोवार पश्चातको कार्यलाई पनि सहज रूपमा सम्पन्न गर्न अमूल्य राय सुझाव दिई हौसला प्रदान गर्नुहुने अध्यक्ष लगायत सञ्चालकज्यूहरू प्रति हार्दिक आभार व्यक्त गर्न चाहन्छु।

मर्जरको नयाँ अनुभवको साथ करिब एक वर्षको अन्तरालमा कम्पनीलाई सहज रूपमा अगाडी लैजान सक्नुमा, सञ्चालक समितिको मार्गदर्शन तथा व्यवस्थापन तथा समग्र कर्मचारीहरूको उत्कृष्ट कार्य सम्पादनलाई प्रमुख कडिको रूपमा लिएको छु। मुलुकको ठूलो सहरमा मात्र केन्द्रित नभई नगर उन्मुख तथा ग्रामीण क्षेत्रमा समेत आफ्नो उपस्थिति जनाई व्यवसायको विकास एवम् विस्तार गर्न जनस्तर सम्म बीमाको पहुँच पुऱ्याई, बीमाको सम्बन्धी सचेतना अभिवृद्धिको लागि प्रभावकारी सन्जाल सहित संयन्त्र तयार गर्ने तर्फ क्रियाशिल रहेका छौं।

चुक्ता पुँजी तथा बीमा कोषको अवस्था समेत विश्लेषण गरी जोखिम धारण क्षमतामा समेत अभिवृद्धि गर्दै लिएको छु। यस अभिवृद्धिले कम्पनीको जोखिम धारण क्षमता बढ्न गई व्यवसाय विस्तार गर्न पनि थप टेवा पुगेको छ। व्यवसायको वृद्धि संगै सृजित कोषबाट लगानीमा वृद्धि भई मुनाफामा समेत योगदान पुग्नेछ भन्ने विश्वास लिएको छु। नेपाल बीमा प्राधिकरणले जोखिममा आधारित पुँजीकोष (RBC), ORSA, NFRS-17 निकट भविष्यमा नै लागु गर्ने भएकोले यसको पूर्व तयारीको लागि आवश्यक गृह कार्य थालनी गरी सकेका छौं।

प्रचलित ऐन कानुन तथा नेपाल बीमा प्राधिकरण एवम् अन्य निकायहरूद्वारा जारी भएका निर्देशनहरूको पूर्ण पालना गरी, संस्थागत सुशासनको मूल मान्यतालाई आत्मसात गर्दै गुणस्तरिय बीमा सेवा प्रदान गर्दै आएका छौं। नेपाली बीमा बजारमा कम्पनीले प्राप्त गरेको ख्याति र साखलाई सदा उच्च राखि व्यवसायलाई समय सापेक्ष प्रविधि मैत्री बनाई, गुणस्तरीय, विश्वासिलो र प्रभावकारी बीमा सेवा प्रदान गर्न सधैं पूर्ण रूपमा क्रियाशिल रहने प्रतिवद्धता जाहेर गर्न चाहन्छु।

वीरेन्द्र बैदवार क्षेत्री

प्रमुख कार्यकारी अधिकृत

सिद्धार्थ प्रिमियर इन्स्योरेन्स लिमिटेडको

३० औं वार्षिक साधारण सभामा सञ्चालक समितिका तर्फबाट

अध्यक्ष श्री सुरेशलाल श्रेष्ठद्वारा प्रस्तुत वार्षिक प्रतिवेदन

आदरणीय शेयरधनी महानुभावहरू,

सिद्धार्थ प्रिमियर इन्स्योरेन्स लिमिटेडको ३० औं वार्षिक साधारण सभामा उपस्थित हुनु भएका आदरणीय शेयरधनी महानुभावहरूमा सञ्चालक समितिको तर्फबाट हार्दिक स्वागत तथा अभिवादन गर्दछु ।

साविक प्रिमियर इन्स्योरेन्स कम्पनी (नेपाल) लिमिटेड र साविक सिद्धार्थ इन्स्योरेन्स लि.एक आपसमा गाभिएर बनेको सिद्धार्थ प्रिमियर इन्स्योरेन्स लिमिटेडले आर्थिक वर्ष २०७९/०८० मा हासिल गरेको उपलब्धिहरूलाई सञ्चालक समितिको तर्फबाट यस गरिमामय सभा समक्ष प्रस्तुत गर्न पाउँदा म अत्यन्त हर्षित भएको छु । संवत् २०७९ फाल्गुन १७ गतेका दिन देखि एकिकृत कारोवारको शुभारम्भ गरेको करिव एक वर्षको अन्तरालको कार्य सम्पादनको मूल्याङ्कन गर्ने हो भने समग्र वित्तीय सूचकाङ्कहरू सकारात्मक एवम् प्रगति उन्मुख देखिएका छन् । कम्पनीले अंगालेको निश्चित गन्तव्य सहित व्यवसायीक लक्ष्यका साथ गुणस्तरीय बीमा सेवा प्रवाह गर्न प्रतिवद्ध रहेका छौं । कम्पनीको सालिन गति एवम् सफलतालाई कायम राख्दै अझ गुणस्तरीय र प्रभावकारी सेवा प्रदान गरी कम्पनीलाई अव्वल दर्जामा पुर्‍याउने ध्येयका साथ निरन्तर प्रयासरत रहेका छौं । यस वार्षिक साधारण सभामा आर्थिक वर्ष २०७९/०८० को वार्षिक प्रतिवेदन तथा लेखा परिक्षण प्रतिवेदन सहितको वासलात, नाफा नोक्सान हिसाब तथा नगद प्रवाह विवरण तथा यससँग सम्बन्धित अनुसूचिहरूको साथै चालु आर्थिक वर्ष २०८०/०८१ मा कम्पनीको काम कारवाहीहरू समेत समावेश गरी कम्पनी ऐन २०६३ को दफा १०९ को अधिनमा रहि तयार पारिएको यो प्रतिवेदन सञ्चालक समितिका तर्फबाट यहाँहरू समक्ष प्रस्तुत गर्दछु ।

(क) विगत वर्षको कारोवारको सिंहावलोकन :

संवत् २०७९ आषाढ २७ गते मर्जर सम्बन्धी प्रारम्भिक सम्झौता भई २०७९ फाल्गुन १७ गते देखि एकिकृत कारोवार शुभारम्भ गरेको थियो । मर्जरको माध्यमबाट वित्तीय रूपमा सवल र सक्षम कम्पनीको रूपमा रुपान्तरण गर्ने एउटा महत्व पूर्ण उपलब्धिको रूपमा लिएका छौं । मर्जर पश्चात व्यवसायको दिगो विकास एवम् परिणाम मुखी निश्चित कार्य योजनाका साथ व्यवसायको विस्तारमा निरन्तर लागि रहेका छौं । आगामी दिनमा कम्पनीलाई अझ जवाफदेही र प्रतिस्पर्धी बनाई कम्पनीमा आवद्ध सबै पक्षको हित हुने गरी व्यवसायीक निष्ठाका साथ कार्य सम्पादन गर्दै जाने छौं भन्ने विश्वास दिलाउन चाहन्छु । विगत वर्षमा मुलुकको आर्थिक कृयाकलाप सन्तोष जनक नरहे तापनि कम्पनीले हासिल गरेका व्यवसायीक उपलब्धि सकारात्मक रूपमा नै लिनु पर्दछ । आगामी दिनहरूमा अझ व्यवस्थित तवरले व्यवसायको प्रवर्द्धन, विकास र विस्तार गरी कम्पनीसँग आवद्ध सबै पक्षलाई सुखद र सकारात्मक हुने गरी कार्य सम्पादन गरिने कुरामा आश्वस्त पार्न चाहन्छु ।

तल उल्लेखित विवरणहरू मर्जर पूर्वको आर्थिक वर्ष २०७८/०७९ र आर्थिक वर्ष २०७९/०८० को एकिकृत कारोवार अगाडी दुवै कम्पनीको विवरण जोडी प्रस्तुत गरीएको छ । सो पछाडीको विवरण एकिकृत रूपमा नै प्रस्तुत गरिएको छ ।

आर्थिक वर्ष २०७९/०८० बीमा शुल्क आम्दानीको तुलनात्मक विवरण निम्न अनुसार रहेको छ ।

आर्थिक वर्ष २०७९/०८० कुल बीमा शुल्क आम्दानीको तुलनात्मक विवरण निम्न अनुसार रहेको छ ।

(रु. हजारमा)

क्र.सं.	बीमा किसिम	आ.व. २०७९/८०	आ.व. २०७८/७९	बृद्धि (%)	आ.व. २०७९/८० साविक सिद्धार्थको फाल्गुन १६ सम्म	आ. व. २०७८/७९	बृद्धि (%)
१.	सम्पत्ती बीमा	७,५४,४८५	४,१९,४९३	७९.८६	५,०९,९४९	७,९०,४३८	(३५.४९)
२.	मोटर बीमा	९,८०,०८३	७,८२,४६६	२५.२६	७,२५,५८२	११,८३,०१८	(३८.६७)
३.	सामुद्रिक बीमा	१,४१,०१६	९४,६४१	४९.००	१,०३,५३१	१,८८,०६९	(४४.९५)
४.	ईन्जिनियरिङ्ग बीमा	४,९७,८५५	३,९८,२००	२५.०३	१,४०,२६७	१,६६,१३१	(१५.५७)
थ.	लघु बीमा	१०,७४८	८,७७८	२२.४३	०	१३५	(१००.००)
६.	हवाई बीमा	१,०९,१४७	२,०९,१९८	(४७.८३)	०	४,६६८	(१००.००)
७.	कृषि तथा पशुपन्छि बीमा	५२,४५६	२६,०३३	१०१.५०	५६,१६३	९२,३४९	(३९.१८)
८.	विविध बीमा	२,३८,६०७	१,७८,४२०	३३.७३	१,६९,०५२	१,९२,५९९	(१२.२३)
	जम्मा	२७,८४,३९५	२१,१७,२२९	३१.५१	१७,०४,५४४	२६,१७,४०८	(३४.८८)

कुल बीमा दावी भुक्तानी सम्बन्धी तुलनात्मक विवरण निम्न अनुसार रहेको छ ।

(रु. हजारमा)

क्र.सं.	बीमा किसिम	आ.व. २०७९/८०	आ.व. २०७८/७९	बृद्धि (%)	आ.व. २०७९/८० साविक सिद्धार्थको फाल्गुन १६ सम्म	आ.व. २०७८/७९	बृद्धि (%)
१.	सम्पत्ती बीमा	३,३३,६८०	२,७५,९७७	२०.९१	१,५७,३३५	२,६२,७४४	(४०.१२)
२.	मोटर बीमा	७,६२,१२७	८,३८,०६२	७३.९८	४,०८,४७२	७,७२,३९९	(४७.१२)
३.	सामुद्रिक बीमा	७६,७३७	१६,१७९	३७४.२९	३६,९८३	६३,३४६	(४१.६२)
४.	ईन्जिनियरिङ्ग बीमा	१५,७१,४६९	१,८७,७९७	७३८.७९	४४,२५९	१,४९,०४०	(७०.३०)
५.	लघु बीमा	९८,२५९	१०,२९१	८५४.७७	२२,७२७	९,२५५	१४५.५७
६.	हवाई बीमा	०	२७	(१००)	०	०	०.००
७.	कृषि तथा पशुपन्छि बीमा	२४,४३८	१६,७१५	४६.२०	२१,१९६	४२,५१२	(५०.१४)
८.	विविध बीमा	१,४१,७०७	९९,१९१	४२.८६	७४,६०३	१,००,३३०	(२५.६४)
	जम्मा	३०,०८,४१६	१०,४४,२४१	१८८.१०	७,६५,५७५	१३,९९,६२६	(४५.३०)

कम्पनीले जारी गरेको कुल बीमालेखको संख्याको तुलनात्मक विवरण निम्न अनुसार रहेको छ ।

क्र.सं.	बीमा किसिम	आ.व. २०७९/८०	आ.व. २०७८/७९	बृद्धि (%)	आ.व. २०७९/८० साविक सिद्धार्थको फाल्गुन १६ सम्म	आ.व. २०७८/७९	बृद्धि (%)
१.	सम्पत्ती बीमा	४७,५५७	३३,७००	४१.१२	३२,३३३	४८,८९१	(३३.८७)
२.	मोटर बीमा	१,११,४५६	७७,६२२	४३.५९	९०,३२७	१,७४,५५९	(४८.२५)
३.	सामुद्रिक बीमा	२५,७४१	२७,२९४	(५.६९)	१०,४७०	१७,०७१	(३८.६७)
४.	ईन्जिनियरिङ्ग बीमा	३,२७२	२,८८९	१३.२६	१,३५३	२,१५०	(३७.०७)
५.	लघु बीमा	४,२६८	३,१५२	३५.४१	०	८७	(१००.००)
६.	हवाई बीमा	२	७	(७१.४३)	०	३	(१००.००)
७.	कृषि तथा पशुपन्छि बीमा	३,२८१	४,०१२	(१८.२२)	२,४५१	५,१६७	(५२.५६)
८.	विविध बीमा	१२,०२०	८,०५९	४९.१५	५,३५९	१२,५१९	(५७.१९)
	जम्मा	२,०७,५९७	१,५६,७३५	३२.४५	१,४२,२५३	२,६०,४४७	(४५.३७)

कम्पनीको वित्तीय स्थितिको संक्षिप्त तुलनात्मक विवरण निम्न अनुसार रहेको छ ।

क्र.सं.	विवरण	आ.व. २०७९/८०	आ.व. २०७८/७९	बृद्धि (%)	आ.व. २०७९/८० साविक सिद्धार्थको फाल्गुन १६ सम्म	आ.व. २०७८/७९	बृद्धि (%)
१.	खुद बीमा शुल्क आर्जन	११,१६,३७६	७,१८,८९२	५५.२९	८,२२,५६१	९,९१,०४९	(१७.००)
२.	पुनर्बीमा कमिशन आम्दानी	३,६९,७१८	२,३५,२४१	५७.१७	२,४१,९८४	४,१८,३४९	(४२.१६)
३.	ब्याज तथा अन्य आम्दानी	४,९६,९२७	२,४८,८४८	९९.६९	२,२७,८५४	२,७५,९११	(१७.४२)
४.	खुद दावी	६,५०,७०६	३,९४,५८५	६४.९१	५,५८,४२५	७,०४,३५४	(२०.७२)
५.	कमिशन खर्च	३६,०८८	२६,४४८	३६.४५	१८,६५३	३२,८१७	(४३.१६)
६.	कर्मचारी खर्च	३,९१,६०८	२,४१,४००	६२.२२	२,३६,८३९	२,८१,८४९	(१५.९७)
७.	अन्य संचालन खर्च	१,३८,९४२	७२,४३८	९१.८१	७४,६२७	१,२०,११७	(३७.८७)
८.	कर व्यवस्था पछिको खुद नाफा	३,७९,३२०	३,२१,४४०	१८.०१	२,७२,०५३	३,५५,६७०	(२३.५१)
९.	कुल लगानी	९,४,०५,७३६	४२,६६,८९२	१२०.४४	४४,८४,८२५	३५,०५,४६२	२७.९४
१०.	कुल नेटवर्थ	७५,६६,६०३	३४,६३,२५५	११८.४८	३४,०२,५४१	२७,६७,०३५	२२.९७

(ख) राष्ट्रिय तथा अन्तर्राष्ट्रिय स्थितिबाट कम्पनीको कारोबारलाई परेको असर :

मुलुकमा राजनैतिक स्थिरताको संकेत देखिएको तापनि आर्थिक क्षेत्रमा देखिएको स्थिरता देखियो भने विकास, निर्माण तथा औद्योगिक क्षेत्रले आशातित र उत्साहजनक रूपमा उपलब्धि हासिल गर्न सकेन । विश्वास योग्य थप लगानीका क्षेत्रको अभाव रहेको छ । बैंक तथा वित्तीय संस्थाबाट कर्जा प्रवाहमा आएको कमि, सवारी साधन खरिद कर्जामा भएको नीतिगत परिवर्तन, अन्तर्राष्ट्रिय परिवेसमा देखिएका द्वन्द्व लगायतको कारणले वस्तु तथा सेवाको मुल्यमा भएको बृद्धिले बीमा व्यवसायलाई प्रभाव परेको छ । बीमा कम्पनी बीचको अस्वस्थ प्रतिस्पर्दा एवम् आर्थिक तथा वित्तीय क्षेत्रमा जारी नयाँ निति नियमले समेत कम्पनीको कारोबारलाई असर पारेको छ ।

(ग) प्रतिवेदन तयार भएको मिति सम्म चालु वर्षको उपलब्धि र भविष्यमा गर्नु पर्ने सम्बन्धमा सञ्चालक समितिको धारणा :

आर्थिक वर्ष २०७९/०८० को माघ मसान्त सम्म रु. २ अर्ब ७० करोड १४ लाख ३४ हजार बीमा शुल्क आर्जन भएकोमा, चालु आर्थिक वर्ष २०८०/०८१ को सोही अवधिमा २ अर्ब रु. २७ करोड ४९ लाख २४ हजार बीमा शुल्क संकलन भएको छ । यो बीमाशुल्क आर्जन अधिल्लो आर्थिक वर्षको सोही अवधिको तुलनामा १५.७८ प्रतिशतले न्यून रहेको छ । यो प्रतिशतको दरलाई घटाउने तर्फ व्यवस्थापन सक्रियता पूर्वक लागि परेको छ । आर्थिक वर्षको अन्त्य सम्म यसमा सुधार आउने छ भन्ने विश्वास लिएका छौं । व्यवसायलाई सन्तुलित र दिगो रूपमा वृद्धि गर्दै लानु पर्छ भन्ने हाम्रो मान्यता रहि आएको छ । हाम्रो मुख्य उद्देश्य दक्ष कर्मचारीहरूद्वारा वीमितलाई उत्कृष्ट एवम् प्रभावकारी बीमा सेवा प्रदान गर्नु रहेको छ । संस्थागत सुशासनको मूलभूत मान्यतालाई आत्मसात गर्दै व्यवसायलाई विश्वासिलो, गुणस्तरीय एवम् पारदर्शी बनाई प्रभावकारी बीमा सेवा प्रदान गर्ने व्यवसायीक निष्ठा र अभ्यासको कारण वीमितहरू विश्वास जित्न कम्पनी सफल भएको छ । बहुदो व्यवसायीक प्रतिस्पर्धालाई दृष्टिगत गरेर निश्चित लक्ष्यका साथ कार्य सम्पादन गर्न सकियो भने निश्चय पनि हामीले लिएको लक्ष्य अनुरूप सकारात्मक परिणाम हासिल गर्न सकिन्छ भन्ने सञ्चालक समितिको धारणा रहेको छ ।

(घ) औद्योगिक तथा व्यवसायीक सम्बन्ध :

कम्पनीले औद्योगिक तथा व्यवसायीक सम्बन्धलाई उच्च महत्व दिदै आएको छ । बीमा व्यवसायको विस्तार एवम् विकासका लागि उद्योगि, व्यवसायी तथा व्यवसायीक प्रतिष्ठान, संघ, संस्था एवं ग्राहक वर्गहरूसँगको व्यवसायीक सम्बन्धले व्यवसायीक कृयाकलाप सञ्चालन गर्न टेवा पुग्न साथै व्यवसाय प्रवर्द्धनमा मद्दत पुऱ्याउनेछ । व्यवसायीक सफलता हासिल गर्न विभिन्न किसिमको रचनात्मक तथा व्यवसायीक कृयाकलाप सञ्चालन गरि गुणस्तरीय बीमा सेवा प्रदान गरेको कारण कम्पनीको औद्योगिक तथा व्यवसायीक सम्बन्ध उत्साहजनक रहेको छ । आफ्नो निर्दिष्ट लक्ष्यका साथ व्यवसायीक दायरालाई फराकिलो पार्दै औद्योगिक तथा व्यवसायीक सम्बन्धलाई अभिवृद्धि गर्ने तर्फ निरन्तर प्रयासरत रहेका छौं ।

(ङ) सञ्चालक समितिमा भएको हेरफेर र सोको कारण :

एकिकृत कारोबार पश्चात साविक दुवै कम्पनीको सञ्चालक समितिबाट प्रतिनिधित्व हुने गरी सञ्चालक समिति पुनर्गठन भई सञ्चालक समितिमा भएको हेरफेर भएकोमा, सिद्धार्थ बैकको तर्फबाट प्रतिनिधित्व गरी सञ्चालक रहनु भएका श्री रामेश्वर प्रसाद वस्याल बीमा ऐन २०७९ को दफा ५१ को अवस्था पर्न गई सञ्चालकको पदमा बहाल रहन नसक्नु भई सञ्चालकमा हेरफेर भएको थियो ।

(च) कारोबारलाई असर पार्ने मुख्य कुराहरू :

बीमा व्यवसायमा आफैमा जोखिम वहन गर्ने व्यवसाय भएको हुदा यसमा विविध प्रकारका जोखिमहरू सम्भावना सधै रहन्छ । यस्ता जोखिमहरूको उचित र सहज व्यवस्थापनबाट मात्र कारोबारले सकारात्मक परिणाम हासिल गर्ने हुदा यस्ता प्रभावहरूलाई न्यूनिकरण गर्न निश्चित कार्य योजनाको साथ अगाडी बढेका छौं । राजनैतिक अवस्थामा सकारात्मक संकेत नदेखिएले विकास, निर्माण तथा औद्योगिक क्षेत्रमा आशातित र उत्साहजनक रूपमा उपलब्धि हासिल गर्न सकेन । यसको प्रत्यक्ष असर बीमा व्यवसायलाई परेको छ । नयाँ नयाँ जोखिम पहिचान गरि वदलिदो परिवेस र प्रविधिका विकास सगै सगसगै बीमाका नयाँ अवधारणाहरूलाई अंगिकार गरेर बीमा क्षेत्रको विकास र विस्तार गरी, बीमालाई वित्तीय सुरक्षाको अभिन्न अंग रूपमा बीमालाई स्थापित गर्नु नै आजको मुख्य चुनौति र कारोबारलाई असर पार्ने मुख्य कुराहरू रहेको छ ।

(छ) लेखापरीक्षण प्रतिवेदनको कैफियत उपर सञ्चालक समितिको प्रतिक्रिया :

कम्पनीको नियमित काम कारवाही एवम् कारोबारको सिलसिलामा भएका सामान्य कमी कमजोरी एवम् मानवीय त्रुटीहरू बाहेक अन्य नकारात्मक किसिमका कैफियतहरू लेखा परिक्षणमा देखिएको छैन । तथापि लेखापरीक्षण प्रतिवेदनमा औल्याईएका कैफियतहरू उपर सञ्चालक समिति ध्यान आकृष्ट भएको छ । प्रतिवेदनमा औल्याईएका कैफियतहरू गम्भिर प्रकृतिका नभए तापनि काम कारवाहिका सन्दर्भमा भएका त्रुटि, कमी कमजोरीहरूलाई सुधार गर्न र आगामी दिनहरूमा यस्ता त्रुटि, कमी कमजोरीहरू पुनः दोहोरिन नदिने तर्फ सजग रहि, लेखापरिक्षकले दिनु भएको सुझावहरूलाई कार्यान्वयन गर्दै लान व्यवस्थापनलाई निर्देशन गरीएको छ ।

(ज) लाभास बाँडफाड गर्न सिफारीस गरीएको रकम :

हाल कायम रहेको चुक्ता पुँजी रु. २,८०,६५,४९,९००/- को ११ प्रतिशतले हुन आउने रकम रु.३०,८७,२०,४८९/- (प्रस्तावित नगद लाभासमा लाग्ने कर समेत) नगद लाभास प्रस्ताव गरिएकोछ ।

(झ) शेयर जफत भएको भए जफत भएको शेयर संख्या, त्यस्तो शेयरको अंकित मुल्य त्यस्तो शेयर जफत हुनु भन्दा अगावै सो वापत कम्पनीले प्राप्त गरेको जम्मा रकम र त्यस्तो शेयर जफत भए पछि सो शेयर विक्रि गरी कम्पनीले प्राप्त गरेको रकम जफत भएको शेयर वापत रकम फिर्ता गरेको भए सो को विवरण :

यस आ.व.मा कुनै शेयर जफत गरिएको छैन ।

(ञ) कम्पनी र यसको सहायक कम्पनीको कारोबार प्रगति र सो आर्थिक वर्षको अन्तमा रहेको स्थितिको पुनरावलोकन :

कम्पनीले आर्थिक वर्षमा गरेको कारोबार वित्तीय विवरणमा उल्लेख गरिएको छ भने यस कम्पनीको सहायक कम्पनी रहेको छैन ।

(ट) कम्पनी र यसका सहायक कम्पनीले आर्थिक वर्षमा सम्पन्न गरेको प्रमुख कारोबारहरू र सो अवधिमा कम्पनीका कारोबारमा आएको कुनै महत्वपूर्ण परिवर्तन :

कम्पनीले आर्थिक वर्षमा गरेको कारोबारको विवरण संचालक समितिको वार्षिक प्रतिवेदनको बुँदा नं. “क” मा उल्लेख गरिएको छ । कम्पनीको सहायक कम्पनी रहेको छैन ।

(ठ) विगत आर्थिक वर्षमा कम्पनीको आधारभूत शेयरधनीहरूले कम्पनीलाई उपलब्ध गराएको जानकारी :

यस अवधिमा आधारभूत शेयरधनीहरूले कम्पनीलाई कुनै पनि जानकारी उपलब्ध गराएको छैन ।

(ड) विगत आर्थिक वर्षमा कम्पनीका संचालक तथा पदाधिकारीहरूले लिएको शेयरको स्वामित्वको विवरण र कम्पनीको शेयर कारोबारमा निजहरू संलग्न रहेको भए सो सम्बन्धमा निजहरूबाट कम्पनीलाई प्राप्त जानकारी :

यस प्रकारको शेयर कारोबार सम्बन्धि जानकारी प्राप्त भएको छैन ।

ढ) कम्पनीसँग सम्बन्धित सम्पत्तिहरूमा कुनै संचालक तथा निजका आफन्तको व्यक्तिगत स्वार्थ सम्बन्धि जानकारीको व्यहोरा :

यस प्रकारको कुनै पनि जानकारी प्राप्त भएको छैन ।

(ण) कम्पनीले आफ्नो शेयर आफै खरिद गरिएको भए त्यसरी आफ्नो शेयर आफै खरिद गर्नुको कारण , त्यस्तो शेयरको संख्या र अंकित मुल्य तथा त्यसरी शेयर खरिद गरे वापत कम्पनीले भुक्तानी गरेको रकम :

कम्पनीले आफ्नो शेयर आफै खरिद गरेको छैन ।

(त) आन्तरिक नियन्त्रण व्यवस्था :

कम्पनीको व्यवसाय विस्तार, दैनिक व्यवसायीक कारोबार एवम् सञ्चालन लगायत अन्य कारणले आउन सक्ने जोखिमहरूको उचित व्यवस्थापन एवम् न्यूनिकरणको लागि आन्तरिक नियन्त्रण प्रणालीलाई सशक्त एवम् प्रभावकारी बनाउदै लगिएकोछ । सम्भावित जोखिमहरूको पहिचान गर्ने र त्यसको न्यूनिकरण गर्नको लागि आन्तरिक लेखा परिक्षक तथा आन्तरिक नियन्त्रण विभागले सकृयता पूर्वक कार्य गर्दै आएको छ । लेखापरीक्षण समितिले जोखिमहरूको न्यूनिकरणको आवश्यक निर्देशन गर्ने गरेको छ । अन्य विषयगत समितिहरूले समेत कम्पनीको काम करवाहिको सम्बन्धमा सुपरिवेक्षण र अनुगमन गर्दै आएको छ । कम्पनीको संगठनात्मक संरचनालाई समयानुकूल परिवर्तन गर्दै आन्तरिक नियन्त्रण व्यवस्थालाई अझ प्रभावकारी बनाउदै, सम्बन्धित विभागिय प्रमुखहरू एवम् परिपालना अधिकृतलाई थप जवाफदेहि बनाइएको छ ।

थ) आर्थिक वर्षको कुल व्यवस्थापन खर्चको विवरण :

आर्थिक वर्षको कुल व्यवस्थापन खर्चको विवरण वित्तीय विवरणको अनुसूची ५ मा उल्लेख गरिएको छ ।

(द) लेखा परीक्षण समितिका पदाधिकारीहरूको नाम, निजहरूको काम, कर्तव्य र सुविधा:**क) लेखा परीक्षण समिति :**

श्री बलराम श्रेष्ठ, सञ्चालक	- संयोजक
श्री पवन कुमार अग्रवाल, सञ्चालक	- सदस्य
श्री राजन कृष्ण श्रेष्ठ, सञ्चालक	- सदस्य
श्री सुमित कुमार केडिया, सल्लाहकार	- आमन्त्रित

लेखापरीक्षण समितिले बीमा ऐन २०७९ को दफा ८५ (३), कम्पनी ऐन २०६३ को दफा १६५ तथा वीमकको संस्थागत सुशासन सम्बन्धि निर्देशिका २०७५ को दफा ३८ उप दफा-३ अन्तर्गत रहेर कार्य सम्पादन गर्दै आएको छ। लेखापरीक्षण समितिका संयोजक तथा सदस्यहरूलाई प्रति बैठक रु. १५,०००/- प्रदान गर्ने गरिएको छ। बैठक भत्ता बाहेक अन्य कुनै प्रकारको सुविधा प्रदान गरिएको छैन।

घ) संचालक, प्रबन्ध संचालक, कार्यकारी प्रमुख, कम्पनीका आधारभूत शेयरधनी वा निजका आफन्तले कम्पनीलाई बुझाउन बाँकी भएको रकम : छैन।

न) संचालक, प्रबन्ध संचालक, कार्यकारी प्रमुख तथा पदाधिकारीहरूलाई भुक्तानी गरिएको पारिश्रमिक, भत्ता तथा सुविधाको रकम :

संचालकहरूलाई संचालक समितिको बैठक भत्ता वापत रु.२२,१७,०००/- तथा अन्य समितिको बैठक भत्ता वापत रु.२३,९४,९००/- भुक्तानी गरिएको छ। कार्यकारी प्रमुखलाई पारिश्रमिक, भत्ता तथा सुविधा वापत रु.८७,०२,७४८/- तथा अन्य पदाधिकारीहरूलाई पारिश्रमिक, भत्ता तथा सुविधा वापत रु.१,६७,७७,२३१/- भुक्तानी गरिएको छ। साविक सिद्धार्थ इन्स्योरेन्स लि.को कार्यकारी प्रमुखलाई पारिश्रमिक, भत्ता तथा सुविधा वापत रु.१,१६,२३,३०५/- तथा अन्य पदाधिकारीहरूलाई पारिश्रमिक, भत्ता तथा सुविधा वापत रु.३,५०,५२,२००/- भुक्तानी गरिएको छ।

प) शेयरधनीहरूले बुझिलिन बाँकी रहेको लाभांश रकम :

साविक प्रिमियर इन्स्योरेन्स क.(नेपाल) लि.ले आर्थिक वर्ष २०६६/६७ मा प्रदान गरिएको नगद लाभांश मध्ये रु. १६,७१,९३९/- तथा आर्थिक वर्ष २०७६/७७ मा प्रदान गरिएको नगद लाभांश मध्ये रु. ७३,७५,१२२/- शेयरधनीहरूले बुझिलिन बाँकी रहेको छ। यसै गरी साविक सिद्धार्थ इन्स्योरेन्स लि. ले आर्थिक वर्ष २०७६/७७ मा प्रदान गरिएको नगद लाभांश मध्ये रु.४४,५०,३७१/- शेयरधनीहरूले बुझिलिन बाँकी रहेको छ।

फ) दफा १७५ बमोजिम सम्पत्ती खरिद वा विक्रि गरेको कुराको विवरण :

यस बमोजिम सम्पत्ती खरिद वा विक्रि गरेको छैन।

ब) दफा १७५ बमोजिम सम्बद्ध कम्पनी बीच भएको कारोबारको विवरण :

यस कम्पनीको कुनै सम्बद्ध कम्पनी रहेको छैन।

भ) यस ऐन तथा प्रचलित कानून कम्पोजिम सञ्चालक समितिको प्रतिवेदनमा खुलाउनु पर्ने कुनै अन्य कुरा : नभएको।

म) कम्पनी निर्देशिका २०७२ को निर्देशन ८६ बमोजिमको उद्घोष :

बीमा ऐन २०७९, बीमा नियमावली २०४९, कम्पनी ऐन २०६३, विमकको संस्थागत सुशासन निर्देशिका २०७५ र नेपाल बिमा प्राधिकरणबाट जारी निर्देशनहरूको पूर्ण परिपालना भएको छ।

न) अन्य :

(१) समितिहरू :

कम्पनीको काम कारवाहीहरूलाई छिटो छरितो एवम् प्रभावकारी रूपमा सञ्चालन गर्ने लक्ष्यका साथ निम्नानुसारका समितिहरू गठन गरिएको छ। गठित समितिहरूले सञ्चालक समितिले अधिकार प्रत्यायोजन गरेका अधिकारहरू अन्तर्गत कार्यहरू गर्दै आएको छ।

क) मानव संसाधन समिति :

श्री जेसमिन हाडा वज्राचार्य, सञ्चालक	- सदस्य
श्री प्रमुख कार्यकारी अधिकृत	- पदेन सदस्य
श्री विभागिय प्रमुख, मानव संसाधन विभाग	- सदस्य सचिव

ख) लगानी, जोखिम व्यवस्थापन तथा वित्तीय स्वस्थता (सोल्भेन्सी) समिति :

श्री राहुल अग्रवाल, सञ्चालक	- संयोजक
श्री राजन कृष्ण श्रेष्ठ, सञ्चालक	- सदस्य
श्री प्रमुख कार्यकारी अधिकृत	- पदेन सदस्य
श्री विभागिय प्रमुख, लगानी तथा जोखिम व्यवस्थापन	- सदस्य सचिव

ग) बीमा दावी भुक्तानी तथा पुनर्वीमा समिति :

श्री पवन कुमार अग्रवाल, सञ्चालक	- संयोजक
श्री बलराम श्रेष्ठ, सञ्चालक	- सदस्य
श्री प्रभु कृष्ण श्रेष्ठ, सल्लाहकार	- आमन्त्रित
श्री प्रमुख कार्यकारी अधिकृत	- पदेन सदस्य
श्री विभागिय प्रमुख, दावी विभाग	- सदस्य सचिव

घ) सम्पत्ति शुद्धिकरण निवारण समिति :

श्री जेसमिन हाडा वज्राचार्य, सञ्चालक	- संयोजक
श्री पवन कुमार अग्रवाल, सञ्चालक	- सदस्य
श्री प्रमुख कार्यकारी अधिकृत	- पदेन सदस्य
सम्पत्ति शुद्धिकरण तथा आतंककारी कृत्याकलापमा वित्तिय लगानी सम्बन्धि निर्देशिका २०७५ वमोजिम नियुक्त कार्यान्वयन अधिकारी	- सदस्य सचिव

घ) बजार व्यवस्थापन समिति :

श्री राजन कृष्ण श्रेष्ठ, सञ्चालक	- संयोजक
श्री राहुल अग्रवाल, सञ्चालक	- सदस्य
श्री प्रमुख कार्यकारी अधिकृत	- पदेन सदस्य
श्री विभागिय प्रमुख, बजार व्यवस्थापन	- सदस्य सचिव

- (२) **सल्लाहकार नियुक्ति :** बीमक गाभ्ने, गाभिने तथा प्राप्त गर्ने सम्बन्धी निर्देशिका २०७६ (संशोधन सहित) को १०(६) मा रहेको व्यवस्था वमोजिम नेपाल बीमा प्राधिकरणको स्वीकृति लिई साविक दुवै कम्पनीका एक/एक जना सञ्चालकलाई अन्य सञ्चालक सरह सुविधा पाउने गरी मर्जर पछिको पहिलो वार्षिक साधारण सम्मको लागि सल्लाहकारमा नियुक्त गरिएको थियो । जस अनुसार साविक प्रिमियर इन्स्योरेन्स क. (नेपाल) लि. सञ्चालक श्री प्रभु कृष्ण श्रेष्ठ र साविक सिद्धार्थ इन्स्योरेन्स लि.सञ्चालक श्री सुमित कुमार केडिया सल्लाहकारको रूपमा सञ्चालक समितिमा रहनु भएको छ ।
- (३) **राजश्वमा योगदान :** आर्थिक वर्ष २०७९/०८० मा आय कर तर्फ रु. ३९७२,९७,६२९/- र मूल्य अभिवृद्धि कर तर्फ रु. ४७,०५,६९७८२/- ठूला करदाता कार्यालयमा दाखिल गरी राजश्व संकलनमा योगदान योगदान पुर्‍याएका छौं ।
- (३) **व्यवसाय विस्तार :** कम्पनी व्यवसायलाई व्यवसाय विस्तार गर्न तर्फ सधैं क्रियाशिल रहेको छ । आम नागरिकले सर्व सुलभ रूपमा बीमा सेवा प्राप्त गर्न सक्नु भन्ने लक्ष्यका साथ बीमाको पहुँचलाई ग्रामिण एवम् नगर उन्मुख क्षेत्र विस्तार गर्ने निति लिएका छौं । आ.व.२०७९/०८० सम्ममा प्रदेश कार्यालय, शाखा तथा उप-शाखा र एक्सटेन्सन काउण्टर गरी जम्मा १२७ वटा कार्यालयहरू मार्फत गुणस्तरीय बीमा सेवा प्रदान गर्दै आएका छौं ।
- (४) **चुक्ता पुँजी र नेटवर्थ :** कम्पनीको २०८० असार मसान्तमा चुक्ता पुँजी रु.२,८०,६५,४९,९००/- र नेटवर्थ रु.७,५६,६६,०३,३३६.५६ रहेको छ ।
- (५) **कर्मचारीको क्षमता अभिवृद्धि :** व्यवसायीक उपलब्धी हासिल गर्नको लागि कर्मचारीहरूको क्रियाशिलताको महत्वपूर्ण भूमिका रहने हुँदा, कर्मचारीहरूको पेशागत दक्षता र क्षमता अभिवृद्धि गर्ने तर्फ निरन्तर प्रयासरत रहेका छौं । बीमा आफैमा प्राविधिक विषय भएको र यसमा कार्यरत कर्मचारीहरू व्यवसायीक रूपमा दक्ष रहनु पर्छ । कर्मचारीहरूको क्षमता अभिवृद्धिको लागि बीमा विज्ञहरू मार्फत आन्तरिक रूपमा बीमा सम्बन्धी तालिमहरू प्रदान गर्दै आएका छौं भने आवश्यकता र औचित्यका आधारमा कर्मचारीहरूलाई तालिमका लागि मुलुक बाहिर समेत पठाउने निति लिएका छौं । मुलुक भित्र रहेका विभिन्न संस्थाहरूले प्रदान गर्ने तालिममा कर्मचारीहरूलाई सहभागि गराउँदै आएका छौं ।
- (६) **बीमा सचेतना कार्यक्रम :** बीमा सम्बन्धी ज्ञान र चेतना अभिवृद्धि गरी बीमा उत्प्रेरणा गर्ने उद्देश्यले कम्पनीले नियमित रूपमा देशको विभिन्न स्थानहरूमा समुदायमा आधारित बीमा सचेतना सम्बन्धी कार्यक्रम सञ्चालन गर्दै आएको छ ।
- (७) **SPI DIGI को शुभारम्भ :** विद्युतिय माध्यमबाट बीमालेख जारी गर्न र निश्चित रकम सम्मको बीमा दावी फर्छ्यौट

गरी छोटो समयमा नै दावी रकम भुक्तानी गर्नको लागि ऋक्षि म्क्ष्को शुभारम्भ गरी कार्यान्वयनमा ल्याएका छौं । यो प्रयोग नेपालको सन्दर्भमा पहिलो नै रहेको छ । यसको प्रयोगबाट छिटो छरितो रूपमा बीमालेख जारी गर्न र दावी फर्छ्यौट गर्न सकिने हुदा श्रोत, साधन, श्रम र समयको बचत भई, बीमितहरू समेत सन्तुष्ट भएको अनुभूति गरेका छौं ।

धन्यवाद ज्ञापन

निर्धारित समयमा मर्जर कार्य सम्पन्न गर्न सम्पूर्ण निकाय तथा सोको पदाधिकारी ज्यू हरू प्रति आभार प्रकट गर्न चाहन्छौं । कम्पनीको उत्तरोत्तर प्रगति तथा सम्वृद्धिका लागि प्रेरणा एवम् अमूल्य सुझाव प्रदान गरी कम्पनीलाई यस अवस्था सम्म ल्याई पुर्‍याउन आ-आफ्नो क्षेत्रबाट निरन्तर सहयोग पुर्याउनु हुने शेयरधनी महानुभावहरू समय समयमा उचित मार्गदर्शन प्रदान गर्ने नेपाल बीमा प्राधिकरण, पुनर्बीमा कम्पनीहरू, बीमा कम्पनीहरू, कम्पनी रजिष्ट्रारको कार्यालय, नेपाल धितोपत्र बोर्ड, नेपाल स्टक एक्सेन्ज लि., सि.डि.एस. एण्ड क्लियरिङ्ग लि. लगायतका निकायहरू तथा आदरणीय ग्राहकवर्ग एवं शेयर रजिष्ट्रार एन.एम.बी.क्यापिटल लिमिटेड लगायत सम्पूर्ण महानुभावहरूलाई विशेष धन्यवाद दिन चाहन्छौं ।

कम्पनीको उन्नतिका र प्रगतिका लागि सधै क्रियाशिल व्यवस्थापन तथा सम्पूर्ण कर्मचारी मित्रहरू प्रति आभार व्यक्त गर्दै, भविष्यमा पनि रचनात्मक कार्य गर्दै कम्पनीलाई अझ उचाईमा पुर्‍याउन अझ सशक्त रूपमा साथ लाग्नु हुनेछ भन्ने विश्वास लिएका छौं ।

धन्यवाद

सञ्चालक समितिको तर्फबाट

पवन कुमार अग्रवाल
(संचालक)

सुरेशलाल श्रेष्ठ
(अध्यक्ष)

संस्वत २०८० साल फाल्गुन ३० गते बुधवार

धितोपत्र दर्ता तथा निष्काशन नियमावली २०७३ को अनुसूचि १५

(नियम २६ उप-नियम (२) सँग सम्बन्धित वार्षिक प्रतिवेदन)

१. सञ्चालक समितिको प्रतिवेदन : कम्पनीको वार्षिक प्रतिवेदन २०७९/०८० मा संलग्न गरिएको छ ।
२. लेखापरिक्षकको प्रतिवेदन : कम्पनीको वार्षिक प्रतिवेदन २०७९/०८० मा संलग्न गरिएको छ ।
३. लेखापरिक्षण भएको वित्तीय विवरण : कम्पनीको वार्षिक प्रतिवेदन २०७९/०८० मा संलग्न गरिएको छ ।

४. कानुनी कारबाही सम्बन्धी विवरण :

- त्रैमासिक अवधिमा संगठित संस्थाले वा संस्थाको विरुद्ध कुनै मुद्दा दायर भएको जानकारी प्राप्त भएको छैन ।
- संगठित संस्थाको संस्थापक वा सञ्चालकले वा संस्थापक वा सञ्चालक विरुद्धमा प्रचलित नियमको अवज्ञा वा फौजदारी अपराध गरेको सम्बन्धमा कुनै मुद्दा दायर गरेको वा भएको भए : यस्तो प्रकारको कुनै विवरण प्राप्त भएको छैन ।
- कुनै संस्थापक वा सञ्चालक विरुद्ध आर्थिक अपराध गरेको सम्बन्धमा कुनै मुद्दा दायर भएको भए : यस्तो प्रकारको कुनै विवरण प्राप्त भएको छैन ।

५. संगठित संस्थाको शेयर कारोवार तथा प्रगति विश्लेषण :

- आर्थिक गतिविधिमा सुस्तता, धितोपत्र सम्बन्धमा बैकबाट प्रवाह गरिने कर्जा सम्बन्धी नितिगत परिवर्तनले धितोपत्र बजारलाई प्रत्यक्ष प्रभाव पार्ने गर्दछ । आर्थिक तथा वित्तीय क्षेत्रले अपेक्षित सुधार भएमा कम्पनीको शेयर कारोवारले अझ छलाङ्ग मार्न सक्ने विश्वस्त छौं । व्यवसायीक उतार चढावले कम्पनीको शेयर मुल्यमा समेत असर गर्नु स्वभाविक नै हो । समग्र अर्थतन्त्रले निश्चित गति लिन सके शेयर बजार विश्वास योग्य लगानीको क्षेत्र बन्न सक्ने कुरामा दुईमत रहन सक्दैन । दिगो आर्थिक विकासबाट मात्र पुँजी बजारले गति लिने सोहि आधारमा कम्पनीको शेयरले उचित प्रतिफल दिन सक्छ भन्ने हाम्रो विश्लेषण रहेको छ ।
- आर्थिक २०७९/०८० को प्रत्येक त्रैमासिक अवधिमा कम्पनीको शेयरको अधिकतम, न्यूनतम र अन्तिम मुल्य साथै कुल कारोवार शेयर संख्या र कारोवार दिन:

विवरण	अधिकतम मूल्य	न्यूनतम मूल्य	अन्तिम मूल्य	कारोवार दिन	कारोवार संख्या	कारोवार शेयर किता
प्रथम त्रैमासीक	५७६	५७६	५७६	०	०	०
दोस्रो त्रैमास	७९५	८९७	६५७	२७	३,५९६	३,०४,५०९
तेस्रो त्रैमास	६७८	५३४	५६९	३५	३,५२५	४,४९,९६९
चौथो त्रैमास	८९७.००	५५०.९०	७७८.५०	६२	२,२६५	२०,४४,४९५

(ग) समस्या र चुनौति :

मुलुकको वित्तीय अस्थिरता र सधैँ अन्योलग्रस्त राजनैतिक वातावरणले आर्थिक कृयाकलापमा नै नकारात्मक असर पारिरहेको छ । जसका कारण लगानीको वातावरण नबन्ने र भैसकेको लगानीले उचित प्रतिफल आर्थिक क्षेत्रमा हुने उतार चढाव ल्याउँछ । यस्तो परिस्थितिले औद्योगिक, व्यवसायीक तथा विकास निर्माणका क्षेत्रमा प्रतिकृत प्रभाव पर्ने हुदा, यसबाट बीमा व्यवसाय पनि अछुतो रहन सक्ने अवस्था रहदैन । यस्ता समस्याहरूको सामना गर्दै व्यवसायलाई दिगो र विश्वासिलो बनाउने तर्फ ध्यान केन्द्रित गर्दै आएका छौं ।

(घ) संस्थागत सुशासन :

संस्थागत सुशासनको मुलभुत मान्यताहरूलाई आत्मासात गरेर प्रचलित ऐन कानून, नेपाल धितोपत्र बोर्ड, नेपाल बीमा प्राधिकरण तथा अन्य निकायहरूद्वारा जारी निर्देशन एवम् कम्पनीको आन्तरिक निती नियम परिपालना गरी आफ्नो व्यवसाय सञ्चालन गर्दै आएको छौं । आफ्नो काम कारवाहीलाई पारदर्शिव बनाउन शेयरधनीहरूलाई कम्पनीको कृयाकलापको सम्बन्धमा सुसूचित गर्न वित्तीय विवरण, सूचना तथा प्रतिवेदन तोकिएको समय सिमा भित्र सम्बन्धित निकाय पेश गर्नुको साथै सार्वजनिक रूपमा दैनिक पत्रिका एवम् कम्पनीको वेब साईडमा समेत प्रकाशित समेत गर्दै आएका छौं ।

INDEPENDENT AUDITOR'S REPORT
TO THE SHAREHOLDERS OF SIDDHARTHA PREMIER INSURANCE LIMITED

Report on the Audit of the Financial Statements

We have audited the accompanying financial statements of Siddhartha Premier Insurance Limited (hereafter referred to as "the Company") which comprise Statement of Financial Position as at Ashadh 31, 2080 (July 16, 2023), and Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and a Summary of Significant Accounting Policies and other explanatory notes (hereafter referred to as "the financial Statements").

