



नेपाल पुनर्बीमा कम्पनी लिमिटेड Nepal Reinsurance Co. Ltd.

(An undertaking of Nepal Government)



ANNUAL REPORT
2022/23

www.nepalre.com.np

Board of Directors



Mr. Ishwori Prasad Aryal
Chairman
(Representative of Government of Nepal)
Appointment Date :2022-12-05



Mr. Navaraj Mudvari
Director
(Representative of public Shareholders)
Appointment Date :2021-01-13



Mr. Madan Pokhrel
Director
(Representative of Government of Nepal)
Appointment Date :2021-10-25



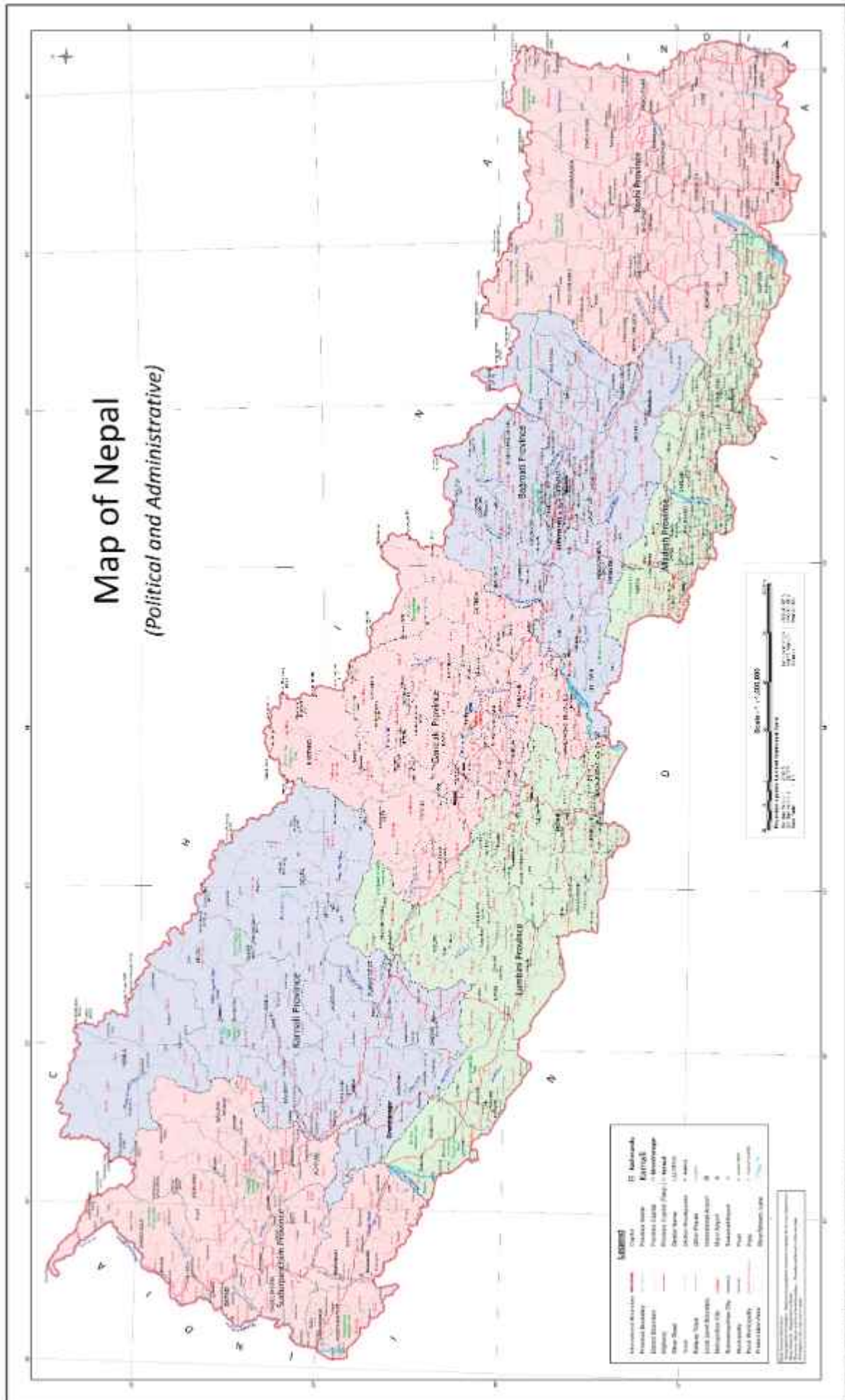
Mrs. Anita Rayamajhi Tandan
Director
(Independent Director)
Appointment Date :2022-08-24



Mrs. Dinuka Pokhrel
Director
(Representative of Life, Non-life and other Incorporated company)
Appointment Date :2023-06-30



Mr. Ishwar Pradhan
Chief Manager
Company Secretary



Nepal Re at a Glance



First
Reinsurance
Company of Nepal



Promoted by
Government of Nepal and
Insurance Companies
of Nepal



Public-Private
Partnership
Model



Composite
Reinsurer



FSR
AA- Stable Rating
by ICRANP-IR



QMS
ISO 9001:2015
Certified Company



3.65
Solvency Ratio



NRs **18.32** Billion
Net Worth



4.89%
Management
Expense Ratio



73.00%
Loss Ratio

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नेपाल पुनर्बीमा कम्पनी लिमिटेड

थापाथली, काठमाडौं

नवौं वार्षिक साधारण सभा सम्बन्धी सूचना

(प्रथम पटक प्रकाशित मिति २०८१।०१।२७ गते)

सञ्चालक समितिको मिति २०८१।०१।२६ गते साँझ ०५:१५ मा बसेको ५२० औं बैठकको निर्णयानुसार देहायका विषयहरूमा छलफल तथा निर्णय गर्नको लागि निम्न मिति, स्थान र समयमा कम्पनीको आर्थिक वर्ष २०७९/८० को नवौं वार्षिक साधारण सभा बस्ने भएको हुँदा सम्पूर्ण शेयरधनी महानुभावहरूको उपस्थितिका लागि यो सूचना प्रकाशित गरिएको छ।

१. साधारण सभा हुने मिति, स्थान र समय:

मिति : २०८१/०२/१७ गते विहीवार।

स्थान : अनुपम फुडल्याण्ड एण्ड व्याङ्क्वेट, बत्तीसपुतली, काठमाडौं।

समय : विहान ९:३० बजे।

२. छलफलका विषय:

क. सामान्य प्रस्तावहरू:

१. आर्थिक वर्ष २०७९/८० को सञ्चालक समितिको वार्षिक प्रतिवेदन छलफल गरी पारित गर्ने।
२. लेखा परीक्षकको प्रतिवेदन सहित २०८० असार मसान्तको बासलात, आ.व. २०७९/८० को नाफा/नोक्सान हिसाब तथा नगद प्रवाह विवरण र वित्तीय विवरणसँग सम्बन्धित अनुसूची छलफल गरी पारित गर्ने।
३. कम्पनीको चुक्ता पूँजी रु. १२,८१,३५,४३,७५०/- (अक्षरेपी बाह्र अर्ब एकासी करोड पैतीस लाख त्रिचालीस हजार सात सय पचास) मात्र को ०.२५ (शून्य दशमलव दुई पाँच) प्रतिशत नगद लाभांश (कर प्रयोजनार्थ) वितरण गर्न स्वीकृति प्रदान गर्ने।
४. कम्पनी ऐन, २०६३ को दफा १११ अनुसार आर्थिक वर्ष २०८०/८१ को लागि बाह्य लेखापरीक्षकमा टि.आर. उपाध्याय एण्ड कम्पनी, चार्टर्ड एकाउन्टेन्ट्स, काठमाडौंलाई नियुक्त गर्ने र पारिश्रमिक निर्धारण गर्ने।
५. समिति तथा उपसमितिको बैठक भत्ता अनुमोदन गर्ने।
६. नियमावलीको नियम २७ को उपनियम (२) (ख) अनुसार नेपाल सरकार वाहेकका संस्थागत लगानीकर्ताबाट सञ्चालक समितिमा प्रतिनिधित्व गर्न एकजना सञ्चालकको निर्वाचन गर्ने।

ख. विशेष प्रस्तावहरू:

१. कम्पनीको चुक्ता पूँजी रु. १२,८१,३५,४३,७५०/- (अक्षरेपी बाह्र अर्ब एकासी करोड पैतीस लाख त्रिचालीस हजार सात सय पचास) मात्र को ४.७५ (चार दशमलव सात पाँच) प्रतिशतका दरले हुन आउने रु.६०,८६,४३,३२८/- (अक्षरेपी साठी करोड छयासी लाख त्रिचालीस हजार तीन सय अठ्ठाईस) मात्र बोनस शेयर वितरण गर्न स्वीकृति प्रदान गर्ने। बोनस शेयर वितरण पश्चात कम्पनीको साविक जारी तथा चुक्ता पूँजी वृद्धि भई रु. १३,४२,२१,८७,०७८/- (अक्षरेपी तेह्र अर्ब बयालीस करोड एक्काईस लाख सतासी हजार अठहत्तर) मात्र कायम हुने हुँदा सोही अनुसार प्रबन्धपत्रको दफा ६(२) र ६(३) संशोधन गर्ने।
२. कम्पनी ऐन, २०६३ को दफा १०५ को (१)(ग) अनुसार सञ्चालक समितिको निर्णय बमोजिम संस्थागत सामाजिक उत्तरदायित्व अन्तर्गत गरिएका खर्चलाई अनुमोदन गर्ने।
३. कम्पनीको प्रबन्धपत्र/नियमावलीको प्रस्तावित संशोधनमा नेपाल सरकार वा नियमनकारी निकायबाट कुनै फेरबदलको सुझाव प्राप्त भएमा सोही बमोजिम आवश्यक कार्य गर्न सञ्चालक समितिलाई अक्षियारी प्रदान गर्ने।

ग. विविध:

सञ्चालक समितिको आज्ञाले,

(इश्वर प्रधान)

कम्पनी सचिव

साधारण सभा सम्बन्धी सामान्य जानकारी

१. साधारण सभा प्रयोजनको निमित्त मिति २०८१।०२।०६ गते आइतवार शेयरधनी दर्ता पुस्तिका बन्द (Book Close) गरिनेछ ।
२. नेपाल स्टक एक्चेन्ज लिमिटेडमा मिति २०८१।०२।०५ गतेसम्म कारोबार भई नियमानुसार शेयर नामसारी भएका शेयरधनी मात्र साधारण सभामा भाग लिन योग्य हुनेछन् ।
३. सभामा भाग लिन इच्छुक शेयरधनी महानुभावले शेयर प्रमाणपत्र वा हितग्राही खाता (DEMAT) खोलिएको प्रमाण, नागरिकता वा अन्य परिचय खुल्ने फोटो सहितको परिचयपत्र साथमा लिई आउनु पर्नेछ ।
४. सभामा भाग लिने प्रत्येक शेयरधनी महानुभावहरूले सभा स्थलमा रहेको हाजिरी पुस्तिकामा दस्तखत गर्नु पर्नेछ । हाजिरी पुस्तिका बिहान ८:३० बजेदेखि खुल्ला रहनेछ ।
५. सभामा भाग लिनको लागि आफ्नो प्रतिनिधि (प्रोक्सी) नियुक्त गर्न चाहने शेयरधनीले आफ्नो सम्पूर्ण शेयरको एउटै प्रतिनिधि हुने गरी प्रचलित कम्पनी कानूनले तोकेको ढाँचामा प्रतिनिधिपत्र (प्रोक्सी) फाराम भरी सभा शुरु हुनुभन्दा कम्तीमा ७२ घण्टा अगाडि अर्थात मिति २०८१।०२।१४ गते बिहान ९:०० बजे भित्र कम्पनीको शेयर रजिष्ट्रारको कार्यालय श्री आरबिबि मर्चेन्ट बैकिङ लि., टेकु, काठमाडौंमा दर्ता गरिसक्नु पर्नेछ । कम्पनीका शेयरधनीहरूलाई मात्र प्रोक्सी नियुक्त गर्न सकिनेछ । एकभन्दा बढी व्यक्तिलाई शेयर विभाजन गरी वा अन्य कुनै किसिमबाट छुट्टयाएर दिइएको प्रोक्सी बदर हुनेछ ।
६. सभामा भाग लिनको लागि प्रतिनिधि (प्रोक्सी) नियुक्त गरिसके पछि प्रतिनिधि फेरबदल गर्न चाहेमा पहिले दिएको प्रतिनिधि (प्रोक्सी) बदर गरी यो प्रतिनिधि (प्रोक्सी) लाई मान्यता दिइयोस् भन्ने छुट्टै पत्र सहित प्रोक्सी फाराम सभा शुरु हुनुभन्दा कम्तीमा ४८ घण्टा अगाडि अर्थात मिति २०८१।०२।१५ गते बिहान ९:०० बजे भित्र कम्पनीको शेयर रजिष्ट्रारको कार्यालय श्री आरबिबि मर्चेन्ट बैकिङ लि., टेकु, काठमाडौंमा प्राप्त हुने गरी दर्ता गराएको अवस्थामा अधिल्लो प्रतिनिधिलाई स्वतः बदर भएको मानी पछिल्लो प्रतिनिधि (प्रोक्सी) लाई मान्यता दिइनेछ ।
७. प्रतिनिधि नियुक्त गरी सकेको शेयरधनी आफैँ सभामा उपस्थित भई हाजिरी पुस्तिकामा दस्तखत गरेमा निजले दिएको प्रतिनिधि (प्रोक्सी) स्वतः बदर हुनेछ ।
८. संयुक्त रूपमा शेयर ग्रहण गर्ने शेयरधनीको हकमा शेयर लगत किताबमा पहिले नाम उल्लेख भएको व्यक्ति वा सर्वसम्मत नियुक्त प्रतिनिधिले मात्र सभामा भाग लिन पाउने छन् ।
९. नाबालक तथा मानसिक सन्तुलन ठीक नरहेको शेयरधनीको तर्फबाट शेयर लगत दर्ता किताबमा संरक्षकको रूपमा नाम दर्ता भएको व्यक्तिले सभामा भाग लिन तथा प्रतिनिधि नियुक्त गर्न सक्ने छन् ।
१०. संगठित संस्थाका शेयरधनी भएमा त्यस्तो संगठित संस्थाको तर्फबाट कम्पनीको साधारण सभामा उपस्थित हुनको लागि प्रचलित कानून बमोजिम मनोनित व्यक्तिले शेयरधनी संस्थाको आधिकारिक पत्रका साथ प्रोक्सी फाराममा संस्थाको छाप र आधिकारिक व्यक्तिको दस्तखत भएको कागजात पेश गर्नु पर्नेछ ।
११. माथिको बुँदा नं. ५ र ६ मा उल्लिखित दिन कुनै सावंजनिक बिदा पर्न गए पनि सो दफामा उल्लेखित प्रयोजनको निमित्त कार्यालय कक्ष खुल्ला रहनेछ ।
१२. शेयरधनी महानुभावको जानकारीका लागि कम्पनीको संक्षिप्त आर्थिक विवरण यसै सूचनासाथ प्रकाशित गरिएको छ । साथै आ.व. २०७९/८० को वार्षिक प्रतिवेदन कम्पनीको वेबसाइटमा प्रकाशित गरिने छ । प्रतिवेदन आवश्यक हुने महानुभावलाई वेबसाइटबाट डाउनलोड गरी लिन हुन अनुरोध गरिन्छ ।
१३. छलफलको विषय अन्तर्गत विविध शिर्षक सम्बन्धमा शेयरधनी महानुभावले छलफल गर्न चाहनु भएको विषयवारे मिति २०८१।०२।१६ गते कार्यालय समय भित्र कम्पनी सचिव मार्फत संचालक समितिको अध्यक्षलाई लिखित जानकारी दिनु पर्नेछ ।
१४. कम्पनीको सञ्चालक पदको निर्वाचन सम्बन्धी सम्पूर्ण सूचना एवं जानकारी थापाथली, काठमाडौं स्थित यस कम्पनीको कार्यालयमा अवस्थित निर्वाचन अधिकृतको कार्यालयमा र यस कम्पनीको सूचना पाटी तथा वेबसाइटमा राखिनेछ ।
१५. साधारण सभा सम्बन्धी थप जानकारी आवश्यक परेमा कार्यालय समयभित्र कम्पनी सचिवलाई सम्पर्क राख्न अनुरोध गरिन्छ ।