In our opinion, the financial statements present fairly, in all material respects, the financial position of the company, as at Ashadh 31, 2080 (July 16, 2023), and its financial performance, cash flows, changes in equity for the year then ended, and a summary of significant accounting policies and other explanatory information, in accordance with Nepal Financial Reporting Standards with allowed carve outs and comply with Company Act, 2063 and other prevailing Laws.

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.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in the audit of the financial statements and include the most significant assessed risks of material misstatement (whether or not due to fraud) identified, including those which had the greatest effect on: the overall audit strategy; the allocation of resources in the audit; and directing the efforts of the engagement team. We summaries below the key audit matters, in decreasing order of audit significance, in arriving at our audit opinion above, together with our key audit procedures to address those matters and, as required for public interest entities, our results from those procedures. These matters were addressed, and our results are based on procedures undertaken, in the context of, and solely for the purpose of, our audit of the financial statements as a whole, and in forming our opinion thereon, and consequently are incidental to that opinion, and we do not provide a separate opinion on these matters.



Key audit matter	Key Audit Procedure
<p><u>Revenue recognition</u></p> <p>The Company shows gross premium of NRs. 2,940.97 million in the Profit and Loss account in its annual financial statements (from 1st Shrawan 2079 to 31st Ashadh 2080) as per terms and conditions of underwriting of insurance policy included reinsurance accepted.</p>	<p>Insurer issues insurance policies in compliance with directives on insurance tariffs issued by Nepal Insurance Authority.</p> <p>Insurance Act 2079 allows insurance coverage only on receipt of insurance premium.</p> <p>We have checked the appropriateness of underwriting process, booking of premium income and reinsurance accepted and tested the control implemented.</p> <p>Based on our audit procedures, we were able to satisfy ourselves that the booking of gross premium is appropriate overall.</p>
<p><u>Measurement of gross insurance contract Liabilities</u></p> <p>In the annual account financial statements of the Company provision for gross insurance contract liabilities amounting to NRs. 5,344.01 million has been made as per the directives of Nepal Insurance Authority.</p>	<p>Given the significance of claim provisions we evaluated the appropriateness of the design of the process for recognizing reserves as well as carried out functional tests in order to assess the effectiveness of the internal controls.</p> <p>We focused on controls designed to ensure that the data used are appropriate and complete and that the calculation process is subject to sufficient form of quality assurance.</p> <p>Estimation of Gross insurance contract liabilities is made by an independent actuary in compliance with Actuarial Valuation Directives 2076 issued by Nepal Insurance Authority.</p> <p>Based on our audit procedures, we were able to satisfy ourselves that the estimates and assumptions made for gross insurance contract liability by the management on actuary's LAT report are appropriate overall.</p>

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Management is responsible for the preparation of the other information. The other information comprises the information included in the Management report, Report of the Board of Directors and Chairman's statement but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

Page 2 of 4



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 during the course of our 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.

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, 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, disclosed, as applicable, matters related to going concern and using the group going concern basis of accounting, unless management either intends to liquidate the company or to cease operation or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

Page 3 of 4

A handwritten signature in black ink is written over a circular stamp. The stamp contains the text "R. PANDEY & CO." at the top, "Chartered Accountants" in the center, and "Kathmandu" at the bottom, flanked by two stars.

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 Requirements

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

- i. We have obtained all the information and explanations which were considered necessary for the purpose of our audit.
- ii. The financial statements are in agreement with the books of account maintained by the Company.
- iii. The Statement of Financial Position, Statement of Profit or Loss (including other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows and attached Schedules dealt with by this report are in agreement with the books of account maintained by the Company.
- iv. During our examination of the books of account of the Company, we have not come across the cases where the Board of Directors or any member thereof or any representative or any office holder or any employee of the company has acted contrary to the provisions of law or caused loss or damage to the company.
- v. The details of the branches are adequate for the purpose of our audit, and
- vi. We have not come across any fraudulence in the accounts, so far as it appeared from our examination of the book.

Place: Kathmandu
Date: February 5, 2024
UDIN: 240205CA000313DmAd


Sudarshan Raj Pandey, FCA
Senior Partner



Siddhartha Premier Insurance Limited**Minimum Disclosure in Directors' Report**

(Year Ended Upto Ashadh 31, 2080)

A. Information related to Non Life Insurer

1. Date of establishment : 13th February 1992 (2048.11.01 B.S.)
2. Insurer licence date : 21st April 1994 (2051.01.08 B.S.)
3. Insurance business type, nature : Non Life Insurance Company for Property, Marine, Motor, Cattle & Crops, Micro, Engineering, Miscellaneous, Aviation
4. Date of commencement of business : 12th May 1994 (2051.01.29 B.S.)
5. Other matters which insurer wish to include : There are 125 branches all over the Nepal.

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

1. Tax, service charges, fine and penalties to be paid under laws & regulation whether paid or not
Tax, service charges are paid to the concerned authority
2. Share structure of the insurer, changes if any in line with prevailing laws & regulation
There is change in share structure of the company and the share holding of promoter and public stands 51 % and 49 % respectively.
3. Whether solvency ratio as prescribed by Nepal Insurance Authority is maintained or not
Solvency ratio as prescribed by Beema Samiti is maintained.
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.
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. If not reason to be disclosed.
Investment made by insurer are in line with prevailing laws except government bonds. In case government bonds, it is less than prescribed limit due to non availability of government bonds in the market.
6. Number of claim settled within the year and outstanding claim number and time frame to settle the outstanding claim.
10,438 number of claim file are settled and 13,033 number of claim file are still outstanding within the year and the claim outstanding file shall be settled within 21 days upon receiving survey report.
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.
The company has made compliance with such legal and regulatory provision.
8. Declaration that the appropriate accounting policy has been consistently adopted.
The appropriate accounting policy has been consistently adopted based on Nepal Financial Reporting Standards (NFRS).
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 on date are presented true & fair.
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 effective & adequate based on 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.
There is no any such penalties.
15. Other disclosure which is deemed appropriate by Board of Directors/Management
The company has maintained all reserve & fund as per the provision of Insurance Act and Rules. The company's shares have been listed in Nepal Stock Exchange Ltd and market price per share as on 31/03/2080 was Rs. 779

Siddhartha Premier Insurance Limited

Statement of Financial Position

As At Ashadh 31, 2080 (July 16, 2023)

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Assets			
Goodwill & Intangible Assets	4	11,744,651.58	663,585.47
Property and Equipment	5	830,527,831.01	297,371,519.47
Investment Properties	6	203,139,299.27	37,525,350.00
Deferred Tax Assets	7	-	-
Investment in Subsidiaries	8	-	-
Investment in Associates	9	-	-
Investments	10	9,405,735,641.05	4,266,891,843.13
Loans	11	19,758,639.59	16,164,600.77
Reinsurance Assets	12	3,474,640,587.84	3,547,959,138.20
Current Tax Assets	21	64,582,478.98	33,479,598.23
Insurance Receivables	13	1,606,026,099.28	325,425,664.96
Other Assets	14	86,536,405.03	68,085,033.38
Other Financial Assets	15	622,434,791.02	141,310,420.40
Cash and Cash Equivalents	16	120,662,884.02	1,368,044,598.78
Total Assets		16,445,789,308.67	10,102,921,352.79
Equity & Liabilities			
Equity			
Share Capital	17 (a)	2,806,549,900.00	1,227,684,800.00
Share Application Money Pending Allotment	17 (b)	-	-
Share Premium	17(c)	475,935.00	475,935.00
Special Reserves	17(d)	2,500,000,000.00	-
Catastrophe Reserves	17(e)	137,634,531.21	60,280,385.27
Retained Earnings	17(f)	457,734,321.71	211,657,921.69
Other Equity	17(g)	1,664,208,648.65	1,963,155,683.32
Total Equity		7,566,603,336.56	3,463,254,725.29
Liabilities			
Provisions	18	378,404,048.63	18,706,758.40
Gross Insurance Contract Liabilities	19	5,344,011,961.96	4,367,459,553.00
Deferred Tax Liabilities	7	586,777,181.81	307,488,323.43
Insurance Payables	20	1,808,318,186.17	1,595,980,171.11
Current Tax Liabilities	21	-	-
Borrowings	22	-	-
Other Liabilities	23	464,776,774.02	235,594,802.240
Other Financial Liabilities	24	296,897,819.51	114,437,019.323
Total Liabilities		8,879,185,972.10	6,639,666,627.50
Total Equity and Liabilities		16,445,789,308.67	10,102,921,352.79

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

As per our attached report of even date

Suresh Lal Shrestha

Chairman

Pawan Kumar Agrawal

Director

Rahul Agrawal

Director

Sudarshan Raj Pandey, FCA

Senior Partner

Rajan Krishna Shrestha

Director

Balram Shrestha

Director

S. R. Pandey & Co.

Chartered Accountants

Jasmine Hada Bajracharya

Director

Birendra Bahadur Baidawar Chhetri

Chief Executive Officer

Padam Bahadur Thapa

Chief Financial Officer

Date: 2080/10/21

Place: Kathmandu

Siddhartha Premier Insurance Limited**Statement of Profit or Loss**

For The Year Ended Ashadh 31, 2080 (July 16, 2023)

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Income:			
Gross Earned Premiums	25	2,940,965,074.54	1,938,073,417.98
Premiums Ceded	26	(1,824,588,724.04)	(1,219,181,459.00)
Net Earned Premiums		1,116,376,350.49	718,891,958.98
Commission Income	27	369,718,228.32	235,241,082.47
Other Direct Income	28	10,309,165.59	6,859,097.10
Income from Investments & Loans	29	496,927,454.71	248,848,479.39
Net Gains/ (Losses) on Fair Value Changes	30	6,815,900.86	11,043,070.31
Net Realised Gains/ (Losses)	31	-	1,467,914.52
Other Income	32	17,465,420.95	15,854,545.56
Total Income		2,017,612,520.92	1,238,206,148.33
Expenses:			
Gross Claims Paid	33	3,008,416,182.21	1,044,240,793.96
Claims Ceded	33	(2,211,209,176.76)	(596,086,850.94)
Gross Change in Contract Liabilities	34	(1,650,764,651.66)	(651,978,727.00)
Change in Contract Liabilities Ceded to Reinsurers	34	1,504,264,040.00	598,409,534.80
Net Claims Incurred		650,706,393.79	394,584,750.82
Commission Expenses	35	36,087,921.62	26,447,517.05
Service Fees	36	9,779,976.65	7,132,440.58
Other Direct Expenses	37	11,732,944.32	8,414,695.02
Employee Benefits Expenses	38	391,608,043.45	241,400,329.94
Depreciation and Amortization Expenses	39	38,407,345.50	24,955,096.57
Impairment Losses	40	34,215,360.59	(11,941,570.00)
Other Operating Expenses	41	138,941,691.96	72,438,390.41
Finance Cost	42	9,009,887.92	3,751,293.00
Total Expenses		1,320,489,565.80	767,182,943.38
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax		697,122,955.12	471,023,204.95
Share of Net Profit of Associates accounted using Equity Method	9	-	-
Profit Before Tax		697,122,955.12	471,023,204.95
Income Tax Expense	43	317,803,450.60	149,583,255.95
Net Profit/ (Loss) For The Year		379,319,504.52	321,439,949.00
Earning Per Share	51		
Basic EPS		13.52	26.18
Diluted EPS		13.52	26.18

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

As per our attached report of even date

Suresh Lal Shrestha
Chairman

Pawan Kumar Agrawal
Director

Rahul Agrawal
Director

Sudarshan Raj Pandey, FCA
Senior Partner

Rajan Krishna Shrestha
Director

Balram Shrestha
Director

S. R. Pandey & Co.
Chartered Accountants

Jasmine Hada Bajracharya
Director

Birendra Bahadur Baidawar Chhetri
Chief Executive Officer

Padam Bahadur Thapa
Chief Financial Officer

Date: 2080/10/21
Place: Kathmandu

Siddhartha Premier Insurance Ltd.**Statement of Comprehensive Income**

For The Year Ended Ashadh 31, 2080 (July 16, 2023)

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Net Profit/ (Loss) For The Year		379,319,504.52	321,439,949.00
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		-	-
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		724,313,285.40	(224,617,138.32)
Revaluation of Property and Equipment/ Intangible Assets		31,947,019.36	(7,289,420.50)
Re-measurement of Post-Employment Benefit Obligations		-	-
Share of other comprehensive income of associates accounted for using the equity method		-	-
Income Tax Relating to Above Items		(226,878,091.43)	69,571,967.65
Total Other Comprehensive Income For the Year, Net of Tax		529,382,213.34	(162,334,591.17)
Total Comprehensive Income For the Year, Net of Tax		908,701,717.86	159,105,357.83

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

As per our attached report of even date

Suresh Lal Shrestha

Chairman

Pawan Kumar Agrawal

Director

Rahul Agrawal

Director

Sudarshan Raj Pandey, FCA

Senior Partner

Rajan Krishna Shrestha

Director

Balram Shrestha

Director

S. R. Pandey & Co.

Chartered Accountants

Jasmine Hada Bajracharya

Director

Birendra Bahadur Baidawar Chhetri

Chief Executive Officer

Padam Bahadur Thapa

Chief Financial Officer

Date: 2080/10/21

Place: Kathmandu

Siddhartha Premier Insurance Ltd.

Statement of Changes In Equity

For The Year Ended Ashadh 31, 2080 (July 16, 2023)

Previous Year

Fig. in NPR

Particulars	Ordinary Share Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserves	Special Reserves	Capital Reserves	Catastrophe Reserves	Corporate Social Responsibility (CSR) Reserves	Insurance Fund Including Insurance Reserve	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserve	Other Reserves	Total
Balance as at Shrawan 1, 2078	1,074,560,000.00	-	-	- 475,935.00	164,049,751.97	123,392,845.00	-	-	- 42,773,558.27	-	- 870,390,555.00	884,791,757.00	-	- 55,464,820.96	63,966,494.80	3,279,865,718.00
Prior Period Adjustment					51,664,009.31	(18,778,002.00)									(22,918,232.00)	9,967,775.31
Restated Balance as at Shrawan 1, 2078	1,074,560,000.00	-	-	- 475,935.00	215,713,761.28	104,614,843.00	-	-	- 42,773,558.27	-	- 870,390,555.00	884,791,757.00	-	- 55,464,820.96	41,048,262.80	3,289,833,493.31
Profit/(Loss) For the Year					321,439,949.00											321,439,949.00
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	-	-	-	-	-	-	-	-	-	-	-	(157,231,996.91)	-	-	-	(157,231,996.91)
v) Revaluation of Property and Equipment/ Intangible Assets	-	-	-	-	-	13,675,408.03	-	-	-	-	-	-	-	-	-	13,675,408.03
vi) Re-measurement of Post-Employment Benefit Obligations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Reserves/ Funds	-	-	-	-	(168,354,854.40)	-	-	-	- 17,506,827.00	3,503,593.00	174,541,509.00	-	-	-	(27,197,074.60)	-
Transfer of Deferred Tax Reserves	-	-	-	-	445,993.95	-	-	-	-	-	-	-	-	(445,993.95)	-	-
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	-	-	-	-	3,597,071.86	-	-	-	-	-	-	-	-	-	-	3,597,071.86
Share Issuance Costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contribution by/ Distribution to the owners of the Company																
i) Bonus Share Issued	153,124,800.00	-	-	-	(153,124,800.00)	-	-	-	-	-	-	-	-	-	-	-
ii) Share Issue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iii) Cash Dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iv) Dividend Distribution Tax	-	-	-	-	(8,059,200.00)	-	-	-	-	-	-	-	-	-	-	(8,059,200.00)
v) Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 32, 2079	1,227,684,800.00	-	-	- 475,935.00	211,657,921.69	118,290,251.03	-	-	60,280,385.27	3,503,593.00	1,044,932,064.00	727,559,760.09	-	- 55,018,827.01	13,851,188.20	3,463,254,725.29
Balance as at Shrawan 1, 2079	1,227,684,800.00	-	-	- 475,935.00	211,657,921.69	118,290,251.03	-	-	60,280,385.27	3,503,593.00	1,044,932,064.00	727,559,760.09	-	- 55,018,827.01	13,851,188.20	3,463,254,725.29
Prior Period Adjustment	-	-	-	-	1,242,135.27	-	-	-	-	-	-	-	-	-	-	1,242,135.27
Restated Balance as at Shrawan 1, 2079	1,227,684,800.00	-	-	- 475,935.00	212,900,056.96	118,290,251.03	-	-	60,280,385.27	3,503,593.00	1,044,932,064.00	727,559,760.09	-	- 55,018,827.01	13,851,188.20	3,464,495,860.56
Profit/(Loss) For the Year					379,319,504.52											379,319,504.52

30th Annual Report

As per our attached report of even date

Rahul Agrawal

Director

Balram Shrestha

Director

Birendra Bahadur Baidawar Chhetri

Chief Executive Officer

Senior Partner

Chartered Accountants

Padam Bahadur Thapa

Chief Financial Officer

Date: 2080/10/21

Place: Kathmandu

Siddhartha Premier Insurance Ltd.**Statement of Cash Flows**

For The Year Ended Ashadh 31, 2080 (July 16, 2023)

Fig. in NPR

Particulars	Current Year	Previous Year
Cash Flow From Operating Activities:		
Cash Received		
Gross Premium Received	2,784,395,493.74	2,117,229,225.61
Reinsurance Commission Received	349,790,480.21	281,519,769.16
Claim Recovery Received from Reinsurers	2,211,209,176.76	596,086,850.94
Realised Foreign Exchange Income other than on Cash and Cash Equivalents	-	-
Other Direct Income Received	23,046,486.35	20,898,948.78
Others - Other Income	17,465,420.95	15,854,545.56
Cash Paid		
Gross Claims Paid	(3,008,416,182.21)	(1,044,240,793.96)
Reinsurance Premium Paid	(2,785,251,860.62)	(116,486,834.77)
Commission Paid	(31,263,694.62)	(30,577,657.53)
Service Fees Paid	(21,172,292.26)	(19,036,112.29)
Employee Benefits Expenses Paid	(79,952,566.22)	(238,748,103.23)
Other Management Expenses Paid	(557,803,408.22)	(45,467,428.81)
Other Direct Expenses Paid	(11,732,944.32)	(8,414,695.02)
Others - Other Expenses	(2,650,012.00)	(749,557.69)
Income Tax Paid	(149,137,262.00)	(152,030,680.00)
Net Cash Flow From Operating Activities [1]	(1,261,473,164.46)	1,375,837,476.75
Cash Flow From Investing Activities		
Acquisitions of Intangible Assets	(42,499.68)	(171,650.00)
Proceeds From Sale of Intangible Assets	-	-
Acquisitions of Investment Properties	-	-
Proceeds From Sale of Investment Properties	-	-
Acquisitions of Property, Plant & Equipment	(5,361,395.73)	(43,893,005.28)
Proceeds From Sale of Property, Plant & Equipment	2,561,934.74	-
Investment in Subsidiaries	-	-
Receipts from Sale of Investments in Subsidiaries	-	-
Investment in Associates	-	-
Receipts from Sale of Investments in Associates	-	-
Purchase of Equity Instruments	-	(8,279,813.02)
Proceeds from Sale of Equity Instruments	(7,300,996.28)	8,516,474.36
Purchase of Mutual Funds	(1,000,000.00)	(3,666,700.00)
Proceeds from Sale of Mutual Funds	-	-
Purchase of Preference Shares	-	-
Proceeds from Sale of Preference Shares	-	-
Purchase of Debentures	(159,730,000.00)	(6,000,000.00)
Proceeds from Sale of Debentures	-	495,000.00
Purchase of Bonds	-	-
Proceeds from Sale of Bonds	-	-

Investments in Deposits	(3,483,900,000.00)	(2,824,600,000.00)
Maturity of Deposits	3,180,300,000.00	2,421,975,000.00
Loans Paid	(3,381,865.00)	(8,451,600.00)
Proceeds from Loans	4,226,453.94	7,952,285.39
Rental Income Received	6,473,617.60	2,179,808.27
Proceeds from Finance Lease	-	-
Interest Income Received	485,631,061.46	233,553,718.08
Dividend Received	4,822,775.65	13,543,649.28
Others	-	-
Total Cash Flow From Investing Activities [2]	23,299,086.71	(206,846,832.92)
Cash Flow From Financing Activities		
Interest Paid	-	(3,751,293.00)
Proceeds From Borrowings	-	-
Repayment of Borrowings	-	-
Payment of Finance Lease	-	(13,902,292.00)
Proceeds From Issue of Share Capital	-	-
Share Issuance Cost Paid	-	-
Dividend Paid	-	(8,445,542.01)
Dividend Distribution Tax Paid	(9,207,637.00)	(8,059,200.00)
Others	-	-
Total Cash Flow From Financing Activities [3]	(9,207,637.00)	(34,158,327.01)
Net Increase/(Decrease) In Cash & Cash Equivalents [1+2+3]	(1,247,381,714.75)	1,134,832,316.83
Cash & Cash Equivalents At Beginning of The Year/Period	1,368,044,598.78	233,212,281.95
Effect of Exchange Rate Changes on Cash and Cash Equivalents	-	-
Cash & Cash Equivalents At End of The Year/Period	120,662,884.02	1,368,044,598.78
Components of Cash & Cash Equivalents		
Cash In Hand	518,020.63	-
Cheques In Hand	-	1,176,819.00
Term Deposit with Banks (with initial maturity upto 3 months)	-	-
Balance With Banks	120,144,863.39	1,366,867,779.78

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

As per our attached report of even date

Suresh Lal Shrestha
Chairman

Pawan Kumar Agrawal
Director

Rahul Agrawal
Director

Sudarshan Raj Pandey, FCA
Senior Partner

Rajan Krishna Shrestha
Director

Balram Shrestha
Director

S. R. Pandey & Co.
Chartered Accountants

Jasmine Hada Bajracharya
Director

Birendra Bahadur Baidawar Chhetri
Chief Executive Officer

Padam Bahadur Thapa
Chief Financial Officer

Date: 2080/10/21

Place: Kathmandu

Siddhartha Premier Insurance Ltd.**Statement of Distributable Profit or Loss**

For The Year Ended Ashadh 31, 2080 (July 16, 2023)

Fig. in NPR

Particulars	Current Year	Previous Year
Opening Balance in Retained Earnings	211,657,921.69	164,049,751.97
Transfer from OCI reserves to retained earning in current year	-	22,375,073.86
Net profit or (loss) as per statement of profit or loss	379,319,504.52	321,439,949.00
Appropriations:		
i) Transfer to Insurance Fund	-	(174,541,509.00)
ii) Transfer to Special Reserve	(138,497,654.90)	-
iii) Transfer to Catastrophe Reserve	7,780,559.39	(17,506,827.00)
iv) Transfer to Capital Reserve	-	-
v) Transfer to CSR reserve	(4,374,319.17)	(3,503,593.00)
vi) Transfer to/from Regulatory Reserve	6,353,256.41	50,115,306.60
vii) Transfer to Fair Value Reserve	-	-
viii) Transfer of Deferred Tax Reserve	58,112,424.60	445,993.95
ix) Transfer to OCI reserves due to change in classification	-	-
x) Others - Capital Reserve	10,984,084.00	-
- Business Combination	132,594,719.13	-
Deductions:	-	-
i) Accumulated Fair Value Gain on each Financial Assets Measured at FVTPL		
a) Equity Instruments	-	-
b) Mutual Fund	-	-
c) Others	-	-
ii) Accumulated Fair Value gain on Investment Properties	(116,774,345.80)	(20,874,750.40)
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	(10,984,084.00)	-
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	(184,152,737.00)	(161,184,000.00)
xiv) Deduction as per Sec 17 of Financial directive	-	-
xiv) Deduction as per Sec 18 of Financial directive	-	-
xv) Others : Prior Period Adjustments	1,242,135.27	9,967,775.31
Adjusted Retained Earning	353,261,464.14	190,783,171.30
Add: Transfer from Share Premium Account	-	-
Less: Amount apportioned for Assigned capital	-	-
Less: Deduction as per sec 15(1) Of Financial directive	-	-
Add: Transfer from SIL	136,236,208.40	-
Less: Tax on Bonus Share Distributed from Share Premium	(148,537,696.63)	-
Total Distributable Profit/(loss)	340,959,975.91	190,783,171.30

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

As per our attached report of even date

Suresh Lal Shrestha
Chairman

Pawan Kumar Agrawal
Director

Rahul Agrawal
Director

Sudarshan Raj Pandey, FCA
Senior Partner

Rajan Krishna Shrestha
Director

Balram Shrestha
Director

S. R. Pandey & Co.
Chartered Accountants

Jasmine Hada Bajracharya
Director

Birendra Bahadur Baidawar Chhetri
Chief Executive Officer

Padam Bahadur Thapa
Chief Financial Officer

Date: 2080/10/21
Place: Kathmandu

Siddhartha Premier Insurance Limited

Notes to the Financial Statements

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

1. Reporting Entity

Siddhartha Premier Insurance Limited (herein after referred to as the 'Company') is a public limited company, incorporated on 13th February 1992 and operated as Non-Life Insurance Company after obtaining license on 21st April 1994 under the Insurance Act 2079.

The registered office of the Company is located at Naxal, Kathmandu. The Company's share are listed on 3rd May, 1995.

Premier Insurance acquired Siddhartha Insurance Limited based on the Memorandum of Understanding (MoU) for the acquisition signed on 2079/03/29. Prior approval (Letter of Intent) from Nepal Insurance Authority was obtained on 2079/03/29 and acquisition was approved by the Annual General Meeting of both the institutions held on 2079/09/29.

The final approval of the acquisition was obtained from Nepal Insurance Authority on 2079/10/17. Accordingly, on obtaining approval, joint operation was started from 2079/11/17 under "Siddhartha Premier Insurance Company (Nepal) Limited" (herein after referred to as SPIL). SPIL obtained new license from Nepal Insurance Authority on 2079/11/14 under Insurance Act 2079.

For the consideration of acquisition, the company has issued 14,039,200 number of equity shares at swap ratio of 100:100 (100 shares of Siddhartha Premiere Insurance Limited for every 100 shares of Siddhartha Insurance Limited) based on Due Diligence Report by expert and adopted by AGM on 2079/09/29.

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

2. Basis of Preparation

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

a. 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 21st Magh, 2080 (4th February 2023).

b. 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 21.10.2080.

c. Basis of Measurement

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

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

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

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

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

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

d. Use of Estimates

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

e. Functional and Presentation Currency

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

f. Going Concern

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

g. Change in Accounting Policies

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

h. Recent Accounting Pronouncements

Accounting standards issued and effective

Accounting standards issued and non-effective

i. Carve-outs

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

j. Presentation of financial statements

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

k. Offsetting

Financial assets and financial liabilities are offset and the net amount reported in the Statement of Financial Position, only when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or to realize the assets and settle the liabilities simultaneously.

Income and expenses are not offset in the Statement of Profit or Loss unless required or permitted by Nepalese Financial Reporting Standards or Interpretation (issued by the International Financial Reporting Interpretations Committee (IFRIC) and Standard Interpretations Committee (SIC) and as specifically disclosed in the Significant Accounting Policies of the Company.

I. Materiality and Aggregation

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

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

3. Significant Accounting Policies

a. Property and Equipment

i. Recognition

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

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

ii. Revaluation

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

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

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

Difference between depreciation on the revalued carrying amount of the asset and depreciation based on the asset's original cost is transferred to retained earnings.

iii. Depreciation

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

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

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

List of Assets Categories	Useful Life (In Years) for SLM/Rate for WDV
Land	-
Buildings	40 year
Leasehold Improvement	Lease Period
Furniture & Fixture	10 year
Computers and IT Equipment	8 year
Officer Equipment	8 year
Vehicles	12 year
Other Assets	12 year

iv. Derecognition

An item of Property and Equipment is derecognized up to disposal or when no Future Economic Benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of Property 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.

b. Goodwill & 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:

1. The consideration transferred measured in accordance with the NFRS 3, which generally requires acquisition-date fair value
2. The amount of any non-controlling interest in the acquiree measured in accordance with the NFRS 3, and
3. 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.

Accordingly, as per the standard goodwill has been recognized for the excess of the value derived as per (a) over (b)

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
Software	5
Licenses	License Period
Others	-

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.

c. Investment Properties**Fair Value Model**

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

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

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

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

d. 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.

e. Financial Assets

i. Initial Recognition & Measurement

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

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

ii. Subsequent Measurement

a. Financial Assets carried at Amortized Cost (AC)

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

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

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

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

A Financial Asset which is not classified in any of the above categories are measured at FVTPL.

iii. De-Recognition

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

iv. Impairment of Financial Assets

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

f. 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.

g. Offsetting financial instruments

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

h. 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.

Reinsurance Assets acquired from Siddhartha Insurance Limited

Reinsurance Assets acquired from Siddhartha Insurance Limited during business combination has been presented below:

Reinsurance Assets	Amount (NRs.)
Unearned Premium Reserve	486,048,412.40
Premium Deficiency Reserve	(11,141,790.00)
Outstanding Claims	981,348,862.68
IBNR and IBNER Claim	160,595,008.80
Margin For Adverse Deviation	8,029,750.44
Total	1,624,880,244.32

i. 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.

j. Reserves and Funds**i. Share Application Money Pending Allotment:**

The company has no such share application money pending allotment as on reporting date.

ii. Share Premium:

Amount received by company in excess of face value on issue of share capital is recognized as Share Premium. The amount in share premium is allowed for distribution subject to provisions of company act & regulatory requirement.

Share premium on business combination has been disclosed in the financial statement.

iii. Catastrophe Reserve:

The Company has allocated catastrophe reserve as per regulator's directive.

iv. Fair Value Reserve:

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

v. Regulatory Reserves:

Reserve created out of net profit in line with different circulars issued by regulatory authority.

v. Actuarial Reserves:

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

vi. Revaluation Reserves:

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

vii. Special Reserve:

The Company has allocated Special Reserve as per regulator's directive.

viii. Other Reserves:

Reserves other than above reserves have been included in other reserves. Reserve against Deferred Tax Income is created during the year.

k. Insurance Contract Liabilities**i. Provision for unearned premiums**

Unearned premiums reserve represents the portion of the premium written in the year but relating to the unexpired term of coverage.

Change in reserve for unearned insurance premium represents the net portion of the gross written premium transferred to the unearned premium reserve during the year to cover the unexpired period of the policies.

ii. Premium deficiency reserves

Premium deficiency reserve is needed to be maintained if the summation of expected ultimate loss ratio and maintenance expenses of the unexpired part of already written risk is more than the unexpired premium.

iii. Outstanding claims provisions

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

iv. Provision for claim incurred but not reported (IBNR)

Significant delays are experienced in the notification and settlement of certain types of claims, the ultimate cost of which cannot be known with certainty at the statement of financial position date.

The liability is calculated at the reporting date using a range of standard actuarial claim projection techniques, based on empirical data and current assumptions that may include a margin for adverse deviation.

Insurance Contract Liabilities acquired from Siddhartha Insurance Limited

Gross Insurance Contract Liabilities acquired from Siddhartha Insurance Limited during business combination has been presented below:

Gross Insurance Contract Liabilities	Amount (NRs.)
Unearned Premium Reserve	1,102,918,744.00
Premium Deficiency Reserve	3,230,765.00
Outstanding Claims	1,389,810,982.37
IBNR and IBNER Claim	274,215,381.00
Margin For Adverse Deviation	13,710,769.05
Total	2,783,886,641.42

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 non-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.

I. Employee Benefits

i. Short Term Obligations

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

ii. Post-Employment Benefits

Defined Contribution Plan

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

Defined Benefit Plan

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

iii. Long Term Employee Benefits

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

iv. Termination

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

- a. When the Company can no longer withdraw the offer of those benefits; and
- b. When the entity recognizes costs for a restructuring that is within the scope of NAS 37 and involves the payment of termination benefits. The termination benefits are measured based on the number of employees expected to accept the offer in case of voluntary retirement scheme.

m. Revenue Recognition

i. Gross Premium

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

ii. Unearned Premium Reserves

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

iii. Premiums on Reinsurance Accepted

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

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

iv. Reinsurance Premium

Direct Reinsurance premiums 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. Unearned reinsurance premiums are deferred over the term of the underlying direct insurance policies for risks- attaching contracts and over the term of the reinsurance contract for losses occurring contracts.

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

v. Commission Income

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

vi. Investment Income

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

vii. Net realized gains and losses

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

n. Claims and Expenses**i. Gross Claims**

Claims includes the cost of all claims arising during the year, including external claims handling costs that are directly related to processing and settlement of claims. Claims that are incurred during the financial year are recognized when a claimable event occurs and/or the insurer is notified.

Reserves for Incurred But Not Reported Claims (IBNR) are calculated at the reporting date using a range of standard actuarial claim projection techniques, based on empirical data and current assumptions that may include a margin for adverse deviation.

ii. Reinsurance Claims

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

o. 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. Property Portfolio - Property/Fire insurance business means the business of affecting and carrying out contracts of insurance, otherwise than incidental to some other class of insurance business against loss or damage to property due to fire, explosion, storm and other occurrences customarily included among the risks insured against in the property/fire insurance business.
- ii. Motor Portfolio - Motor insurance business means the business of affecting and carrying out contracts of insurance against loss of, or damage to, or arising out of or in connection with the use of, motor vehicles, inclusive of third party risks but exclusive of transit risks.
- iii. Marine Portfolio - Marine insurance business means the business of affecting and carrying out contracts of insurance against loss of consignment of goods during transit.
- iv. Engineering Portfolio - Engineering insurance business means the insurance that provides economic safeguard to the risks faced by the ongoing construction project, installation project, and machines and equipment in project operation.
- v. Micro Portfolio - Micro Insurance protects against loss of or damage to crops or livestock. It has great potential to provide value to low-income farmers and their communities, both by protecting farmers when shocks occur and by encouraging greater investment in crops.
- vi. Aviation Portfolio - Aviation Insurance provides coverage for hull losses as well as liability for passenger injuries, environmental and third-party damage caused by aircraft accidents.
- vii. Cattle and Crop Portfolio - Cattle and Crop Insurance provides insurance against loss of or damage to Cattle and crops.
- viii. Miscellaneous Portfolio - All the insurance business which doesn't fall in above categories fall under miscellaneous insurance business. Group Personal Accidents, Medical Insurances, Professional indemnity insurance etc. fall under this category of business.

p. 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.

q. 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.

r. 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 NRs. 150,994,509.90 present value at inception has been considered as low value and for those lease the expenses has been recognized under straight line basis.

s. Income Taxes

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

i. Current Tax

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

ii. Deferred Tax

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

Deferred Tax Assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible Temporary 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.

Current tax and deferred tax shall be recognized outside profit or loss if the tax relates to items that are recognized, in the same or a different period, outside profit or loss. Therefore, current tax and deferred tax that relates to items that are recognized, in the same or a different period:

- a. In other comprehensive income, shall be recognized in other comprehensive income.
- b. Directly in equity, shall be recognized directly in equity.

Section 56 (3) of Income Tax Act 2058 states that if an entity distributes a dividend to a beneficiary that is not a distribution of profit, the dividend shall be included in calculation of income of the entity. Section 26 of Finance Act 2080 waived off the fee and interest on such income of liability is discharged by end of Mangsir 2080. Further decision of supreme court dated 14 December upheld the provision.

Accordingly, Tax on bonus share distributed from share premium of NRs. 161,487,865.63 has been recognized directly through retained earnings.

t. Provisions, Contingent Liabilities & Contingent Assets

i. Provisions

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

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

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

ii. Contingent Liabilities

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

iii. Contingent Assets

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

u. Functional Currency & Foreign Currency Transactions

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

v. Earnings Per Share

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

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

w. 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.

x. Business Combination

The Company has acquired erstwhile Siddhartha Insurance Limited, for the purpose of obtaining synergy gain. The Memorandum of Understanding (MoU) for the acquisition was signed on 2079/03/27, the prior approval (Letter of Intent) from Nepal Insurance Authority was obtained on 2079/03/29. The acquisition was approved by the Annual General Meetings of both the institutions held on 2079/09/29 via Special Resolution. The final approval of the acquisition was obtained from Nepal Insurance Authority on 2079/10/24 and from Securities Exchange Board of Nepal on 2079/10/24. The joint operation started from 2079/11/17. For the consideration of acquisition, the company has issued 14,039,200 number of equity shares at swap ratio of 100:100 (100 shares of Siddhartha Premier Insurance Limited for every 100 shares of Siddhartha Insurance Limited) based on Due diligence report by expert and adopted by AGM on 2079/09/29.

Accounting for acquisition of Siddhartha Insurance Limited has been done as per NFRS – 3 Business Combination along with considering the explanatory notes prescribed by The Institute of Chartered Accountants of Nepal (ICAN). Consideration transferred @ NRs. 275.71 per share is based on the Fair Value per share of Premier Insurance Company Limited on the date of acquisition, Falgun 16, 2079.

Fair value assets, liabilities and Goodwill is presented below:

Particulars	Amount (NRs.)
Total Assets	7,493,467,639
Total Liabilities	3,633,703,890
Net Assets (A)	3,859,763,749
Less:	
Equity Share Capital	1,403,920,000
Reserve & Other Equity	2,455,843,748
Consideration Transferred (B)	3,870,747,833
Capital Reserve/(Goodwill) (A-B)	(10,984,084)

Siddhartha Premier Insurance Ltd.**Notes to the Financial Statements**

For The Year Ended Ashadh 31, 2080 (July 16, 2023)

4. Intangible Assets**Fig. in NPR**

Particulars	Softwares	Goodwill	Others	Total
Gross carrying amount				
As at Shrawan 1, 2078	2,916,501.70	-	-	2,916,501.70
Additions during the year				-
Acquisition	171,650.00	-	-	171,650.00
Internal Development	-	-	-	-
Business Combination	-	-	-	-
Disposals during the year	-	-	-	-
Revaluation/Adjustment	-	-	-	-
As at Shrawan 1, 2079	3,088,151.70	-	-	3,088,151.70
Additions during the year				-
Acquisition	42,500.00	-	-	42,500.00
Internal Development	-	-	-	-
Business Combination	-	10,984,084.00	-	10,984,084.00
Transfer from SIL	643,958.65	-		643,958.65
Disposals during the year	-	-	-	-
Revaluation/Adjustment	-	-	-	-
Balance as at Ashadh 31, 2080	3,774,610.35	10,984,084.00	-	14,758,694.35
Accumulated amortization and impairment				
As at Shrawan 1, 2078	1,995,486.32	-	-	1,995,486.32
Additions during the year	429,079.91	-	-	429,079.91
Disposals during the year		-	-	-
Impairment during the year		-	-	-
As at Shrawan 1, 2079	2,424,566.23	-	-	2,424,566.23
Additions during the year	589,476.54	-	-	589,476.54
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as at Ashadh 31, 2080	3,014,042.77	-	-	3,014,042.77
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 at Shrawan 32, 2079	663,585.47	-	-	663,585.47
As at Ashadh 31, 2080	760,567.58	10,984,084.00	-	11,744,651.58

Siddhartha Premier Insurance Ltd.

Notes to the Financial Statements

5. Property and Equipment

Particulars	Land	Buildings	Leasehold Improvement	Furniture & Fixtures	Computers and IT Equipments	Office Equipment	Vehicles	Other Assets	Total
Gross carrying amount									
As at Shrawan 1, 2078	120,614,389	91,901,329	-	31,590,822	24,996,113	5,976,394	30,612,835	12,330,090	318,021,971.96
Additions during the year	-	-	-	-	-	-	-	-	-
Acquisition	-	-	-	-	-	-	-	-	-
Capitalisation	-	-	-	2,180,553	1,142,074	350,915	-	8,000	3,681,541.28
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	29,463,311	(15,671,924)	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
As at Shrawan 1, 2079	150,077,700.00	76,229,405.00	-	33,771,374.84	26,138,186.82	6,327,309.22	30,612,834.56	12,338,090.24	335,494,900.69
Additions during the year	-	-	-	-	-	-	-	-	-
Acquisition	-	-	-	3,688,877.21	780,150.79	673,278.41	14,596.00	204,491.94	5,361,394.35
Capitalisation	-	-	-	-	-	-	-	-	-
Transfer from SIL	282,225,000.00	111,821,450.00	9,984,814.31	8,184,231.99	1,972,363.11	5,911,650.49	16,946,266.04	3,313,240.55	440,359,016.49
Disposals during the year	-	-	-	(32,107.60)	-	-	(5,066,598.83)	-	(5,098,706.43)
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	7,026,500.00	22,666,316.36	-	-	-	-	-	-	29,692,816.36
Transfer/ adjustments	-	-	-	-	6,898,921.48	(3,770,712.00)	-	(3,128,209.48)	-
Balance as at Ashadh 31, 2080	439,329,200.00	210,717,171.36	9,984,814.31	45,612,376.44	35,789,622.20	9,141,526.12	42,507,097.77	12,727,613.25	805,809,421.46
Accumulated depreciation and impairment									
As at Shrawan 1, 2078	-	21,456,421.97	-	13,974,640.83	16,349,799.97	3,379,980.72	11,895,471.77	9,079,087.30	76,135,402.56
Additions during the year	-	1,204,586.03	-	3,267,307.18	2,475,782.04	670,545.16	2,551,069.59	1,027,705.65	11,196,995.66
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	(8,997,553.00)	-	-	-	-	-	-	(8,997,553.00)
As at Shrawan 1, 2079	-	13,663,455.00	-	17,241,948.01	18,825,582.01	4,050,525.88	14,446,541.37	10,106,792.95	78,334,845.22
Additions during the year	-	1,590,349.73	887,601.09	3,901,159.69	4,510,098.11	1,256,976.84	3,391,760.86	1,121,504.26	16,659,450.59
Disposals during the year	-	-	-	(8,057.72)	-	-	(2,528,714.41)	-	(2,536,772.13)
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	(1,242,133.37)	-	-	-	-	-	-	(1,242,133.37)
Balance as at Ashadh 31, 2080	-	14,011,671.36	887,601.09	21,135,049.98	23,335,680.12	5,307,502.73	15,309,587.82	11,228,297.21	91,215,390.30
Capital Work-In-Progress									
As at Shrawan 1, 2078	-	-	-	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-	-	-	-
Capitalisation during the year	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
As at Shrawan 1, 2079	-	-	-	-	-	-	-	-	-

Particulars	Land	Buildings	Leasehold Improvement	Furniture & Fixtures	Computers and IT Equipments	Office Equipment	Vehicles	Other Assets	Total
Additions during the year	-	-	-	-	-	-	-	-	-
Capitalisation during the year	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 31, 2080	-	-	-	-	-	-	-	-	-
Net Carrying Amount	150,077,700.00	62,565,950.00	-	16,529,426.83	7,312,604.81	2,276,783.34	16,166,293.20	2,231,297.30	257,160,055.47
As at Ashadh 31, 2080	439,329,200.00	196,705,500.00	9,097,213.22	24,477,326.46	12,453,942.08	3,834,023.39	27,197,509.96	1,499,316.05	714,594,031.16
Right-of-Use Assets (after Implementation of NFRS 16)									
Gross carrying amount									
As at Shrawan 1, 2078	-	-	-	-	-	-	-	-	-
Additions during the year	-	54,113,756.00	-	-	-	-	-	-	54,113,756.00
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-	-
As at Shrawan 1, 2079	-	54,113,756.00	-	-	-	-	-	-	54,113,756.00
Additions during the year	-	(16,019,582.60)	-	-	-	-	-	-	(16,019,582.60)
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer from SIL	-	112,900,337	-	-	-	-	-	-	112,900,336.50
Transfer/Adjustment	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 31, 2080	-	150,994,509.90	-	-	-	-	-	-	150,994,509.90
Accumulated depreciation									
As at Shrawan 1, 2078	-	-	-	-	-	-	-	-	-
Additions during the year	-	13,902,292.00	-	-	-	-	-	-	13,902,292
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/adjustments	-	-	-	-	-	-	-	-	-
As at Shrawan 1, 2079	-	13,902,292.00	-	-	-	-	-	-	13,902,292.00
Additions during the year	-	21,158,418.05	-	-	-	-	-	-	21,158,418.05
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/adjustments	-	-	-	-	-	-	-	-	-
Balance as at Ashadh 31, 2080	-	35,060,710.05	-	-	-	-	-	-	35,060,710.05
Net Carrying Amount									
As at Shrawan 1, 2079	-	40,211,464.00	-	-	-	-	-	-	40,211,464.00
As at Ashadh 31, 2080	-	115,933,799.85	-	-	-	-	-	-	115,933,799.85
Grand Total									
As on Ashadh 32, 2079	150,077,700.00	102,777,414.00	-	16,529,426.83	7,312,604.81	2,276,783.34	16,166,293.20	2,231,297.30	297,371,519.47
As on Ashadh 31, 2080	439,329,200.00	312,639,299.85	9,097,213.22	24,477,326.46	12,453,942.08	3,834,023.39	27,197,509.96	1,499,316.05	830,527,831.01

Siddhartha Premier Insurance Ltd.

Notes to the Financial Statements

6. Investment Properties

Fig. in NPR

Particulars	Land	Building	Total
Gross carrying amount			
As at Shrawan 1, 2078	17,705,610.52	10,506,202.70	28,211,813.22
Additions during the year	-	-	-
Disposals during the year	-	-	-
Net changes in Fair Value	8,778,689.48	534,847.30	9,313,536.78
Transfer/Adjustments	-	-	-
As at Shrawan 1, 2079	26,484,300.00	11,041,050.00	37,525,350.00
Additions during the year	-	-	-
Disposals during the year	-	-	-
Net changes in Fair Value	1,223,500.00	1,030,702.00	2,254,202.00
Transfer from SIL	115,275,000.00	45,673,549.27	160,948,549.27
Transfer/Adjustments	-	2,411,198.00	2,411,198.00
Balance as at Ashadh 31, 2080	142,982,800.00	60,156,499.27	203,139,299.27
Capital work-in-progress			
As at Shrawan 1, 2078	-	-	-
Additions during the year	-	-	-
Capitalisation during the year	-	-	-
Disposals during the year	-	-	-
Impairment during the year	-	-	-
As at Shrawan 1, 2079	-	-	-
Additions during the year	-	-	-
Capitalisation during the year	-	-	-
Disposals during the year	-	-	-
Impairment during the year	-	-	-
Balance as at Ashadh 31, 2080	-	-	-
Net Carrying Amount			
As at Shrawan 1, 2079	26,484,300.00	11,041,050.00	37,525,350.00
As at Ashad 31, 2080	142,982,800.00	60,156,499.27	203,139,299.27

(i) Amounts recognised in profit or loss

Particulars	Current Year	Previous Year
Rental income	5,741,749.18	2,626,095.27
Direct operating expenses from property that generated rental income	-	-
Direct operating expenses from property that didn't generated rental income	-	-
Profit from investment properties before depreciation	5,741,749.18	2,626,095.27
Depreciation	-	-
Profit from investment properties	5,741,749.18	2,626,095.27

(ii) Fair value of investment properties:

Particulars	Current Year	Previous Year
Land	142,982,800.00	26,484,300.00
Building	60,156,499.27	11,041,050.00
Total	203,139,299.27	37,525,350.00

Estimation of Fair Value

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

- Current prices in an active market for properties of different nature or recent prices of similar properties in less active markets, adjusted to reflect those differences,
- Discounted cash flow projections based on reliable estimates of future cash flows,
- Capitalised income projections based upon a property's estimated net market income, and a capitalisation rate derived from an analysis of market evidence.

The fair values of investment properties have been determined by external independent qualified valuer. The main inputs used are the rental growth rates, expected vacancy rates, terminal yields and discount rates based on comparable transactions and industry data.

(iv) Disclosure on restriction on the realisability of investment properties:

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

(v) Contractual obligations:

The company does not have any contractual obligations relating to investment properties.

7. Deferred Tax Assets/(Liabilities)

Particulars	Current Year			Previous Year		
	Through SOPL	Through SOCI	Total	Through SOPL	Through SOCI	Total
Goodwill & Intangible Assets	(229,925.41)	-	(229,925.41)	(36,738.24)	-	(36,738.24)
Property and Equipment	(16,163,231.49)	(156,347,051.84)	(172,510,283.34)	(7,804,590.78)	(50,695,821.87)	(58,500,412.65)
Financial Assets at FVTPL	(50,046,148.20)	-	(50,046,148.20)	(8,946,321.60)	-	(8,946,321.60)
Financial Assets at FVTOCI	-	(529,105,311.37)	(529,105,311.37)	-	(311,811,325.75)	(311,811,325.75)
Provision for Leave	26,328,572.46	-	26,328,572.46	5,612,027.83	-	5,612,027.83
Provision for Gratuity	19,470,436.33	177,128.53	37,183,289.53	-	-	-
Impairment Loss on Financial Assets	27,650,304.18	-	27,650,304.18	2,408,794.00	-	2,408,794.00
Impairment Loss on Other Assets	86,575.53	-	86,575.53	-	-	-
Unearned Premiums Reserve	36,795,669.13	-	36,795,669.13	9,495,381.65	-	9,495,381.65
Premium Deficiency Reserve	(4,240,532.40)	-	(4,240,532.40)	724,123.80	-	724,123.80
IBNR and IBNER Claims	37,139,058.10	-	37,139,058.10	15,312,819.48	-	15,312,819.48
Margin For Adverse Deviation	1,482,472.49	-	1,482,472.49	1,440,727.80	-	1,440,727.80
Carry forward of unused tax losses	-	-	-	-	-	-
Changes in tax rate	-	-	-	-	-	-
Other - Deferred Commission Income	-	-	-	40,263,983.40	-	40,263,983.40
- Deferred Re-Insurance Commission Expenses	-	-	-	(13,127.54)	-	(13,127.54)
- Deferred Agent Commission Expenses	-	-	-	(3,887,206.80)	-	(3,887,206.80)
- Lease Liability	3,502,107.37	-	3,502,107.37	582,837.30	-	582,837.30
- Lease Receivable	(813,029.88)	-	(813,029.88)	(133,886.10)	-	(133,886.10)
Total	80,962,328.20	(667,739,510.02)	(586,777,181.81)	55,018,824.20	(362,507,147.63)	(307,488,323.43)

Movements in deferred tax assets/ (liabilities)

Particulars	Current Year			Previous Year		
	Through SOPL	Through SOCI	Total	Through SOPL	Through SOCI	Total
As at Shrawan 1, 2079	55,018,824.20	(362,507,147.63)	(307,488,323.43)	55,464,820.42	(432,079,115.27)	(376,614,294.85)
Charged/(Credited) to Statement of Profit or Loss	25,943,504.01	-	25,943,504.01	(445,996.22)	-	(445,996.22)
Charged/(Credited) to Other Comprehensive Income	-	(305,232,362.39)	(305,232,362.39)	-	69,571,967.65	69,571,967.65
As at Ashadh 31, 2080	80,962,328.20	(667,739,510.02)	(586,777,181.81)	55,018,824.20	(362,507,147.63)	(307,488,323.43)

Siddhartha Premier Insurance Ltd.

Notes to the Financial Statements

8. Investments in Subsidiaries

Fig. in NPR

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

Investment in Quoted Subsidiaries

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

Investment in Unquoted Subsidiaries

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

Information Relating to Subsidiaries

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

9. Investments in Associates

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

Investment in Quoted Associates

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

Investment in Unquoted Associates

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

Information Relating to Associates

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

10. Investments

Particulars	Current Year	Previous Year
Investments measured at Amortised Cost		
i) Investment in Preference Shares of Bank and Financial Institutions		
ii) Investment in Debentures	706,220,313.03	64,224,313.03
iii) Investment in Bonds (Nepal Government/ NRB/Guaranteed by Nepal Government)	5,000,000.00	5,000,000.00
iv) Fixed Deposit of "A" Class Financial Institutions	5,230,700,000.00	2,248,100,000.00
v) Fixed Deposit of Infrastructure Banks	-	-
vi) Fixed Deposits in "B" Class Financial Institutions	823,700,000.00	456,200,000.00
vii) Fixed Deposits in "C" Class Financial Institutions	222,500,000.00	109,500,000.00
viii) Others	-	-
Less: Impairment Losses	-	-
Investments measured at FVTOCI		
i) Investment in Equity Instruments (Quoted)	2,361,149,340.30	1,356,451,018.30
ii) Investment in Equity Instruments (Unquoted)	9,560,000.00	1,195,000.00
iii) Investment in Mutual Funds	46,905,987.72	26,221,511.80
iv) Investment in Debentures	-	-
v) Others	-	-
Investments measured at FVTPL		
i) Investment in Equity Instruments	-	-
ii) Investment in Equity Instruments (Quoted)	-	-
iii) Investment in Mutual Funds	-	-
iv) Investment in Debentures	-	-
v) Others	-	-
Total	9,405,735,641.05	4,266,891,843.13

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 Bank	-	-
Fixed Deposits with "B" Class Financial Institutions	-	-
Fixed Deposits with "C" Class Financial Institutions	-	-
Others	-	-
Total	-	-

b) Investments having expected maturities less than 12 months:

Particulars	Current Year	Previous Year
Investment in Equity Instruments (Quoted)	-	-
Investment in Equity Instruments (Unquoted)	-	-
Investment in Mutual Funds	-	-
Investment in Preference Shares of Bank and Financial Institutions	-	-
Investment in Debentures	-	-
Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-
Fixed Deposit with "A" Class Financial Institutions	5,230,700,000.00	2,248,100,000.00
Fixed Deposit with Infrastructure Bank	-	-
Fixed Deposits with "B" Class Financial Institutions	823,700,000.00	456,200,000.00
Fixed Deposits with "C" Class Financial Institutions	222,500,000.00	109,500,000.00
Others	-	-
Total	6,276,900,000.00	2,813,800,000.00

c) Information relating to investment in equity instruments

Particulars	Unit	Cost	Current Year		Previous Year	
			Cost	Fair Value	Cost	Fair Value
Investment in Equity Instruments (Quoted)						
Share in Public Equity Share						
Agricultural Development Bank Limited	7,753	409.00	3,168,674.19	1,813,426.70	1,140,180.87	993,000.00
Arun Kabeli Power Limited	605	432.00	261,268.02	141,872.50	-	-
Arun Valley Hydropower Development Company Limited	2,145	393.00	840,989.74	546,975.00	-	-
Asian Life Insurance Company Limited	1,087	900.00	978,075.15	809,923.70	-	-
Chhimek Laghubitta Bittiya Sanstha Limited	7,775	1,354.00	10,524,371.80	7,775,000.00	-	-
Chilime Hydro power Company Limited	82,727	406.00	33,543,344.26	44,399,580.90	33,543,344.26	31,162,632.00
Citizen Investment Trust	1,064	2,308.00	2,455,133.98	2,222,696.00	-	-
Citizens Bank International Limited	22,347	332.00	7,416,104.61	3,868,265.70	786,063.05	607,500.00
Everest Bank Limited	1	-	-	563.00	-	-
First Microfinance Development Bank Limited	5,319	737.00	3,915,428.88	3,916,379.70	-	-
Forward Microfinance Laghubitta Bittiya Sanstha Limited	1	-	-	1,321.00	-	-
Garima Bikas Bank Limited	13,565	421.00	5,701,728.39	5,493,825.00	75,900.00	347,526.00
Global IME Bank Limited	10,909	255.00	2,781,536.94	2,029,074.00	783,396.13	681,300.00
Himalayan Bank Limited	9,325	267.00	2,481,483.16	1,984,360.00	803,635.60	819,715.20
Himalayan Distillery Limited	708	2,108.00	1,492,182.94	1,591,584.00	-	-
Himalayan Life Insurance Limited	2,391	672.00	1,604,860.66	1,212,237.00	-	1,707.00
Hydroelectricity Investment and Development Company Limited	1	100.00	100.00	184.00	100.00	200.00
Jyoti Bikash Bank Limited	14,742	467.00	6,871,263.44	4,393,116.00	-	-
Kumari Bank Limited	3,140	-	-	518,100.00	-	-
Laxmi Laghubitta Bittiya Sanstha Limited	1	-	-	893.00	-	-
Laxmi Sunrise Bank Limited	5	-	-	880.00	-	-
Life Insurance Corporation Nepal Limited	1,578	2,004.00	3,161,877.81	2,453,790.00	-	-
Mahalaxmi Bikas Bank Limited	156	363.00	56,491.57	50,778.00	-	-
Mero Microfinance Laghubitta Bittiya Sanstha Limited	2,940	1,020.00	2,995,931.63	1,943,340.00	-	847.00
Mirmire Laghubitta Bittiya Sanstha Limited	7	-	-	4,963.00	-	-
Muktinath Bikas Bank Limited	7,100	483.00	3,423,822.71	2,889,700.00	-	439.90
National Life Insurance Company Limited	2,412	840.00	2,024,854.33	1,555,740.00	-	-
Nepal Bank Limited	7,158	342.00	2,447,990.65	1,782,342.00	974,049.57	894,000.00
Nepal Infrastructure Bank Limited	3,380	452.00	1,524,992.74	757,120.00	-	-
Nepal Investment Mega Bank Limited	2,808	303.00	848,420.00	488,030.40	848,420.00	644,810.00
Nepal Life Insurance Company Limited	2,949	1,756.00	5,178,165.18	2,194,056.00	-	747.00
Nepal SBI Bank Limited	103,853	477.00	49,437,405.18	35,413,873.00	49,437,405.18	28,463,744.40
NIC Asia Bank Limited	4,025	1,034.00	4,161,438.71	3,195,045.00	-	-
Nirdhan Utthan Laghubitta Bittiya Sanstha Limited	6,364	1,027.00	6,531,291.52	4,868,460.00	-	-
NMB Bank Limited	200	227.00	45,396.63	45,200.00	-	-
NMB Laghubitta Bittiya Sanstha Limited	1,281	1,320.00	1,690,406.03	819,840.00	-	-
Prabhu Bank Limited	12,257	333.00	4,066,660.60	1,992,988.20	662,914.91	549,000.00
Prime Commercial Bank Limited	16,524	383.00	6,319,885.45	3,222,180.00	616,388.90	530,000.00
Rasuwegadhi Hydropower Company Limited	300	330.00	98,785.67	90,000.00	-	-
RSDC Laghubitta Bittiya Sanstha Limited	301	656.00	197,269.24	184,543.10	-	-
Sana Kisan Bikas Laghubitta Bittiya Sanstha Limited	4,226	1,191.00	5,032,968.52	3,783,984.00	-	554.80
Sanima Bank Limited	15,816	363.00	5,727,834.85	4,120,068.00	-	-
Sanima Mai Hydropower Limited	4,785	544.00	2,602,602.81	1,698,675.00	-	-

Particulars	Unit	Cost	Current Year		Previous Year	
			Cost	Fair Value	Cost	Fair Value
Sanjen Jalavidhyut Company Limited	300	327.00	97,882.38	89,070.00	-	-
Shivam Cements Limited	1,700	1,408.00	2,391,931.32	1,107,550.00	-	-
Siddhartha Bank Limited	3,319	219.00	726,218.67	839,707.00	726,218.67	893,850.00
Soaltee Hotel Limited	1	-	-	485.00	-	-
Standard Chartered Bank Nepal Limited	1,780	430.00	765,147.15	943,578.00	-	-
SuryaJyoti Life Insurance Company Limited	6,353	672.00	4,264,974.62	3,875,330.00	243,493.08	387,000.00
Swabalamban Laghubitta Bittiya Sanstha Limited	1,605	1,303.00	2,089,894.65	1,445,463.00	-	-
Universal Power Company Limited	3,950	413.00	1,628,253.23	865,050.00	-	-
Total	405,039		203,575,340	165,441,206	90,641,510	66,978,573
Shares in Promoter Equity Share						
Central Finance Limited	188,016	80.00	15,000,000.00	36,945,144.00	15,000,000.00	79,906,800.00
Citizen Investment Trust	640,338	80.00	33,053,238.26	668,833,041.00	33,053,238.26	991,045,810.00
Nepal Investment Mega Bank Limited	15,660	329.00	5,141,478.45	2,410,074.00	3,618,967.24	2,286,775.00
Nepal Reinsurance Company Limited	3,958,848	82.00	323,633,600.00	1,464,773,760.00	161,816,800.00	188,516,500.00
NMB Bank Limited	99,061	47.00	4,561,000.00	13,016,615.40	4,561,000.00	15,849,760.00
SuryaJyoti Life Insurance Company Limited	31,900	244.00	7,766,656.65	9,729,500.00	7,766,656.65	11,866,800.00
Total	4,933,823		389,155,973	2,195,708,134	225,816,662	1,289,472,445
Investment in Equity Instruments (Unquoted)						
Shares in Promoter Equity Share						
Insurance Institute of Nepal Limited	95,600	100.00	9,560,000.00	9,560,000.00	1,195,000.00	1,195,000.00
Total	95,600.00		9,560,000.00	9,560,000.00	1,195,000.00	1,195,000.00
Shares in Mutual Fund						
Citizens Mutual Fund-1	200,000	10.00	2,000,000.00	1,876,000.00	2,000,000.00	1,760,000.00
Kumari Dhanabridhi Yojana	150,000	10.00	1,500,000.00	1,506,000.00	500,000.00	500,000.00
Laxmi Equity Fund	292,478	10.00	2,924,780.00	2,804,864.02	2,924,780.00	2,895,532.20
Laxmi Unnati Kosh	300,000	10.00	3,000,000.00	2,817,000.00	3,000,000.00	2,868,000.00
Mega Mutual Fund - 1	400,000	10.00	4,000,000.00	3,196,000.00	3,000,000.00	2,397,000.00
Nabil Balanced Fund - 2	250,000	10.00	2,500,000.00	2,200,000.00	2,500,000.00	2,695,000.00
Nabil Balanced Fund III	33,340	10.00	333,400.00	252,383.80	166,700.00	157,198.10
Nabil Equity Fund	163,000	11.16	1,818,388.88	1,566,430.00	1,000,000.00	1,000,000.00
Nabil Flexi Cap Fund	50,000	10.00	500,000.00	500,000.00	-	-
NIBL Pragati Fund	81,900	14.21	1,163,809.13	795,249.00	-	-
NIBL Samridhi Fund - 2	150,000	10.00	1,500,000.00	1,366,500.00	-	-
NIC ASIA Balanced Fund	170,000	12.00	2,040,043.24	1,586,100.00	-	-
NIC Asia Flexi Cap Fund	400,000	10.00	4,000,000.00	4,068,000.00	-	-
NIC Asia Growth Fund	108,400	11.42	1,237,643.05	1,115,436.00	713,091.89	794,437.50
NIC Asia Select-30	100,000	10.00	1,000,000.00	899,000.00	-	-
NMB 50	265,000	11.51	3,049,073.36	2,782,500.00	1,000,000.00	1,290,000.00
NMB Hybrid Fund L- 1	78,870	10.00	788,700.00	851,007.30	788,700.00	883,344.00
NMB Sulav Investment Fund - II	500,000	10.00	5,000,000.00	4,995,000.00	-	-
Sanima Equity Fund	136,082	14.97	2,036,639.52	1,605,767.60	2,500,000.00	2,330,000.00
Sanima Growth Fund	50,000	10.00	500,000.00	499,500.00	-	-
Sanima Large Cap Fund	250,000	10.00	2,500,000.00	2,230,000.00	-	-
Siddhartha Equity Fund	475,000	10.00	4,750,000.00	4,479,250.00	4,750,000.00	4,693,000.00
Siddhartha Investment Growth Scheme-2	200,000	10.00	2,000,000.00	1,806,000.00	2,000,000.00	1,958,000.00
Sunrise First Mutual Fund	100,000	14.97	1,497,166.23	1,108,000.00	-	-
Total	4,904,070.00		51,639,643.41	46,905,987.72	26,843,271.89	26,221,511.80
Grand Total			653,930,956.78	2,417,615,328.02	344,496,444.26	1,383,867,530.10

d) The Company has earmarked investments amounting to NPR 11,85,00,000 /- to Nepal Insurance Authority.

11. Loan

Particulars	Current Year	Previous Year
Loans at Amortised Cost		
Loan to Employees	19,758,639.59	16,164,600.77
Others	-	-
Less: Impairment Losses	-	-
Total	19,758,639.59	16,164,600.77

a) Expected recovery period within 12 months:

Particulars	Current Year	Previous Year
Loan to Employees	6,409,980.29	5,950,176.00
Others	-	-
Total	6,409,980.29	5,950,176.00

12. Reinsurance Assets

Particulars	Current Year	Previous Year
Reinsurance Assets on:		
Unearned Premium Reserve	986,765,061.72	694,651,403.99
Premium Deficiency Reserve	(237,447.00)	(2,413,746.00)
Outstanding Claims	2,087,428,344.17	2,578,247,250.00
IBNR and IBNER Claim	381,526,662.00	264,087,731.20
Margin For Adverse Deviation	19,157,966.95	13,386,499.00
Less: Impairment Losses	-	-
Total	3,474,640,587.84	3,547,959,138.20

13. Insurance Receivables

Particulars	Current Year	Previous Year
Receivable from Reinsurers	1,604,882,952.82	213,134,482.40
Receivable from Other Insurance Companies	91,920,772.83	120,320,494.56
Others	-	-
Less: Impairment Losses	(90,777,626.37)	(8,029,312.00)
Total	1,606,026,099.28	325,425,664.96

a) Expected recovery period within 12 months:

Particulars	Current Year	Previous Year
Receivable from Reinsurers	1,604,882,952.82	213,134,482.40
Receivable from Other Insurance Companies	91,920,772.83	120,320,494.56
Others - Receivable from Covid Claim	-	-
Total	1,696,803,725.65	333,454,976.96

14. Other Assets

Particulars	Current Year	Previous Year
Capital Advances	-	-
Prepaid Expenses	5,210,758.33	998,835.34
Claim Advance	43,348,162.02	49,234,041.32
Advance To Suppliers	-	-
Staff Advances	12,133,826.50	2,013,239.25
VAT Receivable	-	-
Printing and Stationery Stock	-	-
Stamp Stock	120,835.00	-
Deferred Expenses	-	-
Deferred Re-Insurance Commission Expenses	56,129.14	43,758.47
Deferred Agent Commission Expenses	19,994,872.92	12,957,356.00
Lease Receivable	2,710,099.61	446,287.00
Others - Prepaid Staff Loan	3,071,005.00	2,391,516.00
Less: Impairment Losses	(109,283.50)	-
Total	86,536,405.03	68,085,033.38

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

Particulars	Current Year	Previous Year
Capital Advances	-	-
Prepaid Expenses	5,210,758.33	998,835.34
Claim Advance	43,348,162.02	49,234,041.32
Advance To Suppliers	-	-
Staff Advances	12,133,826.50	2,013,239.25
VAT Receivable	-	-
Printing and Stationery Stock	-	-
Stamp Stock	120,835.00	-
Deferred Expenses	-	-
Deferred Re-Insurance Commission Expenses	56,129.14	43,758.47
Deferred Agent Commission Expenses	19,994,872.92	12,957,356.00
Lease Receivable	-	-
Others - Prepaid Staff Loan	-	-
Total	80,864,583.91	65,247,230.38

15. Other Financial Assets

Particulars	Current Year	Previous Year
Security Deposits	5,802,667.38	2,069,192.36
Accrued Interest	33,499,097.82	5,499,162.53
Other Receivables	-	-
Other Deposits	-	-
Sundry Debtors	127,021,661.33	28,168,509.73
Other - Leave Fund	110,834,146.91	18,746,758.26
- Gratuity Fund	103,687,598.69	-
- Receivable from Covid Claim	242,870,388.89	86,826,797.52
Less: Impairment Losses	(1,280,770.00)	-
Total	622,434,791.02	141,310,420.40

a) Expected maturities within 12 months:

Particulars	Current Year	Previous Year
Security Deposits	-	-
Accrued Interest	33,499,097.82	5,499,162.53
Other Receivables	-	-
Other Deposits	-	-
Sundry Debtors	127,021,661.33	28,168,509.73
Other - Leave Fund	-	-
- Gratuity Fund	-	-
- Receivable from Covid Claim	-	-
Total	160,520,759.15	33,667,672.26

16. Cash and Cash Equivalents

Particulars	Current Year	Previous Year
Cash In Hand	518,020.63	-
Cheques In Hand	-	1,176,819.00
Bank Balances		
i) Balance with "A" Class Financial Institutions	86,988,176.45	1,335,374,951.31
ii) Balance with Infrastructure Banks		
iii) Balance with "B" Class Financial Institutions	19,900,726.98	22,938,583.66
iv) Balance with "C" Class Financial Institutions	13,544,545.07	8,554,244.81
Less: Impairment Losses	(288,585.11)	-
Deposit with initial maturity upto 3 months	-	-
Others	-	-
Less: Impairment Losses	-	-
Total	120,662,884.02	1,368,044,598.78

17 (a) Share Capital

Particulars	Current Year	Previous Year
Ordinary Shares		
As at Shrawan 1, 2079	1,227,684,800.00	1,074,560,000.00
Additions during the year		
i) Bonus Share Issue	174,945,100.00	153,124,800.00
ii) Share Issue	1,403,920,000.00	-
Balance as at Ashadh 31, 2080	2,806,549,900.00	1,227,684,800.00
Convertible Preference Shares (Equity Component Only)		
As at Shrawan 1, 2079	-	-
Additions during the year	-	-
Balance as at Ashadh 31, 2080	-	-
Irredeemable Preference Shares (Equity Component Only)		
As at Shrawan 1, 2079	-	-
Additions during the year	-	-
Balance as at Ashadh 31, 2080	-	-
Total	2,806,549,900.00	1,227,684,800.00

(i) Ordinary Shares

Particulars	Current Year	Previous Year
Authorised Capital:		
5,00,00,000 Ordinary Shares of Rs. 100 each	5,000,000,000.00	2,000,000,000.00
Issued Capital:		
4,00,00,000 Ordinary Shares of Rs. 100 each	4,000,000,000.00	1,500,000,000.00
Subscribed and Paid Up Capital:		
2,80,65,499 Ordinary Shares of Rs. 100 each	2,806,549,900.00	1,227,684,800.00
Total	2,806,549,900.00	1,227,684,800.00

(ii) Preference Share Capital

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

Shareholding Structure of Share Capital

Particulars	Number of Shares		Percentage	
	Current Year	Previous Year	Current Year	Previous Year
Promoters				
Government of Nepal	-	-	-	-
Nepali Organized Institutions	750,780	571	2.68	0.00
Nepali Citizens	13,562,624	6,260,621	48.32	51.00
Foreigner	-	-	-	-
Others	-	-	-	-
Total (A)	14,313,404	6,261,192	51.00	51.00
Other than Promoters				
General Public	9,967,121	5,088,661	35.51	41.45
Others - Nepali Organized Institutions	3,784,974	926,995	13.49	7.55
Total (B)	13,752,095	6,015,656	49.00	49.00
Total (A+B)	28,065,499	12,276,848	100.00	100.00

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

Particulars	Number of Shares		Percentage	
	Current Year	Previous Year	Current Year	Previous Year
Siddhartha Bank Limited	2,115,019	-	7.54	-
Ram Lal Shrestha	1,729,920	1,514,144	6.16	12.33
Bal Krishna Shrestha	994,622	870,566	3.54	7.09
Suresh Lal Shrestha	917,097	782,645	3.27	6.37
Dinesh Lal Shrestha	904,048	782,091	3.22	6.37
Kamal Kumar Begani	891,504	-	3.18	-
Prabhu Krishna Shrestha	880,420	751,346	3.14	6.12
Shyam Bahadur Panday	697,687	615,767	2.49	5.02

R.S.R. Holdings Pvt. Ltd.	688,235	-	2.45	-
Pawan Kumar Agrawal	644,311	-	2.30	-
Rahul Agrawal	477,338	-	1.70	-
Pawan Kumar Agrawal	463,297	-	1.65	-
Amir Shrestha	415,324	363,522	1.48	2.96
Pawan Kumar Agrawal	393,804	-	1.40	-
Subodh Todi	299,881	-	1.07	-
Bharat Kumar Todi	298,334	-	1.06	-
Bijay Krishna Shrestha	292,737	250,896	1.04	2.04

17 (b) Share Application Money Pending Allotment

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

17 (c) Share Premium

Particulars	Current Year	Previous Year
As at Shrawan 1, 2079	475,935.00	475,935.00
Increase due to issue of shares at premium	-	-
Decrease due to issue of bonus shares	-	-
Transaction costs on issue of share	-	-
Others - Business Combination	-	-
Balance as at Ashadh 31, 2080	475,935.00	475,935.00

17 (d) Special Reserves

Particulars	Current Year	Previous Year
As at Shrawan 1, 2079	-	-
Additions	1,190,449,448.60	-
Utilizations	-	-
Transfer from SIL	1,309,550,551.40	-
Balance as at Ashadh 31, 2080	2,500,000,000.00	-

17 (e) Catastrophe Reserves

Particulars	Current Year	Previous Year
As at Shrawan 1, 2079	60,280,385.27	42,773,558.27
Additions	15,288,286.24	17,506,827.00
Utilizations	(22,727,272.70)	-
Transfer from SIL	84,793,132.40	-
Balance as at Ashadh 31, 2080	137,634,531.21	60,280,385.27

17 (f) Retained Earnings

Particulars	Current Year	Previous Year
As at Shrawan 1, 2079	211,657,921.69	164,049,751.97
Net Profit or Loss	379,319,504.52	321,439,949.00
Items of OCI recognised directly in retained earnings		
Re measurement of Post-Employment Benefit Obligations	-	-
Transfer to reserves		
Revaluation Reserves	-	18,778,002.00
Special Reserves	(138,497,654.90)	-
Capital Reserves	-	-
Catastrophe Reserves	7,780,559.39	(17,506,827.00)
Corporate Social Responsibility (CSR) Reserves	(4,374,319.17)	(3,503,593.00)
Insurance Fund including Insurance Reserves	-	(174,541,509.00)
Fair Value Reserves	-	-
Actuarial Reserves	-	-
Deferred Tax Reserves	58,112,424.60	445,993.95
Regulatory Reserves	6,353,256.41	50,115,306.60
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	-	3,597,071.86
Transaction costs on issue of shares	-	-
Issuance of Bonus Shares	(174,945,100.00)	(153,124,800.00)
Dividend Paid	-	-
Dividend Distribution Tax	(9,207,637.00)	(8,059,200.00)
Transfer from SIL	136,236,208.40	-
Business Combination	132,594,719.13	-
Others - Prior Period Adjustments	1,242,135.27	9,967,775.31
- Tax on Bonus Share Distributed from Share Premium	(148,537,696.63)	-
Balance as at Ashadh 31, 2080	457,734,321.71	211,657,921.69

17 (g) Other Equity

Particulars	Current Year	Previous Year
Revaluation Reserves	364,809,787.64	118,290,251.03
Capital Reserves	-	-
Corporate Social Responsibility (CSR) Reserves	14,203,379.74	3,503,593.00
Insurance Fund including Insurance Reserves	-	1,044,932,064.00
Fair Value Reserves	1,234,579,059.87	727,559,760.09
Actuarial Reserves	(41,329,990.80)	-
Deferred Tax Reserve	80,962,328.20	55,018,827.01
Transfer from SIL	-	-
Other Reserves-Regulatory Reserves	-	13,662,917.00
- Capital Reserve	10,984,084.00	188,271.20
Total	1,664,208,648.65	1,963,155,683.32

18 Provisions

Particulars	Current Year	Previous Year
Provisions for employee benefits		
i) Provision for Leave	85,926,684.00	18,706,758.40
ii) Provision for Gratuity	130,989,499.00	-
iii) Termination Benefits	-	-
iv) Other employee benefit obligation	-	-
Provision for tax related legal cases	-	-
Provision for non-tax related legal cases	-	-
Others : Tax on Bonus Share Distributed from Share Premium	161,487,865.63	-
Total	378,404,048.63	18,706,758.40

(a) Additional Disclosure under of Provisions

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						
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	-	-	-	-	-	-

(b) Provision with expected payouts within 12 months:

Particulars	Current Year	Previous Year
Provisions for employee benefits		
i) Provision for Leave	-	-
ii) Provision for Gratuity	-	-
iii) Termination Benefits	-	-
iv) Other employee benefit obligation	-	-
Provision for tax related legal cases	-	-
Provision for non-tax related legal cases	-	-
Others : Tax on Bonus Share Distributed from Share Premium	-	-
Total	-	-

19 Gross Insurance Contract Liabilities

Particulars	Current Year	Previous Year
Unearned Premium Reserve	2,029,273,868.20	1,082,924,705.00
Premium Deficiency Reserve	-	-
Outstanding Claims	2,689,346,314.86	2,902,567,433.00
IBNR and IBNER Claims	595,611,218.00	363,778,490.00
Margin For Adverse Deviation	29,780,560.90	18,188,925.00
Others	-	-
Total	5,344,011,961.96	4,367,459,553.00

19.1 a) Gross Insurance Contract Liability

Particulars	Line of Business								Total
	Property	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous	
As at Shrawan 1, 2079									
Unearned Premium Reserve	224,113,050.61	362,305,041.49	35,827,557.68	279,228,921.86	3,970,464.54	76,618,054.40	16,299,764.77	84,561,849.66	1,082,924,705.00
Premium Deficiency Reserve	-	-	-	-	-	-	-	-	-
Outstanding Claims	145,471,450.00	341,317,532.60	26,747,548.00	2,036,319,014.00	310,273,252.00	13,969,613.00	4,398,200.00	24,070,823.40	2,902,567,433.00
IBNR and IBNER Claim	18,567,284.76	141,474,178.10	5,446,905.71	84,637,381.90	76,138,360.95	10,288,411.43	4,691,700.95	22,534,266.19	363,778,490.00
Margin For Adverse Deviation	928,364.24	7,073,708.90	272,345.29	4,231,869.10	3,806,918.05	514,420.57	234,585.05	1,126,713.81	18,188,925.00
Others	-	-	-	-	-	-	-	-	-
Total Balance As at Shrawan 1, 2079	389,080,149.61	852,170,461.09	68,294,356.68	2,404,417,186.86	394,188,995.54	101,390,499.40	25,624,250.77	132,293,653.06	4,367,459,553.00
Transfer from SIL									
Unearned Premium Reserve	328,691,859.00	496,418,034.00	51,765,464.00	93,515,651.00	-	-	39,483,376.00	93,044,360.00	1,102,918,744.00
Premium Deficiency Reserve	-	-	-	3,194,025.00	-	-	-	36,740.00	3,230,765.00
Outstanding Claims	302,730,917.50	433,606,848.87	30,280,824.00	136,644,320.00	-	8,893,500.00	438,961,160.00	39,693,412.00	1,389,810,982.37
IBNR and IBNER Claim	91,718,701.00	116,808,448.00	9,674,389.00	27,217,410.00	20,856.00	722,614.20	8,521,293.40	19,531,669.40	274,215,381.00
Margin For Adverse Deviation	4,585,935.05	5,840,422.40	483,719.45	1,360,870.50	1,042.80	36,130.71	426,064.67	976,583.47	13,710,769.05
Others	-	-	-	-	-	-	-	-	-
Total Transfer from SIL	727,727,412.55	1,052,673,753.27	92,204,396.45	260,932,276.50	21,898.80	9,652,244.91	487,391,894.07	153,282,764.87	2,783,886,641.42
Changes during the year									
Unearned Premium Reserve	(57,793,087.77)	82,145,099.86	(34,680,199.96)	68,586,240.28	(1,902,975.54)	70,916,452.83	2,331,509.32	26,966,541.77	156,569,580.80
Premium Deficiency Reserve	-	-	-	3,194,025.00	-	-	-	36,740.00	3,230,765.00
Outstanding Claims	20,435,396.16	178,941,889.33	398,344.42	1,326,904,299.45	(361,704,234.25)	12,283,759.00	423,603,760.00	2,168,886.40	1,603,032,100.51
IBNR and IBNER Claim	35,549,906.76	(24,637,621.90)	(5,353,996.29)	(22,821,720.10)	73,197,562.95	(21,579,310.37)	4,976,122.85	3,051,709.09	42,382,653.00
Margin For Adverse Deviation	1,777,495.34	(1,231,881.10)	(267,699.81)	(1,141,086.00)	3,659,878.15	(1,078,965.52)	248,806.14	152,585.95	2,119,133.15
Others	-	-	-	-	-	-	-	-	-
Total changes during the year	(30,289.51)	235,217,486.19	(39,903,551.64)	1,374,721,758.63	(286,749,768.69)	60,541,935.94	431,160,198.31	32,376,463.22	1,807,334,232.46
As at Ashadh 31, 2080									
Unearned Premium Reserve	610,597,997.38	776,577,975.63	122,273,221.64	304,158,332.57	5,873,440.08	5,701,601.57	53,451,631.45	150,639,667.89	2,029,273,868.20
Premium Deficiency Reserve	-	-	-	-	-	-	-	-	-
Outstanding Claims	427,766,971.34	595,982,492.14	56,630,027.58	845,059,034.55	671,977,486.25	10,579,354.00	19,755,600.00	61,595,349.00	2,689,346,314.86
IBNR and IBNER Claim	74,736,079.00	282,920,248.00	20,475,291.00	134,676,512.00	2,961,654.00	32,590,336.00	8,236,871.50	39,014,226.50	595,611,218.00
Margin For Adverse Deviation	3,736,803.95	14,146,012.40	1,023,764.55	6,733,825.60	148,082.70	1,629,516.80	411,843.58	1,960,711.33	29,780,560.90
Others	-	-	-	-	-	-	-	-	-
Total Balance As at Ashadh 31, 2080	1,116,837,851.67	1,669,626,728.17	200,402,304.77	1,290,627,704.72	680,960,663.03	50,500,808.37	81,855,946.53	253,199,954.71	5,344,011,961.96

b) Reinsurance Assets

Particulars	Line of Business						Total
	Property	Motor	Marine	Engineering	Micro	Aviation	
As at Shrawan 1, 2079							
Unearned Premium Reserve	166,565,136.08	124,412,425.38	13,601,451.00	262,939,398.25	306,090.42	73,126,149.46	694,651,404.00
Premium Deficiency Reserve	-	-	-	-	-	-	(2,413,746.00)
Outstanding Claims	112,673,311.00	84,451,657.60	24,631,514.00	2,019,747,111.00	310,094,650.40	9,778,729.00	2,578,247,250.00
IBNR and IBNER Claim	13,802,153.60	63,371,836.00	4,321,455.60	82,213,454.60	76,093,710.60	9,240,689.60	264,087,731.20
Margin For Adverse Deviation	773,774.33	3,168,591.80	216,072.78	4,170,011.33	3,804,685.53	462,034.48	13,386,499.00
Others	-	-	-	-	-	-	-
Total Balance As at Shrawan 1, 2079	293,814,375.01	275,404,510.78	42,770,493.38	2,369,069,975.18	390,299,136.95	92,607,602.54	3,547,959,138.20
Transfer from SIL							
Unearned Premium Reserve	-	-	-	-	-	-	-
Premium Deficiency Reserve	-	-	-	-	-	-	-
Outstanding Claims	-	-	-	-	-	-	-
IBNR and IBNER Claim	-	-	-	-	-	-	-
Margin For Adverse Deviation	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-

Unearned Premium Reserve	177,469,083.00	156,235,987.00	(183,216.60)	76,388,081.00	-	-	31,586,700.00	44,551,778.00	486,048,412.40
Premium Deficiency Reserve	-	-	-	3,194,025.00	-	-	-	(14,335,815.00)	(11,141,790.00)
Outstanding Claims	235,177,512.96	127,166,368.27	21,222,371.35	126,474,893.42	-	-	438,961,160.00	25,231,756.68	981,348,862.68
IBNR and IBNER Claim	75,818,339.00	32,358,513.00	7,441,098.00	24,168,128.00	19,720.00	721,253.20	6,955,957.40	13,112,000.20	160,595,008.80
Margin For Adverse Deviation	3,790,916.95	1,617,925.65	372,054.90	1,208,406.40	986.00	36,062.66	347,797.87	655,600.01	8,029,750.44
Others	-	-	-	-	-	-	-	-	-
Total Transfer from SIL	492,255,851.91	317,378,793.92	28,852,307.65	231,433,533.82	20,706.00	7,872,115.86	477,851,615.27	69,215,319.89	1,624,880,244.32
Changes during the year									
Unearned Premium Reserve	39,464,463.58	(88,488,022.80)	33,922,134.09	(74,242,491.18)	626,952.85	(67,478,596.11)	(2,036,768.44)	(35,702,426.67)	(193,934,754.68)
Premium Deficiency Reserve	-	-	-	(3,194,025.00)	-	-	-	16,512,114.00	13,318,089.00
Outstanding Claims	(10,383,195.26)	(36,289,981.99)	(8,293,325.29)	(1,330,383,470.85)	361,689,774.85	(9,926,254.00)	(426,675,240.00)	(11,906,075.97)	(1,472,167,768.51)
IBNR and IBNER Claim	(31,515,572.60)	17,407,216.00	4,749,229.40	20,152,537.40	(74,247,619.60)	21,624,867.20	(3,781,816.90)	2,455,081.10	(43,156,078.00)
Margin For Adverse Deviation	(1,659,445.28)	870,360.80	237,461.47	948,288.27	(3,712,380.98)	1,081,243.36	(189,090.85)	165,280.72	(2,258,282.49)
Others	-	-	-	-	-	-	-	-	-
Total changes during the year	(4,093,749.56)	(106,500,427.99)	30,615,499.67	(1,386,719,161.36)	284,356,727.12	(54,698,739.55)	(432,682,916.18)	(28,476,026.83)	(1,698,198,794.68)
As at Ashadh 31, 2080									
Unearned Premium Reserve	383,498,682.65	192,160,389.58	47,340,368.49	265,084,988.06	933,043.27	5,647,553.35	42,589,743.38	49,510,292.94	986,765,061.72
Premium Deficiency Reserve	-	-	-	-	-	-	-	(237,447.00)	(237,447.00)
Outstanding Claims	337,467,628.70	175,328,043.88	37,560,560.06	815,838,533.57	671,794,425.25	6,967,275.00	15,804,480.00	26,677,397.71	2,087,428,344.17
IBNR and IBNER Claim	58,104,920.00	113,137,585.00	16,511,783.00	126,534,120.00	1,865,811.00	31,586,810.00	5,933,569.50	27,852,083.50	381,526,662.00
Margin For Adverse Deviation	2,905,246.00	5,656,878.25	825,589.15	6,326,706.00	93,290.55	1,579,340.50	296,678.48	1,474,238.03	19,157,966.95
Others	-	-	-	-	-	-	-	-	-
Total Balance As at Ashadh 31, 2080	781,976,477.35	486,282,876.71	102,238,300.70	1,213,784,347.63	674,676,570.07	45,780,978.85	64,624,471.35	105,276,565.18	3,474,640,587.84

19.2 Disclosure of Outstanding claim

S.N.	Type of insurance	Outstanding claim for claims intimated during the year (A)	Unclaimed Fund				Gross outstanding claim (A+B)	Reinsurance share (C)	Net Outstanding Claim (A+B-C)
			Outstanding claim for claims intimated during the previous 1 year	Outstanding claim for claims intimated during the previous 2 year	Outstanding claim for claims intimated during the previous 3 year	Total Unclaimed Fund (B)			
1	Property	384,206,646.62	43,164,317.72	185,600.00	210,407.00	43,560,324.72	427,766,971.34	337,467,628.70	90,299,342.64
2	Motor	459,397,632.72	105,675,272.14	19,507,332.37	11,402,254.91	136,584,859.42	595,982,492.14	175,328,043.88	420,654,448.26
3	Marine	48,304,205.00	5,038,099.08	233,593.00	3,054,130.50	8,325,822.58	56,630,027.58	37,560,560.06	19,069,467.52
4	Engineering	363,482,157.00	227,834,964.00	166,306,118.60	87,435,794.95	481,576,877.55	845,059,034.55	815,838,533.57	29,220,500.98
5	Micro	241,326.25	134,259,000.00	537,477,160.00	-	671,736,160.00	671,977,486.25	671,784,425.25	193,061.00
6	Aviation	2,191,364.00	-	-	8,387,990.00	8,387,990.00	10,579,354.00	6,967,275.00	3,612,079.00
7	Cattle and Crop	17,196,300.00	2,316,300.00	225,000.00	18,000.00	2,559,300.00	19,755,600.00	15,804,480.00	3,951,120.00
8	Miscellaneous	36,811,318.00	10,241,032.00	5,493,969.00	9,049,030.00	24,784,031.00	61,595,349.00	26,677,397.70	34,917,951.30
	Total	1,311,830,949.59	528,528,984.94	729,428,772.97	119,557,607.36	1,377,515,365.27	2,689,346,314.86	2,087,428,344.16	601,917,970.70

20 Insurance Payables

Particulars	Current Year	Previous Year
Payable to Reinsurers	1,575,537,457.37	1,444,919,814.86
Payable to Other Insurance Companies	232,780,728.80	410,595.06
Portfolio Withdrawal Premium	-	63,935,278.19
Outstanding Withdrawal Claims	-	86,714,483.00
Others	-	-
Total	1,808,318,186.17	1,595,980,171.11

Payable within 12 months:

Particulars	Current Year	Previous Year
Payable to Reinsurers	1,575,537,457.37	1,444,919,814.86
Payable to Other Insurance Companies	232,780,728.80	410,595.06
Portfolio Withdrawal Premium	-	63,935,278.19
Outstanding Withdrawal Claims	-	86,714,483.00
Others	-	-
Total	1,808,318,186.17	1,595,980,171.11

21 Current Tax Assets/(Liabilities) (Net)

Particulars	Current Year	Previous Year
Income Tax Liabilities	(993,673,298.88)	(149,137,262.00)
Income Tax Assets	1,058,255,777.86	182,616,860.23
Total	64,582,478.98	33,479,598.23

22 Borrowings

Particulars	Current Year	Previous Year
Bond	-	-
Debenture	-	-
Term Loan - Bank and Financial Institution	-	-
Bank Overdraft	-	-
Others	-	-
Total	-	-

Payable within 12 months:

Particulars	Current Year	Previous Year
Bond	-	-
Debenture	-	-
Term Loan - Bank and Financial Institution	-	-
Bank Overdraft	-	-
Others	-	-
Total	-	-

23 Other Liabilities

Particulars	Current Year	Previous Year
TDS Payable	4,265,358.90	6,407,933.85
VAT Payable	36,199,137.85	22,739,838.99
Deposit Premium	14,998,467.87	7,317,439.56
Deferred Commission Income	242,110,109.58	134,213,278.00
Insurance Service Fee Payable	37,481,222.03	21,172,292.00
Lease Liability	129,550,281.26	42,154,254.00
Deferred Income	-	-
Others - Expense Payable	172,196.53	1,589,765.84
Total	464,776,774.02	235,594,802.24

Payable within 12 months:

Particulars	Current Year	Previous Year
TDS Payable	4,265,358.90	6,407,933.85
VAT Payable	36,199,137.85	22,739,838.99
Deposit Premium	-	-
Deferred Commission Income	242,110,109.58	134,213,278.00
Insurance Service Fee Payable	37,481,222.03	21,172,292.00
Lease Liability	17,038,465.00	17,038,465.00
Deferred Income	-	-
Others - Expense Payable	172,196.53	1,589,765.84
Total	337,266,489.89	203,161,573.68

24 Other Financial Liabilities

Particulars	Current Year	Previous Year
Redeemable Preference Shares	-	-
Irredeemable Cumulative Preference Shares	-	-
Payable to Agent	13,449,787.98	8,217,408.67
Payable to Surveyor	5,753,506.78	15,026,665.53
Refundable Share Application Money	-	-
Payable to Insured	12,159,066.63	6,758,572.61
Sundry Creditors	79,824,513.42	7,483,473.99
Retention and deposits	17,612,586.33	-
Short-term employee benefits payable	-	-
i) Salary Payable	-	-
ii) Bonus Payable	120,709,754.65	52,335,912.00
iii) Other employee benefit payable	8,862,921.05	1,040,850.79
Audit Fee Payable	467,875.00	467,875.00
Dividend Payable	18,247,384.03	9,804,617.53
Others - Stale & Cancelled Cheque	19,810,423.64	13,301,643.20
Total	296,897,819.51	114,437,019.32

Payable within 12 months:

Particulars	Current Year	Previous Year
Redeemable Preference Shares	-	-
Irredeemable Cumulative Preference Shares	-	-
Payable to Agent	13,449,787.98	8,217,408.67
Payable to Surveyor	5,753,506.78	15,026,665.53
Refundable Share Application Money	-	-
Payable to Insured	12,159,066.63	6,758,572.61
Sundry Creditors	79,824,513.42	7,483,473.99
Retention and deposits	-	-
Short-term employee benefits payable	-	-
i) Salary Payable	-	-
ii) Bonus Payable	120,709,754.65	52,335,912.00
iii) Other employee benefit payable	8,862,921.05	1,040,850.79
Audit Fee Payable	467,875.00	467,875.00
Dividend Payable	18,247,384.03	9,804,617.53
Others - Stale & Cancelled Cheque	-	-
Total	259,474,809.54	101,135,376.12

Siddhartha Premier Insurance Ltd.