अनुसूची- २७
(दफा ७१ को उपदफा (३) सँग सम्बन्धित)
प्रतिनिधि नियुक्त गर्ने फाराम (प्रोक्सी)

श्री सञ्चालक समिति,
नेपाल पुनर्बीमा कम्पनी लिमिटेड,
थापाथली, काठमाडौं।

विषय : प्रतिनिधि नियुक्त गरेको।

महाशय,

..... जिल्ला न.पा./गा.पा., वडा नं. वस्ने म/हामी ले त्यस
कम्पनीको शेयरधनीको हैसियतले संवत् २०८१ साल जेठ १७ गते बिहीवारका दिन हुने नवौं वार्षिक साधारण सभामा म/हामी
स्वयम् उपस्थित भई छलफल तथा निर्णयमा सहभागी हुन नसक्ने भएकाले उक्त सभामा मेरो/हाम्रो तर्फबाट भाग लिन तथा
मतदान गर्नका लागि जिल्ला न.पा./गा.पा., वडा नं. वस्ने श्री
..... लाई मेरो/हाम्रो प्रतिनिधि नियुक्त गरी पठाएको छु/पठाएका छौं।

प्रतिनिधि नियुक्त भएको व्यक्तिको हस्ताक्षरको नमूना :	निवेदक :
शेयरधनी भए शेयर प्रमाणपत्र नं.//	दस्तखत : नाम
Demat Account no. :	: ठेगाना
नागरिकताको प्रमाणपत्र नं. :	: शेयर प्रमाणपत्र
मिति :	नं...../
	Demat Account no. :
	शेयर संख्या :

नोट : यो निवेदन साधारण सभा हुनुभन्दा कम्तिमा ७२ घण्टा अगावै कम्पनीको शेयर रजिष्टर्डको कार्यालय टेकु, काठमाडौंमा दर्ता
गर्नु पर्नेछ।

नेपाल पुनर्बीमा कम्पनी लिमिटेड
थापाथली, काठमाडौं
प्रवेश पत्र

शेयरधनीको नाम :

शेयरधनीको सही :

शेयर प्रमाणपत्र नं. / Demat Account no. :, शेयर संख्या :

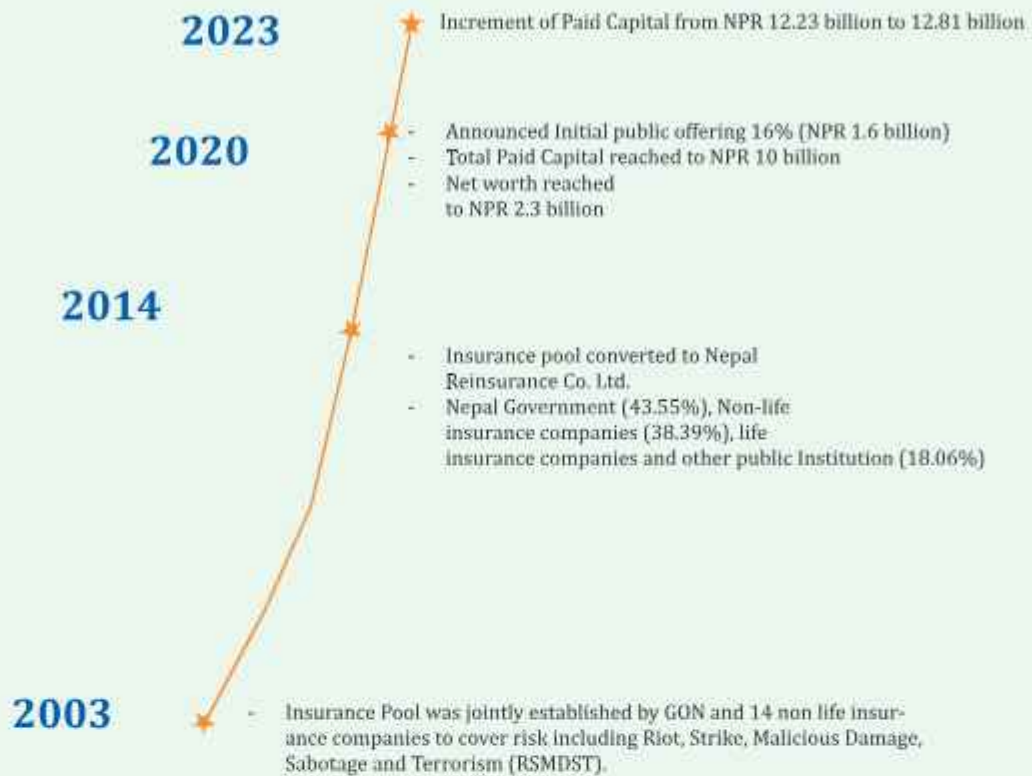
नेपाल पुनर्बीमा कम्पनी लिमिटेडको शेयरधनीको हैसियतले संवत् २०८१ जेठ १७ गते बिहीवारका दिन हुने नवौं वार्षिक साधारण
सभामा उपस्थित हुन जारी गरिएको प्रवेश पत्र।

द्रष्टव्य

- १) शेयरधनी आफैले खाली स्थानहरू भर्नुहोला।
- २) सभा कक्षमा प्रवेश गर्न यो प्रवेश पत्र प्रस्तुत गर्नु अनिवार्य छ।

Ishwar
.....
कम्पनी सचिव

Milestone Events of Nepal Re



Products of Nepal Re

Domestic Market Products

Products	Number of Partners
Treaty	14 Non-Life Companies and 14 Life Companies
Direct Cession	14 Non-Life Companies and 14 Life Companies
Facultative	14 Non-Life Companies
RSMDST Pool	14 Non-Life Companies
Agriculture	14 Non-Life Companies
Motor Third Party Liability Pool	14 Non-Life Companies

Global Market Products Reach (Current Fiscal Year)

Treaty	13 Countries
--------	--------------

Retrocession Business Partners

Insurers	03
Reinsurers	20
Reinsurance Brokers	15



Global Market Reach (Current Fiscal Year)



FINANCIAL HIGHLIGHTS OF NEPAL RE FY 2079-80

Gross Premium
NRs. 8.41 billion

Net Profit
NRs. 1.56 billion

EPS 12.17

Catastrophic
Reserve
NRs. 267 million

Insurance Fund
NRs. 3.84 billion

Investments
NRs. 20.48 billion

Shareholder's Fund
NRs. 18.32 billion



VISION, MISSION AND CORE VALUES

MISSION

- To be a Leading Reinsurer of Asian Region at par global excellence.
- Providing Quality Reinsurance Services Professionally
- Assuring Trust and Security in best orderly
- Playing National Reinsurer's Role Properly
- Building Reinsurance Capacity of Insurance Industry
- Managing Risks prudentially with Global Security
- Contributing towards socio-economic Growth and Prosperity

CORE VALUES

- Integrity
- Knowledge Sharing
- Partnership
- State of Art Practices
- Responsiveness
- Accountability
- Sustainability



अध्यक्षको मन्तव्य

नेपाल पुनर्बीमा कम्पनी लिमिटेडको नवौं वार्षिक साधारण सभामा उपस्थित हुनुभएका सम्पूर्ण शेयरधनी महानुभाव तथा आमन्त्रित महानुभावमा सञ्चालक समितिको तर्फबाट हार्दिक स्वागत अभिवादन व्यक्त गर्दछु।

कम्पनी ऐन, २०६३ को दफा १०८ बमोजिम आर्थिक वर्ष २०७९/८० को वित्तीय प्रतिवेदन तयार गरी यस गरिमामय सभाबाट पारित गर्नको लागि प्रस्तुत गरिएको छ। यसैगरी नेपाल बीमा प्राधिकरणको निर्देशन बमोजिम तयार गरिएको वित्तीय विवरण पनि वार्षिक प्रतिवेदनमा संलग्न गरिएको जानकारी गराउँदछौं।

कम्पनीको आ.व.२०७९/८० को वित्तीय विवरण अनुसार वितरणयोग्य मुनाफाबाट कम्पनीको लगानीकर्ता शेयरधनीलाई चुक्ता पूँजी रु. १२,८१,३५,४३,७५०/- (अक्षरेपी बाह्र अर्ब एकासी करोड पैतीस लाख त्रिचालिस हजार सात सय पचास) को ४.७५ (चार दशमलव सात पाँच) प्रतिशतले हुने रु.६०,८६,४३,३२८/- (अक्षरेपी साठी करोड छयासी लाख त्रिचालीस हजार तीन सय अठ्ठाईस) बोनस शेयर र ०.२५ (शून्य दशमलव दुई पाँच) प्रतिशतले हुने रु. ३,२०,३३,८५९/- (अक्षरेपी तीन करोड बीस लाख तेतीस हजार आठ सय उन्साठी) नगद लाभांश। कर प्रयोजनार्थ समेत। वितरणको व्यवस्था गरिएको जानकारी गराउँदछु।

नेपाल सरकारका अधिकांश शेयर स्वामित्वमा स्थापना भएको नेपाल पुनर्बीमा कम्पनी लिमिटेड विश्वभर कार्यक्षेत्र भएको नेपालको पहिलो पुनर्बीमा कम्पनी हो। नेपालका बीमा कम्पनीहरूलाई स्थानीय स्तरमा विश्वस्तरीय पुनर्बीमा सेवा प्रदान गर्ने, पुनर्बीमा शुल्क बापत देशबाट विदेशिने विदेशी मुद्राको हिस्सालाई कम गर्ने, विभिन्न मुलुकबाट पुनर्बीमा व्यवसाय ग्रहण गरी विदेशी मुद्रा आर्जन गर्ने, पुनर्बीमा व्यवसाय मार्फत प्रिमियम रकम संकलन र सोको राष्ट्र निर्माणमा परिचालन गर्ने कम्पनीको प्रमुख उद्देश्य रहेको छ। नेपालको बीमा बजार र बीमा व्यवसायको विकास, विस्तार र सुदृढीकरणमा समेत कम्पनीको उल्लेखनीय भूमिका रहदै आएको छ।

कम्पनीले आ.व.२०७९/८० मा आ.व.२०७७/७८ को सातौं र आ.व.२०७८/७९ को आठौं वार्षिक साधारण सभा सम्पन्न गरी चुक्ता पूँजी रु. १२,८१,३५,४३,७५०/- (बाह्र अर्ब एकासी करोड पैतीस लाख त्रिचालिस हजार सात सय पचास) पुऱ्याएको छ। कम्पनीको आ.व.२०७९/८० मा विशेष जगेडा कोष गत वर्षको तुलनामा २७.०५ प्रतिशतले वृद्धि भई रु. ३ अर्ब ८३ करोड पुगेको छ। कम्पनीको आ.व.२०७९/८० को आय गत आर्थिक वर्षको तुलनामा २७.६ प्रतिशतले वृद्धि भई रु.१ अर्ब ७४ करोड पुगेको छ।

विषम व्यावसायिक वातावरणको बावजूद कम्पनीले आ.व. २०७९।८० मा कुल रु.८ अर्ब ४० करोड पुनर्बीमा शुल्क आर्जन गरेको छ। यो आ.व. २०७८।७९ को तुलनामा ३२.०१ प्रतिशतले कमी हो। यस कम्पनीको प्रत्यक्ष हिस्सा २० प्रतिशतबाट १० प्रतिशतमा घट्नु, जोखिम समूहको पुनर्बीमाको बाँडफाँडमा असमझदारी हुनु, राष्ट्रिय आर्थिक परिसुचकहरू सुस्त देखिनु र विभिन्न अन्तर्राष्ट्रिय घटनाबाट परेको प्रतिकूल असरका कारण कुल पुनर्बीमा शुल्कमा कमी आएको हो। आ.व. २०७९।८० मा पुनर्बीमा व्यवसायमा कमी भएको कारणले पुनर्बीमा खर्चमा पनि गत आर्थिक वर्षको तुलनामा २२.७२ प्रतिशतले न्यूनता आएको छ। कम्पनीले आफ्नो दावी भुक्तानी प्रकृत्यामा समेत सुधार गरी आ.व. २०७९।८० मा कुल रु.७ अर्ब ५७ करोड दावी फछ्छ्यौट गरेको छ जुन आ.व. २०७८।७९ को तुलनामा ४.५६ प्रतिशतले बढी हो।

कम्पनीको प्रगतिमा नेपाल सरकार, अर्थ मन्त्रालय, नेपाल बीमा प्राधिकरण लगायतका नियमनकारी निकायहरू, देशका सबै बीमकहरू र सोमा कार्यरत कर्मचारी एवं सञ्चालक समितिका पदाधिकारी तथा बीमा सभ्येतर र विभिन्न मित्र राष्ट्रका बीमा तथा पुनर्बीमा कम्पनी, पुनर्बीमा एजेन्टका साथै ती देशका नियमनकारी निकाय र कम्पनी सञ्चालक समितिका पदाधिकारी तथा कर्मचारी लगायत सबैबाट प्राप्त सहयोगको लागि धन्यवाद दिँदै आगामी दिनमा कम्पनीले अझ उन्नति र प्रगति गर्दै अगाडि बढ्ने प्रतिबद्धता व्यक्त गर्दछु।

अन्त्यमा, नवौं वार्षिक साधारण सभामा आदरणीय शेयरधनी महानुभावबाट अमूल्य सुझाव प्राप्त हुने र प्रस्तुत प्रस्तावमा यहाँहरूको समर्थन हुने विश्वास सहित कम्पनीलाई साथ तथा सहयोग प्रदान गर्नु भएकोमा हार्दिक धन्यवाद जापन गर्न चाहन्छु।

धन्यवाद।

मिति: २०८१ जेठ १७ गते बिहीबार।



इश्वरीप्रसाद अर्याल

अध्यक्ष, सञ्चालक समिति

प्रतिवृत्ता

नेपाल पुनर्बीमा कम्पनी लिमिटेडको नवौं वार्षिक साधारण सभामा उपस्थित हुनुभएका शेयरधनी लगायत सम्पूर्ण महानुभावहरूमा हार्दिक स्वागत गर्दछु।

नेपाल सरकार अर्थ मन्त्रालय, नेपाल बीमा प्राधिकरण, नेपाल धितोपत्र बोर्ड, कम्पनी रजिष्ट्रारको कार्यालय, नेपाल राष्ट्र बैंक, शेयरधनी महानुभाव, बीमक, पुनर्बीमक एवं पुनर्बीमा दलाल, बीमा विज्ञ, कर्मचारी एवं नेपाल सरकारका अन्य विभिन्न निकायहरू तथा पत्रकार लगायत प्रत्यक्ष अप्रत्यक्ष रूपमा सहयोग गर्ने सम्बद्ध सबैबाट प्राप्त सल्लाह, सुझावले कम्पनीलाई मार्गदर्शन गरेको परिणामस्वरूप कम्पनी सफलतापूर्वक सञ्चालन भइरहेको व्यहोरा सहर्ष जानकारी गराउँदछु।

देशमा पुनर्बीमा सेवाको स्थायी बन्दोबस्त गर्नु र पुनर्बीमाका लागि हुने विदेशी मुद्रा बहिर्गमनलाई सन्तुलित बनाउने मुख्य उद्देश्यका साथ साविक आर्कस्मिक बीमा कोषलाई पुनर्बीमा कम्पनीमा परिणत गरी यस कम्पनीको स्थापना भएको हो।

पुनर्बीमा सम्बन्धी पेशागत दक्षता अभिवृद्धि गर्दै स्वदेशी एवं विदेशी बीमक तथा पुनर्बीमकको सद्विश्वास तथा पुनर्बीमा दलालको सृजनात्मक सहयोग प्राप्त गरी व्यावसायिक उपलब्धी हाँसिल गर्न कम्पनी परिवार तत्पर रहेको व्यहोरा अनुरोध गर्दछु।

अर्थतन्त्रमा बीमाको योगदान महत्वपूर्ण रहँदै आएको छ। बीमकले अग्रपतिमा रही व्यवसायमा अन्तर्निहित आर्थिक जोखिमको उचित व्यवस्थापन गर्दछ भने पुनर्बीमकले पृष्ठपोषक भई अधिकांश जोखिम स्वीकार गरिरहेको हुन्छ। यस कम्पनीले नेपाली बीमा बजारमा पुनर्बीमा आवश्यकताको मुख्य परिपूरक भई अन्तर्राष्ट्रिय असल अभ्यास अनुरूप जोखिम समूह लगायत विभिन्न बीमाको पुनर्बीमा सेवा उपलब्ध गराउँदै आएको छ।