Notes to the Financial Statements

Fig.in NPR

25. Gross Earned Premiums

Particulars	Direct Premiums		Premiums on Reinsurance Accepted		Gross Change in Unearned Premiums		Gross Earned Premiums	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	754,005,527.47	419,105,625.84	479,093.45	387,277.89	(57,793,087.77)	(53,550,829.33)	696,691,533.15	365,942,074.40
Motor	822,313,156.39	675,241,555.67	157,769,828.75	107,224,057.58	82,145,099.86	3,215,483.17	1,062,228,085.00	785,681,096.42
Marine	141,015,515.28	94,604,757.91	-	36,590.42	(34,680,199.96)	(28,572,594.32)	106,335,315.32	66,068,754.01
Engineering	497,491,788.89	398,135,083.13	363,673.04	64,540.64	68,586,240.28	(90,323,981.19)	566,441,702.21	307,875,642.58
Micro	10,747,699.52	8,778,497.53	-	-	(1,902,975.54)	11,642,960.63	8,844,723.98	20,421,458.16
Aviation	109,146,617.49	209,198,065.72	-	-	70,916,452.83	8,505,768.52	180,063,070.32	217,703,834.24
Cattle and Crop	52,455,606.17	26,033,144.00	-	-	2,331,509.32	(7,054,062.75)	54,787,115.49	18,979,081.25
Miscellaneous	238,505,737.29	178,218,794.70	101,250.00	201,234.58	26,966,541.77	(23,018,552.35)	265,573,529.06	155,401,476.93
Total	2,625,681,648.50	2,009,315,524.50	158,713,845.24	107,913,701.11	156,569,580.80	(179,155,807.63)	2,940,965,074.54	1,938,073,417.98

25.1 Direct Premiums

Particulars	Direct Premiums		Premiums on Reinsurance Accepted		Gross Change in Unearned Premiums		Gross Earned Premiums	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	357,506,970.31	230,465,663.25	373,450,609.11	182,826,524.03	23,047,948.05	5,813,438.56	754,005,527.47	419,105,625.84
Motor	497,726,271.87	339,274,245.55	324,586,884.52	335,967,310.12	-	-	822,313,156.39	675,241,555.67
Marine	110,657,903.15	78,127,392.57	30,357,612.13	16,477,365.34	-	-	141,015,515.28	94,604,757.91
Engineering	224,862,870.91	256,952,508.00	268,517,097.20	141,182,575.13	4,111,820.78	-	497,491,788.89	398,135,083.13
Micro	5,446,210.12	6,496,774.72	5,301,489.40	2,281,722.81	-	-	10,747,699.52	8,778,497.53
Aviation	2,320,014.16	48,534,666.54	106,826,603.33	160,663,399.18	-	-	109,146,617.49	209,198,065.72
Cattle and Crop	52,629,081.00	25,364,769.00	(173,474.83)	668,375.00	-	-	52,455,606.17	26,033,144.00
Miscellaneous	197,246,234.30	145,994,474.18	39,757,402.92	30,750,662.62	1,502,100.07	1,473,657.90	238,505,737.29	178,218,794.70
Total	1,448,395,555.82	1,131,210,493.82	1,148,624,223.79	870,817,934.22	28,661,868.90	7,287,096.46	2,625,681,648.50	2,009,315,524.50

26. Premiums Ceded

Particulars	Premiums Ceded to Reinsurers		Reinsurer's Share of Change in Unearned Premiums		Premium Ceded	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	513,068,850.66	329,086,989.97	(39,464,463.58)	(65,123,935.16)	473,604,387.08	263,963,054.81
Motor	311,587,351.09	306,680,381.40	88,488,022.80	(4,340,579.86)	400,075,373.89	302,339,801.54
Marine	87,206,948.18	75,168,037.93	(33,922,134.09)	(13,601,451.00)	53,284,814.09	61,566,586.93
Engineering	446,414,993.69	371,961,990.22	74,242,491.18	(84,128,736.61)	520,657,484.87	287,833,253.61
Micro	1,720,995.90	1,449,749.28	(626,952.85)	(306,090.42)	1,094,043.05	1,143,658.86
Aviation	109,038,521.05	208,193,291.02	67,478,596.11	9,653,869.93	176,517,117.16	217,847,160.95
Cattle and Crop	41,964,484.93	20,826,515.20	2,036,768.44	(5,800,479.75)	44,001,253.37	15,026,035.45
Miscellaneous	119,651,823.86	90,618,212.91	35,702,426.67	(21,156,306.06)	155,354,250.53	69,461,906.85
Total	1,630,653,969.36	1,403,985,167.93	193,934,754.68	(184,803,708.93)	1,824,588,724.04	1,219,181,459.00

26.1 Portfolio-wise detail of Net Earned Premiums

Particulars	Gross Earned Premiums		Premiums Ceded		Net Earned Premiums	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	696,691,533.15	365,942,074.40	473,604,387.08	263,963,054.81	223,087,146.07	101,979,019.59
Motor	1,062,228,085.00	785,681,096.42	400,075,373.89	302,339,801.54	662,152,711.12	483,341,294.88
Marine	106,335,315.32	66,068,754.01	53,284,814.09	61,566,586.93	53,050,501.23	4,502,167.08
Engineering	566,441,702.21	307,875,642.58	520,657,484.87	287,833,253.61	45,784,217.34	20,042,388.97
Micro	8,844,723.98	20,421,458.16	1,094,043.05	1,143,658.86	7,750,680.93	19,277,799.30
Aviation	180,063,070.32	217,703,834.24	176,517,117.16	217,847,160.95	3,545,953.16	(143,326.71)
Cattle and Crop	54,787,115.49	18,979,081.25	44,001,253.37	15,026,035.45	10,785,862.12	3,953,045.80
Miscellaneous	265,573,529.06	155,401,476.93	155,354,250.53	69,461,906.85	110,219,278.53	85,939,570.08
Total	2,940,965,074.54	1,938,073,417.98	1,824,588,724.04	1,219,181,459.00	1,116,376,350.49	718,891,958.98

27. Commission Income

Particulars	Reinsurance Commission Income		Deferred Commission Income		Profit Commission		Commission Income	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	148,407,371.01	92,160,806.49	(2,664,836.90)	(18,479,287.49)	1,954,572.53	2,100,389.44	147,697,106.64	75,781,908.44
Motor	40,297,308.18	57,622,467.95	18,989,871.99	(1,539,733.85)	(906,357.01)	6,000,759.22	58,380,823.16	62,083,493.32
Marine	27,442,114.58	21,541,570.58	(5,636,738.79)	(7,454,500.94)	1,158,071.64	975,445.60	22,963,447.43	15,062,515.24
Engineering	76,188,239.60	66,146,358.67	6,543,959.87	(14,451,827.84)	8,892,653.82	860,276.84	91,624,853.29	52,554,807.67
Micro	292,569.32	247,121.00	(111,288.02)	52,492.60	-	-	181,281.30	299,613.60
Aviation	828,146.32	2,958,139.58	4,072,049.29	1,271,279.01	-	-	4,900,195.61	4,229,418.59
Cattle and Crop	9,536,625.75	4,581,833.34	(3,598,762.80)	(1,241,515.04)	-	-	5,937,862.95	3,340,318.30
Miscellaneous	36,207,361.91	23,868,478.99	2,333,493.48	(4,435,593.14)	(508,197.44)	2,456,121.47	38,032,657.95	21,889,007.32
Total	339,199,736.67	269,126,776.59	19,927,748.11	(46,278,686.69)	10,590,743.54	12,392,992.57	369,718,228.32	235,241,082.47

28. Other Direct Income

Particulars	Direct Income		Other		Total Other Direct Income	
	Current Year		Current Year		Current Year	
Property	-	-	-	-	-	-
Motor	10,174,240.33	6,859,097.10	-	-	10,174,240.33	6,859,097.10
Marine	-	-	-	-	-	-
Engineering	-	-	-	-	-	-
Micro	-	-	-	-	-	-
Aviation	-	-	-	-	-	-
Cattle and Crop	7,200.00	-	-	-	7,200.00	-
Miscellaneous	127,725.26	-	-	-	127,725.26	-
Total	10,309,165.59	6,859,097.10	-	-	10,309,165.59	6,859,097.10

29. Investment Income

Particulars	Current Year	Previous Year
Interest Income from Financial Assets Measured at Amortised Costs		
i) Fixed Deposit with "A" Class Financial Institutions	343,740,230.21	171,902,459.18
ii) Fixed Deposit with Infrastructure Bank	-	-
iii) Fixed Deposit with "B" Class Financial Institutions	64,463,642.07	35,699,236.53
iv) Fixed Deposit with "C" Class Financial Institutions	16,501,032.52	8,001,000.88
v) Debentures	27,110,418.46	5,545,605.46
vi) Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	116,426.00	175,909.63
vii) Bank Deposits other than Fixed Deposit	32,180,918.45	12,288,048.17
viii) Employee Loan	422,880.65	440,904.52
ix) Other Interest Income- Interest on Gratuity & Leave Fund	7,569,130.70	1,251,665.74
Financial Assets Measured at FVTOCI		
i) Interest Income on Debentures	-	-
ii) Dividend Income	-	-
iii) Other Interest Income	-	-
Financial Assets Measured at FVTPL		
i) Interest Income on Debentures		
ii) Dividend Income	4,822,775.65	13,543,649.28
iii) Other Interest Income	-	-
Rental Income	-	-
Others	-	-
Total	496,927,454.71	248,848,479.39

30. Net Gains/ (Losses) 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	-	-
Changes in Fair Value on Investment Properties	6,815,900.86	11,043,070.31
Changes in Fair Value on Hedged Items in Fair Value Hedges	-	-
Changes in Fair Value on Hedging Instruments in Fair Value Hedges	-	-
Others	-	-
Total	6,815,900.86	11,043,070.31

31. Net Realised Gains/ (Losses)

Particulars	Current Year	Previous Year
Realised Gains/(Losses) on Derecognition of Financial Assets Measured at FVTPL		
i) Equity Instruments	-	1,467,914.52
ii) Mutual Fund	-	-
iii) Debentures		
iv) Others	-	-
Realised Gains/(Losses) on Derecognition of Financial Assets at Amortised Costs		
i) Debentures	-	-
ii) Bonds	-	-
iii) Others	-	-
Total	-	1,467,914.52

32. Other Income

Particulars	Current Year	Previous Year
Unwinding of discount on Financial Assets at Amortised Cost		
i) Employee Loan	-	-
ii) Bonds	-	-
iii) Others	-	-
Foreign Exchange Income	2,534,575.94	-
Interest Income from Finance Lease	-	-
Profit from disposal of Property and Equipment	-	-
Amortization of Deferred Income	-	-
Stamp Income	-	-
Others - Miscellaneous Income	510,604.41	9,880,222.65
- Direct Business Income	-	-
- Interest Income on Staff Loan	7,946,623.00	1,157,396.00
- Rent Income	6,473,617.60	2,626,095.27
- Grant Income	-	2,190,831.64
Total	17,465,420.95	15,854,545.56

Siddhartha Premier Insurance Ltd.

Notes to the Financial Statements

33. Gross Claims Paid and Claims Ceded

Fig.in NPR

Particulars	Gross Claims Paid		Claims Ceded		Net Claims Paid	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	333,679,669.45	275,977,177.39	(251,498,558.61)	(251,255,334.00)	82,181,110.84	24,721,843.39
Motor	762,126,654.91	438,061,976.98	(190,831,770.58)	(111,632,853.93)	571,294,884.33	326,429,123.05
Marine	76,737,107.03	16,179,258.03	(65,826,760.51)	(13,604,153.76)	10,910,346.52	2,575,104.27
Engineering	1,571,469,171.00	187,797,065.85	(1,556,763,114.12)	(171,946,143.90)	14,706,056.88	15,850,921.95
Micro	98,258,781.66	10,291,348.65	(75,446,302.00)	(10,219,593.00)	22,812,479.66	71,755.65
Aviation	-	27,154.00	-	-	-	27,154.00
Cattle and Crop	24,438,277.34	16,715,345.00	(19,550,621.87)	(13,372,276.00)	4,887,655.47	3,343,069.00
Miscellaneous	141,706,520.82	99,191,468.06	(51,292,049.07)	(24,056,496.35)	90,414,471.75	75,134,971.71
Total	3,008,416,182.21	1,044,240,793.96	(2,211,209,176.76)	(596,086,850.94)	797,207,005.45	448,153,943.02

33.1. Details of Gross Claim Paid

Particulars	Claim Paid		Survey Fees		Total Claims Paid	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	318,673,147.51	263,668,624.81	15,006,521.94	12,308,552.58	333,679,669.45	275,977,177.39
Motor	729,389,142.00	414,903,918.10	32,737,512.91	23,158,058.88	762,126,654.91	438,061,976.98
Marine	72,914,085.55	14,145,091.38	3,823,021.48	2,034,166.65	76,737,107.03	16,179,258.03
Engineering	1,533,834,810.00	173,372,643.00	37,634,361.00	14,424,422.85	1,571,469,171.00	187,797,065.85
Micro	98,219,865.70	10,264,810.00	38,915.96	26,538.65	98,258,781.66	10,291,348.65
Aviation	-	27,154.00	-	-	-	27,154.00
Cattle and Crop	24,384,326.00	16,642,050.00	53,951.34	73,295.00	24,438,277.34	16,715,345.00
Miscellaneous	141,281,734.13	99,075,298.06	424,786.69	116,170.00	141,706,520.82	99,191,468.06
Total	2,918,697,110.89	992,099,589.35	89,719,071.32	52,141,204.61	3,008,416,182.21	1,044,240,793.96

34. Change in Contract Liabilities

Particulars	Gross Change in Contract Liabilities		Change in Reinsurance Assets		Net Change in Contract Liabilities	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	(57,762,798.26)	(296,906,393.00)	43,558,213.14	295,805,332.16	(14,204,585.12)	(1,101,060.84)
Motor	(153,072,386.33)	(106,737,944.17)	18,012,405.19	70,907,270.93	(135,059,981.14)	(35,830,673.24)
Marine	5,223,351.68	(18,842,954.00)	3,306,634.42	18,740,313.21	8,529,986.10	(102,640.79)
Engineering	(1,306,135,518.35)	(198,756,439.00)	1,312,476,670.18	195,060,421.97	6,341,151.83	(3,696,017.03)
Micro	284,846,793.15	5,972,309.00	(283,729,774.27)	(6,144,201.92)	1,117,018.88	(171,892.92)
Aviation	10,374,516.89	(9,547,395.02)	(12,779,856.56)	4,542,435.32	(2,405,339.67)	(5,004,959.70)
Cattle and Crop	(428,828,689.00)	(5,459,916.00)	430,646,147.75	3,612,275.95	1,817,458.75	(1,847,640.05)
Miscellaneous	(5,409,921.44)	(21,699,994.81)	(7,226,399.85)	15,885,687.18	(12,636,321.29)	(5,814,307.63)
Total	(1,650,764,651.66)	(651,978,727.00)	1,504,264,040.00	598,409,534.80	(146,500,611.66)	(53,569,192.20)

35. Commission Expenses

Particulars	Commission Expenses on Direct Insurance Contracts		Commission Expenses on Reinsurance Accepted		Deferred Commission Expenses		Commission Expenses	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	8,345,606.86	8,673,152.50	61,221.69	55,658.12	3,724,799.04	(1,456,501.42)	12,131,627.59	7,272,309.20
Motor	7,152,440.77	6,348,706.11	487.69	47,689.10	918,324.06	253,173.18	8,071,252.52	6,649,568.39
Marine	1,359,777.70	1,425,561.70	-	5,488.56	(44,121.56)	(545,298.52)	1,315,656.14	885,751.74
Engineering	5,847,016.18	4,957,838.92	44,857.05	9,681.10	447,299.36	(67,268.16)	6,339,172.59	4,900,251.86
Micro	323,472.36	297,312.77	-	-	(39,247.95)	(27,490.02)	284,224.41	269,822.75
Aviation	319,125.00	1,127,262.96	-	-	664,710.54	1,190,402.94	983,835.54	2,317,665.90
Cattle and Crop	3,349,798.22	1,556,132.60	-	-	(1,050,080.86)	(361,194.01)	2,299,717.36	1,194,938.59
Miscellaneous	4,444,703.60	3,210,868.62	15,187.50	30,185.19	202,544.37	(283,845.18)	4,662,435.47	2,957,208.63
Total	31,141,940.69	27,596,836.18	121,753.93	148,702.07	4,824,227.00	(1,298,021.20)	36,087,921.62	26,447,517.05

36. Service Fees

Particulars	Gross Service Fees		Reinsurer's Share of Service Fees		Net Service Fees	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	6,005,469.47	4,194,929.04	(4,227,735.57)	(3,290,869.90)	1,777,733.90	904,059.14
Motor	7,888,959.81	7,824,656.13	(1,949,057.55)	(3,066,803.81)	5,939,902.26	4,757,852.32
Marine	1,144,606.70	946,413.48	(721,463.99)	(751,680.38)	423,142.71	194,733.10
Engineering	4,079,556.77	3,981,996.24	(3,639,626.00)	(3,719,619.90)	439,930.77	262,376.34
Micro	88,329.18	87,784.98	(14,162.36)	(14,497.49)	74,166.82	73,287.48
Aviation	958,007.08	2,091,980.66	(933,171.20)	(2,081,932.91)	24,835.88	10,047.75
Cattle and Crop	405,995.53	260,331.44	(324,845.02)	(208,265.15)	81,150.51	52,066.29
Miscellaneous	1,946,372.86	1,784,200.29	(927,259.07)	(906,182.13)	1,019,113.79	878,018.16
Total	22,517,297.41	21,172,292.26	(12,737,320.76)	(14,039,851.68)	9,779,976.65	7,132,440.58

37. Other Direct Expenses

Particulars	Direct Expenses		Others		Total Other Direct Expenses	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	4,433.52	3,872.78	-	-	4,433.52	3,872.78
Motor	10,950,308.33	7,821,748.34	-	-	10,950,308.33	7,821,748.34
Marine	-	365.90	-	-	-	365.90
Engineering	2,767.64	645.40	-	-	2,767.64	645.40
Micro	67,397.33	695.26	-	-	67,397.33	695.26
Aviation	-	-	-	-	-	-
Cattle and Crop	707,025.00	585,355.00	-	-	707,025.00	585,355.00
Miscellaneous	1,012.50	2,012.34	-	-	1,012.50	2,012.34
Total	11,732,944.32	8,414,695.02	-	-	11,732,944.32	8,414,695.02

38. Employee Benefits Expenses

Particulars	Current Year	Previous Year
Salaries	135,369,175.75	69,134,749.36
Allowances	82,676,424.35	62,391,441.46
Festival Allowances	10,624,647.22	8,822,918.00
Defined Benefit Plans:		
i) Gratuity	10,125,970.14	-
ii) Others - Leave	18,267,249.90	3,679,391.90
Defined Contribution Plans:		
i) Provident Fund	13,618,848.79	6,849,063.80
ii) Others-Gratuity	6,339,940.93	5,758,922.33
Leave Encashment	3,137,891.40	2,523,665.32
Termination Benefits	-	-
Training Expenses	10,766,415.48	8,230,946.39
Uniform Expenses	5,900.00	2,415,475.52
Medical Expenses	6,317,477.80	4,007,343.08
Insurance Expenses	3,220,735.68	105,327.03
Staff Welfare Expenses	5,732,636.89	3,768,744.86
Others- Staff Fuel Expenses	-	10,219,032.89
- Interest Expenses on Staff Loan	7,946,623.00	1,157,396.00
Sub - Total	314,149,937.33	189,064,417.94
Employees Bonus	77,458,106.12	52,335,912.00
Total	391,608,043.45	241,400,329.94

39. Depreciation & Amortization Expenses

Particulars	Current Year	Previous Year
Amortization of goodwill & Intangible Assets (Refer Note. 4)	589,476.54	429,079.91
Depreciation on Property and Equipment (Refer Note 5)	37,817,868.96	24,526,016.66
Depreciation on Investment Properties (Refer Note 6)	-	-
Total	38,407,345.50	24,955,096.57

40. Impairment Losses

Particulars	Current Year	Previous Year
Impairment Losses on Property and Equipment, Investment Properties and Intangible Assets		
i) Property and Equipment	-	-
ii) Investment Properties	-	-
iii) Intangible Assets	-	-
Impairment Losses on Financial Assets		
i) Investment	-	-
ii) Loans	-	-
iii) Other Financial Assets	-	-
iv) Cash and Cash Equivalent	-	-
v) Others	-	-
Impairment Losses on Other Assets		
i) Reinsurance Assets	-	-
ii) Insurance Receivables	34,215,360.59	(11,941,570.00)
iii) Lease Receivables	-	-
iv) Others	-	-
Total	34,215,360.59	(11,941,570.00)

41. Other Expenses

Particulars	Current Year	Previous Year
Rent Expenses	1,329,079.33	3,148,781.34
Electricity and Water	4,846,708.07	3,462,670.29
Repair & Maintenance:		
i) Building	344,607.65	79,234.00
ii) Vehicle	1,165,744.08	930,046.35
iii) Office Equipments	3,944,636.23	1,672,400.73
iv) Others	708,679.98	347,006.61
Telephone & Communication	8,930,763.75	6,166,031.15
Printing & Stationary	9,268,618.20	5,340,734.74
Office Consumable Expenses	8,374,406.26	4,510,674.74
Travelling Expenses:		
i) Domestic	1,186,248.33	1,409,031.37
ii) Foreign	722,154.50	334,935.68
Transportation & Fuel Expenses	17,481,439.26	-
Agent Training	-	-
Other Agent Expenses	724.00	2,090.00
Insurance Premium	483,079.86	557,701.17
Security & Outsourcing Expenses	14,970,587.28	813,825.83
Legal and Consulting Expenses	3,634,600.31	3,020,231.00
Newspapers, Books and Periodicals	142,305.94	107,752.28
Advertisement & Promotion Expenses	5,196,193.94	2,716,788.45
Business Promotion	26,586,025.65	11,250,143.53
Guest Entertainment	2,233,213.21	129,029.29
Gift and Donations	836,086.21	663,438.61
Board Meeting Fees and Expenses:		
i) Meeting Allowances	2,217,000.00	1,468,000.00
ii) Other Allowances	292,712.86	94,331.45
Other Committee/ Sub-committee Expenses:		
i) Meeting Allowances	2,394,900.00	1,260,000.00
ii) Other Allowances	208,355.00	36,603.83
General Meeting Expenses	207,110.00	79,970.06
Actuarial Service Fee	411,764.71	280,000.00
Other Actuarial Expenses	-	-
Audit Related Expenses:		
i) Statutory Audit	375,000.00	330,000.00
ii) Tax Audit	30,000.00	30,000.00
iii) Long Form Audit Report	-	30,000.00
iv) Other Fees	871,528.20	270,000.00
v) Internal Audit	446,250.00	340,000.00
vi) Others - Audit Expenses	793,739.98	454,363.24
Bank Charges	1,534,628.49	288,308.71
Fee and Charges	5,567,492.66	1,878,206.85
Postage Charges	2,181,463.83	1,659,473.00
Foreign Exchange Losses	-	3,400,698.49
Fine & Penalty	5,500.00	10,000.00
Others - Miscellaneous Expenses	1,021,803.72	844,340.23
- VAT Expenses	3,305,386.98	1,428,810.86
- Wages & Other Service Expenses	1,130,458.10	10,860,716.53
- Share Listing Expenses	2,508,141.10	732,020.00
- Loss from disposal of Property and Equipment	1,052,554.29	-
- Fine & Penalty	-	-
Total	138,941,691.96	72,438,390.41

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 - Lease	9,009,887.92	3,751,293.00
Interest expenses - Overdraft Loan	-	-
Others	-	-
Total	9,009,887.92	3,751,293.00

43. Income Tax Expense

a. Income Tax Expense

Particulars	Current Year	Previous Year
Current Tax		
i) Income Tax Expenses for the Year	257,041,014.00	149,137,262.00
ii) Income Tax Relating to Prior Periods	2,650,012.00	-
Deferred Tax For The Year		
i) Originating and reversal of temporary differences	58,112,424.60	445,993.95
ii) Changes in tax rate	-	-
iii) Recognition of previously unrecognised tax losses	-	-
iv) Write-down or reversal	-	-
v) Others	-	-
Income Tax Expense	317,803,450.60	149,583,255.95

b. Reconciliation of Taxable Profit & Accounting Profit

Particulars	Current Year	Previous Year
Accounting Profit Before Tax	697,122,955.12	471,023,204.95
Applicable Tax Rate	30%	30%
Tax at the applicable rate on Accounting Profit	209,136,886.54	141,306,961.49
Add: Tax effect of expenses that are not deductible for tax purpose		
i) Agent commission	3,900,334.50	(410,475.58)
ii) Defined benefit plan expenses	941,941.76	329,911.29
iii) Portion of bonus on tax exempt dividend	95,239.76	206,954.59
iv) Repairs & maintainance	1,849,100.38	908,606.31
v) Depreciation as per Books	11,522,203.65	7,486,528.97
vi) Donation	-	-
vii) Fine & Penalty	1,650.00	3,000.00
viii) Provision for loss on Doubtful Debt	10,264,608.18	(3,582,471.00)
ix) Share related Expenses	-	219,606.00
x) Rent Amortisation Expenses	(8,165,139.23)	(4,713,238.20)
xi) Finance cost of Rent Amortisation Expenses	2,702,966.38	1,125,387.90
xii) Insurance contract liabilities-Claim	1,198,011.08	-
Less: Tax effect on exempt income and additional deduction		
i) Insurance contract liabilities- Premium	71,399,598.20	(3,400,169.83)
ii) Reinsurance commission income	(40,263,983.31)	13,883,606.00
iii) Dividend income	(952,397.60)	(2,069,545.88)
iv) Gain/Loss on sale of assets	315,766.20	-
v) Reinsurance commission expense	-	21,069.44
vi) Repairs & Maintainance	(1,163,766.20)	(722,676.60)
vii) Depreciation as per Books	(3,697,236.03)	(2,869,789.59)
viii) Rent Amortisation Income	-	(133,886.10)
Less: Adjustments to Current Tax for Prior Periods		
i) Premium on government bond	-	-
Add/ (Less): Others		
i) Marine Expense booked for Last Year	-	5,923,324.79
ii) Marine Income booked of Last Year	-	(2,141,642.46)
iii) Change in FV of Investment Property	(2,044,770.26)	(3,312,921.09)
iii) Gain on Sale Equity through OCI	-	1,079,121.56
Income Tax Expense	257,041,014.00	149,137,262.00
Effective Tax Rate	36.87	31.66

Siddhartha Premier Insurance Ltd.**Notes to the Financial Statements****Employee Retirement Benefits****Fig.in NPR****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. 1,99,58,789.72 as an expenses under the defined contribution plans in the Statement of Profit or Loss.

b) Post Employment Benefit - Defined Benefit Plans

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

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

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Current service cost	13,527,244.00	622,021.00	10,067,018.00	-
Past service cost	-	-	-	-
Net interest cost (a-b)	(2,711,951.00)	1,024,620.00	-	-
a. Interest expense on defined benefit obligation (DBO)	935,471.00	833,688.00	-	-
b. Interest (income) on plan assets	(937,338.00)	(803,901.00)	-	-
c. Actuarial (gain)/ loss due to financial assumption changes in DBO	(2,710,084.00)	994,833.00	-	-
Defined benefit cost included in Statement of Profit or Loss	10,815,293.00	1,646,641.00	10,067,018.00	-

d) Re-measurement 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	10,815,293.00	1,646,641.00	10,067,018.00	-
Re-measurements effects recognised in OCI	-	-	-	-
Total cost recognised in Comprehensive Income	10,815,293.00	1,646,641.00	10,067,018.00	-

f) Change in Defined Benefit Obligation

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Defined benefit obligation as at the beginning of the year	18,706,758.00	17,607,054.00	-	-
Service cost	3,460,226.40	622,021.00	10,067,018.00	-
Interest cost	935,471.00	833,688.00	-	-
Benefit payments from plan assets	(3,500,029.00)	(4,740,581.00)	(1,490,881.00)	-
Actuarial (gain)/ loss - financial assumptions	241,105.00	4,384,576.00	-	-
Actuarial (gain)/ Loss - experience	66,083,152.40	-	122,413,362.00	-
Defined Benefit Obligation As At Year End	85,926,683.80	18,706,758.00	130,989,499.00	-

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	18,746,758.00	16,078,017.00	-	-
Expected return on plan assets	937,338.00	803,901.00	28,651,168.00	-
Employer contributions	92,541,132.40	1,054,786.00	76,527,312.00	-
Participant contributions	-	-	-	-
Benefit payments from plan assets	(4,342,271.00)	(2,579,688.00)	(1,490,881.00)	-
Transfer in/ transfer out	-	-	-	-
Actuarial gain/ (loss) on plan assets	2,951,189.00	3,389,742.00	-	-
Fair value of Plan Assets At End of Year	110,834,146.40	18,746,758.00	103,687,599.00	-

h) Net Defined Benefit Liability/(Asset)

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Defined Benefit Obligation	85,926,683.80	18,706,758.00	130,989,499	-
Fair Value of Plan Assets	(110,834,146.40)	(18,746,758.00)	(103,687,599)	-
Liability/(Asset) Recognised in Statement of Financial Position	(24,907,462.60)	(40,000.00)	27,301,900.00	-

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	(21,447,237)	(4,537,119)	43,238,489	-

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	(40,001.00)	1,529,037.00	-	-
Defined benefit cost included in Statement of Profit or Loss	748,275.00	1,646,641.00	10,067,018.00	-
Total re-measurements included in OCI	-	-	-	-
Acquisition/ divestment	2,155,763.00	-	45,886,050.00	-
Employer contributions	(27,771,501.00)	(3,215,679.00)	(28,651,168.00)	-
Net defined benefit liability/(asset)	(24,907,464.00)	(40,001.00)	27,301,900.00	-

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 (From SIL)	-	-	89,042,845.00	-
Total re-measurements included in OCI	-	-	-	-
Cumulative OCI - (Income)/Loss	-	-	89,042,845.00	-

l) Current/Non - Current Liability

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Current Liability	15,214,653.50	3,454,907.00	11,727,498.00	-
Non - Current Liability	(40,122,116.00)	15,251,851.00	119,262,001.00	-
Total	(24,907,462.50)	18,706,758.00	130,989,499.00	-

m) Expected Future Benefit Payments

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Within 1 year	15,884,565.00	-	12,243,867.00	-
Between 1-2 years	20,492,033.00	-	24,058,709.00	-
Between 3-5 years	24,142,910.00	-	29,755,263.00	-
From 6 to 10	68,393,079.00	-	73,008,208.00	-
Total	128,912,587.00	-	139,066,047	-

n) Plan assets

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
	(% Invested)	(% Invested)	(% Invested)	(% Invested)
Government Securities	-	-	-	-
Corporate Bonds (including Public Sector bonds)	-	-	-	-
Mutual Funds	-	-	-	-
Deposits	-	-	-	-
Cash and bank balances	-	-	-	-
Retirement Fund	-	-	-	-
Others	100.00	100.00	100.00	100.00
Total	100.00	100.00	100.00	100.00

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	(4,690,965)	-	(8,843,419)	-
Effect in Defined Benefit Obligation Due to 1% Decrease in Discount Rate	5,169,916	-	10,059,226	-
Effect in Defined Benefit Obligation Due to 1% Increase in Salary Escalation Rate	5,666,181	-	10,779,663	-
Effect in Defined Benefit Obligation Due to 1% Decrease in Salary Escalation Rate	(5,109,338)	-	(9,617,060)	-
Effect in Defined Benefit Obligation Due to 1% Increase in Attrition Rate	942,954	-	600,853	-
Effect in Defined Benefit Obligation Due to 1% Decrease in Attrition Rate	(1,050,893)	-	(756,471)	-

p) Assumptions

Particulars	Employee Benefit Plan	Any Other Funded Liability
Discount Rate	9.00%	9.00%
Escalation Rate (Rate of Increase in Compensation Levels)	6.00%	6.00%
Attrition Rate (Employee Turnover)	9.00%	9.00%
Mortality Rate During Employment	-	Nepali Assured lives Mortality (2009)

Siddhartha Premier Insurance Ltd.

Notes to the Financial Statements

45. Fair Value Measurements

(i) Financial Instruments by Category & Hierarchy

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

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

Particulars	Level	Current Year			Previous Year		
		FVTPL	FVOCI	Amortised Cost	FVTPL	FVOCI	Amortised Cost
Investments							
i) Investment in Equity Instruments							
Investment in Equity (Quoted)	1	-	2,361,149,340			1,356,451,018	-
Investment in Equity (Unquoted)	3	-	9,560,000			1,195,000	-
ii) Investment in Mutual Funds	1	-	46,905,988	-	-	26,221,512	-
iii) Investment in Preference Shares of Bank and Financial Institutions		-	-	-	-	-	-
iv) Investment in Debentures	3	-	-	706,220,313	-	-	64,224,313
v) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	3	-	-	5,000,000	-	-	5,000,000
vi) Fixed Deposits	3	-	-	6,276,900,000	-	-	2,813,800,000
vii) Others		-	-	-	-	-	-
Loans	3	-	-	19,758,640	-	-	16,164,601
Other Financial Assets	3	-	-	622,434,791	-	-	141,310,420
Cash and Cash Equivalents	3	-	-	120,662,884	-	-	1,368,044,599
Total Financial Assets		-	2,417,615,328	7,750,976,628	-	1,383,867,530	4,408,543,933
Borrowings				-			-
Other Financial Liabilities	3	-	-	296,897,820	-	-	114,437,019
Total Financial Liabilities		-	-	296,897,820	-	-	114,437,019

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 Company performs the valuation of financial assets and liabilities required for financial reporting purposes. Valuation processes and results are reviewed 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.
- Fair Value of Financial Assets and Liabilities Measured at Amortised Cost

Particulars	Current Year		Previous Year	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Investments				
i) Investment in Preference Shares of Bank and Financial Institutions	-	-	-	-
ii) Investment in Debentures	706,220,313.03	706,220,313.03	64,224,313.03	64,224,313.03
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	5,000,000.00	5,000,000.00	5,000,000.00	5,000,000.00
iv) Fixed Deposit	6,276,900,000.00	6,276,900,000.00	2,813,800,000.00	2,813,800,000.00

v) Others	-	-	-	-
Loans				-
i) Loan to Employees	19,758,639.59	19,758,639.59	16,164,600.77	16,164,600.77
ii) Others	-	-	-	-
Other Financial Assets	622,434,791.02	622,434,791.02	141,310,420.40	141,310,420.40
Total Financial Assets at Amortised Cost	7,630,313,743.64	7,630,313,743.64	3,040,499,334.20	3,040,499,334.20
Borrowings				
i) Bond	-	-	-	-
ii) Debenture	-	-	-	-
iii) Term Loan - Bank and Financial Institution	-	-	-	-
iv) Bank Overdraft	-	-	-	-
v) Others	-	-	-	-
Other Financial Liabilities	296,897,819.51	296,897,819.51	114,437,019.32	114,437,019.32
Total Financial Liabilities at Amortised Cost	296,897,819.51	296,897,819.51	114,437,019.32	114,437,019.32

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 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:

- Product development
- Pricing
- Underwriting
- Reinsurance
- Claims Handling
- Reserving"

a) Product development:

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

- Property
- Motor
- Marine
- Engineering
- Micro
- Aviation
- Cattle and Crop
- Miscellaneous"

The significant risks arising under the Non-Life Insurance portfolio emanates from changes in the climate leading to natural disasters, behavioural trends of people due to changing life styles, the steady escalation of costs in respect of spares in the auto industries.

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

b) Pricing:

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

The Company collects adequate data to validate the reasonableness of the underlying assumptions used for pricing. The base rate represents the amount required to meet the value of anticipated benefits, expenses, and margins for risks and profit. Data primarily relates to the company's own historical experience and that of the industry where relevant. These may be supplemented by other internal and external data, and could include trends observed in claims costs and expenses. Pricing is done by modelling all identified risks, using appropriate methodologies depending on the complexity of the risks and available data. Adequate buffers are kept in the premiums to cushion against the risk that actual experience may turn out to be worse than expected.

c) Underwriting:

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

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

d) 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.

e) Claims handling:

"Some of the actions undertaken to mitigate claims risks is detailed below:

- i) Claims are assessed immediately,
- ii) Assessments are carried out by in-house as well as independent assessors/loss adjustors working throughout,
- iii) The service of a qualified independent actuary is obtained annually to assess the adequacy of reserves,
- 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.

Sensitivities

The non-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) - Profit Before Tax	Increase/ (Decrease) - Profit After Tax	Increase/ (Decrease) on Gross Liabilities	Increase/ (Decrease) on Net Liabilities	Increase/ (Decrease) - Profit Before Tax	Increase/ (Decrease) - Profit After Tax
Average Claim Cost	"+" 10%	135,765,153.06	65,070,639.38	65,070,639.38	45,549,447.57	39,226,206.70	39,458,475.08	39,458,475.08	27,620,932.56
Average Number of Claims	"+" 10%	135,765,153.06	65,070,639.38	65,070,639.38	45,549,447.57	39,226,206.70	39,458,475.08	39,458,475.08	27,620,932.56
Average Claim Cost	"-" 10%	(135,765,153.06)	(65,070,639.38)	(65,070,639.38)	45,549,447.57	(39,226,206.70)	(39,458,475.08)	(39,458,475.08)	(27,620,932.56)
Average Number of Claims	"-" 10%	(135,765,153.06)	(65,070,639.38)	(65,070,639.38)	45,549,447.57	(39,226,206.70)	(39,458,475.08)	(39,458,475.08)	(27,620,932.56)

Claim development table

The following tables show the estimates of cumulative incurred claims, including both claims notified and IBNR for each successive incident year at each reporting date, together with cumulative payments to date.

Gross outstanding claim provision

Year of incident	> PY 4	PY 4	PY 4	PY 3	PY 2	PY 1	Current Year	Total
At end of incident year	-	-	-	-	-	-	2,092,780,948.67	2,092,780,948.67
One year later	-	-	-	-	-	935,653,447.39	-	935,653,447.39
Two year later	-	-	-	-	1,111,147,066.25	-	-	1,111,147,066.25
Three year later	-	-	-	1,511,787,280.63	-	-	-	1,511,787,280.63
Four year later	-	46,393,755.13	-	-	-	-	-	46,393,755.13
More than Four years	-	-	-	-	-	-	-	-
Current estimate of cumulative claims	-	46,393,755.13	1,511,787,280.63	1,111,147,066.25	935,653,447.39	2,092,780,948.67	5,697,762,498.07	5,697,762,498.07
At end of incident year	-	-	-	-	-	-	780,949,999.08	780,949,999.08
One year later	-	-	-	-	-	407,124,462.45	-	407,124,462.45
Two year later	-	-	-	-	381,718,293.28	-	-	381,718,293.28
Three year later	-	-	-	1,425,737,001.77	-	-	-	1,425,737,001.77
Four year later	-	12,886,426.63	-	-	-	-	-	12,886,426.63
More than Four years	-	-	-	-	-	-	-	-
Cumulative payments to date	-	12,886,426.63	1,425,737,001.77	381,718,293.28	407,124,462.45	780,949,999.08	3,008,416,183.21	3,008,416,183.21
Gross outstanding claim provision	-	33,507,328.50	86,050,278.86	729,428,772.97	528,528,984.94	1,311,830,949.59	2,689,346,314.86	2,689,346,314.86

Net outstanding claim provision

Year of incident	> PY 4	PY 4	PY 3	PY 2	PY 1	Total
At end of incident year	-	-	-	-	-	957,883,443.36
One year later	-	-	-	-	314,883,614.76	314,883,614.76
Two year later	-	-	-	93,104,890.70	-	93,104,890.70
Three year later	-	-	19,077,743.25	-	-	19,077,743.25
Four year later	-	14,175,285.43	-	-	-	14,175,285.43
More than Four years	-	-	-	-	-	-
Current estimate of cumulative claims	-	14,175,285.43	19,077,743.25	93,104,890.70	314,883,614.76	1,399,124,977.50
At end of incident year	-	-	-	-	-	491,998,038.81
One year later	-	-	-	-	216,680,087.17	216,680,087.17
Two year later	-	-	-	74,229,454.75	-	74,229,454.75
Three year later	-	-	11,054,303.98	-	-	11,054,303.98
Four year later	-	3,245,122.09	-	-	-	3,245,122.09
More than Four years	-	-	-	-	-	-
Cumulative payments to date	-	3,245,122.09	11,054,303.98	74,229,454.75	216,680,087.17	797,207,006.80
Net outstanding claim provision	-	10,930,163.34	8,023,439.27	18,875,435.95	98,203,527.59	601,917,970.70

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
Property	506,239,854.29	398,477,794.70	107,762,059.59	164,967,099.00	127,249,238.93	37,717,860.07
Motor	893,048,752.54	294,122,487.13	598,926,265.41	489,865,419.60	150,992,085.40	338,873,334.20
Marine	78,129,083.13	54,897,932.21	23,231,150.92	32,466,799.00	29,169,042.38	3,297,756.62
Engineering	986,469,372.15	948,699,359.57	37,770,012.58	2,125,188,265.00	2,106,130,576.93	19,057,688.07
Micro	675,087,222.95	673,743,526.80	1,343,696.15	390,218,531.00	389,993,046.53	225,484.47
Aviation	44,799,206.80	40,133,425.50	4,665,781.30	24,772,445.00	19,481,453.08	5,290,991.92
Cattle and Crop	28,404,315.08	22,034,727.98	6,369,587.10	9,324,486.00	6,415,960.45	2,908,525.55
Miscellaneous	102,560,286.83	55,766,272.24	46,794,014.59	47,731,803.40	23,876,330.50	23,855,472.90
Total	3,314,738,093.76	2,487,875,526.12	826,862,567.64	3,284,534,848.00	2,853,307,734.20	431,227,113.80

Siddhartha Premier Insurance Ltd.

Notes to the Financial Statements

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 / 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	Fixed Deposits	6,276,900,000.00	-	-	6,276,900,000.00
	Loan to Employees	19,758,639.59	-	-	19,758,639.59
	Insurance Receivables	1,696,803,725.65	-	90,777,626.37	1,606,026,099.28
	Other Assets	86,645,688.53	-	109,283.50	86,536,405.03
	Other Financial Assets	623,715,561.02	-	1,280,770.00	622,434,791.02
	Cash and Cash Equivalents	120,951,469.13	288,585.11	-	120,662,884.02
Credit Risk has significantly increased and not credit impaired	Loss allowance measured at 12 months expected credit losses	-	-	-	-
Credit Risk has significantly increased and credit impaired	Loss allowance measured at life-time expected credit losses	-	-	-	-

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	-	-	-	-	-
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 and not credit impaired	Credit Risk has significantly increased and credit impaired
Loss Allowance on Ashadh 32, 2079	-	-	-
Changes in loss allowances	92,456,264.98	-	-
Write-offs	-	-	-
Recoveries	-	-	-
Loss Allowance on Ashadh 31, 2080	92,456,264.98	-	-

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	259,474,809.54	37,423,009.97	-	101,135,376.12	13,301,643.20	-
Total Financial Liabilities	259,474,809.54	37,423,009.97	-	101,135,376.12	13,301,643.20	-

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.

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%*	3,198,200.76	1,595,235.21
Interest Rate - Decrease By 1%*	(3,198,200.76)	(1,595,235.21)

* 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.

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/ fair value through profit or loss.

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
NEPSE - Increase By 1%*	16,923,307.30	9,687,072.71
NEPSE - Decrease By 1%*	(16,923,307.30)	(9,687,072.71)

* 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. Operation 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 Related Risk

Climate related risk is the risk arising due significant variation of average weather conditions witnessed at atmosphere, ocean and landmass. The climate related risks mainly classified into physical risk, transition risk and liability risk when not timely identified, assessed, integrated and mitigated. It would pose unprecedented challenges to the company on a scale not experienced before.

The primary objectives of this policy is to guide the company on the following points:

- Utilize available metrological forecasts, climate data and claim history of the company to anticipate long term trends and extreme events,
- Transition towards low carbon and climate resilient operations and investments,
- Identifying the climate induced physical risks, transitional risks and liability risks,
- Institute effective climate risk management framework and procedures appropriate at different level and areas of risk exposures for minimizing, controlling & mitigating the consequent environmental and sustainability risk arisen therefrom,
- Reduce and mitigate the vulnerability due to climate change and promote climate resilience operations, increased adaptation to climate change for delivering of the insurance services in more viable, sustainable and effective manner,
- Developing of a strategic plan for climate change risk for proactively addressing the challenges and opportunities associated with the climate change,
- Promoting climate literacy and awareness among the stakeholders for necessary inputs for sustainably addressing the climate change risks,
- Duly considering the climate change risk in the decision making and devoting resources to determine the urgency and feasibility of addressing risks.

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

Non-Life insurance companies were required by the Directive issued by Nepal Insurance Authority to attain a stipulated minimum paid up capital of NPR 2.5 billion by mid-July 2023. As on the reporting date, the company's paid up capital is NPR 1,22,76,84,800.00

Dividend

Particulars	Current Year	Previous Year
(i) Dividends recognised		
Final dividend for the year ended Ashadh 31, 2079 of NPR 15.00 per share including Tax on Dividend (Ashadh 31, 2078 - NPR 15.00 per share including Tax on Dividend) per fully paid share	184,152,720.00	161,184,000.00
	184,152,720.00	161,184,000.00
(ii) Dividends not recognised at the end of the reporting period		
In addition to the above dividends, since the year ended the directors have recommended the payment of a final cash dividend of NPR 11.00 per share including Tax on Dividend per fully paid equity share (Ashadh 32, 2079 - NPR 15.00 per share including Tax on Dividend). This proposed dividend is subject to the approval of shareholders in the ensuing annual general meeting.	308,720,489.00	184,152,720.00

51. Earnings Per Share

Particulars	Current Year	Previous Year
Profit For the Year	379,319,504.52	321,439,949.00
Less: Dividend on Preference Shares	-	-
Adjusted profit attributable to ordinary share holders	379,319,504.52	321,439,949.00
Add: Interest savings on Convertible Bonds	-	-
Profit For the Year used for Calculating Diluted Earning per Share	379,319,504.52	321,439,949.00
Weighted Average Number of Equity Shares Outstanding During the Year For Basic Earning per Share	28,065,499.00	12,276,848.00
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	28,065,499.00	12,276,848.00
Nominal Value of Equity Shares	100.00	100.00
Basic Earning Per Share	13.52	26.18
Diluted Earning Per Share	13.52	26.18
Proposed Bonus Share	-	1,749,451.00
Weighted Average Number of Equity Shares Outstanding During the Year for Restated Earning Per Share	28,065,499.00	14,026,299.00
Restated Basic Earning Per Share	13.52	22.92
Restated Diluted Earning Per Share	13.52	22.92

52. Operating Segmental

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

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

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

Business Segments of the Company's are:

- i) Property
- ii) Motor
- iii) Marine
- iv) Engineering
- v) Micro
- vi) Aviation
- vii) Cattle and Crop
- viii) Miscellaneous

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

Particulars	Property	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous	Inter Segment Elimination	Total
Income:										
Gross Earned Premiums	696,691,533.15	1,062,228,085.00	106,335,315.32	566,441,702.21	8,844,723.98	180,063,070.32	54,787,115.49	265,573,529.06	-	2,940,965,074.54
Premiums Ceded	(473,604,387.08)	(400,075,373.89)	(53,284,814.09)	(520,657,484.87)	(1,094,043.05)	(176,517,117.16)	(44,001,253.37)	(155,354,250.53)	-	(1,824,588,724.04)
Inter-Segment Revenue	-	-	-	-	-	-	-	-	-	-
Net Earned Premiums	223,087,146.07	662,152,711.12	53,050,501.23	45,784,217.34	7,750,680.93	3,545,953.16	10,785,862.12	110,219,278.53	-	1,116,376,350.49
Commission Income	147,697,106.64	58,380,823.16	22,963,447.43	91,624,853.29	181,281.30	4,900,195.61	5,937,862.95	38,032,657.95	-	369,718,228.32
Other Direct Income	-	10,174,240.33	-	-	-	-	7,200.00	127,725.26	-	10,309,165.59
Income from Investments and Loans	134,651,892.35	174,914,140.00	25,166,856.23	88,851,618.98	1,918,128.00	19,479,255.35	9,361,684.04	42,583,879.75	-	496,927,454.71
Net Gains/(Losses) on Fair Value Changes	-	-	-	-	-	-	-	-	-	-
Net Realised Gains/(Losses)	-	-	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-	-	-
Total Segmental Income	505,436,145.06	905,621,914.60	101,180,804.89	226,260,689.61	9,850,090.23	27,925,404.12	26,092,609.11	190,963,541.49	-	1,993,331,199.11
Expenses:										
Gross Claims Paid	333,679,669.45	762,126,654.91	76,737,107.03	1,571,469,171.00	98,258,781.66	-	24,438,277.34	141,706,520.82	-	3,008,416,182.21
Claims Ceded	(251,498,558.61)	(190,831,770.58)	(65,826,760.51)	(1,556,763,114.12)	(75,446,302.00)	-	(19,550,621.87)	(51,292,049.07)	-	(2,211,209,176.76)
Gross Change in Contract Liabilities	(57,762,798.26)	(153,072,386.33)	5,223,351.68	(1,306,135,518.35)	284,846,793.15	10,374,516.89	(428,828,689.00)	(5,409,921.44)	-	(1,650,764,651.66)
Change in Contract Liabilities Ceded to Reinsurers	43,558,213.14	18,012,405.19	3,306,634.42	1,312,476,670.18	(283,729,774.27)	(12,779,856.56)	430,646,147.75	(7,226,399.85)	-	1,504,264,040.00
Net Claims Paid	67,976,525.72	436,234,903.19	19,440,332.62	21,047,208.71	23,929,498.54	(2,405,339.67)	6,705,114.22	77,778,150.46	-	650,706,393.79
Commission Expenses	12,131,627.59	8,071,252.52	1,315,656.14	6,339,172.59	284,224.41	983,835.54	2,299,717.36	4,662,435.47	-	36,087,921.62
Service Fees	1,777,733.90	5,939,902.26	423,142.71	439,930.77	74,166.82	24,835.88	81,150.51	1,019,113.79	-	9,779,976.65
Other Direct Expenses	4,433.52	10,950,308.33	-	2,767.64	67,397.33	-	707,025.00	1,012.50	-	11,732,944.32
Employee Benefits Expenses	106,113,605.94	137,842,623.69	19,832,962.01	70,020,298.41	1,511,597.61	15,350,798.20	7,377,557.30	33,558,600.30	-	391,608,043.45
Depreciation and Amortization Expenses	-	-	-	-	-	-	-	-	-	-
Impairment Losses	-	-	-	-	-	-	-	-	-	-
Other Operating Expenses	37,648,879.27	48,906,266.56	7,036,692.28	24,843,051.35	536,311.58	5,446,430.20	2,617,541.47	11,906,519.24	-	138,941,691.96
Finance Cost	-	-	-	-	-	-	-	-	-	-
Total Segmental Expenses	225,652,805.95	647,945,256.54	48,048,785.77	122,692,429.48	26,403,196.29	19,400,560.15	19,788,105.86	128,925,831.77	-	1,238,856,971.79
Total Segmental Results	279,783,339.11	257,676,658.07	53,132,019.12	103,568,260.14	(16,553,106.06)	8,524,843.97	6,304,503.25	62,037,709.72	-	754,474,227.32
Segment Assets	984,642,709.61	624,886,138.38	150,049,017.35	2,344,478,909.66	729,474,067.92	45,780,978.85	78,824,307.95	142,530,557.41	-	5,080,666,687.12
Segment Liabilities	1,685,806,959.06	2,015,162,374.69	297,110,688.84	1,785,680,834.84	682,869,166.15	171,419,374.97	128,392,577.05	385,888,172.54	-	7,152,330,148.13

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

Particulars	Property	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous	Inter Segment Elimination	Total
Income:										
Gross Earned Premiums	365,942,074.40	785,681,096.42	66,068,754.01	307,875,642.58	20,421,458.16	217,703,834.24	18,979,081.25	155,401,476.93	-	1,938,073,417.98
Premiums Ceded	(263,963,054.81)	(302,339,801.54)	(61,566,586.93)	(287,833,253.61)	(1,143,658.86)	(217,847,160.95)	(15,026,035.45)	(69,461,906.85)	-	(1,219,181,459.00)
Inter-Segment Revenue	-	-	-	-	-	-	-	-	-	-
Net Earned Premiums	101,979,019.59	483,341,294.88	4,502,167.08	20,042,388.97	19,277,799.30	(143,326.71)	3,953,045.80	85,939,570.08	-	718,891,958.98
Commission Income	75,781,908.44	62,083,493.32	15,062,515.24	52,554,807.67	299,613.60	4,229,418.59	3,340,318.30	21,889,007.32	-	235,241,082.47
Other Direct Income	-	6,859,097.10	-	-	-	-	-	-	-	6,859,097.10
Income from Investments and Loans	49,305,087.02	91,967,074.55	11,123,668.30	46,802,381.94	1,031,780.47	24,588,088.96	3,059,804.87	20,970,593.28	-	248,848,479.39
Net Gains/(Losses) on Fair Value Changes	-	-	-	-	-	-	-	-	-	-
Net Realised Gains/(Losses)	-	-	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-	-	-
Total Income	227,066,015.04	644,250,959.85	30,688,350.62	119,399,578.58	20,609,193.37	28,674,180.84	10,353,168.97	128,799,170.68	-	1,209,840,617.94
Expenses:										
Gross Claims Paid	275,977,177.39	438,061,976.98	16,179,258.03	187,797,065.85	10,291,348.65	27,154.00	16,715,345.00	99,191,468.06	-	1,044,240,793.96
Claims Ceded	(251,255,334.00)	(111,632,853.93)	(13,604,153.76)	(171,946,143.90)	(10,219,593.00)	-	(13,372,276.00)	(24,056,496.35)	-	(596,086,850.94)
Gross Change in Contract Liabilities	(296,906,393.00)	(106,737,944.17)	(18,842,954.00)	(198,756,439.00)	5,972,309.00	(9,547,395.02)	(5,459,916.00)	(21,699,994.81)	-	(651,978,727.00)
Change in Contract Liabilities Ceded to Reinsurers	295,805,332.16	70,907,270.93	18,740,313.21	195,060,421.97	(6,144,201.92)	4,542,435.32	3,612,275.95	15,885,687.18	-	598,409,534.80
Net Claims Paid	23,620,782.55	290,598,449.81	2,472,463.48	12,154,904.92	(100,137.27)	(4,977,805.70)	1,495,428.95	69,320,664.08	-	394,584,750.82
Commission Expenses	7,272,309.20	6,649,568.39	885,751.74	4,900,251.86	269,822.75	2,317,665.90	1,194,938.59	2,957,208.63	-	26,447,517.05
Service Fees	904,059.14	4,757,852.32	194,733.10	262,376.34	73,287.48	10,047.75	52,066.29	878,018.16	-	7,132,440.58
Other Direct Expenses	3,872.78	7,821,748.34	365.90	645.40	695.26	-	585,355.00	2,012.34	-	8,414,695.02
Employee Benefits Expenses	47,829,363.09	89,214,457.71	10,790,731.79	45,401,565.12	1,000,898.80	23,852,156.15	2,968,223.50	20,342,933.78	-	241,400,329.94
Depreciation and Amortization Expenses	-	-	-	-	-	-	-	-	-	-
Impairment Losses	-	-	-	-	-	-	-	-	-	-
Other Operating Expenses	14,352,433.06	26,771,097.29	3,238,037.17	13,623,909.71	300,345.48	7,157,454.17	890,691.96	6,104,421.56	-	72,438,390.41
Finance Cost	-	-	-	-	-	-	-	-	-	-
Total Expenses	93,982,819.81	425,813,173.85	17,582,083.19	76,343,653.34	1,544,912.51	28,359,518.26	7,186,704.29	99,605,258.56	-	750,419,123.81
Total Segmental Results	133,083,195.23	218,437,785.99	13,106,267.43	43,055,925.23	19,064,280.86	314,662.58	3,166,464.68	29,193,912.12	-	459,422,494.13
Segment Assets	-	-	-	-	-	-	-	-	-	3,873,384,803.16
Segment Liabilities	-	-	-	-	-	-	-	-	-	5,963,439,724.11

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

Particulars	Current Year	Previous Year
Segmental Profit	754,474,227.32	459,422,494.13
Add: Net Gains/ (Losses) on Fair Value Changes	-	-
Add: Net Realised Gains/ (Losses)	-	-
Add: Other Income	24,281,321.81	28,365,530.39
Less: Depreciation and Amortization	(38,407,345.50)	(24,955,096.57)
Less: Impairment Losses	(34,215,360.59)	11,941,570.00
Less: Finance Cost	(9,009,887.92)	(3,751,293.00)
Profit Before Tax	697,122,955.12	471,023,204.95

d) Reconciliation of Assets

Particulars	Current Year	Previous Year
Segment Assets	5,080,666,687.12	3,873,384,803.16
Goodwill & Intangible Assets	11,744,651.58	663,585.47
Property and Equipment	830,527,831.01	297,371,519.47
Investment Properties	203,139,299.27	37,525,350.00
Deferred Tax Assets	-	-
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investments	9,405,735,641.05	4,266,891,843.13
Loans	19,758,639.59	16,164,600.77
Current Tax Assets	64,582,478.98	33,479,598.23
Other Assets	86,536,405.03	68,085,033.38
Other Financial Assets	622,434,791.02	141,310,420.40
Cash and Cash Equivalents	120,662,884.02	1,368,044,598.78
Total Assets	16,445,789,308.67	10,102,921,352.79

e) Reconciliation of Liabilities

Particulars	Current Year	Previous Year
Segment Liabilities	7,152,330,148.13	5,963,439,724.11
Provisions	378,404,048.63	18,706,758.40
Deferred Tax Liabilities	586,777,181.81	307,488,323.43
Current Tax Liabilities	-	-
Other Financial Liabilities	296,897,819.51	114,437,019.32
Other Liabilities	464,776,774.02	235,594,802.24
Total Liabilities	8,879,185,972.10	6,639,666,627.50

53. Related Party Disclosure**(a) Identify Related Parties**

Holding Company : None

Subsidiaries : None

Associates : None

Fellow Subsidiaries : None

Key Management Personnel : BOD/CEO/DCEO/DGM/AGM

(b) Key Management Personnel Compensation:

Particulars	Current Year	Previous Year
Short-term employee benefits	25,479,979.88	19,501,940.86
Post-employment benefits	-	-
Other long-term benefits	-	-
Termination benefits	-	-
Total	25,479,979.88	19,501,940.86

Payment to Chief Executive Officer (CEO)

Particulars	Current Year	Previous Year
Annual salary and allowances	6,760,600.00	5,082,000.00
Performance based allowances		
i) Employee Bonus	1,942,148.56	1,822,013.35
ii) Benefits as per prevailing provisions	-	-
iii) Incentives	-	-
Insurance related benefits		
i) Life Insurance	-	-
ii) Accident Insurance	-	-
iii) Health Insurance (including family members)	-	-
Total	8,702,748.56	6,904,013.35

(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, Plant & Equipment						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Purchase of Property, Plant & 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	-	-	-	-	4,611,900.00	4,611,900.00
Previous Year	-	-	-	-	2,728,000.00	2,728,000.00
Others						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	130,935.00	130,935.00

(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						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Payables including Reinsurance Payables						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Other Payables						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-

54. Leases**(a) Leases as Lessee****(i) Operating Leases:**

The Company has various operating leases ranging from 3 months to 1 years for Non-cancellable periods range from 1 month to 3 months. The leases are renewable by mutual consent and contain escalation clause. Rental expenses for operating leases recognised in the Statement of Profit and Loss for the year is NPR 31,48,781.34 (Ashadh 31, 2078: NPR).

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	32,711,255	17,038,465
ii) Later than 1 year and not later than 5 years	97,941,460	33,054,844
iii) Later than 5 years	53,231,137	-
Total Future Minimum Lease Payments	183,883,852	50,093,309
Less: Effect of Discounting	54,333,570	7,939,054
Finance lease liability recognised	129,550,281	42,154,255

(b) Leases as Lessor**(i) Operating Lease:**

The Company has leased out certain office spaces that are renewable on a periodic basis. Rental income received during the year in respect of operating lease is NPR 57,41,749.18. (Ashadh 31, 2080/ July 16, 2023: NPR 21,79,808.27). Details of assets given on operating lease as at year end are as below.

1. First floor of office building located at Naxal has been rented to Nepal Life Insurance Co. covering 15.00 % of total space of building.
2. First floor, Half of the Second Floor & Third floor of the building located at Babarmaha has been rented to Shivam Cement Ltd. covering 29.00 % of total space of the building.

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 and not provided for

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

There is no any capital commitments.

56. Contingent Liabilities

Particulars	Current Year	Previous Year
Claims against Company not acknowledged as debts		
a) Income Tax	81,249,284.89	62,097,345.51
b) Indirect Taxes	779,993.00	779,993.00
c) Other	585,796.00	585,796.00
Total	82,615,073.89	63,463,134.51

57. Events occurring after Balance Sheet

There is no any significant event after balance sheet date having material effect.

58. Assets Pledged as Security

The carrying amount of assets pledged as security are:

56. Contingent Liabilities

Particulars	Current Year	Previous Year
Reinsurance Receivables	-	-
Investments in equity	-	-
Fixed Deposits	-	-
Property and Equipment	-	-
Others	-	-
Total	-	-

59. Corporate Social Responsibility

This is the statutory reserve under section 39 of Insurance Act 2079. The company is required to appropriate an amount equivalent to 1% of net profit towards CSR fund annually.

The position of reserve at the end of reporting period is as follows:

Particulars	Current Year	Previous Year
Opening Balance	3,503,593.00	-
Transferred During the year	5,406,054.56	3,503,593.00
Utilized During the year	-	-
Transferred from SIL	6,188,838.40	-
Closing Balance	15,098,485.96	3,503,593.00

59.1 Previous year's figures have been regrouped or rearranged whenever necessary.

59.2 Each material class of similar items is presented separately in the financial statements. Items of dissimilar nature or function are presented separately unless that are material.

60. Miscellaneous

(i) All amounts are in Nepalese Rupees unless otherwise stated.

(ii) All figures are in the Nearest Rupee & Rounded off.

Siddhartha Premier Insurance Ltd.

Major Financial Indicator

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

S.N.	Particulars	Indicators	Fiscal Year				
			2079/80	2078/79	2077/78	2076/77	2075/76
	Equity:						
1	Net worth	NPR	7,566,603,336.56	3,463,254,725.29	3,279,865,717.90	2,500,736,242.00	2,126,565,242.00
2	Number of Shares	No.s	28,065,499.00	12,276,848	10,745,600	10,745,600	10,745,600
3	Book value per shares	NPR	269.61	282.10	305.23	232.72	197.90
4	Net Profit	NPR	379,319,504.52	321,439,949.00	334,892,174.65	345,354.90	265,805.38
5	Earning per Shares (EPS)	NPR	13.52	26.18	31.17	32.13	24.74
6	Dividend per Shares (DPS)	NPR	-	-	15.00	11.05	-
7	Market Price per Shares (MPPS)	NPR	576.00	576.00	1,170.00	616.00	490.00
8	Price Earning Ratio (PE Ratio)	Ratio	42.62	22.00	37.54	19.17	19.81
9	Change in Equity	%	128.61	14.25	-	-	84.00
10	Return on Equity	%	18.81	18.13	14.02	13.99	14.33
11	Capital to Total Net Assets Ratio	%	37.09	35.45	32.76	42.97	47.17
12	Capital to Technical Reserve Ratio	%	150.13	149.81	122.29	122.68	110.92
13	Affiliate Ratio	%	-	-	-	-	-
	Business:						
14	Total Premium Growth Rate						
	Property	%	79.86	25.27	25.27	6.16	13.25
	Motor	%	25.26	8.34	8.34	(14.92)	7.36
	Marine	%	49.00	49.06	49.06	(32.96)	4.93
	Engineering	%	25.03	(16.06)	(16.06)	73.15	1.57
	Micro	%	22.43	96.14	96.14	100.00	23.52
	Aviation	%	(47.83)	517.65	517.65	(7.36)	80.51
	Cattle and Crop	%	101.50	(32.81)	(32.81)	(4.69)	(0.00)
	Miscellaneous	%	33.73	(5.73)	(5.73)	(11.48)	32,469.96
15	Net Premium Growth Rate						
	Property	%	167.04	65.03	65.03	15.08	13.32
	Motor	%	40.50	8.14	8.14	(28.44)	1.98
	Marine	%	176.32	38.60	38.60	(26.68)	(6.05)
	Engineering	%	96.06	49.12	49.12	127.80	(43.25)
	Micro	%	23.17	132.67	132.67	100.00	21.87
	Aviation	%	(89.24)	25.14	25.14	566.03	1,225.05
	Cattle and Crop	%	101.50	(32.81)	(32.81)	(7.68)	45.23
	Miscellaneous	%	35.48	20.75	20.75	(14.03)	27,234.06
16	Net Insurance Premium/ Gross Insurance Premium						
	Property	%	32.00	21.55	28.87	21.92	20.22
	Motor	%	68.21	60.81	62.93	63.04	74.96
	Marine	%	38.16	20.58	19.11	20.55	18.79
	Engineering	%	10.33	6.59	5.43	3.06	2.32
	Micro	%	83.99	83.49	56.65	47.76	80.00
	Aviation	%	0.10	0.48	3.37	16.62	2.31
	Cattle and Crop	%	20.00	20.00	20.00	20.00	19.95
	Miscellaneous	%	49.85	49.21	58.23	45.46	46.81
17	Reinsurance Commission Income/ Gross Reinsurance Premium	%	20.26	19.30	19.33	21.62	25.87
18	Gross Premium Revenue/ Equity	%	145.80	134.65	148.39	157.76	153.25
19	Net Premium Revenue/ Equity	%	55.35	58.56	64.23	66.08	73.92
20	Gross Insurance Premium/ Total Assets	%	17.88	19.18	20.12	54.00	55.56
21	Return on Investments & Loan	%	7.25	6.78	9.01	13.45	9.30
22	Net Profit/ Gross Insurance Premium	%	12.90	16.59	18.22	20.43	16.14

	Expenses:						
23	Reinsurance Ratio	%	62.04	62.91	62.45	58.12	51.77
24	Management expenses/ Gross Insurance Premium	%	19.65	18.11	17.83	15.71	15.56
25	Agent Related Expenses/ Gross Insurance Premium	%	1.23	1.36	1.46	1.83	1.70
26	Agent Related Expenses/Management Expenses	%	5.09	3.81	3.54	4.03	8.53
27	Employee expenses/ Management Expenses	%	63.97	68.78	66.52	69.99	67.68
28	Employee Expenses/ Number of Employees	NPR	658,164.78	759,120.53	721,830.99	594,036.86	484,355.92
29	Expense Ratio (Underwriting Expense/Net Written Premium)	%	18.64	16.77	18.44	15.79	35.56
30	Commission Ratio (Commission Expense/Net Written Premium)	%	3.23	3.68	3.88	4.88	3.48
31	Loss Ratio {(Claim Paid + change in reserve)/ (Net Written Premium)}	%	58.29	54.89	55.28	57.40	65.09
32	Combined Ratio (Loss Ratio + Expense Ratio)	%	76.93	71.66	73.72	73.19	100.65
	Assets:						
33	Increment in Investment Held	%	120.44	4.67	32.44	2.95	15.73
34	Return on Assets	%	5.32	9.40	5.91	7.80	7.32
35	Long term Investments/Total Investments	%	33.27	34.06	40.85	30.62	31.43
36	Short term Investments/Total Investments	%	66.73	65.94	59.15	69.38	68.57
37	Total Investment & Loan/Gross Insurance Contract Liabilities	%	176.37	98.07	84.54	82.82	98.01
38	Investment in Unlisted Shares and Debtors/ Total Net Assets	%	10.60	4.37	5.48	7.24	9.08
39	Investment in Shares/ Total Net Assets	%	8.64	9.95	9.58	16.40	19.67
40	Liquidity Ratio	%	4.70	70.30	37.68	101.58	178.00
	Liabilities:						
41	Solvency Margin	%	6.99	2.95	7.04	4.75	2.16
42	Increment in Gross Insurance Contract Liabilities	%	22.36	(9.77)	29.19	20.74	99.09
43	Net Technical Reserve/ Average of Net Claim Paid for Last 3 Years	%	166.80	187.39	207.00	119.90	128.40
44	Actuarial Provision	NPR	224,944,596.95	106,906,930.80	122,592,561.00	133,387,936.50	142,325,021.00
45	Technical Provisions/ Total Equity	%	24.71	23.66	26.79	79.46	88.84
46	Insurance Debt/ Total Equity	%	21.23	11.90	14.15	26.34	26.48
47	Outstanding Claim/ Claim Intimated	%	48.64	57.24	47.98	56.71	49.02
48	No. of Outstanding Claim/ No. of Intimated Claim	%	62.27	46.81	45.06	37.62	60.25
49	Total Number of Inforce Policies	No.s	207,597.00	156,735.00	152,456.00	142,457.00	189,156.00
50	Number of Renewed Policy/ Last Year's Total Number of In Force Policies	%	27.89	27.62	24.56	5.27	3.80
51	Number of Intimated Claim/ Total Number of In Force Policy	%	7.89	7.68	9.43	7.05	4.26
	Others:						
52	Number of Offices	No.s	125.00	63.00	63.00	67.00	60.00
53	Number of Agents	No.s	232.00	143.00	155.00	316.00	216.00
54	Number of Surveyor	No.s	289.00	141.00	104.00	103.00	101.00
55	Number of Employees	No.s	595.00	318.00	302.00	313.00	358.00

Siddhartha Premier Insurance Ltd.

Statement of Sum Assured

S.N.	Insurance Types	Existing Insurance Policies Numbers		Insured Amount against Existing Insurance Policies (In Lakhs)		"Insured Risk Ceded to Re-Insurer (In Lakhs)"		Net Insured Risk Retained by Insurer (In Lakhs)	
		Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
1	Property	47,557	33,700	4,178,812	2,498,895	2,449,219	1,543,142	1,729,594	955,753
2	Motor	111,456	27,294	521,904	792,289	108,583	619,782	413,321	172,507
3	Marine	25,741	77,622	988,191	466,664	676,777	94,021	311,414	372,643
4	Engineering	3,272	2,889	2,410,300	1,506,534	2,202,295	1,447,206	208,005	59,328
5	Micro	4,268	4,012	49,952	196	9,988	156	39,964	40
6	Aviation	2	7	57,210	4,745,978	56,962	4,736,705	248	9,273
7	Cattle and Crop	3,281	8,059	12,900	545,655	10,320	328,187	2,580	217,468
8	Miscellaneous	12,020	3,152	973,885	40,351	405,962	32,281	567,923	8,070
Total		207,597	156,735	9,193,154	10,596,562	5,920,105	8,801,480	3,273,049	1,795,082



नेपाल बीमा प्राधिकरण
NEPAL INSURANCE AUTHORITY

प्रथम बार - लेखापरीक्षण

अध्यक्ष द्वारा जारी गर्नु

मिति: २०८०/१०/२४

वि. वि. शा. : २२२ (२०८०/०८१) च.नं. ५०७७

श्री सिद्धार्थ प्रिमियर इन्स्योरेन्स लिमिटेड,
बबरमहल, काठमाण्डौ।



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

तहाँको २०८०/१०/२३ (च.नं. ४७७२/८०/८१) को पत्र साथ प्राधिकरणमा पेश भएको आ.व. २०७९/८० को वित्तीय विवरण सम्बन्धमा लेखिदैछ।

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

शर्तहरू:

१. बीमकले अझ बीमक तथा पुनर्बीमकसंगको लेना/देना हिसाबलाई राफ साफ गर्ने।
२. बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिकाको दफा ५७ "ख" को व्यवस्था पूर्ण रूपमा पालना गर्ने।
३. बीमकले जोखिम व्यवस्थापन समितिलाई प्रभावकारी बनाउन प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन सम्बन्धी कार्य गर्ने।
४. बीमकले लेखा परीक्षण समितिलाई प्रभावकारी बनाई आन्तरिक नियन्त्रण प्रणालि सुदृढ बनाउने।
५. बीमकको जोखिममाइकन तथा दाबी भुक्तानी प्रक्रिया प्रभावकारी गराउने।
६. प्राधिकरणको स्थलगत निरीक्षण क्रममा देखियका कैफियत तथा लेखापरीक्षकले औल्याएका कैफियतहरू सुधार गर्न तथा त्यस्ता कैफियतहरू पुनः दोहोरिन नदिन आवश्यक व्यवस्था गर्ने।
७. बीमकले प्राधिकरणबाट वित्तीय विवरण स्वीकृत भएको मितिले ६०(साठी) दिन भित्र साधारण सभा गर्ने।



(Signature)

(विरोध बाग्ले)
उप निर्देशक

नेपाल बीमा प्राधिकरणको शर्तहरूको व्यवस्थापनद्वारा प्रत्युत्तर

कम्पनीको आर्थिक वर्ष २०७९।८० को वित्तीय विवरण ३० औं वार्षिक साधारण सभा प्रयोजनको लागि प्रकाशन गर्न नेपाल बीमा प्राधिकरणबाट स-शर्त स्वीकृति प्रदान गर्दा उल्लेख गरिएका शर्तहरूको सम्बन्धमा व्यवस्थापनको तर्फबाट देहाय बमोजिमको प्रत्युत्तर रहेको व्यहोरा अनुरोध गर्दछौं ।

१. बीमकले अन्य विमक तथा पुनर्विमकसँगको लेनादेना हिसाब राफसाफ गर्ने ।

अन्य बीमक तथा पुनर्विमकसँगको लेनादेना हिसाब राफसाफ गर्न आवश्यक गृहकार्य शुरु गरेको व्यहोरा जानकारीको लागि अनुरोध गर्दछौं ।

२. बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिकाको दफा ५७“ख” को व्यवस्था पूर्णरूपमा पालन गर्ने ।

बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिकाको दफा ५७“ख” को व्यवस्था पूर्णरूपमा पालन गर्न आवश्यक कार्यविधि यथाशिघ्र तयार गरिने व्यहोरा जानकारीको लागि अनुरोध गर्दछौं ।

३. बीमकले जोखिम व्यवस्थापन समितिलाई प्रभावकारी बनाउन प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन सम्बन्धी कार्य गर्ने ।

प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन सम्बन्धी कार्य गर्न बीमकको जोखिम व्यवस्थापन नीति तयार गरी कार्यान्वयन गरिसकिएको व्यहोरा जानकारीको लागि अनुरोध गर्दछौं ।

४. बीमकले लेखा परीक्षण समितिलाई प्रभावकारी बनाई आन्तरिक नियन्त्रण प्रणाली सुदृढ बनाउने ।

बीमकले लेखा परीक्षण समितिलाई प्रभावकारी बनाई आन्तरिक नियन्त्रण प्रणाली सुदृढ बनाउदै लगिने व्यहोरा जानकारीको लागि अनुरोध गर्दछौं ।

५. बीमकको जोखिमाङ्कन तथा दाबी भुक्तानी प्रक्रिया प्रभावकारी गराउने ।

कम्पनीको जोखिमाङ्कन तथा दाबी भुक्तानी प्रक्रिया प्रभावकारी गराउन विस्तृत Underwriting Manual तथा Claim Manual बनाई लागू गरेको व्यहोरा जानकारीको लागि अनुरोध गर्दछौं ।

६. प्राधिकरणको स्थलगत निरीक्षण क्रममा देखिएका कैफियत तथा लेखापरीक्षकले औल्याएका कैफियतहरू सुधार गर्न तथा त्यस्ता कैफियतहरू पुनः दोहोरिन नदिन आवश्यक व्यवस्था गर्ने ।

कैफियतहरू सुधार गर्न तथा त्यस्ता कैफियतहरू पुनः दोहोरिन नदिन कम्पनी प्रतिवद्ध रहेको व्यहोरा जानकारीको लागि अनुरोध गर्दछौं ।

७. विमकले प्राधिकरणबाट वित्तीय विवरण परिस्कृत भएको मितिले ६० दिनभित्र सभा गर्ने ।

कम्पनीले मिति २०८०।१।३० गतेका दिन साधारण सभाको लागि मिति तय गरेको व्यहोरा जानकारीको लागि अनुरोध गर्दछौं ।



Chairman's Speech

It has been an immense pleasure for me to welcome you all to the 30th AGM of this company. The merger of former Siddhartha Insurance Ltd & Premier Insurance Company (Nepal) Ltd. has synergized into economically more capable and strong company in the industry. The support & well-wishes of all the stakeholders has provided us an enormous strength in completing the merger process within the stipulated time frame to initiate our unified business operation smoothly. I strongly believe that this AGM shall bring all of us more intimate mentally with new vigor and energy to give clear direction to the company.

The overall financial indicators of the company have been very promising. There is always a positive approach from us towards the betterment of this company. The company is dedicated in providing result oriented and quality insurance service to the customers by overcoming the prevalent socio-economic hurdles. We believe that the problems and the challenges in the market shall ignite us to explore new and promising avenues to achieve our desirable goals and objectives through enhanced delivery of insurance services to our stakeholders. Insurance is believed to play a significant role in insulating the national economy and contribute in driving the financial activities of the nation. The insurance industry in the developed economy has established itself into one of the indispensable parts

of ones needs. We have been devoting incessantly for providing quality insurance services. There is always a need to innovate our self by introducing new insurance products and services as per the need and requirement of our valued customers. I believe that by awaring that the insurance is for one's own self and in the event when insurance is established to be an indispensable part of financial security then business is expected to take its momentum.

The company is rigorously working to establish itself as a leader in general insurance industry through the delivery of quality insurance services to the customers. I believe customer friendly environment and work ethics, prompt claim settlement through simplified approach has further enhanced the faith of the customers towards our company. Building on the trust and the faith towards the company, the future road map shall be built to further develop the positive attitude of all the stakeholders towards the company.

Finally, I thank Nepal Insurance Authority, other regulatory authorities, BFI's, valued customers, shareholders and all other stakeholders and indeed our dedicated & dutiful employees of the company for their continuous support and contribution.

Suresh Lal Shrestha
Chairman



Chief Executive Officer's Commitment

I heartily welcome all the respected shareholders to the 30th AGM of this company. I would like to shower my gratitude to the Board of Directors of Former Siddhartha Insurance Ltd & Premier Insurance Company (Nepal) Ltd. for their valuable guidance, for guiding the company to become more synergized company, by initiating our unified business smoothly within the specified time. Further, I would like to thank the Chairman & the Board of Directors of the company for their invaluable suggestions to complete the post-merger activities smoothly.

The new experience of driving the company steadily during the one year of merger wouldn't have been possible without the persistence guidance of the Board of Director's, the Senior Management Team & dedicated work ethics of the employees. The company is committed to develop and expand its business not only in the cities but also into the villages & remote areas to improve a chain of network for minimizing the protection gap through awareness campaign.

The risk bearing capacity has been enhanced taking into account the size of the capital, insurance fund

and other funds and analyzing the factors that are relevant. The increment of the capital & insurance fund has immensely helped in the development of business. The development of the business shall also benefit the increment of the investment fund balance which in return adds to the profitability of the company. The company has also started working on the Risk based capital (RBC), ORSA & NFRS -17(Insurance Contracts) which will be implemented in the near future by Nepal Insurance Authority.

We are dedicated to provide quality insurance services by adhering the good corporate governance by complying with the prevailing acts and the directives/guidelines/circulars issued by the regulatory authorities. I would like to assure that the name & fame of the company has further cemented its status by developing user friendly and quality online services to enhance the faith of the general public towards the company.

Birendra Baidawar Chettri
Chief Executive Officer

S. R. PANDEY & Co.
Chartered Accountants

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INDEPENDENT AUDITOR'S REPORT

TO THE SHAREHOLDERS OF SIDDHARTHA INSURANCE LIMITED

Report on the Audit of the Financial Statements

We have audited the accompanying financial statements of Siddhartha Insurance Limited (hereafter referred to as "the Company") which comprise Statement of Financial Position as at Falgun 16, 2079 (February 28, 2023), and Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and a Summary of Significant Accounting Policies and other explanatory notes (hereafter referred to as "the financial Statements").

In our opinion, the financial statements present fairly, in all material respects, the financial position of the company, as at Falgun 16, 2079 (February 28, 2023), and its financial performance, cash flows, changes in equity for the year then ended, and a summary of significant accounting policies and other explanatory information, in accordance with Nepal Financial Reporting Standards with allowed carve outs and comply with company Act, 063 and other prevailing Laws.

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 our attention to the accounting policy Note 2 to the financial statements which states that the Siddhartha insurance limited decided to cease its operation from 16th Falgun 2079 at the end of day as a result, it has changed its basis of accounting for reporting period ending at 16th Falgun 2079 from the going concern basis to fair value realization basis.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in the audit of the financial statements and include the most significant assessed risks of material misstatement (whether or not due to fraud) identified, including those which had the greatest effect on: the overall audit strategy; the allocation of resources in the audit; and directing the efforts of the engagement team. We summaries below the key audit matters, in decreasing order of audit significance, in arriving at our audit opinion above, together with our key audit procedures to address those matters and, as required for public interest entities, our results from those procedures. These matters were addressed, and our results are based on procedures undertaken, in the context of, and solely for the purpose of, our audit of the financial statements as a whole, and in forming our opinion thereon, and consequently are incidental to that opinion, and we do not provide a separate opinion on these matters.



Page 1 of 4

Key audit matter	Key Audit Procedure
<p><u>Revenue Recognition</u></p> <p>The Company shows gross premium of NRs.2062.45 million in the Profit and Loss account in its annual financial statements (from 1st Shrawan 2079 to 16th Falgun 2079) as per terms and conditions of underwriting of insurance policy included reinsurance accepted.</p>	<p>We have checked the appropriateness of underwriting process, booking of premium income and reinsurance accepted and tested the control implemented and compliance with Insurance Act and Directives issued by Nepal Insurance Authority.</p> <p>Based on our audit procedures, we were able to satisfy ourselves that the booking of gross premium is appropriate overall.</p>
<p><u>Measurement of Gross Insurance contract Liability</u></p> <p>In the annual account financial statements of the Company provision for gross insurance contract liabilities amounting to NRs. 2,783.89 million has been made as per the directives of Nepal Insurance Authority.</p>	<p>Given the significance of claim provisions we evaluated the appropriateness of the design of the process for recognizing reserves as well as carried out functional tests in order to assess the effectiveness of the internal controls.</p> <p>We focused on controls designed to ensure that the data used are appropriate and complete and that the calculation process is subject to sufficient form of quality assurance.</p> <p>Estimation of Gross insurance contract liability is made by independent actuary in compliance with LAT guidelines issued by Nepal Insurance Authority.</p> <p>Based on our audit procedures, we were able to satisfy ourselves that the estimates and assumptions made for gross insurance contract liability by the management on actuary's LAT report are appropriate overall.</p>

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Management is responsible for the preparation of the other information. The other information comprises the information included in the Management report, Report of the Board of Directors and Chairman's statement but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we 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 during the course of our audit or otherwise appears to be materially misstated.

[Signature]

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S.R. P. & CO.
Chartered Accountants
Kathmandu

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.

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, 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, disclosed, as applicable, matters related to going concern and using the group going concern basis of accounting, unless management either intends to liquidate the company or to cease operation or has no realistic alternative but to do so. Management decided to cease operation of the company as disclosed in accounting policy Note 2.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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



The image shows a handwritten signature in black ink, which appears to read 'S.R. Pandey'. To the right of the signature is a circular professional stamp. The stamp contains the text 'S.R. PANDEY & Co.' at the top, 'Chartered Accountants' in the center, and 'Kathmandu' at the bottom. There is also a small star on the left and right sides of the circle. The stamp is partially overlapping the signature.

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.

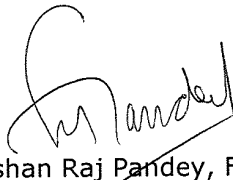
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

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

- i. We have obtained all the information and explanations, which were considered necessary for the purpose of our audit.
- ii. The financial statements are in agreement with the books of account maintained by the Company.
- iii. The Statement of Financial Position, Statement of Profit or Loss (including other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows and attached Schedules dealt with by this report are in agreement with the books of account maintained by the Company.
- iv. During our examination of the books of account of the Company, we have not come across the cases where the Board of Directors or any member thereof or any representative or any office holder or any employee of the company has acted contrary to the provisions of law or caused loss or damage to the company.
- v. The details of the branches are adequate for the purpose of our audit, and
- vi. We have not come across any fraudulence in the accounts, so far as it appeared from our examination of the book.

Place: Kathmandu
Date: December 27, 2023
UDIN: 231228CA000315cw6E


Sudarshan Raj Pandey, FCA
Senior Partner



Siddhartha Insurance Limited**Statement of Financial Position**As At 28th February, 2023 (16th Falgun, 2079)

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Assets			
Goodwill & Intangible Assets	4	643,959	662,208
Property and Equipment	5	208,098,817	222,828,431
Investment Properties	6	48,885,914	49,740,684
Deferred Tax Assets	7	-	122,305,975
Investment in Subsidiaries	8	-	-
Investment in Associates	9	-	-
Investments	10	4,484,824,508	3,505,461,935
Loans	11	7,509,633	7,301,840
Reinsurance Assets	12	1,624,880,244	2,174,312,491
Current Tax Assets	21	45,971,749	121,790,251
Insurance Receivables	13	112,824,692	239,459,678
Other Assets	14	108,047,293	96,431,174
Other Financial Assets	15	317,208,551	302,325,249
Cash and Cash Equivalents	16	77,349,108	100,373,762
Total Assets		7,036,244,468	6,942,993,677
Equity & Liabilities			
Equity			
Share Capital	17 (a)	1,403,920,000	1,288,000,000
Share Application Money Pending Allotment	17 (b)	-	-
Share Premium	17(c)	-	-
Special Reserve	17(d)	1,309,550,551	-
Catastrophe Reserves	17(e)	84,793,132	95,069,993
Retained Earnings	17(f)	136,236,208	123,118,382
Other Equity	17(g)	468,040,685	1,260,847,077
Total Equity		3,402,540,576	2,767,035,453
Liabilities			
Provisions	18	60,991,982	9,550,009
Gross Insurance Contract Liabilities	19	2,783,886,641	3,117,526,344
Deferred Tax Liabilities	7	21,030,302	-
Insurance Payables	20	306,117,647	481,954,867
Current Tax Liabilities	21	-	-
Borrowings	22	-	-
Other Liabilities	23	303,286,150	396,056,562
Other Financial Liabilities	24	158,391,170	170,870,442
Total Liabilities		3,633,703,892	4,175,958,224
Total Equity and Liabilities		7,036,244,468	6,942,993,677

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

As per our attached report of even date

Suresh Lal Shrestha

Chairman

Pawan Kumar Agrawal

Director

Rahul Agrawal

Director

Sudarshan Raj Pandey, FCA

Senior Partner

Rajan Krishna Shrestha

Director

Balram Shrestha

Director

S. R. Pandey & Co.

Chartered Accountants

Jasmine Hada Bajracharya

Director

Birendra Bahadur Baidawar Chhetri

Chief Executive Officer

Padam Bahadur Thapa

Chief Financial Officer

Date: 27/12/2023

Place: Kathmandu

Siddhartha Insurance Limited**Statement of Profit or Loss**

For Period 17th July, 2022 to 28th February, 2023

(For The Year Ended (February 28, 2023))

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Income:			
Gross Earned Premiums	25	2,062,453,469	2,477,399,763
Premiums Ceded	26	(1,239,892,494)	(1,486,350,402)
Net Earned Premiums		822,560,975	991,049,362
Commission Income	27	241,984,171	418,349,068
Other Direct Income	28	65,838,686	15,426,440
Income from Investment & Loans	29	227,854,156	275,910,968
Net Gains/ (Losses) on Fair Value Changes	30	-	-
Net Realised Gains/ (Losses)	31	-	5,223,719
Other Income	32	3,233,847	1,975,448
Total Income		1,361,471,835	1,707,935,005
Expenses:			
Gross Claims Paid	33	765,574,733	1,399,625,697
Claims Ceded	33	(351,730,684)	(708,163,945)
Gross Change in Contract Liabilities	34	24,269,652	172,121,448
Change in Contract liabilities Ceded to Reinsurer	34	120,311,411	(159,229,266)
Net Claims Incurred		558,425,112	704,353,934
Commission Expenses	35	18,653,236	32,816,726
Service Fees	36	7,658,854	10,575,862
Other Direct Expenses	37	2,012,242	3,960,732
Employee Benefits Expenses	38	236,838,758	281,848,970
Depreciation and Amortization Expenses	39	22,476,161	39,091,179
Impairment Losses	40	46,575,172	(1,558,089)
Other Operating Expenses	41	74,627,224	120,116,528
Finance Cost	42	4,940,241	8,097,443
Total Expenses		972,207,000	1,199,303,286
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax		389,264,835	508,631,719
Share of Net Profit of Associates accounted using Equity Method	9	-	-
Profit Before Tax		389,264,835	508,631,719
Income Tax Expense	43	117,212,201	152,961,244
Net Profit/ (Loss) For The Year		272,052,634	355,670,475
Earning Per Share	51		
Basic EPS		21.10	25.33
Diluted EPS		21.10	25.33

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

As per our attached report of even date

Suresh Lal Shrestha

Chairman

Pawan Kumar Agrawal

Director

Rahul Agrawal

Director

Sudarshan Raj Pandey, FCA

Senior Partner

Rajan Krishna Shrestha

Director

Balram Shrestha

Director

S. R. Pandey & Co.

Chartered Accountants

Jasmine Hada Bajracharya

Director

Birendra Bahadur Baidawar Chhetri

Chief Executive Officer

Padam Bahadur Thapa

Chief Financial Officer

Date: 27/12/2023

Place: Kathmandu

Siddhartha Insurance Limited

Statement of Comprehensive Income

For Period 17th July, 2022 to 28th February, 2023
(For The Year Ended February 28, 2023)

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Net Profit/ (Loss) For The Year		272,052,634	355,670,475
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		580,877,230	(43,461,710)
Revaluation of Property, Plant and Equipment/ Goodwill & Intangible Assets		-	-
Remeasurement of Post-Employment Benefit Obligations		(26,274,953)	31,131,177
Share of other comprehensive income of associates accounted for using the equity method	9	-	-
Income Tax Relating to Above Items		(166,380,683)	3,699,160
Total Other Comprehensive Income For the Year, Net of Tax		388,221,594	(8,631,373)
Total Comprehensive Income For the Year, Net of Tax		660,274,228	347,039,103

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

As per our attached report of even date

Suresh Lal Shrestha
Chairman

Pawan Kumar Agrawal
Director

Rahul Agrawal
Director

Sudarshan Raj Pandey, FCA
Senior Partner

Rajan Krishna Shrestha
Director

Balram Shrestha
Director

S. R. Pandey & Co.
Chartered Accountants

Jasmine Hada Bajracharya
Director

Birendra Bahadur Baidawar Chhetri
Chief Executive Officer

Padam Bahadur Thapa
Chief Financial Officer

Date: 27/12/2023

Place: Kathmandu

Siddhartha Insurance Limited

Statement of Changes In Equity

For Period 17th July, 2022 to 28th February, 2023
(For The Year Ended February 28, 2023)

Previous Year	Particulars	" Ordinary Share Capital "	Preference Shares	Share Application Money Pending Allotment	" Share Premium "	Retained Earning	Revaluation Reserve	Special Reserve	Capital Reserve	Catastrophe Reserve	Corporate Social Responsibility (CSR) Reserve	Insurance Fund Including Insurance Reserve	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserve	Other Reserve	Total
	Balance as at Shrawan 1, 2078	1,120,000,000	-	-	-	177,176,004				76,764,814		- 1,008,555,803	3,156,630	(44,729,348)	96,411,528	-	2,437,335,431
	Prior period adjustment					(7,762,660)											(7,762,660)
	Restated Balance as at Shrawan1, 2078	1,120,000,000	-	-	-	169,413,344	-	-	-	76,764,814		- 1,008,555,803	3,156,630	(44,729,348)	96,411,528	-	2,429,572,771
	Profit/(Loss) For the Year					355,670,475											355,670,475
	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									(30,423,197)			(30,423,197)				(30,423,197)
	v) Revaluation of Property, Plant and Equipment/ Intangible Assets																-
	vi) Remeasurement of Post-Employment Benefit Obligations													21,791,824			21,791,824
	Transfer to Reserves/ Funds					(224,389,016)				18,305,179	3,698,756	176,490,634			25,894,447		-
	Transfer of 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					615,405											615,405
	Share Issuance Costs					(1,349,721)											(1,349,721)
	Contribution by/ Distribution to the owners of the Company																-
	i) Bonus Share Issued	168,000,000															-
	ii) Share Issue					(168,000,000)											-
	iii) Cash Dividend																-
	iv) Dividend Distribution Tax					(8,842,105)											(8,842,105)
	v) Others (to be Specified)																-
	Balance as at Ashadh 32, 2079	1,288,000,000	-	-	-	123,118,382	-	-	-	95,069,993	3,698,756	1,185,046,437	(27,266,568)	(22,937,524)	122,305,975	-	2,767,035,453