नियमनकारी निकायबाट पछिल्ला वर्षहरूमा गरिएका अनिवार्य पुनर्बीमा व्यवस्थाले कम्पनीलाई व्यावसायिक उपलब्धी हाँसिल गर्न एकातिर सहजता महसुस भएको छ भने अर्कोतिर नीतिगत व्यवस्थामा निरन्तर परिवर्तनले यदाकदा अस्पष्टता थपिदा नेपाली बीमा उद्योगमा पुनर्बीमा व्यवस्थापन थप चुनौतिपूर्ण बन्दै गएको छ। यसैगरी जलवायु परिवर्तनका कारण विश्वव्यापीरूपमा थप जटिलता सृजना गरेको छ भने महाभूकम्प तथा कोभिड पश्चातको राष्ट्रिय आर्थिक परिस्थिति एवं विभिन्न अन्तर्राष्ट्रिय तनावको परिणामले सृजना गरेको आर्थिक परिबेशमा थपिएका सीमितता र जोखिमहरूले पुनर्बीमकको प्रतिफलको सुनिश्चिततामा थप अन्यौल सृजना भएको छ।

"गर्दै र सिक्रदै" अवस्थाबाट शुरु भएको व्यावसायिक पुनर्बीमा यात्रा "सिकाउदै र नेतृत्व लिदै" राष्ट्रिय पुनर्बीमाको विविध आयामको परिपूरति गरेको अनुभव यस कम्पनीले संगाली सकेको छ। क्षेत्रीय स्तरमा बैकल्पिक वा दोश्रो ठुलो पुनर्बीमा सेवा प्रदायकका रूपमा एशियन बजारमा स्थापित हुन कम्पनीले अन्तर्राष्ट्रिय स्तरको रेटिङ्ग कार्य गरिरहेको छ। पुनर्बीमा व्यवसाय मार्फत विश्व बजारको आशिक क्षेत्रमा उपस्थिति जनाएको यस कम्पनीले आन्तरिक पेशागत दक्ष जनशक्ति विकास नगरी उल्लिखित उपलब्धी हाँसिल हुन कठीन देखिएको छ। विश्व दीर्घो विकास लक्ष्य अनुरूप कम्पनीले अन्तर्राष्ट्रिय रणनीति तयार गरी प्रभावकारी बजारीकरण गर्न र अनुपालन तथा सुशासनमा शुन्य सहनशीलता नीति लागू गर्न नियमनकारी निकायको सद्भाव तथा बीमक तथा पुनर्बीमक एवं पुनर्बीमा दलालको विश्वास प्राप्त गर्दै प्रभावकारी एवं गुणस्तरीय सेवा प्रदान गर्न कम्पनी प्रतिबद्ध रहेको व्यहोरा सबैमा सादर निवेदन गर्दछु।

अन्तर्राष्ट्रिय क्रेडिट रेटिङ्ग र पुनर्बीमा सफ्टवेयर खरिद कार्य भइरहेको छ। व्यावसायिक भवन निर्माण गर्न काठमाण्डौ महानगरपालिकाबाट स्वीकृति प्राप्तिको चरणमा रहेको र यसै आर्थिक वर्षमा कार्यारम्भ गरिने अपेक्षा गरिएको व्यहोरा समेत अनुरोध गर्दछु।

अन्त्यमा, अन्तर्राष्ट्रिय स्तरको सेवा पस्कदै एशियाली क्षेत्रको भरपर्दो पुनर्बीमक भई शेयरधनीलाई अपेक्षित प्रतिफल दिने र राष्ट्रको गौरवयोग्य कम्पनीको रूपमा स्थापित गर्ने प्रतिबद्धता पनि यसै अवसरमा व्यक्त गर्दछु।

मिति: २०८१/०२/१७


(दामोदर भण्डारी)

निमित्त प्रमुख कार्यकारी अधिकृत

नेपाल पुनर्बीमा कम्पनी लिमिटेड
सञ्चालक समितिको वार्षिक प्रतिवेदन
आर्थिक वर्ष २०७८/८०

आदरणीय शेयरधनी महानुभावहरू,

यस नेपाल पुनर्बीमा कम्पनी लिमिटेडको नवौं वार्षिक साधारण सभामा उपस्थित सम्पूर्ण आदरणीय शेयरधनी एवम् हाम्रो निमन्त्रणालाई स्वीकार गरी पाल्नु हुने सम्पूर्ण महानुभावहरूलाई नेपाल पुनर्बीमा कम्पनी लिमिटेड सञ्चालक समिति एवम् मेरो व्यक्तिगत तर्फबाट हार्दिक स्वागत गर्दछु। आर्थिक वर्ष २०७९/८० को कम्पनीको वित्तीय विवरण, कम्पनीले प्राप्त गरेका उपलब्धी र कम्पनी सञ्चालन क्रममा अवलम्बन गरिएका व्यवस्थापकीय प्रयास वारे सञ्चालक समितिको तर्फबाट यस सभामा प्रस्तुत गर्न पाउँदा मलाई अत्यन्त खुशी लागेको छ। शेयरधनी महानुभावहरूले विभिन्न समयमा दिनुभएको गहन सुझावहरूलाई यथासम्भव अवलम्बन गर्दै अघि बढ्न सञ्चालक समिति हर सम्भव प्रयासरत रहेको जानकारी गराउँदै कम्पनी ऐन, २०६३ को दफा १०९ बमोजिम आर्थिक विवरणहरू सहितको आर्थिक वर्ष २०७९/८० को सञ्चालक समितिको वार्षिक प्रतिवेदन अनुमोदनको लागि यस सभा समक्ष प्रस्तुत गर्दै यहाँहरूको पूर्ण समर्थनको विश्वास लिएको छु।

आदरणीय शेयरधनी महानुभावहरू,

अब म कम्पनी ऐन, २०६३ को दफा १०९ को उपदफा ४ बमोजिम आर्थिक वर्ष २०७९/८० मा यस कम्पनीले गरेका कारोबार तथा गतिविधिहरू बुझागत रुपमा प्रस्तुत गर्न गइरहेको छु।

(क) विगत वर्षको कारोबारको सिंहावलोकन

नेपालको पुनर्बीमा बजारको अग्रणी संस्था नेपाल पुनर्बीमा कम्पनी लिमिटेडको आ.व. २०७९/८० का समय वित्तीय सूचकहरू सन्तोषजनक रहेका छन्। कम्पनीले आ.व. २०७९/८० मित्र आ.व. २०७७/७८ र आ.व. २०७८/७९ को क्रमशः सातौं र आठौं वार्षिक साधारण सभा सम्पन्न गरी कम्पनीको चुक्ता पूँजी रु.११,६१०,०००,०००/- बाट रु. १२,८१३,५४३,७५०/- पुऱ्याएको छ। आ.व. २०७८/७९ मा रु. १ अर्ब ४८ करोड मुनाफा आर्जन गरेकोमा आ.व. २०७९/८० मा आइपुग्दा रु. १ अर्ब ५५ करोड मुनाफा आर्जन गर्न सफल भएको छ। विषम व्यावसायिक वातावरणको बावजुद आ.व. २०७९/८० मा कुल रु. ८ अर्ब ४० करोड पुनर्बीमा शुल्क आर्जन गरेको छ। यो आ.व. २०७८/७९ को तुलनामा ३२.०१ प्रतिशतले कमी हो। यस कम्पनीको प्रत्यक्ष हिस्सा २०% बाट १०% मा घट्नु, जोखिम समूहको पुनर्बीमाको बाँडफाँडमा असमझदारी हुनु, कोभिड १९ को प्रभाव कायमै एवं राष्ट्रिय आर्थिक परिस्वरुत सुस्त देखिनु र विभिन्न राष्ट्रिय एवम् अन्तर्राष्ट्रिय क्षेत्रहरूमा भएको प्रतिकूल परिवर्तनका कारण कुल पुनर्बीमा शुल्कमा कमी आएको हो। कम्पनीले आ.व. २०७९/८० मा लगानी तर्फ ५.८३% वृद्धि गरी लगानी तथा कर्जाबाट आयमा २७.६४% वृद्धि गर्न सफल भएको छ। यस कम्पनीले आफ्नो दावी भुक्तानी प्रकृत्यामा समेत सुधार गरी आ.व. २०७९/८० मा कुल रु. ७ अर्ब ५७ करोड दावी फछ्यौट गरेको छ जुन आ.व. २०७८/७९ को तुलनामा ४.५६% ले बढी हो।

आ.व. २०७९/८० को प्रमुख वित्तीय सूचकाङ्क लाई आ.व. २०७८/७९ को वित्तीय सूचकाङ्कसँगको तुलनात्मक विवरण यहाँहरू समक्ष पेश गर्न चाहन्छु।

विवरण	आ.व.२०७९/८०	आ.व.२०७८/७९	वृद्धि	प्रतिशत
चुक्ता पूँजी	१२,८१३,५४३,७५०	११,६१०,०००,०००	१,१६३,५४३,७५०	९.९९%
विशेष जगेडा कोष	३,८३८,०९४,१९९	३,०२०,९२०,९९६	८१७,१७३,२०३	२७.०५%
नेटवर्थ	१८,३२१,१८४,८९१	१६,७७४,८६१,२९९	१,५४६,३२३,६७२	९.२२%
लगानी	२०,४७८,७४३,९७२	१९,३५०,६९६,३३८	१,१२८,१२७,६३४	५.८३%
लगानी तथा कर्जाबाट आय	१,९४१,२५०,७६६	१,५२०,८७२,२२७	४२०,३७८,५३९	२७.६४%
पुनर्बीमा शुल्क आय	८,४०६,९९१,६९४	१२,३६४,२५०,०७०	(३,९५७,२५८,४५६)	-३२.०१%
दावी भुक्तानी	७,५७६,२१६,८१५	७,२४५,५१४,७४६	३३०,७०२,०६९	४.५६%
पुनर्बीमा खर्च	१,०५९,८४०,६९१	१,३७१,४६१,०७०	(३११,६२०,४५९)	-२२.७२%
खुद मुनाफा	१,५५८,८८६,३५३	१,४८३,८८१,१९५	७५,००५,१५८	५.०५%



(ख) राष्ट्रिय तथा अन्तर्राष्ट्रिय परिस्थितिबाट कम्पनीको कारोबारमा परेको असर

आ.व. २०७९/८० मा देखिएको पुनर्बीमाको चक्रीय प्रभावबाट नेपाल पुनर्बीमा कम्पनी अछुतो रहन सकेन। अन्तर्राष्ट्रिय परिवेशमा देखिएको पुनर्बीमा क्षमतामा भएको संकुचनका कारण पुनर्बीमा शुल्कमा अप्रत्याशित वृद्धि रहेको थियो। जलवायु परिवर्तनका कारण भोग्नु परेका विभिन्न प्राकृतिक विपत्तिले कम्पनीलाई थप प्रतिकूल असर परेको तथ्य अवगत गराउन चाहान्छु।

नेपाल सरकारको २०७५/७६ को वार्षिक बजेटबाट “नेपालमा सञ्चालित जीवन तथा निर्जीवन बीमा कम्पनीहरूले बीमा लेखाङ्कनको कम्तीमा २० प्रतिशत अनिवार्य रूपमा नेपाल पुनर्बीमा कम्पनीमा पुनर्बीमा गर्नुपर्ने...” भन्ने व्यवस्था भए बमोजिम आ.व. २०७८/७९ सम्म यस कम्पनीले नेपालका सबै बीमकले जारी गर्ने बीमालेखको न्यूनतम २० प्रतिशत प्रत्यक्ष हिस्सा पुनर्बीमा स्वीकार गर्दै आएकोमा नेपाल बीमा प्राधिकरणको मिति २०७९/०२/०५ (बी.स.२२८, २०७८/७९ च.नं.४९६३) को पत्रबाट उक्त कायम २० प्रतिशत प्रत्यक्ष हिस्सा व्यवस्थालाई आ.व. २०७९/८० का लागि सोहि मितिबाट १० प्रतिशत र तत्पश्चात प्रत्येक वर्ष २ प्रतिशतका दरले कम गरिने भन्ने व्यवस्था बमोजिम कम्पनीको व्यवसायमा प्रतिकूल प्रभाव परेको छ। उक्त व्यवस्था अनुसार प्रत्येक वर्ष २ प्रतिशतले प्रत्यक्ष हिस्सा घट्दै जाने हुनाले कम्पनीलाई स्वदेशी बीमकहरूबाट प्राप्त हुने पुनर्बीमा व्यवसायमा आगामी दिनमा थप संकुचन आउने अवस्था देखिन्छ।

आ.व. २०७९/८० देखि पूर्वी युरोपमा देखा परेको र हालै मध्य पूर्वमा देखा परेको अन्तर्राष्ट्रिय तनावले विश्वव्यापी आर्थिक गतिविधिका साथै पुनर्बीमा कारोबारमा समेत थप जटिलता सृजना गरेको छ। यसको नकारात्मक असर यस कम्पनीको व्यवसायमा समेत स्वभावतः रहेको छ।

उल्लिखित सबै अवस्था रहँदा रहँदै पनि कम्पनीले आफ्नो कार्य प्रभावकारीता अभिवृद्धि गरी गुणस्तरयुक्त व्यवसाय विस्तार गर्न प्रयासरत रहिआएको व्यहोरा यस गरिमामय सभालाई निवेदन गर्दछु।

पुनर्बीमा सम्झौता (Treaty) मा आधारित पुनर्बीमा व्यवसाय सामान्यतया कम जोखिमयुक्त हुने हुँदा कम्पनीले सोही अनुसार अन्तर्राष्ट्रिय बजारीकरण गर्दै आएको र व्यवसाय प्राप्त गर्न अनुकूल भएका देशहरूमा व्यावसायिक सम्बन्ध राख्दै आएको छ। कम्पनीले समीक्षा आ.व. २०७९/८० मा भुटान, भारत, जाम्बीया, केन्या, कुवेत, माल्दिभ्स, पपुवा न्युगिनी, फिलिपिन्स, टोगा, भियतनाम, मलेसियाका बीमक तथा पुनर्बीमकहरूको पुनर्बीमा स्वीकार गरी बीमाशुल्क आर्जन गर्दै आएको व्यहोरा उल्लेख गर्न पाउँदा गौरवान्वित भएको छ।

भारतमा पुनर्बीमा व्यवसाय गर्न उक्त देशको बीमा नियामकमा पुनर्बीमकको रूपमा निरन्तर सन् २०१८ देखि सूचीकृत हुँदै आएकोले आगामी दिनमा समेत भारतीय बजारमा पुनर्बीमा व्यवसाय अभिवृद्धि गर्न सहज हुने देखिन्छ। कम्पनीको स्तर निर्धारण कार्य भइरहेको र आ.व. २०८०/८१ भित्र सम्पन्न गर्ने योजना भएकोले सो पश्चात अन्य देशमा समेत पुनर्बीमा बजारको योजनाबद्ध खोजी गरिने र कम्पनीले स्वीकार गरेको जोखिमलाई आवश्यकता अनुसार व्यवस्थापन गर्दै अगाडी बढ्ने योजना रहेको छ।

(ग) प्रतिवेदन तयार भएको मितिसम्म चालु वर्षको उपलब्धी र भविष्यमा गर्नुपर्ने विषय सम्बन्धमा संचालक समितिको धारणा

कम्पनीको दीर्घकालीन महत्त्व रहने भवन निर्माण, NFRS/IFRS लागू, अन्तर्राष्ट्रिय स्तर निर्धारण, सफ्टवेयर प्राप्ति तथा कार्यान्वयन प्रकृया कार्यान्वयन भइसकेको छ। पुनर्बीमा व्यावसाय थप सुदृढ बनाउनका लागि विभिन्न समयमा जीवन तथा निर्जीवन बीमकका पदाधिकारी तथा नियमनकारी निकायका पदाधिकारीसंग अन्तरक्रिया हुँदै आएको छ।

अन्तर्राष्ट्रिय पुनर्बीमा बजारमा कम्पनीको अन्तर्राष्ट्रिय स्तरको स्तर निर्धारणले उल्लेख्य भूमिका खेल्ने भएकाले, हाल कम्पनीको स्तर निर्धारण सम्बन्धी कार्य अन्तर्राष्ट्रिय ख्याति प्राप्त संस्था A.M. Best Singapore संग भइरहेकोमा आ.व. २०८०/८१ भित्र उक्त स्तर निर्धारण कार्य पूरा हुनेछ।