Fig. in NPR

Previous Year

Fig. in NPR

Particulars	" Ordinary Share Capital "	Preference Shares	Share Application Money Pending Allotment	" Share Premium "	Retained Earning	Revaluation Reserve	Special Reserve	Capital Reserve	Catastrophe Reserve	Corporate Social Responsibility (CSR) Reserve	Insurance Fund Including Insurance Reserve	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserve	Other Reserve	Total
Balance as at Shrawan 1, 2079	1,288,000,000	-	-	-	123,118,382				95,069,993	3,698,756	1,185,046,437	(27,266,568)	(22,937,524)	122,305,975	-	2,767,035,453
Prior period adjustment					(5,214,105)										-	(5,214,105)
Restated Balance as at Shrawan 1, 2079	1,288,000,000	-	-	-	117,904,277				95,069,993	3,698,756	1,185,046,437	(27,266,568)	(22,937,524)	122,305,975	-	2,761,821,348
Profit/(Loss) For the Year					272,052,634											272,052,634
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, Plant and Equipment/ Intangible Assets												406,614,062				406,614,062
vi) Remeasurement of Post-Employment Benefit Obligations																-
Transfer to Reserves/ Funds																
Transfer of Deferred Tax Reserves					(118,245,701)		1,309,550,551		(10,276,861)	2,490,082	(1,185,046,437)		(18,392,467)	1,528,366		(18,392,467)
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																-
Share Issuance Costs					(503,780)											(503,780)
Contribution by/ Distribution to the owners of the Company																-
i) Bonus Share Issued	115,920,000			-	(115,920,000)											-
ii) Share Issue																-
iii) Cash Dividend																-
iv) Dividend Distribution Tax					(6,101,053)											(6,101,053)
v) Others: Tax on Share Premium(Right Share Auction)					(12,950,169)											(12,950,169)
Balance as at Falgun 16,2079	1,403,920,000	-	-	-	136,236,208		1,309,550,551	-	84,793,132	6,188,838	-	379,347,494	(41,329,991)	123,834,342	-	3,402,540,576

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

Suresh Lal Shrestha
ChairmanPawan Kumar Agrawal
DirectorRahul Agrawal
Director

As per our attached report of even date

Sudarshan Raj Pandey, FCA
Senior PartnerRajan Krishna Shrestha
DirectorBalram Shrestha
DirectorS. R. Pandey & Co.
Chartered AccountantsJasmine Hada Bajracharya
DirectorBirendra Bahadur Baidawar Chhetri
Chief Executive OfficerPadam Bahadur Thapa
Chief Financial Officer

Siddhartha Insurance Limited**Statement of Cash Flows**

For Period 17th July, 2022 to 28th February, 2023

(For The Year Ended February 28, 2023)

Fig. in NPR

Particulars	Current Year	Previous Year
Cash Flow From Operating Activities:		
Cash Received		
Gross Premium Received	2,062,453,469	2,477,399,763
Reinsurance Commission Received	241,984,171	418,349,068
Claim Recovery Received from Reinsurers	351,730,684	708,163,945
Realised Foreign Exchange Income other than on Cash and Cash Equivalents	-	-
Other Direct income received	76,213,707	33,210,520
Others(to be Specified)	-	-
Cash Paid		
Gross Benefits and Claim Paid	(765,574,733)	(1,399,625,697)
Reinsurance Premium Paid	(1,239,892,494)	(1,486,350,402)
Commission Paid	(18,653,236)	(32,816,726)
Service Fees Paid	(7,658,854)	(10,575,862)
Employee Benefits Expenses Paid	(236,838,758)	(281,848,970)
Other Expenses Paid	(74,627,224)	(121,664,863)
Other Direct Expenses Paid	(2,012,242)	-
Others (Changes in working capital)	(130,641,580)	74,939,914
Income Tax Paid	(94,167,795)	(132,076,715)
Net Cash Flow From Operating Activities [1]	162,315,116	247,103,977
Cash Flow From Investing Activities		
Acquisitions of Intangible Assets	(137,500)	(221,000)
Proceeds From Sale of Intangible Assets	-	-
Acquisitions of Investment Properties	-	-
Proceeds From Sale of Investment Properties	-	-
Acquisitions of Property & Equipment	(5,100,557)	(13,910,355)
Proceeds From Sale of Property & Equipment	4,483,274	4,483,274
Investment in Subsidiaries	-	-
Receipts from Sale of Investments in Subsidiaries	-	-
Investment in Associates	-	-
Receipts from Sale of Investments in Associates	-	-
Purchase of Equity Instruments	-	-
Proceeds from Sale of Equity Instruments	(563,914)	(71,751,827)
Purchase of Mutual Funds	(4,654,429)	(4,182,103)
Proceeds from Sale of Mutual Funds	-	-
Purchase of Preference Shares	-	-
Proceeds from Sale of Preference Shares	-	-
Purchase of Debentures	(188,071,000)	(75,853,000)
Proceeds from Sale of Debentures	-	-
Purchase of Bonds	-	-

Proceeds from Sale of Bonds	-	-
Investments in Deposits	-	-
Maturity of Deposits	(205,196,000)	(428,304,000)
Loans Paid	(207,793)	(5,762,416)
Proceeds from Loans	-	-
Rental Income Received	-	-
Proceeds from Finance Lease	-	-
Interest Income Received	220,712,982	260,881,438
Dividend Received	-	5,060,023
Others (to be Specified)	-	-
Total Cash Flow From Investing Activities [2]	(178,734,938)	(329,559,966)
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	(503,780)	(1,349,721)
Dividend Paid	-	-
Dividend Distribution Tax Paid	(6,101,053)	(8,842,105)
Others (to be Specified)	-	-
Total Cash Flow From Financing Activities [3]	(6,604,833)	(10,191,826)
Net Increase/(Decrease) In Cash & Cash Equivalents [1+2+3]	(23,024,654)	(92,647,815)
Cash & Cash Equivalents At Beginning of The Year/Period	100,373,762	193,021,576
Effect of Exchange Rate Changes on Cash and Cash Equivalents	-	-
Cash & Cash Equivalents At End of The Year/Period	77,349,108	100,373,762
Components of Cash & Cash Equivalents		
Cash In Hand	522,885	508,553
Cheques In Hand	-	120,880
Term Deposit with Banks (with initial maturity upto 3 months)	-	-
Balance With Banks	76,826,223	99,744,328

Notes:

Statement of Cash flows is prepared using Direct Method

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

As per our attached report of even date

Suresh Lal Shrestha
Chairman

Pawan Kumar Agrawal
Director

Rahul Agrawal
Director

Sudarshan Raj Pandey, FCA
Senior Partner

Rajan Krishna Shrestha
Director

Balram Shrestha
Director

S. R. Pandey & Co.
Chartered Accountants

Jasmine Hada Bajracharya
Director

Birendra Bahadur Baidawar Chhetri
Chief Executive Officer

Padam Bahadur Thapa
Chief Financial Officer

Date: 27/12/2023

Place: Kathmandu

Siddhartha Insurance Limited

Statement of Distributable Profit or Loss

For Period 17th July, 2022 to 28th February, 2023
(For The Year Ended February 28, 2023)

Fig. in NPR

Particulars	Current Year	Previous Year
Opening Balance in Retained Earnings	123,118,382	177,176,004
Transfer from OCI reserves to retained earning in current year	-	615,405
Net profit or (loss) as per statement of profit or loss	272,052,634	355,670,475
Appropriations:		
i) Transfer to Insurance Fund	-	(176,490,634)
ii) Transfer to Special Reserve	(124,504,114)	-
iii) Transfer to Catastrophe Reserve	10,276,861	(18,305,179)
iv) Transfer to Capital Reserve	-	-
v) Transfer to CSR reserve	(2,490,082)	(3,698,756)
vi) Transfer to/from Regulatory Reserve	-	-
vii) Transfer to Fair Value Reserve	-	-
viii) Transfer of Deferred Tax Reserve	(1,528,366)	(25,894,447)
ix) Transfer to OCI reserves due to change in classification	-	-
x) Others:-	-	-
Prior Period Expenses	(5,214,105)	(7,762,660)
Share Issue Cost	(503,780)	(1,349,721)
Tax on Share Premium(Right Share)	(12,950,169)	-
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	(122,021,053)	(176,842,105)
xiv) Deduction as per Sec 17 of Financial directive	-	-
xiv) Deduction as per Sec 18 of Financial directive	-	-
xv) Others (to be specified)	-	-
Adjusted Retained Earning	136,236,208	123,118,382
Add: Transfer from Share Premium Account	-	-
Less: Amount apportioned for Assigned capital	-	-
Less: Deduction as per sec 15(1) Of Financial directive	41,329,991	-
Add/Less: Others (to be specified)	-	-
Total Distributable Profit/ (loss)	94,906,217	123,118,382

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

As per our attached report of even date

Suresh Lal Shrestha
Chairman

Pawan Kumar Agrawal
Director

Rahul Agrawal
Director

Sudarshan Raj Pandey, FCA
Senior Partner

Rajan Krishna Shrestha
Director

Balram Shrestha
Director

S. R. Pandey & Co.
Chartered Accountants

Jasmine Hada Bajracharya
Director

Birendra Bahadur Baidawar Chhetri
Chief Executive Officer

Padam Bahadur Thapa
Chief Financial Officer

Date: 27/12/2023
Place: Kathmandu

Siddhartha Insurance Limited

Notes to the Financial Statements

For the year ended Falgun 16, 2079 (February 28th, 2023)

1. Reporting Entity

Siddhartha Insurance Limited (herein after referred to as the 'Company') is a public limited company, incorporated on 7th of Ashadh, 2058 and operated as Non-Life Insurance Company after obtaining license on 23rd Chaitra, 2062 under the Insurance Act 2049.

The registered office of the Company is located at Hanumansthan, Babarmahal, Kathmandu. The Company's share are listed on Nepal Stock Exchange (NEPSE).

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

2. Basis of Preparation

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

a. Reporting Period and approval of financial statements

The Company reporting period is from 1st Shrawan 2079 to 16th Falgun 2079 with the corresponding previous year from 1st Shrawan 2078 to 32nd Ashadh 2079, which is not comparable.

As per the MOU dated 2079.03.27 between Siddhartha Insurance Limited and Premiere Insurance Limited, Siddhartha Insurance Limited cease to carry out the insurance business under license issued by Nepal Insurance Authority (AIN) on 2062 chaitra 23 (License No. 16/062) from 16 Falgun 2079. Consequently, Premiere Insurance Limited has acquired Siddhartha Insurance Limited on 2079 Falgun 17 and from then onwards insurance business is being carried out in the name of Siddhartha Premiere Insurance Limited (License No.06/051).

These financial statements have been approved by the Board of Director's Meeting held on 27/12/2023 (11th Paus, 2080)

b. 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 fair value/realization 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 27/12/2023 (11th Paus, 2080)

c. Basis of Measurement

The Financial Statements have been prepared on the fair value/realization basis.

Certain Financial Assets and Liabilities which are required to be measured at fair value

- i. Defined Employee Benefits are valued by actuary.
- ii. Insurance Contract Liabilities which are required to be determined using actuarial valuation for Liability Adequacy Test (LAT).

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

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

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

d. Use of Estimates

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

e. Functional and Presentation Currency

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

f. Going Concern

As the insurance business of the company discontinued on 16 falgun 2079 at the end of business day, the financial statements are prepared on fair value/realisation 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.

g. Change in Accounting Policies

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

The financial statements are prepared on fair value/realization basis.

h. Recent Accounting Pronouncements

Accounting standards issued and effective

Accounting standards issued and non-effective

i. Carve-outs

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

j. Presentation of financial statements

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

k. Offsetting

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

I. Materiality and Aggregation

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

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

3. Significant Accounting Policies

a. Property and Equipment

i. Recognition

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

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

ii. Revaluation

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

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

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

Difference between depreciation on the revalued carrying amount of the asset and depreciation based on the asset's original cost is transferred to retained earnings.

iii. Depreciation

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

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

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

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

iv. Derecognition

An item of Property and Equipment is derecognized up to disposal or when no Future Economic Benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of Property 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.

b. Goodwill & 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:

1. The consideration transferred measured in accordance with the NFRS 3, which generally requires acquisition-date fair value
2. The amount of any non-controlling interest in the acquiree measured in accordance with the NFRS 3, and
3. 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.

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
Software	5
Licenses	License Period
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.

c. Investment Properties

Fair Value Model

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

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

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

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

d. 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.

e. Financial Assets

i. Initial Recognition & Measurement

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

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

ii. Subsequent Measurement

a. Financial Assets carried at Amortized Cost (AC)

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

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

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

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

A Financial Asset which is not classified in any of the above categories are measured at FVTPL.

iii. De-Recognition

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

iv. Impairment of Financial Assets

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

f. 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.

g. Offsetting financial instruments

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

h. 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.

i. 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.

j. Reserves and Funds

i. Share Application Money Pending Allotment:

The company has not such share application money pending allotment as on reporting date.

ii. Share Premium:

Amount received by company in excess of face value on issue of share capital is recognized as Share Premium. The amount in share premium is allowed for distribution subject to provisions of company act & regulatory requirement.

iii. Catastrophe Reserve:

The Company has allocated catastrophe reserve for the amount which is 10% of the net profit for the year as per Regulator's Directive. At the end of reporting period, the company has utilized an amount equal to NRs. 22,727,273 for Covid Claim payment.

iv. Fair Value Reserve:

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

v. Regulatory Reserves:

Reserve created out of net profit in line with different circulars issued by regulatory authority.

vi. Actuarial Reserves:

Reserves 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.

vii. Revaluation Reserves:

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

viii. Special Reserve:

The Company has allocated Special Reserve equal to 50% of Net profit for the year and has also transferred Insurance fund and Insurance reserve which was maintained by the company till previous years as per Insurance Act, 2049.

x. Other Reserves:

Reserve against Deferred Tax Income is created during the year.

k. Insurance Contract Liabilities**i. Provision for unearned premiums**

Unearned premiums reserve represents the portion of the premium written in the year but relating to the unexpired term of coverage.

Change in reserve for unearned insurance premium represents the net portion of the gross written premium transferred to the unearned premium reserve during the year to cover the unexpired period of the policies.

ii. Outstanding claims provisions

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

iii. Provision for claim incurred but not reported (IBNR)

Significant delays are experienced in the notification and settlement of certain types of claims, the ultimate cost of which cannot be known with certainty at the statement of financial position date.

The liability is calculated at the reporting date using a range of standard actuarial claim projection techniques, based on empirical data and current assumptions that may include a margin for adverse deviation.

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 non-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.

L. Employee Benefits**i. Short Term Obligations**

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

ii. Post-Employment Benefits

- Defined Contribution Plan

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

- Defined Benefit Plan

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

iii. Long Term Employee Benefits

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

iv. Termination

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

- a. When the Company can no longer withdraw the offer of those benefits; and
- b. When the entity recognizes costs for a restructuring that is within the scope of NAS 37 and involves the payment of termination benefits. The termination benefits are measured based on the number of employees expected to accept the offer in case of voluntary retirement scheme.

m. Revenue Recognition

i. Gross Premium

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

ii. Unearned Premium Reserves

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

iii. Premiums on Reinsurance Accepted

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

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

iv. Reinsurance Premium

Direct Reinsurance premiums 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. Unearned reinsurance premiums are deferred over the term of the underlying direct insurance policies for risks- attaching contracts and over the term of the reinsurance contract for losses occurring contracts.

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

v. Commission Income

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

vi. Investment Income

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

vii. Net realized gains and losses

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

n. Claims and Expenses**i. Gross Claims**

Claims includes the cost of all claims arising during the year, including external claims handling costs that are directly related to processing and settlement of claims. Claims that are incurred during the financial year are recognized when a claimable event occurs and/or the insurer is notified.

Reserves for Incurred But Not Reported Claims (IBNR) is calculated at the reporting date using a range of standard actuarial claim projection techniques, based on empirical data and current assumptions that may include a margin for adverse deviation.

ii. Reinsurance Claims

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

o. 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. **Property Portfolio** - Property/Fire insurance business means the business of affecting and carrying out contracts of insurance, otherwise than incidental to some other class of insurance business against loss or damage to property due to fire, explosion, storm and other occurrences customarily included among the risks insured against in the property/fire insurance business.
- ii. **Motor Portfolio** - Motor insurance business means the business of affecting and carrying out contracts of insurance against loss of, or damage to, or arising out of or in connection with the use of, motor vehicles, inclusive of third party risks but exclusive of transit risks.

- iii. Marine Portfolio - Marine insurance business means the business of affecting and carrying out contracts of insurance against loss of consignment of goods during transit.
- iv. Engineering Portfolio - Engineering insurance business means the insurance that provides economic safeguard to the risks faced by the ongoing construction project, installation project, and machines and equipment in project operation.
- v. Micro Portfolio - Micro Insurance protects against loss of or damage to crops or livestock. It has great potential to provide value to low-income farmers and their communities, both by protecting farmers when shocks occur and by encouraging greater investment in crops.
- vi. Aviation Portfolio - Aviation Insurance provides coverage for hull losses as well as liability for passenger injuries, environmental and third-party damage caused by aircraft accidents.
- vii. Cattle and Crop Portfolio - Cattle and Crop Insurance provides insurance against loss of or damage to Cattle and crops.
- viii. Miscellaneous Portfolio - All the insurance business which doesn't fall in above categories fall under miscellaneous insurance business. Group Personal Accidents, Medical Insurances, Professional indemnity insurance etc. fall under this category of business.

p. 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.

q. 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.

r. 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 7%.

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 NRs. 148,197,432.00 present value at inception has been considered as low value and for those lease the expenses has been recognized under straight line basis.

s. Income Taxes

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

i. Current Tax

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

ii. Deferred Tax

Deferred Tax is recognized on temporary difference between the carrying amounts of Assets and Liabilities in the Statement of Financial Position and their Tax Base. Deferred Tax Assets & Liabilities

are recognized for deductible and taxable temporary differences arising between the tax base of Assets & Liability in a transaction that is not a business combination and affects neither accounting nor taxable Profit nor Loss at the time of the transaction.

Deferred Tax Assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible Temporary 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.

t. Provisions, Contingent Liabilities & Contingent Assets

i. Provisions

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

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

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

ii. Contingent Liabilities

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

iii. Contingent Assets

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

u. Functional Currency & Foreign Currency Transactions

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

v. Earnings Per Share

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

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

w. 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.

4. Goodwill & Intangible Assets

Fig. in NPR

Particulars	Software	Goodwill	Others (to be Specified)	Total
Gross carrying amount				
As at Shrawan 1, 2078	1,221,239	-	-	1,221,239
Addition during the year	221,000			221,000
Acquisition		-	-	
Internal Development	-	-	-	-
Business Combination (to be Specified)	-	-	-	-
Disposals during the year	-	-	-	-
Revaluation/Adjustment	-	-	-	-
Balance as at Ashad 32,2079	1,442,239	-	-	1,442,239
Addition during the year	137,500			137,500
Acquisition		-	-	
Internal Development	-	-	-	-
Business Combination (to be Specified)	-	-	-	-
Disposals during the year	-	-	-	-
Revaluation/Adjustment	-	-	-	-
Balance as at Falgun 16, 2079	1,579,739	-	-	1,579,739
Accumulated amortization and impairment				
As at Shrawan 1, 2078	540,723	-	-	540,723
Addition during the year	239,308	-	-	239,308
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as at Ashad 32, 2079	780,031	-	-	780,031
Addition during the year	155,749			
Disposals during the year	-			
Impairment during the year	-			
Balance as at Falgun 16, 2079	935,780	-	-	935,780
Capital Work in Progress	-	-	-	
As at Shrawan 1, 2078	-	-	-	
Addition during the year	-	-	-	
Capitalisation during the year	-	-	-	
Disposals during the year	-	-	-	
Impairment during the year	-	-	-	
Balance as at Ashad 32, 2079	-	-	-	-
Addition during the year	-	-	-	
Disposals during the year	-	-	-	
Impairment during the year	-	-	-	
Balance as at Falgun 16, 2079	-	-	-	-
Net Carrying Amount				
Balance as at Ashad 32, 2079	662,208	-	-	662,208
Balance as at Falgun 16, 2079	643,959	-	-	643,959

5. Property and Equipment

Fig in NPR

Particulars	Land	Buildings	Leasehold Improvements	Furniture & Fixtures	Computers and IT Equipments	Office Equipments	Vehicles	Other Assets	Total
Gross carrying amount									
As at Shrawan 1, 2078	22,252,500	42,862,794	20,965,594	26,771,208	19,639,710	5,699,326	55,731,850	11,193,585	205,116,568
Additions during the year									-
Acquisition	-	-	4,519,698	4,259,382	2,872,578	9,292	8,850	41,150	11,710,950
Capitalisation	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	(4,483,274)	-	(4,483,274)
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as at Ashad 32,2079	22,252,500	42,862,794	25,485,292	31,030,590	22,512,288	5,708,618	51,257,426	11,234,735	212,344,244
Additions during the year	-	-	46,849	269,500	175,063	-	13,800	308,736	813,948
Acquisition	-	-	-	-	-	-	-	-	-
Capitalisation	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	(376,991)	-	(376,991)
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as at Falgun 16,2079	22,252,500	42,862,794	25,532,141	31,300,090	22,687,350	5,708,618	50,894,235	11,543,471	212,781,201
Accumulated depreciation and impairment									
As at Shrawan 1, 2078	-	13,927,863	11,404,348	18,613,433	12,724,927	3,369,285	29,037,082	7,311,845	96,388,782
Depreciation	-	1,446,746.57	2,725,618	2,995,678	2,717,803	250,246	4,883,360	586,376	15,605,828
Disposals	-	-	-	-	-	-	(2,199,406)	-	(2,199,406)
Write-offs	-	-	-	-	-	-	-	-	-
Impairment losses	-	-	-	-	-	-	-	-	-
Impairment reversal	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as at Ashad 32,2079	-	15,374,609	14,129,966	21,609,111	15,442,730	3,619,531	31,721,036	7,898,221	109,795,204
Additions during the year	-	854,769.58	1,417,360	1,506,748	1,332,970	116,724	2,407,261	332,010	7,967,844
Acquisition	-	-	-	-	-	-	-	-	-
Capitalisation	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	(180,328)	-	(180,328)
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-	-
Balance as at Falgun 16,2079	-	16,229,379	15,547,326	23,115,859	16,775,700	3,736,255	33,947,969	8,230,231	117,582,720

Particulars	Land	Buildings	Leasehold Improvements	Furniture & Fixtures	Computers and IT Equipments	Office Equipments	Vehicles	Other Assets	Total
Capital Work-In-Progress									
As at Shrawan 1, 2078	-	-	-	-	-	-	-	-	-
Additions during the year	-	-	-	-	-	-	-	-	-
Capitalisation during the year	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Balance as at Ashad 32, 2079	-	-	-	-	-	-	-	-	-
Additions during the year									
Capitalisation during the year									
Disposals during the year									
Impairment during the year									
Balance as at Falgun 16, 2079	-	-	-	-	-	-	-	-	-
Net Carrying Amount									
Balance as at Ashad 32, 2079	22,252,500	27,488,184	11,355,326	9,421,479	7,069,558	2,089,087	19,536,390	3,336,515	102,549,040
Balance as at Falgun 16, 2079	22,252,500	26,633,414	9,984,814	8,184,231	5,911,650	1,972,363	16,946,266	3,313,241	95,198,481
Right-of-Use Assets (after Implementation of NFRS 16)									
Gross carrying amount									
As at Shrawan 1, 2078	-	-	-	-	-	-	-	-	-
Additions during the year		142,078,687							142,078,687
Disposals during the year									-
Write-offs during the year									-
Revaluation during the year									-
Transfer/Adjustment									-
Balance as at Ashad 32, 2079	-	142,078,687.03	-	-	-	-	-	-	142,078,687.03
Additions during the year		12,555,475							12,555,475
Disposals during the year		(6,221,989)							(6,221,989)
Write-offs during the year									-
Revaluation during the year									-
Transfer/Adjustment		(214,741)							(214,741)
Balance as at Falgun 16, 2079	-	148,197,432.46	-	-	-	-	-	-	148,197,432.46
Accumulated depreciation									
As at Shrawan 1, 2078		-							-
Additions during the year		21,799,297							21,799,297
Disposals during the year									-
Write-offs during the year									-
Impairment during the year									-
Transfer/Adjustment									-
Balance as at Ashad 32, 2079	-	21,799,297	-	-	-	-	-	-	21,799,297
Additions during the year		13,497,799							13,497,799
Disposals during the year									-
Write-offs during the year									-
Impairment during the year									-
Transfer/Adjustment									-
Balance as at Falgun 16, 2079	-	35,297,096	-	-	-	-	-	-	35,297,096
Net Carrying Amount									
Balance as at Ashad 32, 2079	-	120,279,390	-	-	-	-	-	-	120,279,390
Balance as at Falgun 16, 2079	-	112,900,337	-	-	-	-	-	-	112,900,337

6. Investment Properties

Fig. in NPR

Particulars	Land	Buildings	Total
Gross carrying amount			
As at Shrawan 1, 2078	22,252,500	42,862,794	65,115,294
Additions during the year	-	-	-
Acquisition	-	-	-
Subsequent Expenditure	-	-	-
Assets classified as held for sales	-	-	-
Disposals during the year	-	-	-
Revaluation/Adjustment	-	-	-
Balance as at Ashad 32, 2079	22,252,500	42,862,794	65,115,294
Additions during the year	-	-	-
Acquisition	-	-	-
Subsequent Expenditure	-	-	-
Assets classified as held for sales	-	-	-
Disposals during the year	-	-	-
Revaluation/Adjustment	-	-	-
Balance as at Falgun 16,2079	22,252,500	42,862,794	65,115,294
Accumulated depreciation and impairment			
As at Shrawan 1, 2078	-	13,927,863	13,927,863
Depreciation during the year	-	1,446,747	1,446,747
Disposals during the year	-	-	-
Impairment during the year	-	-	-
Transfer/Adjustments	-	-	-
Balance as at Ashad 32, 2079	-	15,374,609	15,374,609
Depreciation during the year	-	854,770	854,770
Disposals during the year	-	-	-
Impairment during the year	-	-	-
Transfer/Adjustments	-	-	-
Balance as at Falgun 16,2079	-	16,229,379	16,229,379
Capital Work-In-Progress			
As at Shrawan 1, 2078	-	-	-
Additions during the year	-	-	-
Capitalisation during the year	-	-	-
Disposals during the year	-	-	-
Impairment during the year	-	-	-
Balance as at Ashad 32,2079	-	-	-
Additions during the year	-	-	-
Capitalisation during the year	-	-	-
Disposals during the year	-	-	-
Impairment during the year	-	-	-
Balance as at Falgun 16,2079	-	-	-
Net Carrying Amount			
Balance as at Ashad 32,2079	22,252,500	27,488,184	49,740,684
Balance as at Falgun 16,2079	22,252,500	26,633,414	48,885,914

(i) Amounts recognised in profit or loss

Particulars	Current Year	Previous Year
Rental income	7,141,174	9,969,507
Direct operating expenses from property that generated rental income	-	-
Direct operating expenses from property that didn't generate rental income	-	-
Profit from investment properties before depreciation	7,141,174	9,969,507
Depreciation Charge	(854,770)	(1,446,747)
Profit from investment properties	6,286,405	8,522,761

(ii) Fair value of investment properties:

Particulars	Current Year	Previous Year
Land	397,500,000	397,500,000
Buildings	157,495,000	157,495,000
Total	554,995,000	554,995,000

Notes on Fair Value:-

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

- current prices in an active market for properties of different nature or recent prices of similar properties in less active markets, adjusted to reflect those differences,
- discounted cash flow projections based on reliable estimates of future cash flows,
- capitalised income projections based upon a property's estimated net market income, and a capitalisation rate derived from an analysis of market evidence. The fair values of investment properties have been determined by Ishu Khushi Consultant Pvt. Ltd. The main inputs used are the rental growth rates, expected vacancy rates, terminal yields and discount rates based on comparable transactions and industry data."
- Disclosure on restriction on the realisability of Investment properties:
- Contractual obligations: The company doesnot have any contractual obligations relating to investment properties.

7. Deferred Tax Assets/ (Liabilities)

Fig. in NPR

Particulars	Current Year			Previous Year		
	Through SOPL	Through SOCI	Total	Through SOPL	Through SOCI	Total
Goodwill & Intangible Assets	-		-			-
Property and Equipment	1,515,486		1,515,486	1,404,474		1,404,474
Financial Assets at FVTPL	-		-	-		-
Financial Assets at FVTOCI	-	(162,577,498)	(162,577,498)	-	11,685,671	11,685,671
Provision for Leave	19,707,777	-	19,707,777	14,809,634		14,809,634
Provision for Gratuity	18,947,328	17,712,853	36,660,182	15,557,366	9,830,367	25,387,734
Impairment Loss on Financial Assets	86,576		86,576	86,576		86,576
Impairment Loss on Other Assets	14,976,902		14,976,902	1,004,351		1,004,351
Unexpired Premium Reserve	44,721,712		44,721,712	100,388		100,388
Premium Deficiency Reserve	4,311,767		4,311,767	-		-
IBNR and IBNER Reserve	15,705,316		15,705,316	15,385,965		15,385,965
Margin for adverse deviation	1,704,306		1,704,306	1,362,126		1,362,126
Carry Forward of unused tax losses			-	-		-
Change in Tax Rate			-	-		-
Others			-	-		-
i) Deferred commission income	-		-	53,639,749		53,639,749
ii) Deferred commission expense	-		-	(3,878,295)		(3,878,295)
iii) Operating lease liability	(459,583)		(459,583)	37,908,668		37,908,668
iv) Operating lease Assets	2,616,755		2,616,755	(36,591,067)		(36,591,067)
Total	123,834,342	(144,864,645)	(21,030,302)	100,789,936	21,516,039	122,305,975
Deferred Tax Assets						
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	100,789,937	21,516,038	122,305,975	78,594,648	17,816,878	96,411,526
Charged/(Credited) to Statement of Profit or Loss	23,044,406		23,044,406	22,195,288	-	22,195,288
Charged/(Credited) to Other Comprehensive Income		(166,380,683)	(166,380,683)	-	3,699,161	3,699,161
As at Falgun 16, 2079	123,834,343	(144,864,645)	(21,030,302)	100,789,936	21,516,039	122,305,975

8. Investment in Subsidiaries

Fig. in NPR

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

Investment in Quoted Subsidiaries

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

Investment in Unquoted Subsidiaries

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

Information Relating to Subsidiaries

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

9. Investment in Associates

Fig. in NPR

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

Investment in Quoted Associates

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

Investment in Unquoted Associates

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

Information Relating to Associates

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

10. Investments

Fig. in NPR

Investments	Current Year	Previous Year
Investments measured at Amortised Cost		
i) Investment in Preference Shares of Bank and Financial Institutions	-	-
ii) Investment in Debentures	482,266,000	294,195,000
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-
iv) Fixed Deposits in "A" Class Financial Institutions	2,609,000,000	2,431,804,000
v) Fixed Deposits in Infrastructure Banks	-	-
vi) Fixed Deposits in "B" Class Financial Institutions	443,000,000	416,500,000
vii) Fixed Deposits in "C" Class Financial Institutions	107,500,000	106,000,000
viii) Others (to be Specified)	-	-
Less: Impairment Losses	-	-
Investments measured at FVTOCI	-	-
i) Investment in Equity Instruments (Quoted)	73,760,636	77,118,331
ii) Investment in Equity Instruments (Unquoted)	749,353,088	161,816,800
iii) Investment in Mutual Funds	18,749,785	16,832,804
iv) Investment in Debentures	-	-
v) Others (Insurance Institute Nepal Ltd)	1,195,000	1,195,000
Investments measured at FVTPL	-	-
i) Investment in Equity Instruments	-	-
ii) Investment in Equity Instruments (Quoted)	-	-
iii) Investment in Mutual Funds	-	-
iv) Investment in Debentures	-	-
iv) Others (to be Specified)	-	-
	4,484,824,508	3,505,461,935

a) Details of Impairment Losses

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

b) Investments having expected maturities less than 12 months:

Particulars	Current Year	Previous Year
Investment in Equity Instruments (Quoted)	-	-
Investment in Equity Instruments (Unquoted)	-	-
Investment in Mutual Funds	-	-
Investment in Preference Shares of Bank and Financial Institutions	-	-
Investment in Debentures	-	-
Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-
Fixed Deposit with "A" Class Financial Institutions	2,609,000,000.00	2,431,804,000.00
Fixed Deposit with Infrastructure Banks	-	-
Fixed Deposits with "B" Class Financial Institutions	443,000,000.00	416,500,000.00
Fixed Deposits with "C" Class Financial Institutions	107,500,000.00	106,000,000.00
Others (to be Specified)	-	-
Total	3,159,500,000.00	2,954,304,000

c) Investments relating to Investment in equity Instruments

Fig. in NPR

Particulars	Current Year		Previous Year	
	Cost	Fair Value	Cost	Fair Value
Investment in Equity Instruments (Quoted)				
Arun Valley Hydropower Development Co. Ltd. 1987 shares of Rs.100 Each Par Value	840,990	608,022	840,989.74	707,571
Arun Kabeli Power Ltd. 550 shares of Rs.100 Each Par Value	261,268	219,450	261,268.02	252,450
Chhimek Laghubitta Bittiya Sanstha Limited 1500 shares of Rs.100 Each Par Value	10,524,372	6,723,515	10,524,371.80	7,010,300
Citizens Bank International Limited 19147 shares of Rs.100 Each Par Value	6,593,700	3,580,489	6,593,699.56	3,877,268
Garima Bikas Bank Limited 1890 shares of Rs.100 Each Par Value	5,625,828	3,990,896	5,568,583.94	3,608,001
Global IME Bank Limited 7729 shares of Rs.100 Each Par Value	1,998,141	1,508,701	1,998,140.81	1,886,506
Himalayan Distillery Limited 708 shares of Rs.100 Each Par Value	1,492,183	1,617,780	1,492,182.94	1,510,630
Mero Microfinance Bittiya Sanstha Ltd. 2805 shares of Rs.100 Each Par Value	2,995,932	1,871,849	2,995,931.63	2,263,184
Muktinath Bikas Bank Ltd. 1587 shares of Rs.100 Each Par Value	3,423,823	2,739,832	3,423,822.71	2,751,135
National Life Insurance Co. Ltd. 2233 shares of Rs.100 Each Par Value	2,024,854	1,306,305	2,024,854.33	1,120,534
Nepal Bank Limited 1770 shares of Rs.100 Each Par Value	1,473,941	1,071,064	1,417,700.48	1,138,062
Nepal Investment Mega Bank Limited, Promoter Shares 5853 shares of Rs.100 Each Par Value	1,522,511	1,346,190	1,522,511.21	1,364,790
Nepal Life Insurance Co. Ltd. 2948 shares of Rs.100 Each Par Value	5,178,165	2,040,016	5,178,165.18	2,202,156
Nirdhan Utthan Laghubitta Bittiya Sanstha Limited 1200 shares of Rs.100 Each Par Value	6,531,292	3,641,988	6,531,291.52	5,877,452
Prabhu Bank Limited 9115 shares of Rs.100 Each Par Value	3,403,746	1,704,505	3,403,745.69	1,769,055
Prime Commercial Bank Ltd. 14444 shares of Rs.100 Each Par Value	5,703,497	2,974,020	5,703,496.55	3,680,585
Rural Microfinance Development Center Limited 1674 shares of Rs.100 Each Par Value	2,159,140	1,550,124	2,159,140.21	1,402,812
Sanima Bank Limited 15616 shares of Rs.100 Each Par Value	5,678,577	3,760,333	5,678,577.20	3,918,372
SHIVAM CEMENTS LTD 1700 shares of Rs.100 Each Par Value	2,391,931	832,320	2,391,931.32	1,292,000
NMB Microfinance Bittiya Sanstha Ltd. 1165 shares of Rs.100 Each Par Value	1,690,406	704,825	1,690,406.03	873,867
Agricultural Development Bank Limited 1600 shares of Rs.100 Each Par Value	2,028,493	1,311,285	2,028,493.32	1,522,931
Kumari Bank Limited 3140 shares of Rs.100 Each Par Value	-	567,084	-	33,807
Everest Bank Limited 1 shares of Rs.100 Each Par Value	-	516	-	439
Laxmi Bank Limited 5 shares of Rs.100 Each Par Value	-	951	-	995
Standard Chartered Bank Limited 1780 shares of Rs.100 Each Par Value	765,147	931,118	765,147.15	705,414
Asian Life Insurance Co. Limited 1001 shares of Rs.100 Each Par Value	978,075	650,550	978,075.15	502,250
Citizen Investment Trust 851 shares of Rs.100 Each Par Value	2,455,134	1,730,253	2,455,133.98	1,647,325
Jyoti Bikas Bank Limited 14313 shares of Rs.100 Each Par Value	6,871,263	3,936,075	6,871,263.44	4,325,389
NIC Asia Bank Ltd. 4025 shares of Rs.100 Each Par Value	4,161,439	3,266,288	4,161,438.71	2,801,400
Nepal Infrastructure Bank Limited 3380 shares of Rs.100 Each Par Value	1,524,993	768,612	1,524,992.74	811,200
Sana Kishan Bank Limited 1898 shares of Rs.100 Each Par Value	2,873,828	2,068,820	2,873,828.31	2,021,370
Sanima Mai Hydropower Ltd. 4785 shares of Rs.100 Each Par Value	2,602,603	1,538,378	2,602,602.81	1,464,210
Surya Jyoti Life Insurance Company Limited 5353 shares of Rs.100 Each Par Value	4,021,482	2,596,205	4,021,481.54	2,071,611
Swabalamban Laghubitta Bittiya Sanstha Limited 1396 shares of Rs.100 Each Par Value	2,089,895	1,200,560	2,089,894.65	1,631,924
Life Insurance Company Limited 1578 shares of Rs.100 Each Par Value	3,161,878	2,221,824	3,161,877.81	2,232,870
Prime Life Insurance Co. Limited 1268 shares of Rs.100 Each Par Value	970,351	557,920	970,350.55	638,987
Guras Life Insurance Co. Limited 1102 shares of Rs.100 Each Par Value	634,510	473,640	634,510.11	497,610
First Micro Finance Laghubitta Bittiya Sanstha Limited 4470 shares of Rs.100 Each Par Value	3,915,429	2,702,115	3,915,428.88	2,972,550
UNIVERSAL POWER COMPANY LTD. 3950 shares of Rs.100 Each Par Value	1,628,253	1,038,850	1,628,253.23	899,810
Chilime Hydropower Company Limited 620 shares of Rs.100 Each Par Value	-	294,128	-	235,416
Soaltee Hotel Limited 1 shares of Rs.10 Each Par Value	-	225	-	203
Mirmire Laghubitta Bittiya Sanstha Limited 5 shares of Rs.100 Each Par Value	-	3,335	-	5,250
Nepal Investment Mega Bank Limited 204 shares of Rs.100 Each Par Value	-	41,555	-	52,205
Nepal SBI Bank Limited 1 shares of Rs.100 Each Par Value	-	328	-	282
Himalayan Bank Limited 6079 shares of Rs.100 Each Par Value	1,677,848	1,671,725	1,677,847.56	1,536,156
Mahalaxmi Bikas Bank Ltd. 150 shares of Rs.100 Each Par Value	56,492	48,375	-	-
RASUWAGADHI HYDROPOWER COMPANY LIMITED 300 shares of Rs.100 Each Par Value	98,786	92,670	-	-
RSDC Laghubitta Sanstha Limited 300 shares of Rs.100 Each Par Value	197,269	162,030	-	-
SANJEN JALAVIDHYUT COMPANY LIMITED 300 shares of Rs.100 Each Par Value	97,882	93,000	-	-
Nepal Reinsurance Share Co. Limited, Promoter Share 1885165 shares of Rs.100 Each Par Value	161,816,800	749,353,088	161,816,800.00	161,816,800
Total	276,142,145	823,113,723	275,578,231	238,935,131

d) The Company has not earmarked any investments to Insurance Board.

11. Loans

Fig. in NPR

Particulars	Current Year	Previous Year
Loans measured at Amortised Cost		
Loan to Employees	7,509,633	7,301,840
Others (to be Specified)	-	-
Less: Impairment Losses	-	-
Total	7,509,633	7,301,840

a) Expected recovery within 12 months:

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

12. Reinsurance Assets

Particulars	Current Year	Previous Year
Reinsurance Assets on:		
Unearned Premiums	486,048,411	915,169,246
Premium Deficiency Reserve	(11,141,790)	33,537,281
Outstanding Claims	981,348,862	1,054,032,726
IBNR and IBNER Claims	160,595,010	167,461,186
Margin For Adverse Deviations	8,029,751	4,112,053
Less: Impairment Losses	-	-
Total	1,624,880,244	2,174,312,491

13. Insurance Receivables

Particulars	Current Year	Previous Year
Receivable from Reinsurers	150,439,344	233,071,865
Receivable from Other Insurance Companies	10,918,302	9,735,648
Others (to be Specified)	-	-
Less: Impairment Losses	(48,532,954)	(3,347,835)
Total	112,824,692	239,459,679

a) Expected recovery within 12 months:

Particulars	Current Year	Previous Year
Receivable from Reinsurers	150,439,344	233,071,865
Receivable from Other Insurance Companies	10,918,302	9,735,648
Others (to be Specified)	-	-
Total	161,357,646	242,807,513

14. Other Assets

Fig. in NPR

Particulars	Current Year	Previous Year
Capital Advances	-	-
Prepaid Expenses	3,996,981	1,436,991
Claim Advances	79,965,087	62,053,571
Advances to Suppliers	-	-
VAT Receivable	-	-
Staff Advances	8,970,327	3,882,613
Printing and Stationery Stocks	-	196,949
Stamp Stocks	-	-
Deferred Expenses	1,818,123	2,193,376
Deferred Reinsurance Commission Expenses	22,477	66,751
Deferred Agent Commission Expenses	11,851,637	12,860,898
Lease Receivables	-	-
Others	-	-
i) Operating lease receivable	1,531,944	1,690,836
ii) Excess Plan Asset for Leave Encashment	-	12,049,188
Less: Impairment Losses	(109,284)	-
Total	108,047,293	96,431,175

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

Particulars	Current Year	Previous Year
Capital Advances		
Prepaid Expenses	3,996,981	1,436,991
Claim Advances	79,965,087	62,053,571
Advances to Suppliers		
Staff Advances	8,970,327	3,882,613
VAT Receivable		
Printing and Stationery Stocks		
Stamp Stocks		
Deferred Expenses	1,818,123	2,193,376
Deferred Reinsurance Commission Expenses	22,477	66,751
Deferred Agent Commission Expenses	11,851,637	12,860,898
Lease Receivables	1,531,944	1,690,836
Others	-	-
Total	108,156,576	84,185,036

15 Other Financial Assets

Particulars	Current Year	Previous Year
Security Deposits	2,200,785	4,157,185
Accrued Interest	25,841,168	18,160,888
Other Receivables	-	
Other Deposits	-	
Sundry Debtors	129,274,524	93,607,988
Others	-	
Debt application money	20,000,000	
Claim receivable for COVID Insurance	141,172,843	186,399,188
Less: Impairment Losses	(1,280,770)	
Total	317,208,551	302,325,248

a) Expected maturities within 12 months:

Particulars	Current Year	Previous Year
Security Deposits	-	-
Accrued Interest	25,841,168	18,160,888
Other Receivables		
Other Deposits		
Sundry Debtors	129,274,524	93,607,988
Other (to be Specified)		
Debt application money	20,000,000	-
Claim receivable for COVID Insurance	-	-
Total	175,115,692	111,768,876

16. Cash and Cash Equivalents

Particulars	Current Year	Previous Year
Cash in Hand	522,885	508,553
Cheques in Hand	-	120,880
Bank Balances	-	-
i) Balance with "A" Class Financial Institutions	66,351,129	80,375,668
ii) Balance with Infrastructure Banks	-	
iii) Balance with "B" Class Financial Institutions	5,689,970	14,644,096
iv) Balance with "C" Class Financial Institutions	5,073,710	5,013,149
Less: Impairment Losses	(288,585)	(288,585)
Deposits with initial maturity upto 3 months	-	-
Others	-	-
Less: Impairment Losses	-	-
Total	77,349,108	100,373,762

17 (a) Share Capital

Fig. in NPR

Particulars	Current Year	Previous Year
Ordinary Shares		
As at Shrawan 1, 2079	1,288,000,000	1,120,000,000
Additions during the year		
i) Bonus Share Issue	115,920,000	168,000,000
ii) Share Issue	-	-
As at Falgun 16, 2079	1,403,920,000	1,288,000,000
Convertible Preference Shares (Equity Component Only)		
As at Shrawan 1, 2079		
Additions during the year		
As at Falgun 16, 2079	-	-
Irredeemable Preference Shares (Equity Component Only)		
As at Shrawan 1, 2079		
Additions during the year		
As at Falgun 16, 2079	-	-
Total	1,403,920,000	1,288,000,000

(i) Ordinary Shares

Particulars	Current Year	Previous Year
Authorised Capital:		
150,00,000 Ordinary Shares of Rs. 100 each	1,500,000,000	1,500,000,000
Issued Capital:		
140,39,200 Ordinary Shares of Rs. 100 each	1,403,920,000	1,288,000,000
Subscribed and Paid Up Capital:		
140,39,200 Ordinary Shares of Rs. 100 each	1,403,920,000	1,288,000,000
Total	1,403,920,000	1,288,000,000

(ii) Preference Share Capital

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

Shareholding Structure of Share Capital

Particulars	Number of Shares		Percentage	
	Current Year	Previous Year	Current Year	Previous Year
Promoters				
Government of Nepal		-		
Nepali Organized Institutions	853,369	688,192	6.08	5
Nepali Citizens	6,306,623	5,880,608	44.92	46
Foreigners		-		
Others (to be Specified)		-		
Total (A)	7,159,992	6,568,800	51.00	51
Other than Promoters				
General Public	6,879,208	6,311,200	49.00	49
Others (to be Specified)		-		
Total (B)	6,879,208	6,311,200	49.00	49
Total (A+B)	14,039,200	12,880,000	100.00	100

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
Ratan Lal Kedia	148,842.00	136,552	1.06	1.06
Kedia investment corporation pvt. Ltd	165,134.00	151,500	1.18	1.18
Dinanath Kedia	148,447.00	136,191	1.06	1.06
Subodh Todi	298,335.00	273,702	2.13	2.13
Suresh chand Agrawal	-	150,629	-	1.17
Rahul Agrawal	477,340.00	437,925	3.40	3.40
Rahul kumar Agrawal	207,924.00	190,757	1.48	1.48

Bharat kumar Todi	298,335.00	273,701	2.13	2.19
Poonam chand Agrawal	191,827.00	175,989	1.37	1.49
Pawan Kumar Agrawal	644,311.00	591,112	4.59	4.59
R.S.R. Holding Pvt. Ltd	688,235.00	631,410	4.90	4.90
Kamal Kumar Begani	892,112.00	818,787	6.35	6.46
Pawan Kumar Agrawal	463,297.00	425,044	3.30	3.30
Pawan Kumar Agrawal	393,804.00	361,289	2.81	2.81
Siddhartha Bank Limited	2,105,882.00	1,932,002	15.00	15.00

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 at Shrawan 1, 2079	-	-
Increase due to issue of shares at premium	-	-
Decrease due to issue of bonus shares	-	-
Transaction costs on issue of shares	-	-
Others (to be Specified)	-	-
As at Falgun 16, 2079	-	-