(घ) कम्पनीको औद्योगिक वा व्यावसायिक सम्बन्ध:

व्यवसाय विस्तारको क्रममा नेपाल सरकार, नियमनकारी निकाय सबै शेररधनी महानुभावहरू, नियमनकारी निकाय, व्यवसाय प्रदान गर्ने बीमक र पुनर्बीमक कम्पनीहरू, कम्पनीको व्यवसायमा सहकार्य र सहजता प्रदान गर्ने पुनर्बीमा दलाल र कर्मचारी एवं सरोकारवालासंग असल सम्बन्ध कायम राख्दै आएको छ। यस क्रममा नेपाल सरकार, अर्थमन्त्रालय, नियमनकारी निकाय, नेपाल बीमा प्राधिकरणबाट समय समयमा प्राप्त हुने निर्देशन र कानूनी पूर्वाधार कम्पनीको व्यवसाय विस्तारमा कोषेढुंगा सावित भएका छन भने शेररधनी महानुभावहरूबाट प्राप्त हुने सुझावले हामीलाई मार्गदर्शन गरिरहेको छ। कम्पनीमा कार्यरत ट्रेड युनियनबाट समयसमयमा प्राप्त हुने सुझाव र कर्मठ कर्मचारीहरूको ज्ञान, सीप र दक्षताले कम्पनी आजको अवस्था सम्म आइपुगेको छ।

कम्पनीले प्रत्यक्ष हिस्सा, ट्रिटि व्यवसाय तथा ऐच्छिक पुनर्बीमा अन्तर्गत स्वदेशी सम्पूर्ण जीवन र निर्जीवन बीमकहरूसंग व्यावसायिक सम्बन्ध कायम गर्दै आईरहेको छ। स्वदेशी बीमकहरूसंग सम्पत्ति, इन्जिनियरिङ्ग, सामुद्रिक, मोटर, आतंकवाद र अन्य विविध क्षेत्रमा व्यावसायिक सम्बन्ध कायम गर्दै आईरहेको छ।

कम्पनीले आफ्नो व्यावसायिक सम्बन्ध विस्तार गर्ने क्रममा विभिन्न वैदेशिक बीमक तथा पुनर्बीमकसँग समेत व्यावसाय स्वीकार गर्दै आईरहेको छ । आ.व. २०७९/८० मा कुल १६ देशका २४ बीमक र पुनर्बीमकबाट व्यवसाय स्वीकार गर्दै आईरहेको यस कम्पनीले आ.व. २०८०/८१ मा कम्पनीको व्यावसायिक सम्बन्ध स्वदेश तथा विदेशमा विस्तार हुँदै हाल १८ देशका २८ कम्पनीहरूसँग सम्बन्ध स्थापित भई सकेको छ ।

कम्पनीको स्तर निर्धारण पश्चात अन्तर्राष्ट्रिय बीमा बजारमा ख्यातीप्राप्त बीमक र पुनर्बीमक तथा पुनर्बीमा दलालसँग थप व्यावसायिक सम्बन्ध कायम गर्दै अघि बढ्ने योजना छ । कम्पनीको व्यावसायिक सम्बन्ध विस्तारको योजनालाई थप उर्जा प्रदान गर्नका लागि कम्पनीले अन्तर्राष्ट्रिय स्तरको सफ्टवेयर खरिद प्रकृया समेत प्रारम्भ गरेका कारण कम्पनीको आगामी दिनमा व्यवसाय र व्यावसायिक सम्बन्धमा विस्तारमा तिब्रता आउने अपेक्षा छ ।

(ड) सञ्चालक समितिमा भएको हेरफेर र सोको कारण

समीक्षा अवधिमा सञ्चालक समितिमा देहाय बमोजिम हेरफेर भएको छ ।

क्र.सं.	सञ्चालकको नाम	पद	कारण
१	श्री अनिता रायमाझी टण्डन	सदस्य	मिति २०७९/०५/०८ मा स्वतन्त्र विज्ञ सञ्चालक नियुक्त ।
२	श्री इश्वरी प्रसाद अर्याल	अध्यक्ष	मिति २०७९/०८/१९ मा नेपाल सरकार (माननीय अर्थमन्त्रीस्तर) को निर्णयबाट नियुक्त ।
३	डा. रविन्द्र घिमिरे	अध्यक्ष	मिति २०७९/०८/१९ मा पदमुक्त ।
४	श्री दिप प्रकाश पाण्डे	सदस्य	मिति २०८०/०१/०३ मा दिनुभएको राजिनामा सञ्चालक समितिको मिति २०८०/०१/०४ को बैठकबाट स्वीकृत भई पदमुक्त ।
५	श्री सुनिल वल्लभ पन्त	सदस्य	मिति २०८०/०१/०३ मा दिनुभएको राजिनामा सञ्चालक समितिको मिति २०८०/०१/०४ को बैठकबाट स्वीकृत भई पदमुक्त ।
६	श्री शेखर बराल	सदस्य	मिति २०८०/०३/१५ मा सम्पन्न आठौँ वार्षिक साधारण सभाबाट नियुक्त ।
७	श्री दिनुका पोखेल	सदस्य	मिति २०८०/०३/१५ मा सम्पन्न आठौँ वार्षिक साधारण सभाबाट नियुक्त ।

(च) कारोवारलाई असर पार्ने मुख्य कुराहरू

स्वदेशी बीमा बजारमा भईरहेका तीव्र नीतिगत परिवर्तनले अन्तर्राष्ट्रिय बीमक पुनर्बीमकहरू माफ़ अनिश्चितताको वातावरण सिर्जना गरेको छ । नेपाल बीमा प्राधिकरणबाट प्रत्यक्ष हिस्सा, आतंकवाद जोखिम व्यवसाय, जीवन बीमाको नवीकरण, पुल सञ्चालन लगायतका पुनर्बीमा व्यवस्थामा गरिएका नीतिगत परिवर्तनले आगामी आर्थिक वर्षमा कम्पनीको व्यवसायलाई असर पार्ने देखिन्छ ।

नेपाल बीमा प्राधिकरणबाट बीमक पुनर्बीमकको चुक्ता पूँजी वृद्धि गर्ने निर्देशन भएकोमा एकातिर बीमकहरूलाई जोखिम धारण गर्न दरिलो बनाउने छ भने अर्कोतिर बीमकको धारण क्षमतामा वृद्धि हुँदा आगामी दिनमा कम्पनीको व्यवसायमा प्रतिफल दरमा हास आउने संभावना देखिन्छ । नेपालको बीमा बजारमा देखिएको मर्जर र प्राप्ती कार्यको तिब्रताले कम्पनीको कारोवार र व्यवसायमा प्रभाव पार्ने देखिन्छ ।

अन्तर्राष्ट्रिय पुनर्बीमा व्यवसायमा कोभिड १९ पश्चातको असरको परिणामका साथै हालको विश्व राजनीतिक परिवेशले विश्वव्यापी अर्थतन्त्रमा पारेको नकारात्मक असरबाट कम्पनीले उत्साहपूर्ण पुनर्बीमा व्यवसाय प्राप्त गर्न कठिन हुने अवस्था विद्यमान छ ।

अन्तर्राष्ट्रिय स्तरीकरणको कार्य अन्तिम चरणमा रहेको, दक्ष जनशक्ति प्राप्ति तथा संरक्षण, क्षमता अभिवृद्धि, अन्तर्राष्ट्रिय स्तरको पुनर्बीमा सफ्टवेयर कार्यान्वयन हुन विलम्ब हुनु समेत कम्पनीको कारोवारलाई असर पार्ने मुख्य विषय हुन् ।

कम्पनीको कारोवारलाई असर पार्ने विषयहरू देहाय बमोजिम छन्:

- अन्तर्राष्ट्रिय पुनर्बीमा व्यवसायमा कोभिड-१९ को असर,
- प्रतिस्पर्धी स्वदेशी पुनर्बीमकको प्रभाव,
- कम्पनीको अन्तर्राष्ट्रिय स्तर निर्धारण तथा पुनर्बीमा सफ्टवेयर कार्यान्वयन,

- बीमा बजारमा गुणस्तरीय एवं दक्ष जनशक्तिको अभाव,
 - जलवायु परिवर्तन, भूमण्डलीय तापक्रमको प्रभावका कारण हुन सक्ने सम्भावित प्राकृतिक प्रकोपबाट सृजना हुने महाविपत्ति जोखिम,
 - स्वदेशी बीमक बीच कायम तीव्र प्रतिस्पर्धा र सो बातावरणले सृजना गर्ने न्यून आय तथा जोखिमयुक्त अन्डरराइटिङ, दावी व्यवस्थापन तथा पुनर्बीमा नीति र बजार व्यवस्थापन,
 - राष्ट्रिय र अन्तर्राष्ट्रिय आर्थिक विकासमा देखिएको सुस्तता,
 - रुस-युक्रेन र इजरायल- प्यालेस्टाईन युद्धका कारण विश्वव्यापी अर्थतन्त्रमा पारेको नकारात्मक असर,
 - अर्थतन्त्रमा दीर्घकालीन परम्परागत लगानीका क्षेत्रमा मात्र लगानी एकीकृत भइरहने अवस्था,
 - अन्तर्राष्ट्रिय रुपमा देखिएको पुनर्बीमा क्षमतामा देखिएको संकुचन र पुनर्बीमा लागतमा यसको प्रभाव,
 - सम्पत्ति शुद्धिकरण निवारण सम्बन्धी राष्ट्रिय तथा अन्तर्राष्ट्रिय नियम, कानून र प्रावधानहरूको परिपालना ।
 - नियामकीय व्यवस्थामा निरन्तर परिवर्तन आदि ।
- (घ) लेखा परीक्षण प्रतिवेदनमा कुनै कैफियत उल्लेख भएको भए सो उपर सञ्चालक समितिको प्रतिक्रिया
आ.व. २०७९/८० को लेखा परीक्षण प्रतिवेदनमा उल्लेख भएका कैफियतमा निरन्तर सुधार जारी छ ।
- (ज) लामांश बाँडफाँड गर्न सिफारिश गरिएको रकम
आ.व. २०७९/८० को वितरणयोग्य मुनाफाबाट शेयरधनी महानुभावहरूलाई चुक्ता पूँजी १२,८१,३५,४३,७५०/- को ४.७५ प्रतिशतले हुन आउने रु.६०,८६,४३,३२८/- बोनस शेयर तथा ०.२५ प्रतिशतले हुने रु.३,२०,३३,८५९/- नगद लामांश (कर प्रयोजनार्थ) प्रस्ताव गरिएको छ ।
- (झ) शेयर जफत भएको भए जफत भएको शेयर संख्या, त्यस्तो शेयरको अंकित मूल्य, त्यस्तो शेयर जफत हुनुभन्दा अगावै सो बापत कम्पनीले प्राप्त गरेको जम्मा रकम र त्यस्तो शेयर जफत भएपछि सो शेयर बिक्री गरी कम्पनीले प्राप्त गरेको रकम तथा जफत भएको शेयर बापत रकम फिर्ता गरेको भए सोको विवरण
समीक्षा वर्षमा कुनै शेयर जफत भएको छैन ।
- (ञ) विगत आर्थिक वर्षमा कम्पनी र यसको सहायक कम्पनीको कारोवारको प्रगति र आर्थिक वर्षको अन्तमा रहेको स्थितिको पुनरावलोकन
यस कम्पनीको कुनै सहायक कम्पनी छैन ।
- (ट) कम्पनी र त्यसको सहायक कम्पनीले आर्थिक वर्षमा सम्पन्न गरेको प्रमुख कारोवारहरू र सो अवधिमा कम्पनीको कारोवारमा आएको कुनै महत्वपूर्ण परिवर्तन
समीक्षा वर्षमा यस कम्पनीको प्रत्यक्ष हिस्सा २०% वाट १०% मा घटेको र जोखिम समूहको पुनर्बीमाको बाँडफाँडमा असमझदारी उपलब्ध भएको कारणले पुनर्बीमा शुल्कमा उल्लेख्य गिरावट आएको छ ।
- (ठ) विगत आर्थिक वर्षमा कम्पनीको आधारभूत शेयरधनीहरूले कम्पनीलाई उपलब्ध गराइएको जानकारी
समीक्षा वर्षमा शेयरधनीहरूबाट कुनै विशेष जानकारी प्राप्त भएको छैन ।
- (ड) विगत आर्थिक वर्षमा कम्पनीका सञ्चालक तथा पदाधिकारीहरूले लिएको शेयर स्वामित्वको विवरण र कम्पनीको शेयर कारोवारमा निजहरू संलग्न रहेको भए सो सम्बन्धमा निजहरूबाट कम्पनीले प्राप्त गरेको जानकारी
कम्पनीको शेयर कारोवारमा कुनै सञ्चालकको संलग्नता रहेको जानकारी छैन ।
- (ढ) विगत आर्थिक वर्षमा कम्पनीसंग सम्बन्धित सम्भौताहरूमा कुनै सञ्चालक तथा निजका नजिकका नातेदारको व्यक्तिगत स्वार्थको बारेमा उपलब्ध गराइएको जानकारी
समीक्षा वर्षमा त्यस्तो कुनै जानकारी प्राप्त भएको छैन ।
- (ण) कम्पनीले आफ्नो शेयर आफैले खरिद गरेको भए त्यसरी आफ्नो शेयर खरिद गर्नुको कारण, त्यस्तो शेयरको सङ्ख्या र अङ्कित मूल्य तथा त्यसरी शेयर खरिद गरे बापत कम्पनीले भुक्तानी गरेको रकम:

कम्पनीले आफ्नो शेयर आफैले खरिद गरेको छैन ।

(त) आन्तरिक नियन्त्रण प्रणाली भए वा नभएको र भएको भए सोको विस्तृत विवरण

कम्पनीको व्यवसायसंग सम्बन्धित विभिन्न किसिमका जोखिम व्यवस्थापन गर्न आन्तरिक नियन्त्रण प्रणालीलाई सुदृढ र मजबुत गर्दै लगिएको छ । सम्भाव्य जोखिम न्यूनीकरण गर्नका लागि आवश्यक पुनर्बीमा नीति, जोखिमाइन नीति, दाबी दिग्दर्शन, जोखिम नीति तर्जुमा गरी सोही बमोजिम कार्यान्वयन गर्दै आएको छ । कम्पनीको आन्तरिक नियन्त्रण प्रणालीलाई प्रभावकारी बनाउन निम्न बमोजिमको समिति तथा उपसमितिले गठन गरिएको छ :

१) दाबी भुक्तानी तथा पुनर्बीमा उपसमिति

श्री मदन पोखरेल, सञ्चालक	- संयोजक
श्री दिनुका पोखरेल, सञ्चालक	- सदस्य
श्री दामोदर भण्डारी, निमित्त प्रमुख कार्यकारी अधिकृत	- सदस्य
श्री विभागीय प्रमुख, दाबी/पुनर्बीमा विभाग	- सचिव

२) लगानी, जोखिम व्यवस्थापन तथा सोल्भेन्सी उपसमिति

श्री अनिता रायमाझी टण्डन, सञ्चालक	- संयोजक
श्री नवराज मुडभरी, सञ्चालक	- सदस्य
श्री दामोदर भण्डारी, निमित्त प्रमुख कार्यकारी अधिकृत	- सदस्य
श्री विभागीय प्रमुख (अन्डरराइटिङ्ग/आर्थिक प्रशासन तथा लगानी विभाग)	- सचिव
श्री विभागीय प्रमुख (जोखिम व्यवस्थापन विभाग)	- सदस्य-सचिव

३) मानव संसाधन उपसमिति

श्री इश्वरी प्रसाद अर्याल, अध्यक्ष	- संयोजक
श्री मदन पोखरेल, सञ्चालक	- सदस्य
श्री दामोदर भण्डारी, निमित्त प्रमुख कार्यकारी अधिकृत	- सदस्य
श्री विभागीय प्रमुख (कर्मचारी प्रशासन तथा सामान्य सेवा विभाग)	- सचिव

४) सम्पत्ति शुद्धिकरण निवारण उपसमिति

श्री दिनुका पोखरेल, सञ्चालक	- संयोजक
श्री दामोदर भण्डारी, निमित्त प्रमुख कार्यकारी अधिकृत	- सदस्य
श्री शाखा प्रमुख (कानून शाखा)	- सचिव