17 (d) Special Reserve

Particulars	Current Year	Previous Year
As at Shrawan 1, 2079	-	-
Additions	1,309,550,551	-
Utilizations	-	-
As at Falgun 16, 2079	1,309,550,551	-

17(e) Catastrophe Reserves

Particulars	Current Year	Previous Year
As at Shrawan 1, 2079	95,069,993	76,764,814
Additions	12,450,411	18,305,179
Utilizations	(22,727,273)	-
As at Falgun 16, 2079	84,793,132	95,069,993

17 (f) Retained Earnings

Particulars	Current Year	Previous Year
As at Shrawan 1, 2079	123,118,382	177,176,004
Net Profit or Loss	272,052,634	355,670,475
Items of OCI recognised directly in retained earnings	-	-
Remeasurement of Post-Employment Benefit Obligations	-	-
Transfer to reserves	-	-
Revaluation Reserves	-	-
Special Reserves	(124,504,114)	-
Capital Reserves	-	-
Catastrophe Reserves	10,276,861	(18,305,179)
Corporate Social Responsibility (CSR) Reserves	(2,490,082)	(3,698,756)
Insurance Fund Including Insurance Reserve	-	(176,490,634)
Fair Value Reserves	-	-
Actuarial Reserves	-	-
Deferred Tax Reserves	(1,528,366)	(25,894,447)
Regulatory Reserves	-	-
Other Reserve(to be specified)	-	-
Transfer of Depreciation on Revaluation of Property, Plant and Equipment	-	-
Transfer on Disposal of Revalued Property, Plant and Equipment	-	-
Transfer on Disposal of Equity Instruments Measured at FVTOCI	-	615,405
Issuance of Bonus Shares	(115,920,000)	(168,000,000)
Transaction costs on issuance of shares	(503,780)	(1,349,721)
Dividend Paid	-	-
Dividend Distribution Tax	(6,101,053)	(8,842,105)
Others	-	-
i) Adjustment of prior period expense	(5,214,105)	(7,762,660)
ii) Provision for Tax on Share Premium (Right Share Auction)	(12,950,169)	-
As at Falgun 16, 2079	136,236,208	123,118,382

17 (g) Other Equity

Particulars	Current Year	Previous Year
Revaluation Reserves	-	-
Capital Reserves	-	-
Corporate Social Responsibility(CSR) Reserve	6,188,838	3,698,325
Insurance Fund Including Insurance Reserve	-	1,185,046,437
Fair Value Reserves	379,347,494	(27,266,567)
Actuarial Reserves	(41,329,991)	(22,937,524)
Deferred Tax Reserve	123,834,343	122,306,406
Other Reserve(To be Specified)	-	-
Total	468,040,685	1,260,847,077

18. Provisions

Fig. in NPR

Particulars	Current Year	Previous Year
Provisions for employee benefits		
i) Provision for Leave	2,155,763	-
ii) Provision for Gratuity	45,886,050	9,550,009
iii) Termination Benefits	-	-
iv) Other employee benefit obligations (to be specified)	-	-
Provision for tax related legal cases	-	-
Provision for non-tax related legal cases	-	-
Others (Provision for Tax on Share Premium on Right Share Auction)	12,950,169	-
Total	60,991,982	9,550,009

(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	-	-	-	-	-	-
ii) Provision for Gratuity	-	-	-	-	-	-
iii) Termination Benefits	-	-	-	-	-	-
iv) Other employee benefit obligations	-	-	-	-	-	-
Provision for tax related legal cases	-	-	-	-	-	-
Provision for non-tax related legal cases	-	-	-	-	-	-
Others (To be Specified)	-	-	-	-	-	-

(b) Provision with expected payouts within 12 months:

Particulars	Current Year	Previous Year
Provision for employee benefits		
i) Provision for Leave	-	-
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 (Provision for Tax on Share Premium on Right Share Auction)	12,950,169.00	-
Total	12,950,169.00	-

19 Gross Insurance Contract Liabilities

Particulars	Current Year	Previous Year
Unearned Premium Reserve	1,102,918,743	1,460,828,098
Premium Deficiency Reserve	3,230,765	33,537,280
Outstanding Claims	1,389,810,983	1,351,187,533
IBNR and IBNER Claim	274,215,381	263,320,958
Margin For Adverse Deviation	13,710,769	8,652,474
Others	-	-
Total	2,783,886,641	3,117,526,344

19.1 a) Gross Insurance Contract Liability

Fig. in NPR

Particulars	Line of Business								Total
	Property	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous	
As at Shrawan 1, 2079									
Unearned Premium Reserve	395,218,991	591,509,029	236,692,883	88,995,265	67,367	2,334,109	49,710,796	96,299,659	1,460,828,098
Premium Deficiency Reserve	-	-	-	33,537,280	-	-	-	-	33,537,280
Outstanding Claims	304,954,820	317,950,308	43,534,108	139,811,760	494,486,160	-	9,173,340	41,277,037	1,351,187,533
IBNR and IBNER Claims	45,743,223	101,730,293	10,923,125	20,971,764	74,172,924	1,138,347	2,230,591	6,410,691	263,320,958
Margin For Adverse Deviation	1,667,458	5,086,515	546,156	861,678	1,684	56,918	111,529	320,536	8,652,474
Others	-	-	-	-	-	-	-	-	-
Total Balance As at Shrawan 1, 2079	747,584,492	1,016,276,145	291,696,272	284,177,747	568,728,135	3,529,374	61,226,256	144,307,923	3,117,526,344
Changes during the year									
Unearned Premium Reserve	(66,527,132)	(95,090,995)	(184,927,419)	4,520,386	(67,367)	(2,334,109)	(10,227,420)	(3,255,299)	(357,909,354)
Premium Deficiency Reserve	-	-	-	(30,343,255)	-	-	-	36,740	(30,306,515)
Outstanding Claims	(2,223,902)	115,656,541	(13,253,284)	(4,167,440)	(55,525,000)	-	(279,840)	(1,583,625)	38,623,450
IBNR and IBNER Claims	45,975,478	15,078,155	(1,248,736)	6,245,646	(74,152,068)	(415,733)	6,290,702	13,120,978	10,894,422
Margin For Adverse Deviation	2,918,477	753,907	(62,437)	499,192	(641)	(20,787)	314,535	656,049	5,058,295
Others	-	-	-	-	-	-	-	-	-
Total change during the year	(19,857,079)	36,397,608	(199,491,876)	(23,245,471)	(129,745,076)	(2,770,629)	(3,902,023)	8,974,843	(333,639,702)
Balance as at Falgun 16, 2079									
Unearned Premium Reserve	328,691,859	496,418,034	51,765,464	93,515,651	-	-	39,483,376	93,044,360	1,102,918,744
Premium Deficiency Reserve	-	-	-	3,194,025	-	-	-	36,740	3,230,765
Outstanding Claims	302,730,918	433,606,849	30,280,824	135,644,320	438,961,160	-	8,893,500	39,693,412	1,389,810,983
IBNR and IBNER Claims	91,718,701	116,808,448	9,674,389	27,217,410	20,856	722,614	8,521,293	19,531,669	274,215,380
Margin For Adverse Deviation	4,585,935	5,840,422	483,719	1,360,870	1,043	36,131	426,064	976,585	13,710,769
Others	-	-	-	-	-	-	-	-	-
Total Balance As at Falgun 16, 2079	727,727,413	1,052,673,753	92,204,396	260,932,276	438,983,059	758,745	57,324,233	153,282,766	2,783,886,641

b) Reinsurance Assets

Fig. in NPR

Particulars	Line of Business								Total
	Property	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous	
As at Shrawan 1, 2079									
Unearned Premium Reserve	254,167,625	239,970,468	208,370,139	84,158,325	63,697	2,332,941	40,475,881	85,630,171	915,169,246
Premium Deficiency Reserve	-	-	-	33,537,280	-	-	-	-	33,537,280
Outstanding Claims	245,539,077	95,769,378	39,124,291	135,116,068	494,486,160	-	7,338,672	36,659,078	1,054,032,725
IBNR and IBNER Claims	36,830,862	22,256,073	8,853,726	18,307,394	74,143,081	1,114,642	1,585,956	4,369,453	167,461,186
Margin For Adverse Deviation	1,474,407	1,112,804	442,686	728,459	192	55,733	79,297	218,474	4,112,053
Others	-	-	-	-	-	-	-	-	-
Total Balance As at Shrawan 1, 2079	538,011,971	359,108,723	256,790,842	271,847,526	568,693,130	3,503,316	49,479,806	126,877,177	2,174,312,490

[illegible]

19.2 Disclosure of Outstanding claim

S. No.	Type of insurance	Outstanding claim for claims intimated during the year (A)						Gross outstanding claim (A+B)	Reinsurance share (C)	Net Outstanding Claim (A+B-C)
			Outstanding claim for claims intimated during the previous 1 year	Outstanding claim for claims intimated during the previous 2 year	Outstanding claim for claims intimated during the previous 3 year	Total Unclaimed Fund (B)				
1	Property	136,079,000	81,801,918	84,150,000	700,000	166,651,917.50	302,730,918	235,177,513	67,553,405	
2	Motor	314,003,238	96,742,542	17,751,600	5,109,470	119,603,611.72	433,606,849	127,166,368	306,440,481	
3	Marine	17,825,512	12,455,312	-	-	12,455,312.00	30,280,824	21,222,371	9,058,453	
4	Engineering	74,153,320	55,656,000	5,800,000	35,000	61,491,000.00	135,644,320	126,474,893	9,169,427	
5	Micro	438,961,160	-	-	-	-	438,961,160	438,961,160	-	
6	Aviation	-	-	-	-	-	-	-	-	
7	Cattle and Crop	6,980,500	1,913,000	-	-	1,913,000.00	8,893,500	7,114,800	1,778,700	
8	Miscellaneous	23,970,568	7,269,844	1,050,000	7,403,000	15,722,844.00	39,693,412	25,231,757	14,461,655	
	Total	1,011,973,298	255,838,615	108,751,600	13,247,470	377,837,685	1,389,810,983	981,348,863	408,462,120	

20. Insurance Payables

Fig. in NPR

Particulars	Current Year	Previous Year
Payable to Reinsurers	77,204,471	268,551,994
Payable to Other Insurance Companies	228,913,176	213,402,874
Portfolio Withdrawal Premium	-	-
Portfolio Withdrawal Claims	-	-
Others (to be Specified)	-	-
Total	306,117,647	481,954,867

Payable within 12 months:

Particulars	Current Year	Previous Year
Payable to Reinsurers	77,204,471	268,551,994
Payable to Other Insurance Companies	228,913,176	213,402,874
Portfolio Withdrawal Premium	-	-
Portfolio Withdrawal Claims	-	-
Others (to be Specified)	-	-
Total	306,117,647	481,954,867

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

Particulars	Current Year	Previous Year
Income Tax Liabilities	736,632,285	596,375,678
Income Tax Assets	(782,604,034)	(718,165,929)
Total	(45,971,749)	(121,790,251)

22. Borrowings

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

Payable within 12 months:

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

23. Other Liabilities

Particulars	Current Year	Previous Year
TDS Payable	8,179,128	10,589,292
VAT Payable	30,695,666	23,656,500
Unidentified Deposits	-	-
Advance Premium	-	30,467,002
Insurance Service Fee Payable	14,963,924	26,182,375
Lease Liability	121,622,852	126,362,228
Deferred Reinsurance Commission Income	127,824,580	178,799,165
Deferred Income	-	-
Others (to be Specified)	-	-
Total	303,286,150	396,056,562

Payable within 12 months:

Particulars	Current Year	Previous Year
TDS Payable	8,179,128	10,589,292
VAT Payable	30,695,666	23,656,500
Unidentified Deposits		
Advance Premium	-	30,467,002
Insurance Service Fee Payable	14,963,924	26,182,375
Lease Liability	23,522,335	24,289,811
Deferred Reinsurance Commission Income	127,824,580	178,799,165
Deferred Income	-	-
Others (to be Specified)	-	-
Total	205,185,633	293,984,145

24. Other Financial Liabilities

Particulars	Current Year	Previous Year
Redeemable Preference Shares	-	-
Irredeemable Cumulative Preference Shares	-	-
Refundable Share Application Money	-	
Payable to Insured	-	
Payable to Agents	3,115,865	11,202,276
Payable to Surveyors	-	
Sundry Creditors	84,407,108	83,163,760
Retention and deposits	17,612,586	15,445,140
Short-term employee benefits payables	-	-
i) Salary Payables	7,125,482	867,288
ii) Bonus Payables	43,251,649	56,782,680
iii) Other employee benefit payables (to be Specified)	-	-
Audit Fee Payable	689,500	-
Actuarial Fees Payable	250,000	
Dividend Payable	-	-
Others	-	
i) Provident Fund	1,492,367	2,327,277
ii) Citizen Investment Trust	446,613	1,082,020
Total	158,391,170	170,870,442

Payable within 12 months:

Particulars	Current Year	Previous Year
Redeemable Preference Shares		
Irredeemable Cumulative Preference Shares		
Refundable Share Application Money		
Payable to Insured		
Payable to Agents	3,115,865	11,202,276
Payable to Surveyors		
Sundry Creditors	84,407,108	83,163,760
Retention and deposits		
Short-term employee benefits payables		
i) Salary Payables	7,125,482	867,288
ii) Bonus Payables	43,251,649	56,782,680
iii) Other employee benefit payables (to be Specified)		
Audit Fee Payable	689,500	-
Actuarial Fees Payable	250,000	-
Dividend Payable		
Others		
i) Provident Fund	1,492,367	2,327,277
ii) Citizen Investment Trust	446,613	1,082,020
Total	140,778,583	155,425,302

25. Gross Earned Premiums

Fig. in NPR

Particulars	Direct Premiums		Premiums on Reinsurance Accepted		Gross Change in Unearned Premiums		Gross Earned Premiums	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	509,948,925	789,772,695	-	665,287	66,527,132	(44,005,298)	576,476,058	746,432,685
Motor	635,803,823	1,048,931,275	89,778,378	134,086,783	95,090,995	(87,590,906)	820,673,196	1,095,427,152
Marine	103,530,927	188,068,758	-	-	184,927,419	(24,480,043)	288,458,346	163,588,714
Engineering	140,063,436	165,966,700	203,170	164,640	(4,520,386)	(1,895,073)	135,746,220	164,236,267
Micro	-	134,735	-	-	67,367	32,678,581	67,367	32,813,316
Aviation	-	4,668,217	-	-	2,334,109	924,433	2,334,109	5,592,650
Cattle and Crop	56,163,275	92,349,156	-	-	10,227,420	(6,192,130)	66,390,695	86,157,026
Miscellaneous	169,052,180	192,599,317	-	-	3,255,299	(9,447,364)	172,307,478	183,151,954
Total	1,614,562,567	2,482,490,852	89,981,548	134,916,711	357,909,354	(140,007,800)	2,062,453,469	2,477,399,763

25.1 Direct Premium

Particulars	New Business Premium		Renewal Premium		Co-Insurance Premium		Total Direct Premium	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	178,399,485	290,590,647	327,289,991	468,620,629	4,259,450	30,561,418	509,948,925	789,772,695
Motor	460,381,127	920,745,289	175,422,696	128,185,986	-	-	635,803,823	1,048,931,275
Marine	86,489,308	160,747,808	17,041,620	27,320,950	-	-	103,530,927	188,068,758
Engineering	84,097,301	99,031,383	55,343,625	59,048,097	622,510	7,887,219	140,063,436	165,966,700
Micro	-	113,782	-	20,953	-	-	-	134,735
Aviation	-	-	-	-	-	4,668,217	-	4,668,217
Cattle and Crop	56,189,475	93,071,139	(26,200)	(721,983)	-	-	56,163,275	92,349,156
Miscellaneous	87,654,669	107,339,206	79,735,810	84,723,256	1,661,701	536,855	169,052,180	192,599,317
Total	953,211,365	1,671,639,255	654,807,541	767,197,888	6,543,661	43,653,710	1,614,562,567	2,482,490,852

26 Premiums Ceded

Particulars	Premiums Ceded to Reinsurers		Reinsurer's Share of Change in Unearned Premiums		Premium Ceded	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	299,832,373	508,335,250	76,698,542	(27,999,682)	376,530,915	480,335,567
Motor	225,242,663	479,940,936	83,734,481	(158,719,288)	308,977,144	321,221,648
Marine	41,457,024	165,315,520	208,553,357	(173,555,206)	250,010,381	(8,239,686)
Engineering	113,560,385	156,457,461	7,770,244	102,423,551	121,330,629	258,881,011
Micro	-	127,394	63,697	76,895,538	63,697	77,022,932
Aviation	-	4,665,882	2,332,941	210,615,311	2,332,941	215,281,192
Cattle and Crop	44,930,620	73,879,325	8,889,181	(21,529,301)	53,819,800	52,350,024
Miscellaneous	85,748,593	171,929,594	41,078,393	(82,431,882)	126,826,987	89,497,712
Total	810,771,659	1,560,651,361	429,120,835	(74,300,959)	1,239,892,494	1,486,350,402

26.1 Portfolio-wise detail of Net Earned Premiums

Particulars	Gross Earned Premiums		Premiums Ceded		Net Earned Premiums	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	576,476,058	746,432,685	(376,530,915)	(480,335,567)	199,945,143	266,097,117
Motor	820,673,196	1,095,427,152	(308,977,144)	(321,221,648)	511,696,052	774,205,504
Marine	288,458,346	163,588,714	(250,010,381)	8,239,686	38,447,965	171,828,400
Engineering	135,746,220	164,236,267	(121,330,629)	(258,881,011)	14,415,590	(94,644,745)
Micro	67,367	32,813,316	(63,697)	(77,022,932)	3,670	(44,209,616)
Aviation	2,334,109	5,592,650	(2,332,941)	(215,281,192)	1,168	(209,688,543)
Cattle and Crop	66,390,695	86,157,026	(53,819,800)	(52,350,024)	12,570,895	33,807,002
Miscellaneous	172,307,478	183,151,954	(126,826,987)	(89,497,712)	45,480,492	93,654,241
Total	2,062,453,469	2,477,399,763	(1,239,892,494)	(1,486,350,402)	822,560,975	991,049,362

Fig. in NPR

27. Commission Income

Particulars	Reinsurance Commission Income		Deferred Commission Income		Profit Commission	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	81,608,500	143,599,517	7,057,929	(16,139,086)	-	12,159,402
Motor	37,783,766	98,231,957	11,821,941	(3,845,706)	-	7,137,821
Marine	14,663,474	57,703,147	21,519,839	(5,931,042)	-	7,475,436
Engineering	26,300,583	34,123,438	(49,972)	(606,219)	-	8,580,099
Micro	-	47,118	8,274	(8,274)	-	8,274
Aviation	-	-	-	-	-	-
Cattle and Crop	11,232,655	16,253,451	(237,391)	(1,740,747)	-	10,995,264
Miscellaneous	19,420,608	61,627,451	10,853,964	(1,673,047)	-	1,354,353
Total	191,009,586	411,586,078	50,974,585	(29,944,120)	-	36,707,110

28. Other Direct Income

Particulars	Direct Income		Others (to be specified)		Total Other Direct Income	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	-	1,035,737	-	-	-	1,035,737
Motor	-	11,650,765	-	-	-	11,650,765
Marine	-	-	-	-	-	-
Engineering	-	-	-	-	-	-
Micro	-	945	-	-	-	945
Aviation	-	-	-	-	-	-
Cattle and Crop	-	-	-	-	-	-
Miscellaneous	65,838,686	2,738,993	-	-	65,838,686	2,738,993
Total	65,838,686	15,426,440	-	-	65,838,686	15,426,440

29. Income from Investment & Loans

Particulars	Current Year	Previous Year
Interest Income from Financial Assets Designated at Amortised Costs		
i) Fixed Deposits with "A" Class Financial Institutions	154,072,561	193,549,461
ii) Fixed Deposits with Infrastructure Banks	-	-
iii) Fixed Deposits with "B" Class Financial Institutions	29,822,822	31,302,312
iv) Fixed Deposits with "C" Class Financial Institutions	7,299,193	5,631,922
v) Debentures	24,985,247	27,430,261
vi) Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-
vii) Bank Deposits other than Fixed Deposit	1,182,777	1,448,040
viii) Employee Loans	1,212,412	832,438
ix) Other Interest Income (to be Specified)	-	-
Financial Assets Measured at FVTOCI		
i) Interest Income on Debentures	-	-
ii) Dividend Income	-	-
iii) Other Interest Income (to be Specified)	-	-
Financial Assets Measured at FVTPL		
i) Interest Income on Debentures	-	-
ii) Dividend Income	1,341,045	5,060,023
ii) Other Interest Income (to be Specified)	-	-
Rental Income	7,141,174	9,969,507
Others (to be Specified)	796,927	687,004
Total	227,854,156	275,910,968

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

Fig. in NPR

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

31. Net Realised Gains/ (Losses)

Particulars	Current Year	Previous Year
Realised Gains/(Losses) on Derecognition of Financial Assets Measured at FVTPL		
i) Equity Instruments	-	5,223,719
ii) Mutual Fund	-	-
iii) Others (to be Specified)	-	-
Realised Gains/(Losses) on Derecognition of Financial Assets at Amortised Costs		
i) Debentures	-	-
ii) Bonds	-	-
iii) Others (to be Specified)	-	-
Total	-	5,223,719

32. Other Income

Particulars	Current Year	Previous Year
Unwinding of discount on Financial Assets at Amortised Costs		
i) Employee Loans	-	-
ii) Bonds	-	-
iii) Others (to be Specified)	-	-
Foreign Exchange Income	-	-
Interest Income from Finance Lease	-	-
Amortization of Deferred Income	-	-
Profit from disposal of Property, Plant and Equipment	84,300	1,123,684
Amortization of Deferred Income	-	-
Stamp Income	-	-
Others	-	-
i) Miscellaneous income	3,149,547	851,763
Total	3,233,847	1,975,448

33. Gross Claims Paid and Claims Ceded

Fig. in NPR

Particulars	Gross Claims Paid		Claims Ceded		Net Claims Paid	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	157,335,422	262,743,602	(110,543,170)	(172,098,770)	46,792,252	90,644,833
Motor	408,471,715	772,398,702	(124,757,884)	(207,530,682)	283,713,830	564,868,020
Marine	36,982,851	63,345,980	(28,726,836)	(55,625,030)	8,256,015	7,720,950
Engineering	44,258,718	149,040,217	(42,066,323)	(146,318,306)	2,192,395	2,721,910
Micro	22,727,273	9,254,843	-	(9,225,000)	22,727,273	29,843
Aviation	-	-	-	-	-	-
Cattle and Crop	21,195,858	42,512,215	(15,636,594)	(31,571,379)	5,559,264	10,940,836
Miscellaneous	74,602,897	100,330,138	(29,999,876)	(85,794,779)	44,603,021	14,535,360
Total	765,574,733	1,399,625,697	(351,730,684)	(708,163,945)	413,844,050	691,461,752

33.1 Details of Gross Claim Paid

Particulars	Claim Paid		Survey Fees		Total Claim Paid	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	147,169,906	246,702,429	10,165,516	16,041,173	157,335,422	262,743,602
Motor	393,723,344	739,143,889	14,748,370	33,254,813	408,471,715	772,398,702
Marine	33,353,593	58,901,849	3,629,259	4,444,131	36,982,851	63,345,980
Engineering	40,760,317	140,736,766	3,498,400	8,303,451	44,258,718	149,040,217
Micro	22,727,273	9,254,843	-	-	22,727,273	9,254,843
Aviation	-	-	-	-	-	-
Cattle and Crop	21,150,193	42,260,315	45,665	251,900	21,195,858	42,512,215
Miscellaneous	74,531,349	99,485,748	71,548	844,391	74,602,897	100,330,138
Total	733,415,975	1,336,485,838	32,158,758	63,139,859	765,574,733	1,399,625,697

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
Property	46,670,053	89,097,158	(30,942,423)	(100,339,685)	15,727,630	(11,242,526)
Motor	131,488,603	(24,916,009)	(42,004,552)	76,567,182	89,484,051	51,651,173
Marine	(14,564,457)	9,369,317	19,385,179	(42,066,232)	4,820,722	(32,696,915)
Engineering	(27,765,857)	(11,122,137)	32,643,749	(149,371,983)	4,877,892	(160,494,120)
Micro	(129,677,709)	125,041,524	129,647,567	(511,132,246)	(30,142)	(386,090,723)
Aviation	(436,520)	608,320	413,059	173,897,140	(23,461)	174,505,460
Cattle and Crop	6,325,397	1,456,789	(5,414,630)	433,896,819	910,767	435,353,609
Miscellaneous	12,230,142	(17,413,515)	16,583,461	(40,680,261)	28,813,603	(58,093,776)
Total	24,269,652	172,121,448	120,311,411	(159,229,266)	144,581,063	12,892,182

35. Commission Expenses

Fig. in NPR

Particulars	Commission Expenses on Direct Premiums		Commission Expenses on Premium on Reinsurance Accepted		Deferred Commission Expenses		Total Commission Expenses	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	6,607,833	9,871,401		116,668	(179,531)	16,372	6,428,301	10,004,441
Motor	4,612,011	9,147,006		-	357,192	1,131,219	4,969,203	10,278,226
Marine	721,983	1,344,452		-	311,235	79,306	1,033,218	1,423,759
Engineering	1,864,064	3,137,776	35,046.78	26,982	341,763	953,511	2,240,873	4,118,269
Micro	-	5,416		-	951	(9)	951	5,407
Aviation	-			-	-	64	-	64
Cattle and Crop	1,784,075	3,210,223		-	258,564	(82,947)	2,042,638	3,127,276
Miscellaneous	1,974,689	3,095,035		-	(36,638)	764,249	1,938,051	3,859,284
Total	17,564,654	29,811,310	35,047	143,650	1,053,535	2,861,767	18,653,236	32,816,726

36. Service Fees

Particulars	Gross Service Fees		Reinsurer's Share of Service Fees		Net Service Fees	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property	4,526,416	7,911,033	(2,499,433)	(5,083,352)	2,026,984	2,827,681
Motor	6,262,886	11,830,181	(1,964,299)	(4,799,409)	4,298,587	7,030,772
Marine	911,849	1,880,688	(625,194)	(1,653,155)	286,655	227,533
Engineering	1,240,400	1,662,959	(1,035,736)	(1,564,575)	204,665	98,384
Micro		1,347		(1,274)	-	73
Aviation		46,682		(46,659)	-	23
Cattle and Crop	478,273	923,492	(382,618)	(738,793)	95,655	184,699
Miscellaneous	1,544,099	1,925,993	(797,790)	(1,719,296)	746,309	206,697
Total	14,963,924	26,182,375	(7,305,070)	(15,606,513)	7,658,854	10,575,862

37. Other Direct Expenses

Particulars	Direct Expenses		Others (To be Specified)		Total Other Direct Expenses	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Property		-			-	-
Motor	822,022	1,431,467			822,022	1,431,467
Marine		-			-	-
Engineering		-			-	-
Micro		1,897			-	1,897
Aviation		-			-	-
Cattle and Crop	1,190,220	2,527,368			1,190,220	2,527,368
Miscellaneous		-			-	-
Total	2,012,242	3,960,732	-	-	2,012,242	3,960,732

38. Employee Benefits Expenses

Fig. in NPR

Particulars	Current Year	Previous Year
Salaries	130,143,363	134,869,885
Allowances	-	33,717,471
Festival Allowances	13,860,570	10,997,576
Defined Benefit Plans	-	-
i) Gratuity	10,061,088	13,206,759
ii) Others (to be Specified)	-	-
Defined Contribution Plans	-	-
i) Provident Fund/Social Security Fund	10,410,749	13,484,241
ii) Others (to be Specified)	-	-
Leave Encashments	16,428,086	2,226,078
Termination Benefits	-	-
Training Expenses	245,400	766,360
Uniform Expenses	82,598	1,194,316
Medical Expenses	8,087,499	11,184,121
Insurance Expenses	-	-
Staff Welfare Expenses	-	-
Others	-	-
i) Incentive	369,312	20,000
ii) Overtime Expenses	10,904	37,754
iii) Vehicle loan allowance	2,675,127	2,529,290
iv) Staff loan amortization	1,212,412	832,438
Sub Total	193,587,109	225,066,290
Employees Bonus	43,251,649	56,782,680
Total	236,838,758	281,848,970

39. Depreciation & Amortization Expenses

Particulars	Current Year	Previous Year
Amortization of Goodwill & Intangible Assets (Refer Note 4)	155,749	239,308
Depreciation on Property and Equipment (Refer Note 5)	21,465,643	37,405,125
Depreciation on Investment Properties (Refer Note 6)	854,770	1,446,747
Total	22,476,161	39,091,179

40. Impairment Losses

Particulars	Current Year	Previous Year
Impairment Losses on Property, Plant and Equipment, Investment Properties and Intangible Assets		
i) Property, Plant and Equipment	-	
ii) Investment Properties	-	
iii) Goodwill & Intangible Assets	-	
Impairment Losses on Financial Assets	-	
i) Investments	-	601
ii) Loans	-	
iii) Other Financial Assets	1,390,054	(1,558,690)
iv) Cash and Cash Equivalents	-	
v) Others (to be Specified)	-	
Impairment Losses on Other Assets		
i) Reinsurance Assets	-	
ii) Insurance Receivables	45,185,118	-
iii) Lease Receivables	-	-
iv) Others (to be Specified)	-	-
Total	46,575,172	(1,558,089)

41. Other Operating Expenses

Fig. in NPR

Particulars	Current Year	Previous Year
Rent Expenses	-	-
Electricity and Water	2,018,269	3,667,991
Repair & Maintenance	-	
i) Buildings	340,200	369,600
ii) Vehicles	446,086	482,556
iii) Office Equipments	635,086	1,778,655
iv) Others (other assets)	127,668	1,230,725
Telephone & Communication	5,464,795	9,434,299
Printing & Stationary	4,450,341	8,752,433
Office Consumable Expenses	66,714	172,500
Travelling Expenses	-	
i) Domestic	10,095,502	13,598,271
ii) Foreign	-	133,353
Transportation and Fuel Expenses	-	
Agent Training	9,500	
Other Agent Expenses	-	
Insurance Premium	1,747,134	1,430,369
Security & Outsourcing Expenses	469,024	449,895
Legal and Consulting Expenses	922,250	929,016
Newspapers, Books and Periodicals	46,678	95,463

Advertisement & Promotion Expenses	845,711	1,026,224
Business Promotion	13,433,771	15,454,098
Guest Entertainment	102,669	85,888
Gift and Donations	515,980	9,000
Board Meeting Fees and Expenses	-	
i) Meeting Allowances	864,000	1,350,000
ii) Other Allowances	58,811	65,065
Other Committee/ Sub-committee Expenses	-	
i) Meeting Allowances	1,993,500	1,514,000
ii) Other Allowances	-	-
General Meeting Expenses	62,500	62,500
Actuarial Service Fees	294,118	-
Other Actuarial Expenses	-	-
Audit Related Expenses	-	
i) Statutory Audit	700,000	506,000
ii) Tax Audit	-	
iii) Long Form Audit Report	-	
iv) Other Fees	915,000	172,566
v) Internal Audit	281,250	375,000
vi) Others (Audit expense)	525,171	976,189
Bank Charges	1,129,202	879,672
Fee and Charges	1,749,633	1,602,123
Postage Charges	-	
Foreign Exchange Losses	-	406,357
Others	-	
i) Vat Expenses	1,286,130	2,412,398
ii) Revenue Stamp	1,232,538	2,147,328
iii) Office expense	2,739,498	6,960,121
iv) Service expense	2,599,496	3,786,269
v) wage	914,865	1,553,755
vi) Labour outsourcing expense	12,544,911	35,373,271
vii) Social responsibility expense	50,000	50,000
viii) Subscription and membership fees	222,685	272,700
ix) Miscellaneous expense	2,401,661	43,156
x) Portfolio management expense	324,876	507,722
Total	74,627,224	120,116,528

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	4,940,241	8,097,443.04
Interest expenses - Overdraft Loans	-	
Others (to be Specified)	-	
Total	4,940,240.95	8,097,443.04

43. Income Tax Expense

Fig. in N

(a) Income Tax Expense

Particulars	Current Year	Previous Year
Current Tax		
i) Income Tax Expenses for the Year	140,256,607	176,258,171
ii) Income Tax Relating to Prior Periods	-	-
Deferred Tax For The Year	-	-
i) Originating and reversal of temporary differences	(23,044,406)	(23,296,927)
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	117,212,201	152,961,244

(b) Reconciliation of Taxable Profit & Accounting Profit

Particulars	Current Year	Previous Year
Accounting Profit Before Tax	389,264,835	508,631,719
Applicable Tax Rate	30%	30%
Tax at the applicable rate on Accounting Profit	116,779,451	152,589,516
Add: Tax effect of expenses that are not deductible for tax purpose		
i) Penalties	-	-
ii) Donation	154,794	2,700
iii) Gratuity provision	9,463,071	6,859,972
iv) Leave encashment provision	8,085,371	5,770,992
v) Accounting depreciation	2,693,509	5,187,565
vi) Insurance premium exp- Vehicle		372,452
vii) Vehicle renewal tax		-
viii) Repair & improvement under accounting	464,712	1,158,461
ix) Provision for loss	16,323,244	10,977,282
x) Staff Bonus Provided out of Income that are exempted	40,231	-
Less: Tax effect on exempt income and additional deduction		-
i) Dividend income (Final withholding)	(402,313.38)	(1,518,007)
ii) Gain on sale of assets	(25,290.05)	(337,105)
iii) Provsion write back	-	(467,607)
iv) Difference in opening unexpired risk reserve and PY closing unexpired risk reserve	-	255,082
Less: Adjustments to Current Tax for Prior Periods	-	-
i) Prior period tax	-	-
Add/ (Less): Others (to be Specified)	-	-
i) Tax effect of depreciation as per tax laws	(2,010,095)	(3,797,563)
ii) Tax effect of repair & improvement as per tax laws	(371,786)	(1,061,110)
iii) Tax effect of Gratuity paid	(1,212,985)	(1,811,803)
iv) Tax effect of leave encashment paid	(949,515)	(4,509,886)
v) Movement in other temporary difference	(31,971,330)	(17,299,234)
vi) Income tax pertaining to share transaction costs	151,134	404,916
vii) Income tax on disposal of FVTOCI equity instruments	-	184,622
Income Tax Expense	117,212,201	152,961,244
Effective Tax Rate	30.11%	30.07%

44. Employee Retirement Benefits

a) Post Employment Benefit - Defined Contribution Plans

For the year ended Falgun 16, 2079 (February 28, 2023) the company has recognised an amount of NPR. 10,061,088.00 as an expenses under the defined contribution plans in the Statement of Profit or Loss.

b) Post Employment Benefit - Defined Benefit Plans

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

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

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Current service cost	9,009,406	10,279,774	3,938,572	7,512,069
Past service cost	-	-	-	-
Net interest cost (a-b)	1,051,682	2,926,985	(856,181)	955,215
a. Interest expense on defined benefit obligation (DBO)	5,514,009	6,437,335	2,766,361	3,481,644
b. Interest (income) on plan assets	(4,462,327)	(3,510,350)	(3,622,542)	(2,526,429)
Actuarial (gain)/ loss	-	-	13,345,696	(6,241,207)
Defined benefit cost included in Statement of Profit or Loss	10,061,088	13,206,759	16,428,086	2,226,078

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	8,343,262	(31,778,653)	-	-
b. Actuarial (gain)/ loss due to experience on DBO	17,542,922	1,415,922	-	-
c. Return on plan assets (greater)/ less than discount rate	388,769	(768,446)	-	-
Total actuarial (gain)/ loss included in OCI	26,274,953	(31,131,177)	-	-

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	10,061,088	13,206,759	16,428,086	2,226,077
Remeasurements effects recognised in OCI	26,274,953	(31,131,177)	-	-
Total cost recognised in Comprehensive Income	36,336,041	(17,924,418)	16,428,086	2,226,077

f) Change in Defined Benefit Obligation

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Defined benefit obligation as at the beginning of the year	86,047,047	105,732,013	50,051,536	58,279,298
Service cost	9,009,406	10,279,774	3,938,572	7,512,069
Interest cost	5,514,009	6,437,335	2,766,360	3,481,644
Benefit payments from plan assets	(4,043,284)	(6,039,344)	(3,165,052)	(15,032,953)
Actuarial (gain)/ loss - financial assumptions	8,343,262	(31,778,653)	-	-
Actuarial (gain)/ Loss - experience	17,542,922	1,415,922	12,491,736	(4,188,523)
Defined Benefit Obligation as at Year End	122,413,361	86,047,047	66,083,152	50,051,536

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	76,497,037	58,505,832	62,100,723	42,107,142
Interest Income	-	-	-	-
Expected return on plan assets	4,462,327	3,510,350	3,622,542	2,526,429
Employer contributions	-	19,751,753	693,847	18,793,849
Participant contributions	-	-	-	-
Benefit payments from plan assets	(4,043,284)	(6,039,344)	(1,635,763)	(3,379,381)
Transfer in/ transfer out	-	-	-	-
Actuarial gain/ (loss) on plan assets	(388,769)	768,446	(853,960)	2,052,684
Fair value of Plan Assets as at Year End	76,527,311	76,497,037	63,927,389	62,100,723

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	(122,413,361)	(86,047,047)	(66,083,152)	(50,051,535)
Fair Value of Plan Assets	76,527,311	76,497,038	63,927,389	62,100,723
Asset/ (Liability) Recognised in Statement of Financial Position	(45,886,050)	(9,550,009)	(2,155,763)	12,049,188

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	51,291,694	20,965,059	6,094,335.00	(4,537,119.00)

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	9,550,009	47,226,180	(12,049,188)	16,172,155
Defined benefit cost included in Statement of Profit or Loss	10,061,088	13,206,759	16,428,086	2,226,077
Total remeasurements included in OCI	26,274,953	(31,131,177)	-	-
Acquisition/ divestment	-	-	(1,529,288)	(11,653,571)
Employer contributions	-	(19,751,753)	(693,847)	(18,793,849)
Net defined benefit liability/ (asset)	45,886,050	9,550,009	2,155,763	(12,049,188)

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	32,767,892	63,899,069	-	-
Total remeasurements included in OCI	26,274,953	-31,131,177	-	-
Cumulative OCI - (Income)/Loss	59,042,845	32,767,892	-	-

l) Current/Non - Current Liability

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Current Liability	-	-	-	-
Non - Current Liability	(45,886,050)	(9,550,009)	(2,155,763)	12,049,188
Total	(45,886,050)	(9,550,009)	(2,155,763)	12,049,188

m) Expected Future Benefit Payments

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Within 1 year	11,356,573	10,551,918	16,833,710	9,643,759
Between 1-2 years	11,125,849	8,692,656	7,784,627	6,343,447
Between 2-5 years	39,054,159	30,794,040	26,237,042	22,810,597
From 6 to 10	68,164,920	53,162,566	51,766,309	48,064,594
Total	129,701,501	103,201,180	102,621,688	86,862,397

n) Plan assets

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
	(% Invested)	(% Invested)	(% Invested)	(% Invested)
Government Securities(Central and State)	0%	0%	0%	0%
Corporate Bonds (including Public Sector bonds)	0%	0%	0%	0%
Mutual Funds	0%	0%	0%	0%
Deposits	0%	0%	0%	0%
Cash and bank balances	0%	0%	0%	0%
Others (including assets under scheme of ins.)	100%	100%	100%	100%
Total	100%	100%	100%	100%

o) Sensitivity Analysis

	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Effect in Defined Benefit Obligation Due to 1% Increase in Discount Rate	(8,343,262)	(5,857,980)	(3,049,626)	(2,463,481)
Effect in Defined Benefit Obligation Due to 1% Decrease in Discount Rate	9,499,347	6,413,932	3,415,208	2,761,505
Effect in Defined Benefit Obligation Due to 1% Increase in Salary Escalation Rate	9,784,823	6,957,940	2,770,202	3,144,382
Effect in Defined Benefit Obligation Due to 1% Decrease in Salary Escalation Rate	(8,723,365)	(6,385,885)	(2,551,229)	(2,839,974)
"Effect in Defined Benefit Obligation Due to 1% Increase in Attrition Rate"	477,496	754,171	1,111,126	(162,392)
"Effect in Defined Benefit Obligation Due to 1% Decrease in Attrition Rate"	(610,994)	(638,961)	(1,228,595)	114,342

p) Assumptions

Particulars	Employee Benefit Plan	Any Other Funded Liability
Discount Rate	9.00%	9.00%
Escalation Rate (Rate of Increase in Compensation Levels)	6.00%	6.00%
Attrition Rate (Employee Turnover)	9.00%	9.00%
Mortality Rate During Employment	Nepali Assured lives Mortality (2009)	Nepali Assured lives Mortality (2009)

45. Fair Value Measurements

(i) Financial Instruments by Category & Hierarchy

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

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	Level 1/ level 3		823,113,723			238,935,131	

ii) Investment in Mutual Funds	Level 1		18,749,785			16,832,804	
iii) Investment in Preference Shares of Bank and Financial Institutions							
iv) Investment in Debentures	Level 3			482,266,000			294,195,000
v) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)							
vi) Fixed Deposits	Level 3			3,159,500,000			2,954,304,000
vii) Others (Insurance Institute Nepal Ltd)	Level 3		1,195,000			1,195,000	
Loans	Level 3			7,509,633			7,301,840
Other Financial Assets	Level 3			317,208,551			302,325,249
Cash and Cash Equivalents				77,349,108			100,373,762
Total Financial Assets		-	843,058,508	4,043,833,292	-	256,962,935	3,658,499,851
Borrowings							
Other Financial Liabilities				158,391,170			170,870,442
Total Financial Liabilities		-	-	158,391,170	-	-	170,870,442

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. Valuation processes and results are reviewed at least once in a year.

The main level 3 inputs are derived and evaluated as follows:

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

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

Particulars	Current Year		Previous Year	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Investments				
i) Investment in Preference Shares of Bank and Financial Institutions	-	-	-	-
ii) Investment in Debentures	482,266,000	482,266,000	294,195,000	294,195,000
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	-	-	-	-
iv) Fixed Deposit	3,159,500,000	3,159,500,000	2,954,304,000	2,954,304,000
v) Others (to be Specified)	-	-	-	-
Loans				
i) Loan to Associates	-	-	-	-
ii) Loan to Employees	9,327,756	7,509,633	2,048,131	1,539,424
iv) Loan to Agents	-	-	-	-

v) Others (to be Specified)	-	-	-	-
Other Financial Assets	317,208,551	317,208,551	302,325,249	302,325,249
Total Financial Liabilities at Amortised Cost	3,968,302,307	3,966,484,184	3,552,872,380	3,552,363,673
Borrowings				
i) Bonds	-	-	-	-
ii) Debentures	-	-	-	-
iii) Term Loans - Bank and Financial Institution	-	-	-	-
iv) Bank Overdrafts	-	-	-	-
v) Others (to be Specified)	-	-	-	-
Other Financial Liabilities	158,391,170	158,391,170	170,870,442	170,870,442
Total Financial Liabilities at Amortised Cost	158,391,170	158,391,170	170,870,442	170,870,442

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 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
- d) Reinsurance
- e) Claims Handling
- f) Reserving

a) Product development:

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

- Property
- Motor
- Marine
- Engineering
- Micro
- Aviation
- Cattle and Crop
- Miscellaneous

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:

Some of the actions undertaken to mitigate claims risks is detailed below:

- i) Claims are assessed immediately,
- ii) Assessments are carried out by in-house as well as independent assessors / loss adjustors working throughout,
- iii) The service of a qualified independent actuary is obtained annually to assess the adequacy of reserves,
- 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.

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.

Sensitivities

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

The following analysis is performed for reasonably possible movement in key assumption with all other assumptions held constant, showing the impact on gross and net liabilities, profit before tax and profit after tax. The correlation of assumption will have a significant effect in determining the ultimate claims liabilities, but to demonstrate the impact due to change 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) - Profit Before Tax	Increase/ (Decrease) - Profit After Tax	Increase/ (Decrease) on Gross Liabilities	Increase/ (Decrease) on Net Liabilities	Increase/ (Decrease) - Profit Before Tax	Increase/ (Decrease) - Profit After Tax
Average Claim Cost	+ 10%	78,984,439	55,842,511	(55,842,511)	(39,089,758)	151,989,918	75,083,019	(75,083,019)	(52,558,114)
Average Number of Claims	+ 10%	78,984,439	55,842,511	(55,842,511)	(39,089,758)	151,989,918	75,083,019	(75,083,019)	(52,558,114)
Average Claim Cost	- 10%	(78,984,439)	(55,842,511)	55,842,511	39,089,758	(151,989,918)	(75,083,019)	75,083,019	52,558,114
Average Number of Claims	- 10%	(78,984,439)	(55,842,511)	55,842,511	39,089,758	(151,989,918)	(75,083,019)	75,083,019	52,558,114

Claim development table

The following tables show the estimates of cumulative incurred claims, including both claims notified and IBNR for each successive incident year at each reporting date, together with cumulative payments to date.