५) लेखापरीक्षण समिति

श्री नवराज मुडभरी, सञ्चालक	- संयोजक
श्री अनिता रायमाझी टण्डन, सञ्चालक	- सदस्य
श्री प्रतिष्ठा रिजाल (चार्टर्ड एकाउन्टेण्ट, सातौं)	- सचिव

(थ) विगत आर्थिक वर्षको कुल व्यवस्थापन खर्चको विवरण

समीक्षा आ.व.२०७९/८० मा कम्पनीको कर्मचारी खर्च रू. ९,३८,१०,३५९।- र कार्यालय सञ्चालन खर्च रू. ११,२९,२६,७१०।- गरी जम्मा रू. २०,६७,३७,०६९।- व्यवस्थापन खर्च रहेको ।

(द) लेखा परीक्षण समितिका सदस्यहरूको नामावली, निजहरूले प्राप्त गरेको पारिश्रमिक, भत्ता तथा सुविधा, सो समितिले गरेका काम कारवाहीको विवरण र सो समितिले कुनै सुझाव दिएको भए सोको विवरण

हाल कम्पनीको लेखापरीक्षण समितिका सदस्यहरूको नामावली निम्नानुसार रहेको छ ।



श्री नवराज मुडभरी, सञ्चालक	- संयोजक
श्री अनिता रायमाफी टण्डन, सञ्चालक	- सदस्य
श्री प्रतिष्ठा रिजाल (चार्टर्ड एकाउन्टेण्ट, सातौं)	- सचिव

लेखापरीक्षण समितिले कम्पनी ऐन तथा नेपाल बीमा प्राधिकरणले जारी गरेको निर्देशनको अधीनमा रही काम गर्दै आएको छ । लेखापरीक्षण समितिका संयोजक र सदस्यलाई कर सहित रु.३,०००/- का दरले र सचिवलाई कर सहित रु.१,२००/- का दरले बैठक भत्ता प्रदान गरिएको छ ।

लेखापरीक्षण समितिले गरेका काम कारवाहीको विवरण :

- कम्पनीको लेखा, बजेट, आन्तरिक नियन्त्रण प्रणाली उपयुक्त भए वा नभएको अनुगमन गर्ने,
- आन्तरिक लेखापरीक्षण प्रतिवेदन समीक्षा गरी व्यवस्थापनलाई आवश्यक निर्देशन दिने,
- वार्षिक वित्तीय विवरण तथा बाह्य लेखापरीक्षण प्रतिवेदन समीक्षा गरी सञ्चालक समितिलाई सिफारिश गर्ने,
- बाह्य लेखापरीक्षकको नियुक्ति र निजको पारिश्रमिक अनुमोदनका लागि साधारण सभामा पेश गर्ने,
- कम्पनीको सञ्चालक समितिले माग गरेको विषयमा राय तथा परामर्श दिने ।

(ध) सञ्चालक, प्रबन्ध सञ्चालक, कार्यकारी प्रमुख, कम्पनीका आधारभूत शेयरधनी वा निजको नजिकका नातेदार वा निज संलग्न फर्म, कम्पनी वा संगठित संस्थाले कम्पनीलाई कुनै रकम बुझाउन बाँकी भए सो कुरा

कम्पनीलाई कुनै रकम बुझाउन बाँकी छैन ।

(न) सञ्चालक, प्रबन्ध सञ्चालक, कार्यकारी प्रमुख तथा पदाधिकारीहरूलाई भुक्तानी गरिएको पारिश्रमिक, भत्ता तथा सुविधाको रकम

सञ्चालक, प्रबन्ध सञ्चालक, कार्यकारी प्रमुख तथा पदाधिकारीहरूलाई भुक्तानी गरिएको पारिश्रमिक, भत्ता तथा सुविधाको रकम निम्नानुसार रहेको छ :

विवरण	आ.व.२०७९/८०	आ.व.२०७८/७९
सञ्चालक समितिको बैठक भत्ता	१९,२५,८००/-	११,६२,०९०/-
अन्य समिति तथा उपसमितिको बैठक भत्ता	२४,९८,९८०/-	४४,४८,९२२/-
प्रमुख कार्यकारी अधिकृतलाई भुक्तानी गरेको तलब तथा भत्ता	६४,०७,०१९/-	६७,९९,५५२/-
अन्य कर्मचारीहरूलाई भुक्तानी गरेको तलब तथा भत्ता	७,०४,१२,६४३/-	४,४६,१८,२४८/-

(प) शेयरधनीले बुझिलिन बाँकी रहेको लाभांशको रकम: नभएको ।

(फ) दफा १४१ बमोजिम सम्पत्ति खरिद वा बिक्री गरेको कुराको विवरण

सम्पत्ति खरिद वा बिक्री गरिएको छैन ।

(ब) दफा १७५ बमोजिम सम्बद्ध कम्पनी बीच भएको कारोवार विवरण

नेपालका प्राय सबै बीमकको लगानी रहेको र हरेक कम्पनीहरूसँग नेपाल बीमा प्राधिकरणको व्यवस्था अनुसार पुनर्बीमा सम्बन्धी कारोवार हुँदै आएको छ । सो बाहेक सम्बद्ध कम्पनीसँग कुनै पनि कारोवार भएको छैन ।

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

(म) अन्य आवश्यक कुराहरू

नेपाल सरकारको चालु वार्षिक बजेट, नीति तथा कार्यक्रममा उल्लेखित बीमा तथा पुनर्बीमा सम्बन्धी व्यवस्था कार्यान्वयन गर्न कम्पनी आफ्नो तर्फबाट पूर्ण तयार रहदै सम्बद्ध सबैसँग आवश्यक समन्वय गर्न प्रयत्नरत रहेको छ ।

नेपाल बीमा प्राधिकरणले दिएका अधिकांश निर्देशन पालना हुँदै आएको र पालना हुन बाँकी रहेका निर्देशनलाई क्रमशः पालना गर्न आवश्यक पूर्वाधार तयार गर्न गृहकार्य भइरहेको छ ।

व्यवसायको आकार बढेसँगै जोखिम समेत बढ्दै जाने हुँदा व्यवसायको आकार र जोखिम व्यवस्थापन समेतका लागि समय सापेक्ष वस्तुगत संगठनात्मक संरचना निर्माण हेतु दक्ष तथा अनुभवी जनशक्ति नियुक्ति तथा विस्तार गरी व्यवसायलाई थप प्रभावकारी एवं व्यवस्थित गर्दै जाने कार्य भइरहेको छ ।

कम्पनी निर्देशिका, २०७२ को निर्देशन ८६ बमोजिमको उद्घोषण

यस कम्पनीबाट कम्पनी ऐन, २०६३ मा भएका कानूनी व्यवस्थाको पूर्ण पालना भएको छ ।

अन्त्यमा,

कम्पनीको समग्र विकासमा प्रत्यक्ष एवं परोक्ष रूपमा सहयोग पत्याउनु हुने नेपाल सरकार, नेपाल बीमा प्राधिकरण, कम्पनी रजिष्ट्रारको कार्यालय, नेपाल राष्ट्र बैंक, धितोपत्र बोर्ड लगायतका नियमनकारी निकाय, शेयर रजिष्ट्रार कार्यालय एवं सम्पूर्ण बीमकहरू, पुनर्बीमकहरू, पुनर्बीमा दलालहरू, शेयरधनीहरू, कर्मचारी वर्ग तथा कम्पनीमा क्रियाशिल ट्रेड युनियन तथा सञ्चार जगत सहित सम्पूर्ण शुभेच्छुकहरूमा हार्दिक आभार व्यक्त गर्दछौं । नवौं वार्षिक साधारण सभामा सक्रीय सहभागिताको लागि शेयरधनी महानुभावहरू सहित उपस्थित सम्पूर्ण महानुभावहरूमा हार्दिक आभार व्यक्त गर्न चाहन्छु ।

धन्यवाद ।

मिति : २०८१ जेठ १७ गते बिहीवार ।

इश्वरीप्रसाद अर्याल
अध्यक्ष, सञ्चालक समिति

नेपाल पुनर्बीमा कम्पनी लिमिटेडको

प्रबन्धपत्र संशोधनको

तीन महले

(क) प्रबन्धपत्रको दफा ६(२) र दफा ६(३) संशोधन प्रयोजनार्थ तीन महले:

साविकको व्यवस्था	हालको व्यवस्था	संशोधन गर्नुपर्ने कारण
<p>प्रबन्धपत्रको दफा ६(२)</p> <p>कम्पनीको चुक्ता पूँजी रू. १२,८१,३५,४३,७५०/- (बाह्र अर्ब एकासी करोड पैतीस लाख त्रिचालिस हजार सात सय पचास) रहेको । सो चुक्ता पूँजीलाई प्रति शेयर रू. १००/- का दरले १२,८१,३५,४३,७५ (बाह्र करोड एकासी लाख पैतीस हजार चार सय सैंतीस दशमलव पाँच) कित्ता शेयरमा विभाजित गरिएको ।</p>	<p>प्रबन्धपत्रको दफा ६(२)</p> <p>कम्पनीले तत्काल जारी गर्ने शेयर पूँजी रू. १३,४२,२१,८७,०७८/- (तेह्र अर्ब बयालीस करोड एककाईस लाख सतासी हजार अठहत्तर) हुनेछ । सो पूँजीलाई प्रति शेयर रू. १००/- का दरले १३,४२,२१,८७,०७८ (तेह्र करोड बयालीस लाख एककाईस हजार आठ सय सत्तरी दशमलव सात आठ) कित्ता शेयरमा विभाजित गरिनेछ ।</p>	<p>कम्पनीको सञ्चालक समितिबाट हालको जारी तथा चुक्ता पूँजी रू. १२,८१,३५,४३,७५०/- (बाह्र अर्ब एकासी करोड पैतीस लाख त्रिचालिस हजार सात सय पचास) को ४.७५% (चार दशमलव सात पाँच प्रतिशत) का दरले हुन आउने रू.६०,८६,४३,३२८/- (साठी करोड छयासी लाख त्रिचालीस हजार तीन सय अठ्ठाईस) बोनस शेयर वितरण गर्न स्वीकृति प्रदान भएको र बोनस शेयर वितरणबाट कम्पनीको साविकको जारी तथा चुक्ता पूँजी वृद्धि हुने ।</p>
<p>प्रबन्धपत्रको दफा ६(३)</p> <p>कम्पनीको चुक्ता पूँजी रू. १२,८१,३५,४३,७५०/- (बाह्र अर्ब एकासी करोड पैतीस लाख त्रिचालिस हजार सात सय पचास) रहेको ।</p>	<p>प्रबन्धपत्रको दफा ६(३)</p> <p>कम्पनीको चुक्ता पूँजी रू. १३,४२,२१,८७,०७८/- (तेह्र अर्ब बयालीस करोड एककाईस लाख सतासी हजार अठहत्तर) हुनेछ ।</p>	<p>कम्पनीको सञ्चालक समितिबाट हालको जारी तथा चुक्ता पूँजी रू. १२,८१,३५,४३,७५०/- (बाह्र अर्ब एकासी करोड पैतीस लाख त्रिचालीस हजार सात सय पचास) को ४.७५% (चार दशमलव सात पाँच प्रतिशत) का दरले हुन आउने रू.६०,८६,४३,३२८/- (साठी करोड छयासी लाख त्रिचालीस हजार तीन सय अठ्ठाईस) बोनस शेयर वितरण गर्न स्वीकृति प्रदान भएको र बोनस शेयर वितरणबाट कम्पनीको साविकको जारी तथा चुक्ता पूँजी वृद्धि हुने ।</p>



आर्थिक वर्ष २०७९/८० मा संस्थागत सामाजिक उत्तरदायित्व

अन्तर्गत भएका खर्चको विवरण :

सि.नं.	मिति	संस्थाको नाम र ठेगाना	विवरण	रकम (रु.)
१.	२०७९/०५/२६	श्री इच्छुक सांस्कृतिक प्रतिष्ठान, का.म.न.पा.-३२, घट्टेकुलो, काठमाडौं	सांस्कृतिक प्रवर्द्धनका लागि आर्थिक सहयोग	१,००,०००।-
२.	२०७९/०९/१७	श्री अपाङ्ग समाज सुधार केन्द्र, तुलसीपुर, दाङ	शैक्षिक सामाग्री सहयोग	९२,१६०।-
३.	२०८०/०१/०७	श्री युवा क्रियाकलाप उत्थान केन्द्र नेपाल २०५६, का.म.न.पा.-७, मैजुवहाल, काठमाडौं	गुणस्तरीय शिक्षाका लागि आर्थिक सहयोग	१,००,०००।-
४.	२०८०/०२/०५	श्री हेमवतेश्वर वेदविद्याश्रम (गुरुकुल), तादीगाउँ गा.पा.-५, नुवाकोट	वैदिक शिक्षाका लागि आर्थिक सहयोग तथा चन्दा	७५,०००।-
५.	२०८०/०३/२८	श्री ब्रह्मेश्वर वेदविद्याश्रम (गुरुकुल), पञ्चकन्या गा.पा.-२, नुवाकोट	सांस्कृतिक प्रवर्द्धनका लागि आर्थिक सहयोग	१,००,०००।-
६.	२०८०/०३/२९	श्री शान्तिविद्या आधारभूत विद्यालय, पञ्चकन्या गा.पा.-२, नुवाकोट	विद्यालय पोशाक, परिचयपत्र निर्माण, प्रिन्टर खरिद गर्नका लागि आर्थिक सहयोग	१,००,०००।-
	जम्मा			५,६७,१६०।-



**INDEPENDENT AUDITORS' REPORT
TO THE SHAREHOLDERS OF NEPAL REINSURANCE COMPANY LIMITED****Report on the Audit of the Financial Statements*****Qualified Opinion***

We have audited the financial statements of Nepal Reinsurance Company Limited (the Company), which comprise the statement of financial position as at 31 Ashadh 2080 (16 July 2023), and the statement of profit or loss, the statement of other comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at 31 Ashadh 2080 (16 July 2023), and its financial performance and its cash flows for the year then ended in accordance with Nepal Financial Reporting Standards (NFRSs).

Basis for Qualified Opinion

As disclosed in Note 61 of the financial statements, the Company has not obtained the signed reinsurance contracts and the Statement of Accounts (SOA) from Cedents despite such contracts for the RSDMST business being submitted for acceptance.

The Statement of Accounts (SOA) is a detailed document that provides a summary of financial transactions between the reinsurer and the ceding company. These statements typically include information about premiums, claims, commissions, reserves, and other financial transactions related to the reinsurance agreements. Only three companies have provided such SOA out of a total of nineteen companies.

In the absence of receipt of the signed reinsurance agreements and Statement of Accounts (SOAs) for the RSDMST business from the Cedents and the absence of historical data, the Company has not been able to reasonably estimate and quantify the premium income including the associated claims and commission expenses related to the RSDMST business hence not recognizing such income and expenses in the financial statements which has resulted in the understatement of the premium income and associated expenses and correspondingly the profits for the year and the retained earnings as at the reporting date.

We conducted our audit in accordance with Nepal Standards on Auditing (NSAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the code of ethics for professional accountants issued by the Institute of Chartered Accountants of Nepal (ICAN) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2063 and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAN's Code of Ethics for professional accountants. We believe that the audit evidence obtained by us 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 our audit of the financial statements of the financial year ended on 31 Ashadh 2080 (16 July 2023). These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Key audit matters	How our audit addressed the key audit matter
<p>Claims (Refer Note 33 of the financial statements)</p> <p>Insurance Claim is the major area of expense for the insurance company. Total claims incurred include paid claims, and outstanding claims for death and maturity.</p> <p>The provision and payment of claims was considered to be one of the areas that required significant auditor attention and was one of the matters of most significance in the financial statements as the amount of claim expense and claim payable is significant.</p>	<p>Our audit procedures included the following:</p> <ul style="list-style-type: none"> Verified operational guidelines of the Company in relation to claim processing as per the Claim Payment Directive of the Company as well as the regulator; Nepal Insurance Authority. Performed test of controls, test of details through the sample review of claim file and analytical review procedures on the outstanding claims. Verified the claim paid and provision on sample basis with payment proof and Preliminary Loss advice received from the Cedant companies and the same is further verified from the surveyor's report. Obtained independent actuarial valuation report and cross verified the IBNR figures reported in the financial statements for the claim cases which has been incurred but not reported.
<p>Investment (Refer Note 10 of the financial statements)</p> <p>The Company's investments represent a substantial portion of the assets as at 16 July 2022 which are valued in accordance with accounting policy framed as per the extent of the regulatory guidelines (Nepal Insurance Authority).</p> <p>Valuation of listed equity shares is made through Fair Value through profit and loss account (FVTPL), Fair Value through OCI (FVTOCI), and amortized cost on the basis of the closing price of NEPSE.</p> <p>All debt securities including Government securities have been measured at historical cost. The valuation of these investments was considered to be one of the areas that required</p>	<p>Our audit procedures on Investment included the following:</p> <ul style="list-style-type: none"> Tested the design, implementation and operating effectiveness of key controls over valuation process of investments. Assessed appropriateness of the valuation methodologies with reference to Nepal Insurance Authority along with company's own valuation policy. Sample checks for actively traded equity shares, debt securities, etc., are performed by us to determine the correctness of the valuation of these investments.



<p>significant auditor attention and was one of the matters of most significance in the standalone financial statements due to the materiality of the total value of investments to the financial statements.</p>	<ul style="list-style-type: none"> ▪ For other investments, tested whether the Company has strictly complied with the policy.
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Information other than the financial statements and auditors' report thereon

The management of the Company is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon.

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 audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement therein, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of management and those charged with governance for the financial statements

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

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

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

Auditors' 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 judgement and maintain professional skepticism throughout the audit. We also:



- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with ethical requirements in accordance with the Code of Ethics for professional accountants regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

Report on Other Legal and Regulatory Requirements

We have obtained information and explanations asked for, which, to the best of our knowledge and belief, were necessary for the purpose of our audit. In our opinion, the statement of financial position as at 31 Ashadh 2080 (16 July 2023), the statement of profit or loss, the statement of other comprehensive income, the statement of changes in equity, and the statement of cash flows for the year then ended including a summary of significant accounting policies have been prepared in the format prescribed by the Directives issued by Nepal Insurance Authority and in accordance with the requirements of the Companies Act, 2063 and section 23 and 24 of the Insurance Act, 2049 and are in agreement with the books of account of the Company and proper books of account as required by law have been kept by the Company.

To the best of our information and according to explanations given to us and so far appeared from our examination of the books of account of the Company necessary for the purpose of our audit.



- the Company has set aside the specified amount for insurance funds and other statutory reserves as required by Nepal Insurance Authority Financial Directives.
- the Company has set aside the amount based on the actuarial valuation report for gross insurance contract liabilities and reinsurance assets as required by Nepal Insurance Authority Financial Directives.
- the business of the Company was conducted satisfactorily in line with Nepal Insurance Authority Directives and the Company has not conducted any business other than insurance business.
- the Company has not issued any unauthorized policies and its transactions were found to be within the scope of its authority.
- we have not come across cases where the Board of Directors or any employees of the Company have acted contrary to the provisions of law relating to the accounts or committed any misappropriation or caused loss or damage to the Company relating to the accounts in the Company.

Shashi Satyal



Shashi Satyal
Partner

PKF T R Upadhy & Co.
Chartered Accountants

Date: 16 April 2024
Place: Kathmandu

UDIN: 240416CA00008JCQmg



Annexure I
Nepal Re- Insurance Limited
 Thapathali, Kathmandu
 Minimum Disclosure in Directors' Report

A	Information related to Insurer
	Under this title following matters shall be disclosed
1	Date of establishment: 7 th November 2014 (2071.07.21 B.S.)
2	Insurer licence date: 19 th December 2014 (2071.09.04 B.S.)
3	Insurance business type, nature: Reinsurance Business
4	Date of commencement of business: 19th December 2014 (2071.09.04 B.S.)
B	Insurer's Board of Directors shall approve following matters
1	Company has paid Tax, service charges, fine and penalties to be paid under relevant laws & regulation.
2	The Share structure of the company is as follows: Promoter holding: 84% Public Holding: 16%
3	Company has maintained the solvency ratio as prescribed by Nepal Insurance Authority.
4	a) Assets that financial amount contained in SOFP are not overstated than it's fair value. b) Assets are measured at historical cost other than financial assets which are measured at amortised cost or fair value as per appropriate accounting policy.
5	The investment made by the company are in line with prevailing laws.
6	Company has settled 1482 number of claim files during the year and has 1614 number of outstanding claim at the year end. Outstanding claim shall be settled with 21 days of receiving Settled Loss Advice(SLA).
7	Company has complied with the provision of Insurance Act 2079, Insurance Regulation, Company Act 2063, NFRSs and other relevant prevailing laws & regulation.
8	The appropriate accounting policy has been consistently adopted by the company.
9	Financial Statements as at Reporting Date presents truly and fairly the company's Financial Position and Financial Performance.
10	The Board of Directors have implemented adequate and appropriate provision to safeguard the assets and for identification and mitigation against losses due to fraud, embezzlement and irregularities.
11	The financial Statements have been prepared based on going concern basis.
12	The internal control system is commensurate with the size, nature & volume of the insurer's business.
13	Company 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 company's director or with any entity in which company's director has interest.
14	No any penalties has been levied by Nepal Insurance Authority for the current financial year.

Annexure II

NFRSs based Financial Statements
Nepal Re- Insurance Limited
Thapathali, Kathmandu
Statement of Financial Position
As At 31 Ashadh, 2080 (16th July, 2023)

Particulars	Notes	31 Ashadh 2080	32 Ashadh 2079
Assets			
Goodwill & Intangible Assets	4	476,054	694,637
Property and Equipment	5	587,982,600	600,858,900
Investment Properties	6	-	-
Deferred Tax Assets	7	136,873,866	94,554,463
Investment in Subsidiaries	8	-	-
Investment in Associates	9	-	-
Investments	10	20,478,743,972	19,350,616,338
Loans	11	25,066,856	11,630,265
Reinsurance Assets	12	2,024,552,984	2,915,725,699
Current Tax Assets (Net)	21	461,201,096	151,871,305
Insurance Receivables	13	3,541,076,342	6,381,968,713
Other Assets	14	206,033,990	196,288,761
Other Financial Assets	15	423,123,678	299,647,416
Cash and Cash Equivalents	16	295,266,047	283,694,836
Total Assets		28,180,397,484	30,287,551,331
Equity & Liabilities			
Equity			
Share Capital	17 (a)	12,813,543,750	11,650,000,000
Share Application Money Pending Allotment	17 (b)	-	-
Share Premium	17 (c)	-	113,120,868
Special Reserves	17 (d)	3,838,094,199	3,020,920,996
Catastrophe Reserves	17 (e)	267,482,929	185,765,609
Retained Earnings	17 (f)	672,660,380	1,114,956,327
Other Equity	17 (g)	729,403,633	690,097,419
Total Equity		18,321,184,891	16,774,861,219
Liabilities			
Provisions	18	802,508,350	467,204,146
Gross Insurance Contract Liabilities	19	7,248,549,171	10,620,334,697
Deferred Tax Liabilities	7	-	-
Insurance Payables	20	1,438,333,022	1,350,420,538
Current Tax Liabilities (Net)	21	-	-
Borrowings	22	-	300,000,000
Other Liabilities	23	328,142,450	701,173,530
Other Financial Liabilities	24	41,679,599	73,557,201
Total Liabilities		9,859,212,593	13,512,690,112
Total Equity and Liabilities		28,180,397,484	30,287,551,331

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

Madan Pokhrel
Director

Navaraj Mudvari
Director

Anita Rayamajhi Tandan
Director

Ishwori Prasad Aryal
Chairman

Dinuka Pokhrel
Director

Laxmi Paudel
Finance Head

Damodar Bhandari
Acting Chief Executive Officer

Shashi Satyal, Partner
PKF TR Upadhya & Co. Chartered Accountants

Date: 2081/01/03
Place: Kathmandu, Nepal

Nepal Re- Insurance Limited

Statement of Profit or Loss

For The Year Ended 31 Ashadh, 2080

(For The Year Ended 16th July, 2023)

Particulars	Notes	31 Ashadh 2080	32 Ashadh 2079
Income:			
Gross Earned Premiums	25	11,135,010,594	10,969,281,934
Premiums Ceded	26	(1,254,625,056)	(1,237,752,758)
Net Earned Premiums		9,880,385,538	9,731,529,176
Commission Income	27	1,186,474	16,629,469
Other Direct Income	28	469,682,015	342,540,856
Income from Investment & Loans	29	1,941,250,766	1,520,872,227
Net Gains/ (Losses) on Fair Value Changes	30	-	-
Net Realised Gains/ (Losses)	31	-	-
Other Income	32	15,728,504	45,621,631
Total Income		12,308,233,298	11,657,193,361
Expenses:			
Gross Claims Paid	33	7,576,216,815	7,245,514,746
Claims Ceded	33	(404,506,199)	(1,169,383,962)
Gross Change in Contract Liabilities	34	(643,766,545)	(590,283,129)
Change in Contract Liabilities Ceded to Reinsurers	34	696,388,271	(125,603,508)
Net Claims Incurred		7,224,332,341	5,360,244,147
Commission & Brokerage Expenses	35	1,942,949,762	3,032,164,054
Service Fees	36	59,249,677	109,927,890
Other Direct Expenses	37	703,712,976	593,649,543
Employee Benefits Expenses	38	309,419,986	329,530,198
Depreciation and Amortization Expenses	39	15,155,205	11,716,139
Impairment Losses	40	-	-
Other Operating Expenses	41	86,308,601	56,762,200
Finance Cost	42	26,618,108	23,980,023
Total Expenses		10,367,746,656	9,517,974,194
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax		1,940,486,642	2,139,219,167
Share of Net Profit of Associates accounted using Equity Method		-	-
Profit Before Tax		1,940,486,642	2,139,219,167
Income Tax Expense	43	381,600,289	655,337,972
Net Profit/ (Loss) For The Year		1,558,886,353	1,483,881,195
Earning Per Share			
Basic EPS	51	12.17	12.74
Diluted EPS		12.17	11.58

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

Madan Pokhrel
Director

Navaraj Mudvari
Director

Anita Rayamajhi Tandan
Director

Ishwori Prasad Aryal
Chairman

Dinuka Pokhrel
Director

Laxmi Paudel
Finance Head

Damodar Bhandari
Acting Chief Executive Officer

Shashi Satyal, Partner
PKF TR Upadhyaya & Co. Chartered Accountants

Date: 2081/01/03
Place: Kathmandu, Nepal



Nepal Re- Insurance Limited

Statement of Comprehensive Income

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

Fig in NRP.			
Particulars	Notes	31 Ashadh 2080	32 Ashadh 2079
Net Profit/ (Loss) For The Year		1,558,886,353	1,483,881,195
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		53,058,625	(144,969,200)
Revaluation of Property and Equipment/Goodwill & Intangible Assets		-	-
Remeasurement of Post-Employment Benefit Obligations		(798,334)	826,062
Share of other comprehensive income of associates accounted for using the equity method		-	-
Income Tax Relating to Above Items		(2,676,356)	45,722,607
Total Other Comprehensive Income For the Year, Net of Tax		49,583,935	(98,420,531)
Total Comprehensive Income For the Year, Net of Tax		1,608,470,288	1,385,460,664

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

.....
Madan Pokhrel
Director

.....
Navaraj Mudvari
Director

.....
Anita Rayamajhi Tandan
Director

.....
Ishwori Prasad Aryal
Chairman

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Dinuka Pokhrel
Director

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Finance Head

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Damodar Bhandari
Acting Chief Executive Officer

.....
Shashi Satyal, Partner
PKF TR Upadhya & Co. Chartered Accountants

Date: 2081/01/03
Place: Kathmandu, Nepal

Nepal Re- Insurance Limited

Statement of Cash Flows

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

Particulars	31 Ashadh 2080	32 Ashadh 2079
Cash Flow From Operating Activities:		
Cash Received		
Gross Premium Received	11,247,883,985	11,408,652,043
Commission Received	1,186,474	16,629,469
Claim Recovery Received from Reinsurers	404,506,199	1,169,383,962
Realised Foreign Exchange Income other than on Cash and Cash Equivalents	12,210,431	38,995,770
Other Direct Income Received	-	-
Others (to be specified)	357,635,261	150,020,496
Cash Paid		
Gross Claims Paid	(7,576,216,815)	(7,245,514,746)
Reinsurance Premium Paid	(971,928,127)	(1,344,650,213)
Commission Paid	(1,942,949,762)	(3,032,164,054)
Brokerage Paid		
Service Fees Paid	(59,249,677)	(109,927,890)
Employee Benefits Expenses Paid	(187,290,306)	(241,099,496)
Other Expenses Paid	(986,474,040)	(423,119,365)
Other Direct Expenses Paid		
Others (to be specified)	(340,310)	-
Income Tax Paid	(735,925,840)	(280,665,459)
Net Cash Flow From Operating Activities [1]	(436,952,526)	106,540,517
Cash Flow From Investing Activities		
Acquisitions of Intangible Assets	(248,600)	(186,450)
Proceeds From Sale of Intangible Assets	-	-
Acquisitions of Investment Properties	-	-
Proceeds From Sale of Investment Properties	-	-
Acquisitions of Property & Equipment	(1,811,723)	(22,371,148)
Proceeds From Sale of Property & Equipment	-	-
Investment in Subsidiaries		
Proceeds from Sale of Investments in Subsidiaries	-	-
Investment in Associates	-	-
Proceeds from Sale of Investments in Associates	-	-
Purchase of Equity Instruments	(3,585,000)	21,456,461
Proceeds from Sale of Equity Instruments	-	-
Purchase of Mutual Funds	-	-
Proceeds from Sale of Mutual Funds	-	-
Purchase of Preference Shares	-	-
Proceeds from Sale of Preference Shares	-	-
Purchase of Debentures	(112,040,000)	(180,410,000)



Particulars	31 Ashadh 2080	32 Ashadh 2079
Proceeds from Sale of Debentures	-	-
Purchase of Bonds	-	-
Proceeds from Sale of Bonds	-	-
Investments in Deposits	(959,444,009)	(2,044,064,589)
Maturity of Deposits	-	-
Loans and Receivables Paid	(13,436,591)	1,152,579
Proceeds from Loans and Receivables	-	-
Rental Income Received		
Proceeds from Finance Lease		
Interest Income Received	1,899,144,974	1,532,320,257
Dividend Received	24,449,128	2,541,505
Others (to be specified)	-	-
Total Cash Flow From Investing Activities [2]	833,028,179	(689,561,386)
Cash Flow From Financing Activities		
Interest Paid	(23,265,297)	(20,379,288)
Proceeds From Borrowings	(300,000,000)	-
Repayment of Borrowings	-	-
Payment of Finance Lease	-	-
Proceeds From Issue of Share Capital	-	-
Share Issuance Cost Paid	-	(6,716,422)
Dividend Paid	(61,239,145)	(250,000,000)
Dividend Distribution Tax Paid	-	-
Others (to be specified)	-	-
Total Cash Flow From Financing Activities [3]	(384,504,442)	(277,095,710)
Net Increase/(Decrease) In Cash & Cash Equivalents [1+2+3]	11,571,211	(860,116,579)
Cash & Cash Equivalents At Beginning of The Year/Period	283,694,836	1,143,811,415
Effect of Exchange Rate Changes on Cash and Cash Equivalents	-	-
Cash & Cash Equivalents At End of The Year/Period	295,266,047	283,694,836
Components of Cash & Cash Equivalents		
Cash In Hand	-	-
Cheques In Hand	-	-
Term Deposit with Banks (with initial maturity upto 3 months)	-	-
Balance With Banks	295,266,047	283,694,836

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

.....
Madan Pokhrel
Director

.....
Navaraj Mudvari
Director

.....
Anita Rayamajhi Tandan
Director

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Ishwori Prasad Aryal
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Dinuka Pokhrel
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Laxmi Paudel
Finance Head

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Damodar Bhandari
Acting Chief Executive Officer