Gross outstanding claim provision

Year of incident	> PY 4	PY 4	PY 3	PY 2	PY 1	Current Year	Total
At end of incident year						1,192,601,469	1,192,601,469
One year later					767,006,126		767,006,126
Two year later				179,080,644			179,080,644
Three year later			9,431,906				9,431,906
Four year later		862,570					862,570
More than Four years	6,403,000.00						6,403,000
Current estimate of cumulative claims	6,403,000.00	862,570.00	9,431,906	179,080,644	767,006,126	1,192,601,469	2,155,385,716
At end of incident year						300,762,172	300,762,172
One year later					391,033,511		391,033,511
Two year later				70,329,044			70,329,044
Three year later			2,587,436				2,587,436
Four year later		862,570					862,570
More than Four years	-						-
Cumulative payments to date	-	862,570	2,587,436	70,329,044	391,033,511	300,762,172	765,574,733
Gross outstanding claim provision	6,403,000.00	-	6,844,470	108,751,600	375,972,615	891,839,297	1,389,810,982

Net outstanding claim provision

Year of incident	> PY 4	PY 4	PY 3	PY 2	PY 1	Current Year	Total
At end of incident year						480,836,000	480,836,000
One year later					292,241,334		292,241,334
Two year later				43,285,038			43,285,038
Three year later			5,478,148				5,478,148
Four year later		185,198					185,198
More than Four years	280451.4						280,451.40
Current estimate of cumulative claims	280,451.40	185,198	5,478,148	43,285,038	292,241,334	480,836,000	822,306,169
At end of incident year						185,367,018	185,367,018
One year later					201,815,241		201,815,241
Two year later				25,430,888			25,430,888
Three year later			1,045,705				1,045,705
Four year later		185,198					185,198
More than Four years	-						-
Cumulative payments to date	-	185,198	1,045,705	25,430,888	201,815,241	185,367,018	413,844,050
Net outstanding claim provision	280,451.40	-	4,432,444	17,854,150	90,426,093	295,468,982	408,462,119

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
Property	727,727,413	492,255,852	235,471,561	747,584,492	538,011,971	209,572,521
Motor	1,052,673,753	317,378,794	735,294,959	1,016,276,145	359,108,723	657,167,422
Marine	92,204,396	28,852,306	63,352,090	291,696,272	256,790,842	34,905,430
Engineering	260,932,276	231,433,533	29,498,743	284,177,747	271,847,526	12,330,220
Micro	438,983,059	438,981,866	1,193	568,728,135	568,693,130	35,005
Aviation	758,745	757,316	1,429	3,529,374	3,503,316	26,058
Cattle and Crop	57,324,233	46,005,255	11,318,978	61,226,256	49,479,806	11,746,451
Miscellaneous	153,282,766	69,215,322	84,067,444	144,307,922	126,877,177	17,430,745
Total	2,783,886,641	1,624,880,244	1,159,006,397	3,117,526,343	2,174,312,491	943,213,852

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/ 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 Falgun 16, 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	-	-	-	-	-
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

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	-	-	-	-	-
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 and not credit impaired	Credit Risk has significantly increased and credit impaired
Loss Allowance on Ashadh 32, 2079			
Changes in loss allowances	-	-	-
Write-offs	-	-	-
Recoveries	-	-	-
Loss Allowance on Falgun 16, 2079	-	-	-

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	158,391,170	-	-	170,870,442	-	-
Total Financial Liabilities	158,391,170	-	-	170,870,442	-	-

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. "Operation of the Company has exposed it to foreign exchange risk arising from foreign currency transactions, with respect to the USD and Indian Rupees. 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	Indian Rupees	USD	Indian Rupees
Investments				
Loans				
Insurance Receivables	122,925,206	27,514,137	191,248,769	41,823,096
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)	122,925,206	27,514,137	162,375,031	33,339,467
Insurance Payables	76,296,886	907,585	265,542,854	484,725
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)	76,296,886	907,585	25,748,733	4,798,844

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% *	3,263,982	9,563,841	-	-
NPR/ USD - Decreases by 10% *	(3,263,982)	(9,563,841)	-	-
Currency A sensitivity				
NPR/ Currency A - Increases by 10% *	1,862,459	1,997,844	-	-
NPR/ Currency A - Decreases by 10% *	(1,862,459)	(1,997,844)	-	-

* 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.

b2) Interest Rate Sensitivity

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

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

* Holding all other Variable Constant

c1) Equity Price Risk

"Equity price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in equity prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or by factors affecting all similar financial instruments traded in the market. The Company has invested in equity securities and the exposure is equity securities price risk from investments held by the Company and classified in the statement of financial position as fair value through OCI/ fair value through profit or loss."

c2) Sensitivity

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

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

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 Related Risk**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

Non-Life insurance companies were required by the Directive issued by Beema Samiti to attain a stipulated minimum paid up capital of NPR 2.5 billion by Chaitra End 2079. As on the reporting date, the company's paid up capital is NPR 1,28,80,00,000.

Dividend

Particulars	Current Year	Previous Year
(i) Dividends recognised		
Final dividend for the year ended Ashad 32, 2079 of NPR 122,021,053.00 (Ashad 31, 2078-NPR 176,842,105.00) per fully paid share	122,021,053	176,842,105
	122,021,053	176,842,105
(ii) Dividends not recognised at the end of the reporting period		
In addition to the above dividends, since the year ended, the directors have recommended for payment of final dividend of NPR..... per fully paid equity shares (Ashad 32, 2079-NPR 122,021,053.00). This proposed dividend is subject to the approval of Shareholders in the ensuing Annual General Meeting.	-	122,021,053
	-	122,021,053

51. Earnings Per Share

Particulars	Current Year	Previous Year (Restated)
Profit For the Year	272,052,634	355,670,475
Less: Dividend on Preference Shares	-	-
Profit For the Year used for Calculating Basic Earning per Share	272,052,634	355,670,475
Add: Interest saving on Convertible Bonds	-	-
Profit For the Year used for Calculating Diluted Earning per Share	272,052,634	355,670,475
Weighted Average Number of Equity Shares Outstanding During the Year For Basic Earning per Share	12,895,320	12,880,000
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	12,895,320	12,880,000
Nominal Value of Equity Shares	100.00	100.00
Basic Earning Per Share	21.10	27.61
Diluted Earning Per Share	21.10	27.61
Proposed Bonus Share	-	1,159,200.00
Weighted Average Number of Equity Shares Outstanding During the Year for Restated Earning Per Share	12,895,320	14,039,200
Restated Basic Earning Per Share	21.10	25.33
Restated Diluted Earnings Per Share	21.10	25.33

52. Operating Segment

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

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

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

Business Segments of the Company's are:

- i) Property
- ii) Motor
- iii) Marine
- iv) Engineering
- v) Micro
- vi) Aviation
- vii) Cattle and Crop
- viii) Miscellaneous

Fig.in NPR

a) Segmental Information for the year ended Falgun 16, 2079 (February 28, 2023)

Particulars	Property	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous	Inter Segment Elimination	Total
Income:										
Gross Earned Premiums	576,476,058	820,673,196	288,458,346	135,746,220	67,367	2,334,109	66,390,695	172,307,478		2,062,453,469
Premiums Ceded	(376,530,915)	(308,977,144)	(250,010,381)	(121,330,629)	(63,697)	(2,332,941)	(53,819,800)	(126,826,987)		(1,239,892,494)
Inter-Segment Revenue										-
Net Earned Premiums	199,945,143	511,696,052	38,447,965	14,415,590	3,670	1,168	12,570,895	45,480,492	-	822,560,975
Commission Income	88,666,429	49,605,707	36,183,313	26,250,612	8,274	-	10,995,264	30,274,573		241,984,171
Other Direct Income								65,838,686		65,838,686
Income from Investment & Loans	68,167,190	96,991,869	13,839,449	18,750,075	-	-	7,507,600	22,597,973		227,854,156
Net Gains/ (Losses) on Fair Value Changes										-
Net Realised Gains/ (Losses)										-
Other Income										-
Total Segmental Income	356,778,762	658,293,628	88,470,728	59,416,276	11,944	1,168	31,073,759	164,191,723	-	1,358,237,988
Expenses:										
Gross Claims Paid	157,335,422	408,471,715	36,982,851	44,258,718	22,727,273	-	21,195,858	74,602,897		765,574,733
Claims Ceded	(110,543,170)	(124,757,884)	(28,726,836)	(42,066,323)	-	-	(15,636,594)	(29,999,876)		(351,730,684)
Gross Change in Contract Liabilities	46,670,053	131,488,603	(14,564,457)	(27,765,857)	(129,677,709)	(436,520)	6,325,397	12,230,142		24,269,652
Change in Contract liabilities Ceded to Reinsurer	(30,942,423)	(42,004,552)	19,385,179	32,643,749	129,647,567	413,059	(5,414,630)	16,583,461		120,311,411
Net Claim Paid	62,519,881	373,197,881	13,076,738	7,070,287	22,697,131	(23,461)	6,470,031	73,416,624	-	558,425,112
Commission Expenses	6,428,301	4,969,203	1,033,218	2,240,873	951	-	2,042,638	1,938,051		18,653,236
Service Fees	2,026,984	4,298,587	286,655	204,665	-	-	95,655	746,309		7,658,854
Other Direct Expenses	-	822,022	-	-	-	-	1,190,220	-		2,012,242
Employee Benefits Expenses	70,855,115	100,816,392	14,385,158	19,489,416	-	-	7,803,635	23,489,042		236,838,758
Depreciation and Amortization Expenses	-	-	-	-	-	-	-	-		-
Impairment Losses	-	-	-	-	-	-	-	-		-
Other Operating Expenses	22,326,247	31,766,960	4,532,723	6,141,060	-	-	2,458,903	7,401,331		74,627,224
Finance Cost	-	-	-	-	-	-	-	-		-
Total Segmental Expenses	164,156,529	515,871,045	33,314,491	35,146,300	22,698,082	(23,461)	20,061,083	106,991,358	-	898,215,427
Total Segmental Results	192,622,233	142,422,583	55,156,237	24,269,976	(22,686,138)	24,629	11,012,676	57,200,365	-	460,022,561
Segment Assets	527,714,797	357,397,395	38,067,017	244,927,152	438,981,866	757,316	51,021,007	78,838,386		1,737,704,936
Segment Liabilities	840,933,122	1,137,717,123	107,857,048	303,808,513	438,983,059	758,745	74,288,387	185,658,290		3,090,004,288

Fig.in NPR

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

Particulars	Property	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous	Inter Segment Elimination	Total
Income:										
Gross Earned Premiums	746,432,685	1,095,427,152	163,588,714	164,236,267	32,813,316	5,592,650	86,157,026	183,151,954		2,477,399,763
Premiums Ceded	(480,335,567)	(321,221,648)	8,239,686	(258,881,011)	(77,022,932)	(215,281,192)	(52,350,024)	(89,497,712)		(1,486,350,402)
Inter-Segment Revenue										-
Net Earned Premiums	266,097,117	774,205,504	171,828,400	(94,644,745)	(44,209,616)	(209,688,543)	33,807,002	93,654,242	-	991,049,362
Commission Income	139,619,832	101,524,071	59,247,541	42,097,317	38,844	-	14,512,705	61,308,757		418,349,068
Other Direct Income	1,035,737	11,650,766	-	-	945	-	-	2,738,993		15,426,441
Income from Investment & Loans	83,323,099	124,706,470	19,825,049	17,512,542	14,203	492,095	9,734,879	20,302,633		275,910,968
Net Gains/ (Losses) on Fair Value Changes										-
Net Realised Gains/ (Losses)										-
Other Income										-
Total Income	490,075,786	1,012,086,811	250,900,990	(35,034,886)	(44,155,624)	(209,196,448)	58,054,585	178,004,624	-	1,700,735,838
Expenses:										
Gross Claims Paid	262,743,602	772,398,702	63,345,980	149,040,217	9,254,843	-	42,512,215	100,330,138		1,399,625,697
Claims Ceded	(172,098,770)	(207,530,682)	(55,625,030)	(146,318,306)	(9,225,000)	-	(31,571,379)	(85,794,779)		(708,163,945)
Gross Change in Contract Liabilities	89,097,158	(24,916,009)	9,369,317	(11,122,137)	125,041,524	608,320	1,456,789	(17,413,515)		172,121,448
Change in Contract liabilities Ceded to Reinsurer	(100,339,685)	76,567,182	(42,066,232)	(149,371,983)	(511,132,246)	173,897,140	433,896,819	(40,680,261)		(159,229,266)
Net Claim Paid	79,402,306	616,519,193	24,975,965	(157,772,210)	(386,060,880)	174,505,460	446,294,445	(43,558,416)	-	704,353,934
Commission Expenses	10,004,441	10,278,226	1,423,759	4,118,269	5,407	64	3,127,276	3,859,284		32,816,726
Service Fees	2,827,681	7,030,772	227,533	98,384	73	23	184,699	206,697		10,575,862
Other Direct Expenses	-	1,431,467	-	-	1,897	-	2,527,368	-		3,960,732
Employee Benefits Expenses	85,116,332	127,390,333	20,251,713	17,889,437	14,509	502,685	9,944,387	20,739,575		281,848,970
Depreciation and Amortization Expenses	-	-	-	-	-	-	-	-		-
Impairment Losses										-
Other Operating Expenses	36,274,315	54,290,369	8,630,741	7,624,002	6,183	214,231	4,238,033	8,838,655		120,116,528
Finance Cost										-
Total Expenses	213,625,075	816,940,360	5,557,780	(128,042,118)	(386,032,811)	175,222,463	466,316,208	(9,914,206)	-	1,153,672,752
Total Segmental Results	276,450,711	195,146,451	245,343,209	93,007,232	341,877,187	(384,418,911)	(408,261,623)	187,918,830	-	547,063,086
Segment Assets	596,205,721	429,283,477	275,599,978	321,323,830	571,812,486	3,503,316	60,155,402	155,887,959	-	2,413,772,169
Segment Liabilities	904,566,797	1,164,489,818	342,748,430	332,494,390	568,767,476	4,970,275	84,041,409	197,402,610	-	3,599,481,211

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

Fig.in NPR

Particulars	Current Year	Previous Year
Segmental Profit	460,022,561	547,063,086
Add: Net Gains/(Losses) on Fair Value Changes	-	-
Add: Net Realised Gains/(Losses)	-	5,223,719
Add: Other Income	3,233,847	1,975,448
Less: Depreciation and Amortization	22,476,161	39,091,179
Less: Impairment Losses	46,575,172	(1,558,089)
Less: Finance Cost	4,940,241	8,097,443
Profit Before Tax	389,264,835	508,631,719

d) Reconciliation of Assets

Particulars	Current Year	Previous Year
Segment Assets	1,737,704,936	2,413,772,169
Goodwill & Intangible Assets	643,959	662,208
Property and Equipment	208,098,817	222,828,431
Investment Properties	48,885,914	49,740,684
Deferred Tax Assets	-	122,305,975
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investments	4,484,824,508	3,505,461,935
Loans	7,509,633	7,301,840
Current Tax Assets	45,971,749	121,790,251
Other Assets	108,047,293	96,431,174
Other Financial Assets	317,208,551	302,325,249
Cash and Cash Equivalents	77,349,108	100,373,762
Total Assets	7,036,244,468	6,942,993,677

e) Reconciliation of Liabilities

Particulars	Current Year	Previous Year
Segment Liabilities	3,090,004,288	3,599,481,211
Provisions	60,991,982	9,550,009
Deferred Tax Liabilities	21,030,302	-
Current Tax Liabilities	-	-
Other Financial Liabilities	158,391,170	170,870,442
Other Liabilities	303,286,150	396,056,562
Total Liabilities	3,633,703,892	4,175,958,224

53 Related Party Disclosure

(a) Identify Related Parties

Holding Company:

N/A

Subsidiaries:

N/A

Associates:

N/A

Fellow Subsidiaries:

N/A

Key Management Personnel: It includes Chairman, Directors and CEO of the company

(b) Key Management Personnel Compensation:

Fig.in NPR

Particulars	Current Year	Previous Year
Short-term employee benefits	11,623,306	14,196,845
Post-employment benefits	-	-
Other long-term benefits	-	-
Termination benefits	-	-
Total	11,623,306	14,196,845

Payment to Chief Executive Officer (CEO)

Particulars	Current Year	Previous Year
Annual salary and allowances	5,537,000	8,178,606
Performance based allowances		
i) Employee Bonus	2,694,346	2,029,951
ii) Benefits as per prevailing provisions	1,398,460	1,774,288
iii) Incentives	-	-
Insurance related benefits		
i) Life Insurance	-	-
ii) Accident Insurance	-	-
iii) Health Insurance (including family members)	-	-
Total	9,629,806	11,982,845

(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, Plant & Equipment						
Current Year						
Previous Year						
Purchase of Property, Plant & 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					1,993,500	1,993,500
Previous Year					1,514,000	1,514,000
Allowances to Directors						
Current Year						
Previous Year						
Others (to be specified)						
Current Year						
Previous Year						

(d) Related Party Balances:

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

54. Leases**(a) Leases as Lessee****(i) Operating Leases:**

The Company has various operating leases ranging from years to years for Non-cancellable periods range from months to months. The leases are renewable by mutual consent and contain escalation clause. Rental expenses for operating leases recognised in the Statement of Profit and Loss for the year is NPR (Ashadh ..., 20X1/ July ..., 20X1: NPR).

(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	23,522,334.55	24,289,811.34
ii) Later than 1 year and not later than 5 years	99,280,854.26	103,999,092.34
iii) Later than 5 years	31,232,882.54	40,928,299.77
Total Future Minimum Lease Payments	155,263,615.86	171,061,978.18
Less: Effect of Discounting	33,640,763.66	44,699,750.05
Finance lease liability recognised	121,622,852.20	126,362,228.13

(b) Leases as Lessor**(i) Operating Lease:**

"The Company has leased out certain office spaces that are renewable on a periodic basis. Rental income received during the year in respect of operating lease is NPR 71,41,174.00 (Falgun 16, 2079/ February 28, 2023: 99,69,507). 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 and not provided for

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

56. Contingent Liabilities

Estimated amount of Contract remaining to be executed in capital accounts and not provided for Fig. in NPR

Particulars	Current Year	Previous Year
Claims against Company not acknowledged as debts		
a) Income Tax	41,916,226.00	-
b) Indirect Taxes	-	-
c) Other (to be Specified)	-	-
Total	41,916,226.00	-

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

This is the statutory reserve under section 39 of Insurance Act 2079. The company is required to appropriate an amount equivalent to 1% of net profit towards CSR fund annually. The position of reserve at the end of reporting period is as follows:

Opening Balance	3,698,756.00
Transferred During the year	2,490,082.00
Closing Balance	6,188,838.00

60. Miscellaneous

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

61. Others

Adjustments to comparative period data

Line of Items and comparative period data have been regrouped as well as added as per requirement of format prescribed by Nepal Insurance Authority. Previous Period Data are not comparable with current year period data in financial statements.

Siddhartha Insurance Limited

Major Financial Indicators

S. N.	Particular	Indicators	Fiscal Year				
			2079/80	2078/79	2077/78	2076/77	2075/76
	Equity:						
1	Net worth	NPR	3,402,540,576.00	2,767,028,603.37	2,437,335,431.12	2,153,745,570.36	1,834,515,828.00
2	Number of Shares	No.s	14,039,200.00	12,880,000.00	11,200,000.00	10,000,000.00	10,000,000.00
3	Book value per shares	NPR	242.36	214.83	217.62	215.37	183.45
4	Net Profit	NPR	272,052,634.04	355,663,625.83	347,825,297.16	335,969,385.54	249,376,946.00
5	Earning per Shares (EPS)	NPR	21.10	27.61	34.40	33.60	29.58
6	Dividend per Shares (DPS)	NPR	-	9.47		3.00	-
7	Market Price per Shares (MPPS)	NPR	651.20	543.70	1,058.00	580.00	455.00
8	Price Earning Ratio (PE Ratio)	Ratio	30.87	19.69	30.76	17.26	15.38
9	Change in Equity	%	22.97	13.53	13.17	17.40	37.00
10	Return on Equity	%	2.79	4.75	5.81	7.74	1.19
11	Capital to Total Net Assets Ratio	%	41.26	46.55	45.95	46.43	54.51
12	Capital to Technical Reserve Ratio	%	50.43	41.31	39.92	50.96	54.13
13	Affiliate Ratio	%	-	-	-	-	-
	Business:						
14	Total Premium Growth Rate						
	Property	%	5.68	12.53	12.45	10.32	15.43
	Motor	%	(4.16)	17.38	19.52	4.38	0.33
	Marine	%	(19.32)	17.97	26.64	(9.50)	(5.80)
	Engineering	%	61.65	1.60	21.98	36.77	4.85
	Micro	%	(100.00)	(99.79)	54.07	6,855.82	2,450.06
	Aviation	%	(100.00)	5.17	13,189.24	(98.79)	(93.76)
	Cattle and Crop	%	1.87	11.62	13.40	(1.74)	31.81
	Miscellaneous	%	30.02	10.88	2.04	(1.80)	14.10
15	Net Premium Growth Rate	%					
	Property	%	22.01	11.35	10.26	2.32	7.66
	Motor	%	11.20	17.23	5.09	(2.33)	(10.17)
	Marine	%	299.81	16.19	22.28	(17.19)	(14.96)
	Engineering	%	428.54	(17.27)	42.29	(1.26)	12.05
	Micro	%	(100.00)	(375,858.49)	50.23	95.91	2,243.72
	Aviation	%	(100.00)	(5,060.46)	72.28	(212.76)	(12.09)
	Cattle and Crop	%	1.87	10.41	11.82	(1.77)	31.81
	Miscellaneous	%	497.01	4.27	(1.45)	6.99	17.88
16	Net Insurance Premium/ Gross Insurance Premium						
	Property	%	41.20	35.69	35.60	35.93	38.72
	Motor	%	68.96	59.43	57.74	65.50	69.96
	Marine	%	59.96	12.10	11.96	11.77	12.49
	Engineering	%	19.04	5.82	6.94	4.88	6.76
	Micro	%	-	5.45	42.14	32.32	91.91
	Aviation	%	-	0.05	2.71	100.00	3.79
	Cattle and Crop	%	20.00	20.00	20.00	20.00	20.00
	Miscellaneous	%	49.28	10.73	11.39	11.79	10.77
17	Reinsurance Commission Income/ Gross Reinsurance Premium	%	23.56	28.15	27.72	19.54	32.67
18	Gross Premium Revenue/ Equity	%	60.62	89.53	90.54	117.37	101.51
19	Net Premium Revenue/ Equity	%	24.17	35.82	36.52	39.13	45.93
20	Gross Insurance Premium/Total Assets	%	29.31	35.68	36.17	51.47	42.27
21	Return on Investments & Loan	%	9.13	8.52	13.54	9.25	9.82
22	Net Profit/ Gross Insurance Premium	%	15.96	14.36	15.76	13.29	13.39
	Expenses:						
23	Reinsurance Ratio	%	47.57	60.00	59.67	66.66	54.75
24	Management expenses/ Gross Insurance Premium	%	15.10	16.29	18.41	15.03	19.79

S. N.	Particular	Indicators	Fiscal Year				
			2079/80	2078/79	2077/78	2076/77	2075/76
25	Agent Related Expenses/ Gross Insurance Premium	%	0.90	1.20	1.53	1.81	2.37
26	Agent Related Expenses/Management Expenses	%	5.99	8.16	8.60	12.05	16.62
27	Employee Expenses/ Management Expenses	%	76.04	69.85	69.48	69.69	49.15
28	Employee Expenses/ Number of Employees	Amt.	715,524.95	667,904.79	871,418.07	749,913.29	586,213.13
29	Expense Ratio (Underwriting Expense/Net Written Premium)	%	11.89	2.88	9.61	12.43	(1.29)
30	Commission Ratio (Commission Expense/Net Written Premium)	%	1.97	2.82	3.65	4.93	5.23
31	Loss Ratio {(Claim Paid + change in reserve)/ (Net Written Premium)}	%	67.89	71.07	63.55	58.68	83.74
32	Combined Ratio (Loss Ratio + Expense Ratio)	%	79.78	73.95	73.16	71.11	82.45
	Assets:						
33	Increment in Investment Held	%	27.94	18.08	9.14	17.23	29.34
34	Return on Assets	%	3.89	5.45	6.32	7.21	6.34
35	Long term Investments/ Total Investments	%	29.55	15.69	14.91	13.77	9.79
36	Short term Investments/Total Investments	%	70.45	84.10	85.04	86.23	90.21
37	Total Investment & Loan/Gross Insurance Contract Liabilities	%	161.37	112.68	105.88	138.62	118.97
38	Investment in Unlisted Shares and Debtors/ Total Net Assets	%	14.11	7.15	8.09	11.28	13.35
39	Investment in Shares/ Total Net Assets	%	11.72	3.46	3.41	4.04	4.81
40	Liquidity Ratio	%	421.58	291.23	342.07	337.76	98.34
	Liabilities:						
41	Solvency Margin	%	2.59	1.89	4.43	3.94	2.43
42	Increment in Gross Insurance Contract Liabilities	%	(10.70)	11.13	42.97	6.21	21.19
43	Net Technical Reserve/ Average of Net Claim Paid for Last 3 Years	%	88.76	67.59	124.80	73.88	160.25
44	Actuarial Provision	Amt.	1,159,006,397	943,213,853	864,614,829	836,312,997	834,197,769
45	Technical Provisions/ Total Equity	%	81.82	112.67	115.10	91.11	100.71
46	Insurance Debt/ Total Equity	%	3.32	8.65	8.90	15.82	21.35
47	Outstanding Claim/ Claim Intimated	%	158.39	78.60	60.02	50.13	52.22
48	No. of Outstanding Claim/ No. of Intimated Claim	%	136.80	65.58	48.43	40.64	37.32
49	Total Number of Inforce Policies	No.s	142,293.00	260,447.00	246,058.00	162,520.00	158,704.00
50	Number of Renewed Policy/ Last Year's Total Number of In Force Policies	%	14.89	19.92	24.70	25.39	19.34
51	Number of Intimated Claim/ Total Number of In Force Policy	%	4.48	5.24	6.82	5.69	5.87
	Others:						
52	Number of Offices	No.s	93.00	94.00	80.00	79.00	76.00
53	Number of Agents	No.s	98.00	197.00	148.00	211.00	153.00
54	Number of Surveyor	No.s	140.00	176.00	115.00	140.00	156.00
55	Number of Employees	No.s	331.00	422.00	324.00	353.00	309.00

Siddhartha Insurance Limited

Annexure IV

Statement of Sum Assured

S.N.	Insurance Types	Existing Insurance Policies Numbers		Insured Amount against Existing Insurance Policies		"Insured Risk Ceded to Re-Insurer"		Net Insured Risk Retained by Insurer	
		Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
1	Fire	32,333	48,891	268,012,861,842	414,873,895,288	115,457,405,489	199,461,771,439	152,555,456,353	215,412,123,849
2	Motor	90,327	174,559	41,772,216,486	65,317,956,499	8,607,673,411	13,437,896,629	33,164,543,075	51,880,059,870
3	Marine	10,470	17,071	54,508,569,673	117,584,732,417	27,719,180,440	104,301,124,715	26,789,389,233	13,283,607,702
4	Engineering	1,353	2,150	21,450,281,874	27,182,503,893	16,837,964,720	27,128,756,881	4,612,317,154	53,747,012
5	Micro	-	87	-	125,400,000	-	121,960,000	-	3,440,000
6	Aviation	-	3	-	-	-	-	-	-
7	Cattle and Crop	2,451	5,167	1,472,765,486	2,280,653,694	1,178,212,389	1,824,522,955	294,553,097	456,130,739
8	Miscellaneous	5,359	12,519	140,733,180,236	169,076,560,480	30,366,456,757	158,739,478,011	110,366,723,479	10,337,082,469
	Total	142,293	260,447	527,949,875,597	796,441,702,271	200,166,893,206	505,015,510,630	327,782,982,390	291,426,191,641



नेपाल बीमा प्राधिकरण
NEPAL INSURANCE AUTHORITY

वि. वि. शा. : १२९ (२०८०/०८१) च.नं. ४३९२

श्री सिद्धार्थ प्रिमियर इन्स्योरेन्स कम्पनी लिमिटेड,
अवरमहल, काठमाण्डौं।



सिद्धार्थ प्रिमियर इन्स्योरेन्स कम्पनी लिमिटेड

आन्तरिक दावाहरूको लागि

मिति: २०८०/०९/१२

४/१०/०८

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

तहाँको मिति २०८०/०९/१२ (च.नं.३६७९-२०८०/८१) को पत्र साथ प्राधिकरणमा पेश भएको आ.व. २०७९/८० को वित्तीय विवरण सम्बन्धमा लेखिदैछ।

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

शर्तहरू:

१. बीमकले जोखिम व्यवस्थापन समितिलाई प्रभावकारी बनाउन प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन सम्बन्धी कार्य गर्ने।
२. बीमकले लेखा परीक्षण समितिलाई प्रभावकारी बनाई आन्तरिक नियन्त्रण प्रणालि सुदृढ बनाउने।
३. बीमकको जोखिमाङ्कन तथा दाबी भुक्तानी प्रक्रिया प्रभावकारी गराउने।
४. प्राधिकरणको स्थलगत निरीक्षण क्रममा देखिएका कैफियत तथा लेखापरीक्षकले औल्याएका कैफियतहरू सुधार गर्न तथा त्यस्ता कैफियतहरू पुनः दोहोरिन नदिन आवश्यक व्यवस्था गर्ने।
५. बीमकले प्राधिकरणबाट वित्तीय विवरण स्वीकृत भएको मितिले ६०(साठी) दिन भित्र साधारण सभा गर्ने।

Siddhartha Premier Insurance Ltd.
Received No. २०६९/१८०/४
Date १८/१०/२०८०
Time

(सुशील देव सुवेदी)
निर्देशक

नेपाल बीमा प्राधिकरणको शर्तहरूको व्यवस्थापनद्वारा प्रत्युत्तर

कम्पनीको आर्थिक वर्ष २०७९।८० को वित्तीय विवरण ३० औं वार्षिक साधारण सभा प्रयोजनको लागि प्रकाशन गर्न नेपाल बीमा प्राधिकरणबाट स-शर्त स्वीकृति प्रदान गर्दा उल्लेख गरिएका शर्तहरूको सम्बन्धमा व्यवस्थापनको तर्फबाट देहाय बमोजिमको प्रत्युत्तर रहेको व्यहोरा अनुरोध गर्दछौं ।

१. बीमकले जोखिम व्यवस्थापन समितिलाई प्रभावकारी बनाउन प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन सम्बन्धी कार्य गर्ने ।

प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन सम्बन्धी कार्य गर्न बीमकको जोखिम व्यवस्थापन नीति तयार गरी कार्यान्वयन गरिसकिएको व्यहोरा जानकारीको लागि अनुरोध गर्दछौं ।

२. बीमकले लेखा परीक्षण समितिलाई प्रभावकारी बनाई आन्तरिक नियन्त्रण प्रणाली सुदृढ बनाउने ।

बीमकले लेखा परीक्षण समितिलाई प्रभावकारी बनाई आन्तरिक नियन्त्रण प्रणाली सुदृढ बनाउदै लगिने व्यहोरा जानकारीको लागि अनुरोध गर्दछौं ।

३. बीमकको जोखिमाङ्कन तथा दाबी भुक्तानी प्रक्रिया प्रभावकारी गराउने ।

कम्पनीको जोखिमाङ्कन तथा दाबी भुक्तानी प्रक्रिया प्रभावकारी गराउन विस्तृत Underwriting Manual तथा Claim Manual बनाई लागू गरेको व्यहोरा जानकारीको लागि अनुरोध गर्दछौं ।

४. प्राधिकरणको स्थलगत निरीक्षण क्रममा देखिएका कैफियत तथा लेखापरीक्षकले औल्याएका कैफियतहरू सुधार गर्न तथा त्यस्ता कैफियतहरू पुनः दोहोरिन नदिन आवश्यक व्यवस्था गर्ने ।

कैफियतहरू सुधार गर्न तथा त्यस्ता कैफियतहरू पुनः दोहोरिन नदिन कम्पनी प्रतिबद्ध रहेको व्यहोरा जानकारीको लागि अनुरोध गर्दछौं ।

५. बीमकले प्राधिकरणबाट वित्तीय विवरण परिस्कृत भएको मितिले ६० दिनभित्र सभा गर्ने ।

कम्पनीले मिति २०८०।१।३० गतेका दिन साधारण सभाको लागि मिति तय गरेको व्यहोरा जानकारीको लागि अनुरोध गर्दछौं ।

सिद्धार्थ प्रिमियर इन्स्योरेन्स लिमिटेडको

संशोधित प्रवन्ध पत्रको तीन महले

दफा	हालको व्यवस्था	दफा	संशोधित व्यवस्था	संशोधन गर्नु पर्ने कारण
१.ख	कम्पनीको मूल कार्यालय : कम्पनीको रजिष्टर्ड कार्यालय काठमाण्डौ जिल्ला का.म.न.पा.वडा नं. १ नारायण चौर नक्सालमा रहनेछ । कम्पनीले कम्पनी रजिष्ट्रार कार्यालयलाई जानकारी दिई उक्त स्थान हेरफेर गर्न सक्नेछ ।	१.ख	कम्पनीको रजिष्टर्ड कार्यालय : यस कम्पनीको रजिष्टर्ड कार्यालय काठमाण्डौ जिल्ला काठमाण्डौ महानगर पालिका वडा नं. ११ बबरमहल हनुमान स्थानमा रहनेछ .	रजिष्टर्ड कार्यालय स्थानान्तरणको कारण

सिद्धार्थ प्रिमियर इन्स्योरेन्स लिमिटेडको

संशोधित नियमावलीको तीन महले

नियम	हालको व्यवस्था	नियम	संशोधित व्यवस्था	संशोधन गर्नु पर्ने कारण
२	कम्पनीको मूल कार्यालय : कम्पनीको रजिष्टर्ड कार्यालय काठमाण्डौ जिल्ला का.म.न.पा.वडा नं. १ नारायण चौर नक्सालमा रहनेछ । कम्पनीले कम्पनी रजिष्ट्रार कार्यालयलाई जानकारी दिई उक्त स्थान हेरफेर गर्न सक्नेछ ।	२.	कम्पनीको रजिष्टर्ड कार्यालय : यस कम्पनीको रजिष्टर्ड कार्यालय काठमाण्डौ जिल्ला काठमाण्डौ महानगर पालिका वडा नं. ११ बबरमहल हनुमान स्थानमा रहनेछ ।	रजिष्टर्ड कार्यालय स्थानान्तरण भएकोले

BRANCHES AND SUB-BRANCHES

Koshi Province			
Branch	Number	Location	Email
Birat Chowk	021-547178	Birat Chowk Morang	brc-b@spil.com.np
Biratanagar	021-590085, 021-523277	Sani Mandir, Biratnagar	brt-b@spil.com.np
Biratanagar	021-450240, 021-518417	Traffic chowk, Biratnagar	brt-a@spil.com.np
Pathari Branch	021-555022	Patharisanischare-1, Morang	pth@spil.com.np
Birtamod	023-532848, 023-535864	Mukti Chowk, Hanuman Complex Birtamod	btm@spil.com.np
Chandragadhi	023-452098	Chandragadhi, Jhapa	chg@spil.com.np
Damak	023-576065, 023-576052	Damak, Jhapa	dmk-a@spil.com.np
Dhankuta	026-522384	Dhankuta Bazar	dnk@spil.com.np
Dharan	025-537599	Dharan, Sunsari	drn@spil.com.np
Duhabi	025-542354	Duhabi, Inaruwa Road, Sunsari	dub@spil.com.np
Jhumka	025-590434	Ghimire Market, Jhumka	jmk@spil.com.np
Gaighat	035-422280, 035-422382	Gaighat, Udayapur	gggt@spil.com.np
Katari	9852836234	Katari, Udayapur	ktr@spil.com.np
Illam	027-520276	Illam Chowk Bazaar	ilm-b@spil.com.np
Inaruwa	025-566039	Inaruwa, Sunsari	inr@spil.com.np
Itahari	025-585566, 025588322	Itahari	itr@spil.com.np
Kanchanbari	021-460615	Kanchanbari, Biratnagar Morang	kcb@spil.com.np
Khandbari	029-561180	Bhanu Chowk, Khandbari 01, Sankhuwasabha	kdb@spil.com.np
Phidim	024-522264	Mainline 1, Phidim	pdm@spil.com.np
Surunga	023-590346	Opposite to Purba Bus Stand, Surunga, Jhapa	srg@spil.com.np
Urlabari	021-542635	Urlabari, Morang	ulb@spil.com.np
Madhesh Province			
Branch	Number	Location	Email
Birgunj, Birta	051-534454, 526344	Udhyog Baniyya sangh, Birta	brj@spil.com.np
Birgunj, Adarsanagar	051-529769, 051533359	Rastriya Baniyya Bank Building, Adarshanagar	brg@spil.com.np
Bardibas, Mahatari	044-550619, 044-550725	Bardibas, Na. Pa -1, Mahatari	bdb-b@spil.com.np
Birgunj, shreepur	051-591811	Powerhouse chowk, Birgunj 16, parsu	spr@spil.com.np
Chapur, Rautahat	055-540336, 540251	Chandrapur Nagarpalika ward no. 04, Rautahat	cpr@spil.com.np
Golbazar, Siraha	033-540655	Golbazar, NA.PA - 4, Mainroad	gbz@spil.com.np
Harion, Sarlahi	046-560279	Harion - 11, Krishnachowk, Sarlahi	hwn@spil.com.np
Janakpur, Bhanuchowk	041-590090	Bhanu Chowk, Janakpur	jnk-b@spil.com.np
Janakpur, Mills-area	041-590434	Mills-area - 1, janakpur	jnk-a@spil.com.np
Jeetpur simara, Bara	053- 412260	Jeetpursimara - 7, Giri market	jpr@spil.com.np
Kalaiya, Bara	053-551834	Bharatchowk - 6, kalaiya	kly-a@spil.com.np
Kshireswor, Dhanusha	9854025702	Kshireswornath Na.Pa.-5, Dhanusha	ksh@spil.com.np
Lahan, Siraha	033-564240, 033-565224	Lahan, Na. Pa. - 3, Siraha	lhn-a@spil.com.np
Lalbandi, Sarlahi	046-501405	Amatya complex, Lalbandi - 7	lbd@spil.com.np
Mirchaiya, Siraha	033-550125	Mirchaiya-6, siraha	mch@spil.com.np
Nijgadh, Bara	053-540498	Nijgadh - 7, Sahidchowk	ngh@spil.com.np
Rajbiraj, Saptari	031-531808, 532838	Rajbiraj - 6, saptari	raj@spil.com.np
kolhabi Branch	9864133153	kolhabi Bara	khh@spil.com.np
Bagmati Province			
Branch	Number	Location	Email
Bagmati Province office	014513543, 4510648	Narayan Chaur, Naxal, Kathmandu	ktn-b@spil.com.np

Banepa	011-662156, 011-664161	Banepa, Kavre	bnp-a@spil.com.np
Battar	010561897	Battar Bazaar	tre@spil.com.np
Bhandara	056-583339	Bhandara, Chitwan	bhd@spil.com.np
Chabahil	01-4591939, 01-4591940	Kumari Bhawan, Mitrapark, Chabahil	chb@spil.com.np
Chanauli	056-591897	Chitwan	cli@spil.com.np
Dhadingbesi	010-521259	Dhading	dhg-a@spil.com.np
Dolakha	049-421439	Dolakha, Charikot	dlk@spil.com.np
Galchhi	9851365398	Dhading	gch@spil.com.np
Gatthaghar	01-6634309, 01-6634194	Gatthaghar, Bhaktapur	bkt@spil.com.np
Gwarko	01 5201650	Gwarko, Lalitpur	gko@spil.com.np
Hakimchowk	056-595680	KirtipurChitawan	hkm@spil.com.np
Head Office	01-5705766, 015707190	Babrmahal Hanumansthan, Kathmandu	siddharthapremier@spil.com.np
Hetauda	057-524434, 057-526890	Bank Road, Hetauda	htd-a@spil.com.np
Jorpati	01-4916939	Jorpati, Kathmandu	jpt@spil.com.np
Kalimati	01-5389632, 015388465	Kalimati, Kathmandu	kmt@spil.com.np
Kirtipur	01- 4330076,433076	Kirtipur, Kathmandu	ktp-a@spil.com.np
Kumaripati	015426557	Kumaripati, Lalitpur	ptn@spil.com.np
Ekantakuna	015420676	Ekantakuna, Lalitpur	eku@spil.com.np
Narayangarh Sahid Chowk	056-490122, 056-490620	Shahid Chowk, Narayangarh, Chitawan	ngt@spil.com.np
Narayanghat Lions Chowk	056-596097, 056-596173	Lions Chowk, Narayangarh, Chitwan	nrg@spil.com.np
Kholesimal	056-494403	Kholesimal, Chitwan	ksm@spil.com.np
New Baneshwor	14792445	Shankhamul, Marga, New Baneshwor	bnw@spil.com.np
Newroad	01-5329617, 01-5363045	Newroad, Kathmandu	knr@spil.com.np
Parsa Bazar	056-583339, 056582710	Parsa Bazar, Chitawan	psa@spil.com.np
Pulchowk	01-5447968, 015447969	Pulchowk, Lalitpur	ltp@spil.com.np
Ramechhap	048-540581	Manthali, Ramechhap	rmc@spil.com.np
Samakhushi	01-4960306, 01-4965582	B.L. Complex Samakhushi, Kathmandu	sks@spil.com.np
Sanobharyang Yatayat counter	9851228470	Sanobharayang	csw@spil.com.np
Satungal	01-5108520	Satungal, Kathmandu	sgl@spil.com.np
Satungal Yatayat Countre	984920000	Satunga, Kathmandu	csg@spil.com.np
Sindhuli	047-521220	1 No. Bazzar, Sindhuli.	snd@spil.com.np
Suryabinayak	016610551, 016610552	Suryabinayak, Bhaktapur	sbn@spil.com.np
Swayambhu	01-5247356	Swayambhu, Kathmandu	swb@spil.com.np
Tandi	056-593326	Tandi, Chitawan	tnd@spil.com.np
Thapathali	015366975	Thapathali, Kathmandu	tpl@spil.com.np
Uttardhoka Naxal	01-4531281, 01-4531282	Uttardhoka Naxal, Kathmandu	kmd@spil.com.np
Pepsicola	014539353, 014518094	Pesiscola, Kathmandu	pcl@spil.com.np
Ekantakuna Yatayat Counter	9851087624	Ekantakuna, Kathmandu	cek@spil.com.np

Gandaki Province

Branch	Number	Location	Email
Bagar Branch	061-552792	Pokhara, Bagar	bgr@spil.com.np
Baglung Branch	068-520104	Balmandir Road , Baglung	bag@spil.com.np
Besisahar Branch	066-521098 , 521025	Besisahar , Lamjung	bsh-a@spil.com.np
Buddhachowk Branch	061-584100, 591119	Buddhachowk, Pokhara	bck@spil.com.np
Daldale Branch	078-575347	Nawalpur , Daldale	dld@spil.com.np
Damauli Branch	065-565529, 065-564425	Nim Chowk, Damauli	damauli@spil.com.np
Dulegauda Branch	065-414230	Dulegaunda, Bipi Chowk, Tanahun	dlg@spil.com.np
Gaidakot Branch	078-501333	Nawalpur, Gaidakot	gkt@spil.com.np

Gorkha Branch	064-420443 ,420569	Haramtari,Gorkha	gkh@spil.com.np
Kawasoti Branch	078 541065 , 540689	Savapati Chowk, Highway Line, Nawalpur	kst@spil.com.np
Kushma Branch	067-421310	Kushma, Parbat	kus@spil.com.np
Pokhara Newroad	061-543181, 582120	Newroad, Pokhara	pkp@spil.com.np
Prithivichwok Branch	061-590960, 061583659	Prithivichwok , Pokhara	pcp@spil.com.np
Talchwok Branch	061-564646 , 561217	Pokhara Talchwok	tck@spil.com.np
Walling Branch	063-441719	Walling , Syangja	wlg-b@spil.com.np
Manang Branch	066-440187	Manang , Chame	mng@spil.com.np
Lumbini Province			
Branch	Number	Location	Email
Arghakhanchi Branch	077-420781	Sandhikharkha, Arghakhanchi	akh@spil.com.np
Bardaghat Branch	078-580835	Bardaghat, Nawalparasi	bdg@spil.com.np
Bhairahawa Branch	071-437956,071-438208	Parahari Tole Bhairahawa, Ruapndehi	bhw-a@spil.com.np
Bijuar Branch	086-460058	Bijuar, Pyuthan	bjw@spil.com.np
Butwal Branch	071-437955, 071-437956	Rajmarga Chauraha, Butwal, Rupandehi	btl-a@spil.com.np
Khairani Branch	071-577367	Devdaha-05, khairani, Rupandehi	krm@spil.com.np
Chandrauta Branch	076-540700	Chandrauta, Kapilvastu	cht@spil.com.np
Ghorahi Branch	082-563137, 082-560676	Sahid chowk ,Ghorahi, Dang	dng@spil.com.np
Gulariya Branch	084-420278	Guleriya,Bardiya	gya@spil.com.np
Jeetpur Branch	076-550456	Jeetpur , Kapilvastu	jtp@spil.com.np
Koholpur	081-540182, 081-542050	Kohalpur, Banke	klp@spil.com.np
Lamahi Branch	082-540857	Lamahi, Dang	lmh@spil.com.np
Manigram Branch	071-561840	Manigram Rupndehi	mgm-a@spil.com.np
Murgiya Branch	071-440315	Sainamaina Municipality, Murgiya, Rupandehi	mga@spil.com.np
Nepalgunj Branch, Pushpalal Chowk	081-535156, 081-535157	Pushpalal Chowk,Nepalgunj, Banke	npg@spil.com.np
Palpa Branch	075-520229	Hulak Chowk,Tansen, Palpa	plp-a@spil.com.np
Parasi Branch	078-520305	Parasi, Nawalparasi	psi@spil.com.np
Sunawal Branch	078-570398	Sunawal, Nawalparasi	snl@spil.com.np
Tamgash Branch	079-520642	Tamghas, Gulmi	tmg@spil.com.np
Taulihawa Branch	076-560060	Hospital line, Taulihawa, Kapilvastu	tlh@spil.com.np
Trafficchowk Branch	071-531480	Trafficchowk,Butwal, Ruapndehi	tcb@spil.com.np
Gulariya	84420278	Radhakrishna chowk, Gulariya Bardiya	gya@spil.com.np
Tulsipur Branch	082-522524	Tulsipur, Dang	tlp@spil.com.np
Karnali Province			
Branch	Number	Location	Email
Chinchu	083-590521	Bheriganga-10, Chhinchu Surkhet	chi@spil.com.np
Surkhet	083-525097, 521540	Birendranagar 03, Yari Chowk, Surkhet	surkhet@spil.com.np
Surkhet Yatayat Counter	083-525097	Birendranagar 03, Yari Chowk, Surkhet	surkhet@spil.com.np
Sudurpaschim Province			
Branch	Number	Location	Email
Lamki	091-590800	Lamki	lmk@spil.com.np
Attariya	091-550260, 091-550294	Attariya	att@spil.com.np
Dhangadhi	091-526069, 091-520410	Main Road, Dhangadhi	dhi@spil.com.np
Jhalari	099-590165	Jhalari, Kanchanpur	jli@spil.com.np
Mahendranagar	099-523126, 099-521773	Mahendranagar	mhn-a@spil.com.np
Tikapur	091-560789, 091-560640	Tikapur	tkp-b@spil.com.np
Dipayal Yatayt counter	9848606218	Dipayal,Rajpur, Doti	dipayal@spil.com.np

Note:

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सिद्धार्थ प्रिमियर इन्स्योरेन्स लि. का गतिविधिहरू



सिद्धार्थ प्रिमियर इन्स्योरेन्स लि. का गतिविधिहरू



SENIOR MANAGEMENT TEAM



**Mr. Birendra Bahadur
Baidawar Chhetry**
Chief Executive Officer (CEO)



Mr. Yogesh Krishna Shrestha
Deputy Chief Executive Officer
(DCEO)



Mr. Deepak Kumar Dhoot
Deputy General Manager
(DGM)



Mr. Nawaraj Parajuli
Assistant General Manager (AGM)
Head- Claim



Mrs. Kabita Joshi
Assistant General Manager (AGM)
Head-Re insurance



Mr. Ramji Dhakal
Assistant General Manager (AGM)
Head - Marketing



Mr. Manoj Dhaurali
Chief Manager
Head -Investment,
Risk Management and Compliance



Mrs. Sarala Prasai
Chief Manager
Head-Underwriting



Mr. Rajesh Prasad Shrestha
Chief Manager
Head- IT



Mr. Bharat Sunam
Chief Manager
Head-Human Resource and Branding



Ms. Jyotshana Bohara Pandey
Chief Manager
Marketing Department

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Siddhartha Premier Insurance Ltd.

TRUST AND SECURITY

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