.....
Shashi Satyal, Partner
PKF TR Upadhyaya & Co. Chartered Accountants

Date: 2081/01/03
Place: Kathmandu, Nepal



Nepal Re- Insurance Limited

Statement of Changes In Equity

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

FY 2076-79	Particulars	Ordinary Share Capital	Preferred Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserves	Special Reserve	Capital Reserves	Catastrophe Reserves	Corporate Social Responsibility (CSR) Reserve	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserves	Regulatory Reserves	Insurance Pool Reserves	Fig. in NPR
	Balance as at 13th Baisakh 2079	1,00,000,000	-	-	119,017,299	2,453,330,580	1,49,489,320	2,33,099,192	-	90,947,454	-	331,365,887	2515,034	00	120,455,814	118,207,595	15,646,116,928
	Profit period adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Revised balance as at 5 Shrawan 2079	1,00,000,000	-	-	119,017,299	2,453,330,580	1,49,489,320	2,33,099,192	-	90,947,454	-	331,365,887	2515,034	00	120,455,814	118,207,595	15,646,116,928
	Profit/(Loss) For the Year	-	-	-	-	1,403,981,194	-	-	-	-	-	-	-	-	-	-	1,403,981,194
	Other Comprehensive Income for the Year Net of Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	i) Changes in Fair Value of FVOCI Debt Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	ii) Gain/(Losses) on Cash Flow Hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	iii) Exchange differences on translation of foreign operations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	iv) Changes in fair value of FVOCI Equity Instruments	-	-	-	-	(98,998,774)	-	-	-	-	-	-	-	-	-	-	(98,998,774)
	v) Revaluation of Property, Plant and Equipment/ Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	vi) Reassessment of Post-employment benefit obligations	-	-	-	-	570,343	-	-	-	-	-	-	-	-	-	-	570,343
	Transfer to Reserves/ Funds	-	-	-	-	(751,700,451)	-	786,903,803	-	90,910,135	17,251,634	(144,959,200)	626,062	-	-	-	(98,998,774)
	Transfer of Deferred Tax Reserves	-	-	-	-	(94,554,463)	-	-	-	-	-	-	94,554,463	-	-	-	-
	Transfer of Depreciation on Revaluation of Property Plant Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Transfer on Disposal of Property Plant and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Transfer on Disposal of Equity Instruments Measured at FVOCI	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Share Issuance Costs	-	-	-	(6,716,422)	-	-	-	-	-	-	-	-	-	-	-	(6,716,422)
	Contribution by/ Distribution to the owners of the Company	-	-	-	-	(1,450,000,000)	-	-	-	-	-	-	-	-	-	-	-
	i) Bonus Share Issued	1,650,000,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	ii) Share Issue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	iii) Cash Dividend	-	-	-	-	(250,000,000)	-	-	-	-	-	-	-	-	-	-	(250,000,000)
	iv) Dividend Distribution Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	v) Others (To be specified)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Balance as at 32 Ashadh 2079	11,650,000,000	-	-	113,120,868	1,114,956,327	1,49,489,320	3,020,000,995	-	1,85,765,609	17,251,634	1,08,996,687	3,541,996	94,554,462	1,20,455,814	1,18,207,595	16,775,961,220

FY 2079-80	Particulars	Ordinary Share	Preference	Share Application	Share Premium	Retained Earnings	Reservation Reserves	Special Reserve	Capital Reserves	Catastrophe Reserves	Corporate Social	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserves	Regulatory Reserves	Insurance Pool	Fig. in NPT
	Balance as at 1. Shrawan 2079	11,659,000,000	-	-	133,120,868	1,114,956,327	149,489,320	3,020,920,995	-	105,765,609	17,051,634	106,996,607	3,341,996	94,554,462	120,455,814	110,207,505	16,771,681,220
	Prior period adjustment	-	-	-	-	(340,310)	-	-	-	-	-	-	-	-	-	-	(340,310)
	Revised balance at 1. Shrawan 2079	11,659,000,000	-	-	133,120,868	1,114,616,017	149,489,320	3,020,920,995	-	105,765,609	17,051,634	106,996,607	3,341,996	94,554,462	120,455,814	110,207,505	16,771,320,910
	Profit/(Loss) for the year	-	-	-	-	1,538,886,363	-	-	-	-	(56,7169)	-	-	-	-	-	1,538,119,193
	Other Comprehensive Income for the Year, Net of Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	i) Changes in Fair Value of FVOCI Debt Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	ii) Gain/(Losses) on Cash Flow Hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	iii) Exchange differences on translation of foreign operation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	iv) Changes in fair value of FVOCI Equity Instruments	-	-	-	-	50,142,769	-	-	-	-	-	-	-	-	-	-	50,142,769
	v) Reclassification of Property, Plant and Equipment / Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	vi) Remeasurement of Net Employment Benefit Obligations	-	-	-	-	(558,834)	-	-	-	-	-	-	-	-	-	-	(558,834)
	Transfer to Reserves/ Funds	-	-	-	-	(844,362,109)	81,713,320	10,713,320	-	-	16,443,464	50,142,769	(558,834)	94,491,789	(120,455,814)	-	-
	Transfer of Deferred Tax Reserves	-	-	-	-	(94,401,789)	-	-	-	-	-	-	-	-	-	-	-
	Transfer of Depreciation on Residual of Property, Plant and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Transfer on Disposal of Property, Plant and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Transfer on Disposal of Equity Instruments Measured at FVOCI	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Share Issuance Costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Contribution by/ Distribution to the owners of the Company	1,615,433,750	-	-	(113,120,868)	(1,050,422,892)	-	-	-	-	-	-	-	-	-	-	-
	i) Bonus Share Issue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	ii) Share Issue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	iii) Cash Dividend	-	-	-	-	(61,239,145)	-	-	-	-	-	-	-	-	-	-	(61,239,145)
	iv) Dividend Distribution Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	v) Others (To be specified)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Balance as at 31. Ashadh 2080	12,813,543,750	-	-	0	672,600,300	149,489,320	3,838,094,199	-	267,482,929	32,827,938	257,139,456	2,780,362	188,956,252	-	110,207,505	10,321,104,892

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

Madan Pokhrel
Director

Navraj Mudvari
Director

Anita Rayamajhi Tandan
Director

Ishwori Prasad Aryal
Chairman

Dinuka Pokhrel
Director

Laxmi Paudel
Finance Head

Damodar Bhandari
Acting Chief Executive Officer

Shashi Satyal, Partner
PKF TR Upadhyaya & Co. Chartered Accountants

Date: 2081/01/03

Place: Kathmandu, Nepal

Nepal Re- Insurance Limited
Statement of Distributable Profit or Loss
For The Year Ended 31 Ashadh, 2080
(For The Year Ended 16th July, 2023)

Particulars	Fig. in NPR	
	31 Ashadh 2080	32 Ashadh 2079
Opening Balance in Retained Earnings	1,114,616,017	2,475,758,580
Transfer from OCI reserves to retained earning in current year		45,722,607
Net profit or (loss) as per statement of profit or loss	1,558,886,353	1,483,881,195
Appropriations:		
i) Transfer to Insurance Fund		
ii) Transfer to Special Reserve	(817,173,204)	(786,981,803)
iii) Transfer to Catastrophe Reserve	(81,717,320)	(91,818,155)
iv) Transfer to Capital Reserve	-	-
v) Transfer to CSR reserve	(16,343,464)	(17,051,634)
vi) Transfer to/from Regulatory Reserve	120,455,814	-
vii) Transfer to Fair Value Reserve	-	-
viii) Transfer of Deferred Tax Reserve	(94,401,789)	(94,554,463)
ix) Transfer to OCI reserves due to change in classification	-	-
x) Others (to be Specified)	-	-
Deductions:		
i) Accumulated Fair Value Gain on each Financial Assets Measured at FVTPL	-	-
a) Equity Instruments	-	-
b) Mutual Fund	-	-
c) Others (if any)	-	-
ii) Accumulated Fair Value gain on Investment Properties	-	-
iii) Accumulated Fair Value gain on Hedged Items in Fair Value Hedges	-	-
iv) Accumulated Fair Value gain on Hedging Instruments in Fair Value Hedges	-	-
v) Accumulated Fair value gain of Ineffective Portion on Cash Flow Hedges	-	-
vi) Goodwill Recognised	-	-
vii) Unrealised Gain on fluctuation of Foreign Exchange Currency	-	-
viii) Accumulated Share of Net Profit of Associates accounted using Equity Method included in Investment Account	-	-
ix) Overdue loans	-	-
x) Fair value gain recognised in Statement of Profit or Loss	-	-
xi) Investment in unlisted shares	-	-
xii) Delisted share investment or mutual fund investment	-	-
xiii) Bonus share/ dividend paid	1,111,662,027	1,900,000,000
xiv) Deduction as per Sec. 17 of Financial Directive	-	-
xv) Deduction as per Sec. 18 of Financial Directive	-	-
xvi) Others (to be specified)	-	-
a) Actuarial Reserve	-	-
b) Others (to be Specified)	-	-
Adjusted Retained Earning	672,660,380	1,114,956,328
Add: Transfer from Share Premium Account	-	113,120,868
Less: Amount apportioned for Assigned capital	-	-
Less: Deduction as per sec 15(1) Of Financial directive	-	-
Add/(Less): Others (to be specified)	-	-
Total Distributable Profits	672,660,380	1,228,077,196

Madan Pokhrel
Director

Navaraj Mudvari
Director

Anita Rayamajhi Tandan
Director

Ishwori Prasad Aryal
Chairman

Dinuka Pokhrel
Director

Laxmi Paudel
Finance Head

Damodar Bhandari
Acting Chief Executive Officer

Shashi Satyal, Partner
PKF TR Upadhyay & Co. Chartered Accountants

Date: 2081/01/03
Place: Kathmandu, Nepal



Nepal Re- Insurance Limited

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

1. Reporting Entity

Nepal Re-Insurance Company Limited (herein after referred to as the 'Company') is a public limited, incorporated on 21st Kartik 2071 (7th Nov 2014) and operated as re-insurance company after obtaining license on 4th Poush 2072 (19th December 2015) under the Insurance Act 2049.

The registered office of the Company is located at LS Building, Ward No. 11, Thapathali, Kathmandu City. The Company's shares are listed on Nepal Stock Exchange (date of listing 28th Jestha 2077 (10th June 2020)). The principal activities of the Company are to provide Various reinsurance service to life and Non Life reinsurance company located inside and outside Nepal.

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 on 3rd Baisakh 2081 (15th April 2024)

(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 , 2063, 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 3rd Baisakh 2081.

(c) Basis of Measurement

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

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

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

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

In addition, for Financial Reporting purposes, Fair Value measurements are categorized into Level 1, or 2, or 3 based on the degree to which the inputs to the Fair Value measurements are observable & the

significance of the inputs to the Fair Value measurement in its entirety, which are described as follows:

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

(d) Use of Estimates

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

(e) Functional and Presentation Currency

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

(f) Going Concern

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

(g) Changes in Accounting Policies

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

(h) 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.

(i) 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.

(j) 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.

(k) Carve-outs

No carve-outs have been used in preparing the financial statements.

3. Significant Accounting Policies

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

(a) Property and Equipment

i) Recognition

Freehold land is carried at revalued amount 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 recognised as a separate asset, as appropriate, only when it meets the recognition criteria as mentioned above. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

ii) Revaluation

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

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

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

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

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

Useful Life of Property and Equipment based on SLM is categorised as stated below:

List of Asset Categories	Useful Life (In Years) for SLM
Land	Not Applicable
Buildings	
- Compound Wall	15
Leasehold Improvement	Earlier of Lease Period or 5 years
Furniture & Fixtures	
- Furniture and Fixtures-Wooden	7
- Furniture & fixtures- Steel, Aluminum	5
- Others	7
Computers and IT Equipments	5
Office Equipment	5
Vehicles	
- Car, Jeep, Bus, Motorcycle	10
- Tricycle, Cycle & others	5

iv) Derecognition

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

v) Impairment of Assets

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

vi) Capital Work-In-Progress

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

(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.

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 generate net cash inflow for the entity.

Amortisation is recognised in income statement on straight line method over the estimated useful life of the intangible assets from the date that it is available for use since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. The amortisation period and the amortisation 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 amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the statement of profit or loss.

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

List of Asset Categories	Useful Life (In Years) for SLM
Softwares	5
Licences	Licence Period
Website	10

iii) Derecognition

An Intangible Asset is derecognised 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 recognised 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

Cost Model:

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

maintenance costs are expensed when incurred.

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

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

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

(d) Cash & Cash Equivalent

For the purpose of presentation in the Statement of Cash Flows, Cash & Cash Equivalents includes Cash 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 to hold the asset in order to collect contractual cash flows and the contractual terms of the Financial Asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Interest income in these financial assets is measured using effective interest rate method.

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

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

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

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

iii) De-Recognition

A Financial Asset is derecognized only when the Company has transferred the rights to receive cash flows from the Financial Asset. Where the Company has transferred an Asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the Financial Asset. In such cases, the Financial Asset is derecognized. Where the Company has not transferred substantially all risks and rewards of ownership of the Financial Asset, the Financial Asset is not derecognized. Where

the Company retains control of the Financial Asset, the Asset is continued to be recognized to the extent of continuing involvement in the Financial Asset.

iv) Impairment of Financial Assets

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

Expected Credit Loss for Impairment of Financial Assets is applicable after implementation of NFRS 9

In accordance with NFRS 9 "Financial Instrument", the Company uses 'Expected Credit Loss' (ECL) Model, for evaluating impairment of Financial Assets other than those measured at Fair Value through Profit or Loss (FVTPL).

Expected Credit Losses are measured through a loss allowance at an amount equal to:

The 12-months Expected Credit Losses (Expected Credit Losses that result from those default events on the Financial Instrument that are possible within 12 months after the reporting date); or

Full Lifetime Expected Credit Losses (Expected Credit Losses that result from all possible default events over the life of the Financial Instrument)

For other assets, the Company uses 12 months Expected Credit Losses to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk, full life time ECL is used.

(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 recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the group 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 reduces the carrying amount accordingly and is recognized in statement of profit or loss.

(i) Share Capital

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 Premium: If the Company issues share capital at premium it receives extra amount other than share capital such amount is transferred to share premium. The amount in share premium is allowed for distribution of bonus shares.

ii) Special Reserve: The Company has allocated special reserve for the amount which is 50% of the net profit every year as per Regulator's Directive.

iii) Catastrophe Reserves: The Company has allocated catastrophe reserve for the amount which is 10% of the distributable profit for the year as per Regulator's Directive.

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

v) Regulatory Reserves: Reserve created out of net profit in line with different circulars issued by Insurance Board.

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

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

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

(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.

(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 obligations in the Statement of Financial Position.

ii) Post - Employment Benefits

- Defined Contribution Plan

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

- Defined Benefit Plan

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

iii) Long Term Employee Benefits

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

iv) Termination

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

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

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

(m) Revenue Recognition

i) Gross Earned Premiums

Gross earned premiums comprise the total written insurance premiums receivable for the whole period of cover provided by contracts entered into during the reporting period. They are recognised on the date the contract is incepted. Premiums include any adjustments arising in the reporting period for reinsurance premiums receivable in respect of business written in prior accounting periods. Rebates that form part of the premium rate, such as no-claim rebates, are deducted from the gross premium; others are recognised as an expense. In case of pool business, where Nepal Reinsurance Co. Limited is a member, only the Company's share is recorded in the books of accounts.

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 daily pro rata basis. The proportion attributable to subsequent periods is deferred as a provision for unearned premiums.

iii) Ceded Premium

Ceded premium comprise the total premiums payable against risk transferred to reinsurer. Premiums include any adjustments arising in the accounting period in respect of reinsurance contracts incepting in prior accounting periods.

Ceded premiums and reinsurer's shares of 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) Commission Income

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

v) Investment income

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

vi) Net realised gains and losses

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

(n) Claims and Expenses

i) Gross Claims

Claims include 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.

Significant delays are experienced in the notification and settlement of some claims, the ultimate cost of which cannot be known with certainty at the end of reporting period. The IBN(E)R 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 of 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.

i) Fire Portfolio - 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 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.

xi) Excess of Loss (Whole Account) Portfolio:- Excess of loss reinsurance is a type of reinsurance in which the reinsurer indemnifies–or compensates–the ceding company for losses that exceed a specified limit. Excess of loss reinsurance is a form of non-proportional reinsurance which covers whole account of portfolio.

x) Life Insurance Portfolio:- Insurance business other than non life business fall under this category.

(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 is accounted for using the NFRS 16, Lease, where the leased asset is shown in the similar category of the assets, where it would have been, if the assets were owned by the Company. The Right of Use (ROU) asset is created by discounting the lease payments using the company's borrowing rate. The assets is depreciated over the lease period using the SLM basis of depreciation.

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

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

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

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

Deferred Tax Asset to be utilized.

(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 expense.

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

(ii) Contingent Liabilities

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

(iii) Contingent Assets

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

(u) Functional Currency & Foreign Currency Transactions

The Financial Statements of the Company are presented in Nepalese Rupees, which is the Company's Functional Currency.

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

(v) Earnings Per Share

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

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

(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) Premium income and other related expenses for RSMDST business has been recognized based on the received Statement Of Accounts(SOAs). Out of 19 companies SOAs has been received from only 3 Companies.

Nepal Re-Insurance Limited Notes to the Financial Statements

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

4. Intangible Assets

Fig. in NPR

Particulars	Software's	Licenses	Others to be Specified	Total
Gross carrying amount				
As at 1 Shrawan, 2078	2,183,450	-	-	2,183,450
Additions during the year				
Acquisition during the year	186,450	-	-	186,450
Internal Development during year	-	-	-	-
Business Combination (to be Specified)	-	-	-	-
Disposals during the year	-	-	-	-
Revaluation/Adjustment during the year	-	-	-	-
Balance as at 32 Ashad, 2079	2,369,900	-	-	2,369,900
Additions during the year				
Acquisition during the year	248,600	-	-	248,600
Internal Development during year	-	-	-	-
Business Combination (to be Specified)	-	-	-	-
Disposals during the year	-	-	-	-
Revaluation/Adjustment during the year	-	-	-	-
Balance as at 31 Ashad, 2080	2,618,500	-	-	2,618,500
Accumulated amortization and impairment				
As at 1 Shrawan, 2078	1,263,872	-	-	1,263,872
Additions during the year	411,392	-	-	411,392
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as at 32 Ashad 2079	1,675,263	-	-	1,675,263
Additions during the year	467,182	-	-	467,182
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as at 31 Ashad, 2080	2,142,446	-	-	2,142,446
Capital Work In Progress				
As at 1 Shrawan, 2078	-	-	-	-
Additions during the year				
Capitalization during the year				
Disposals during the year				
Impairment during the year				
Balance as at 32 Ashad 2079	-	-	-	-
Additions during the year				
Capitalization during the year				
Disposals during the year				
Impairment during the year				
Balance as at 31 Ashad, 2080	-	-	-	-
Net Carrying Amount				
As at 31 Ashad, 2079	694,637	-	-	694,637
As at 32 Ashad, 2080	476,054	-	-	476,054

5. Property and Equipment

Fig. in NPR

Particulars	Land	Buildings	Household Improvements	Furniture & Fixtures	Computers and IT Equipments	Office Equipment	Vehicles	Total
Gross carrying amount								
As at Shrawan 1, 2078	532,544,520	2,268,389	8,203,247	1,265,642	5,507,671	2,301,485	22,382,765	574,473,719
Additions	-	-	17,366,059	753,031	3,413,212	838,846	-	22,371,148
Acquisition								
Capitalisation								
Disposals during the year	-	-	-	-	-	-	-	-
Write-off during the year	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-
Balance as at 32 Ashadh, 2079	532,544,520	2,268,389	25,569,306	2,018,673	8,920,883	3,140,332	22,382,765	596,844,867
Additions								
Acquisition	-	-	-	282,783	1,482,438	46,503	-	1,811,723
Capitalisation								
Disposals during the year	-	-	-	-	-	-	-	-
Write-off during the year	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-
Balance as at 31 Ashadh, 2080	532,544,520	2,268,389	25,569,306	2,301,456	10,403,321	3,186,834	22,382,765	598,656,590
Accumulated depreciation and impairment								
As at Shrawan 1, 2078	-	738,345	7,237,487	877,836	3,232,913	2,014,664	9,891,951	23,993,197
Addition during the year	-	151,226	1,060,427	146,885	991,600	173,257	2,237,710	4,761,105
Disposals during the year	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-
Impairment losses during the year	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-
Balance as at 32 Ashadh, 2079	-	889,571	8,297,914	1,024,720	4,224,512	2,187,921	12,129,662	28,754,301
Addition during the year	-	151,226	3,681,558	267,152	1,514,895	293,748	2,235,802	8,144,381
Disposals during the year								
Write-offs during the year								
Impairment losses during the year								
Transfer/ adjustments								
Balance as at 31 Ashadh, 2080	-	1,040,797	11,979,472	1,291,872	5,739,407	2,481,669	14,365,464	36,898,682
Capital Work-In-Progress								
As at Shrawan 1 2078	-	6,593,765	-	-	-	-	-	6,593,765
Additions during the year	-	-	-	-	-	-	-	-
Capitalisation during the year	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-
Impairment losses during the year	-	-	-	-	-	-	-	-
Impairment reversal	-	-	-	-	-	-	-	-
Balance as at 32 Ashadh, 2079	-	6,593,765	-	-	-	-	-	6,593,765
Additions during the year								
Capitalisation during the year								
Disposals during the year								
Impairment losses during the year								

Particulars	Land	Buildings	Household Improvements	Furniture & Fixtures	Computers and IT Equipments	Office Equipment	Vehicles	Total
Impairment reversal								
Balance as at 31 Ashadh, 2080	-	6,593,765	-	-	-	-	-	6,593,765
Net Carrying Amount								
As at 32 Ashadh, 2079	532,544,520	7,972,582	17,271,392	993,953	4,696,371	952,410	10,253,103	574,684,331
As at 31 Ashadh, 2080	532,544,520	7,821,356	13,589,834	1,009,584	4,663,914	705,165	8,017,301	568,351,673
Right-of-Use Assets (after Implementation of NFRS 16) or Finance Lease assets held by the Company, out of above Property, Plant and Equipment:								
Gross carrying amount								
As at Shrawan 1 2078	-	-	-	-	-	-	-	-
Additions during the year	-	32,718,212	-	-	-	-	-	32,718,212
Disposals during the year	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-
Balance as at 32 Ashadh, 2079	-	32,718,211.87	-	-	-	-	-	32,718,211.87
Additions during the year								
Disposals during the year								
Write-offs during the year								
Revaluation during the year								
Transfer/Adjustment								
Balance as at 31 Ashadh, 2080	-	32,718,211.87	-	-	-	-	-	32,718,211.87
Accumulated depreciation & impairment								
As at Shrawan 1 2078	-	-	-	-	-	-	-	-
Additions during the year	-	6,543,642	-	-	-	-	-	6,543,642
Disposals/ Write-offs during the year	-	-	-	-	-	-	-	-
Impairment losses during the year	-	-	-	-	-	-	-	-
Impairment reversal during the year	-	-	-	-	-	-	-	-
Transfer/ adjustments	-	-	-	-	-	-	-	-
Balance as at 32 Ashadh, 2079	-	6,543,642	-	-	-	-	-	6,543,642
Additions during the year		6,543,642						
Disposals/ Write-offs during the year								
Impairment losses during the year								
Impairment reversal during the year								
Transfer/ adjustments								
Balance as at 31 Ashadh, 2080	-	13,087,285	-	-	-	-	-	13,087,285
Net Carrying Amount								
As at 32 Ashadh, 2079	-	26,174,569	-	-	-	-	-	26,174,569
As at 31 Ashadh, 2080	-	19,630,927	-	-	-	-	-	19,630,927
Grand Total								
As at 32 Ashadh, 2079	532,544,520	34,147,152	17,271,392	993,953	4,696,371	952,410	10,253,103	600,858,900
As at 31 Ashadh, 2080	532,544,520	27,452,283	13,589,834	1,009,584	4,663,914	705,165	8,017,301	587,982,600



6. Investment Properties

Fig. in NPR

Investment Properties at Cost

Particulars	Land	Building	Total
Gross carrying amount			
As at Shrawan 1, 2078			-
Additions during the year			-
Acquisition			
Subsequent Expenditure			-
Assets Classified as Held for Sales			-
Disposals during the year			-
Transfer/ adjustments			-
Balance as at Ashadh 32, 2079	-	-	-
Additions during the year			-
Acquisition			
Subsequent Expenditure			-
Assets Classified as Held for Sales			-
Disposals during the year			-
Transfer/ adjustments			-
Balance as at Ashadh 31, 2080	-	-	-
Accumulated Depreciation and impairment			
As at Shrawan 1, 2078			-
Addition during the year			-
Disposals during the year			-
Impairment losses during the year			-
Transfer/ adjustments			-
Balance as at Ashadh 32, 2079	-	-	-
Addition during the year			-
Disposals during the year			-
Impairment losses during the year			-
Transfer/ adjustments			-
Balance as at Ashadh 31, 2080	-	-	-
Capital Work-In-Progress			
As at Shrawan 1, 2078			-
Additions during the year			-
Capitalization during the year			-
Disposals during the year			-
Impairment losses during the year			-
Balance as at Ashadh 32, 2079	-	-	-
Additions during the year			-
Capitalization during the year			-
Disposals during the year			-
Impairment losses during the year			-
Balance as at Ashadh 31, 2080	-	-	-
Net Carrying Amount			
As at Ashadh 32, 2079	-	-	-
As at Ashadh 31, 2080	-	-	-

(i) Amounts recognised in profit or loss

Fig. in NPR

Particulars	Current Year	Previous Year
Rental income		
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	-	-
Depreciation		
Profit from investment properties	-	-

(ii) Fair value of investment properties:

Fig. in NPR

Particulars	Current Year	Previous Year
Land		
Buildings		
Total	-	-

Notes: Fair Value

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

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

ii) discounted cash flow projections based on reliable estimates of future cash flows,

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

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

(iii) Disclosure on restriction on the realisability of investment properties:**(iv) Contractual obligations:****OR Investment Properties at Fair Value**

Fig. in NPR

Particulars	Land	Building	Total
Investment Properties at Fair Value			
Gross carrying amount			
As at Shrawan 1, 2078			-
Additions during the year			-
Disposals during the year			-
Net changes in Fair Value			-
Transfer/Adjustment			-
Balance as at Ashadh 32, 2079	-	-	-
Additions during the year			-
Disposals during the year			-
Net changes in Fair Value			-
Transfer/Adjustment			-
Balance as at Ashadh 31, 2080	-	-	-
			-
Capital Work-in-Progress			-



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

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 capitalization rate derived from an analysis of market evidence.

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

(v) **Disclosure on restriction on the realisability of investment properties:**

(vi) **Contractual obligations**

7. Deferred Tax Assets/ (Liabilities)

Fig. in NPR

Particulars	2079-80			2078-79		
	SOPL	SOCI	Total	SOPL	SOCI	Total
Deferred Tax on Temporary Differences						
Goodwill & Intangible Assets	51,278	-	51,278	54,837	-	54,837
Property and Equipment	(47,291,659)	-	(47,291,659)	(47,333,527)	-	(47,333,527)
Financial Assets at FVTPL	-	-	-	-	-	-
Financial Assets at FVTOCI	-	(52,082,386)	(52,082,386)	-	(49,166,530)	(49,166,530)
Provision for Leave Encashment	2,083,327	-	2,083,327	1,351,126	-	1,351,126
Defined Benefits Plan (Gratuity or Others)	2,063,371	-	2,063,371	1,404,865	-	1,404,865
Impairment Loss on Financial Assets	-	-	-	-	-	-
Impairment Loss on Other Assets	-	-	-	-	-	-

Particulars	2079-80			2078-79		
	SOPL	SOCI	Total	SOPL	SOCI	Total
Unearned Premiums Reserve	-	-	-	-	-	-
Premium Deficiency Reserve	-	-	-	-	-	-
IBNR and IBNER Claims	-	-	-	-	-	-
Margin For Adverse Deviations	-	-	-	-	-	-
Right of Use (ROU) Assets	-	-	-	(7,852,371)	-	(7,852,371)
Carry forward of unused tax losses	-	-	-	-	-	-
Changes in tax rate	-	-	-	-	-	-
Others	-	-	-	-	-	-
Employee Bonus Provision	80,940,086	-	80,940,086	28,779,808	-	28,779,808
Net Insurance Contract Liabilities	49,565,775	-	49,565,775	127,905,361	-	127,905,361
Provision for Motor TPL	48,712,857	-	48,712,857			
Provision for Commission Expenses	45,772,409	-	45,772,409	30,772,409	-	30,772,409
Lease Liability	7,058,808	-	7,058,808	8,638,484	-	8,638,484
Total	188,956,252	(52,082,386)	136,873,866	143,720,992	(49,166,530)	94,554,463
Deferred Tax Asstes						
Deferred Tax Liabilities						

Movements in deferred tax assets/ (liabilities)

Fig. in NPR

Particulars	2079-80	2078-79
As at 32 Ashadh, 2079	94,554,463	(10,610,717)
(Charged)/Credited to Statement of Profit or Loss	44,995,759	59,442,572
(Charged)/Credited to Other Comprehensive Income	(2,676,356)	45,722,607
As at 31 Ashadh 2080	136,873,866	94,554,463

8. Investments in Subsidiaries

Fig. in NPR

Particulars	2079-80	2078-79
Investment in Quoted Susidiaries	-	-
Investment in Unquoted Susidiaries	-	-
Less: Impairment Losses	-	-
Total	-	-

Particulars	2079-80	2078-79
Investment in Quoted Susidiaries	-	-
Investment in Unquoted Susidiaries	-	-
Less: Impairment Losses	-	-
Total	-	-



Investment in Quoted Subsidiaries

Fig. in NPR

Particulars	2079-80		2078-79	
	Cost	Fair Value	Cost	Fair Value
..... Shares of Rs. Each of Ltd.	-	-	-	-
..... Shares of Rs. Each of Ltd.	-	-	-	-
Total	-	-	-	-

Investment in Unquoted Subsidiaries

Fig. in NPR

Particulars	2079-80		2078-79	
	Cost	Fair Value	Cost	Fair Value
..... Shares of Rs. Each of Ltd.	-	-	-	-
..... Shares of Rs. Each of Ltd.	-	-	-	-
Total	-	-	-	-

Information Relating to Subsidiaries

Fig. in NPR

Particulars	Percentage of Ownership	
	2079-80	2078-79
..... 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

Fig. in NPR

Particulars	2079-80	2078-79
Investment in Quoted Subsidiaries	-	-
Investment in Unquoted Subsidiaries	-	-
Less: Impairment Losses	-	-
Total	-	-

Investment in Quoted Associates

Fig. in NPR

Particulars	2079-80			2078-79		
	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

Fig. in NPR

Particulars	2079-80			2078-79		
	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

Fig. in NPR

Particulars	2079-80	2078-79	2079-80	2078-79	2079-80	2078-79
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

Particulars	2079-80	2078-79
Investments measured at Amortised Cost		
i) Investment in Preference Shares of Bank and Financial Institutions	-	-
ii) Investment in Debentures	1,853,203,000	1,741,163,000
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	300,000,000	300,000,000
iv) Fixed Deposits in "A" Class Financial Institutions	14,815,162,661	14,450,489,589
v) Fixed Deposits in Infrastructure Banks	-	-
vi) Fixed Deposits in "B" Class Financial Institutions	2,078,345,938	1,483,575,000
vii) Fixed Deposits in "C" Class Financial Institutions	-	-
viii) Others (to be Specified)	-	-
Less: Impairment Losses	-	-
Investments measured at FVTOCI		
i) Investment in Equity Instruments		
Investment in equity instrument(quoted)	923,866,911	376,663,038
Investment in equity instrument(unquoted)	507,280,000	997,895,000
ii) Investment in Mutual Funds	885,462	830,711
iii) Investment in Debentures	-	-
iv) Others (to be Specified)	-	-

Particulars	2079-80	2078-79
Investments measured at FVTPL		
i) Investment in Equity Instruments		
ii) Investment in Equity Instrument (quoted)	-	-
iii) Investment in Mutual Funds	-	-
iv) Investment in Debentures		
v) Others (to be Specified)	-	-
Total	20,478,743,972	19,350,616,338

a) Details of Impairment Losses

Fig. in NPR

Particulars	2079-80	2078-79
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:

Fig. in NPR

Particulars	2079-80	2078-79
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	16,893,508,599	12,780,000,000
Fixed Deposit with Infrastructure Banks	-	-
Fixed Deposits with "B" Class Financial Institutions	2,078,345,938	1,483,575,000
Fixed Deposits with "C" Class Financial Institutions	-	-
Others (to be Specified)	-	-
Total	18,971,854,537	14,263,575,000

c) Information 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)				
Nepal Investment Mega Bank Ltd 40,561 shares of Rs. 173.80 Each	10,236,232.00	7,049,509.00	10,236,232.00	10,335,265.00

Citizen Bank International Ltd 260,021 shares of Rs. 173.10 Each	84,481,957.00	45,009,635.00	84,481,957.00	52,654,252.50
RMDC Laghubitta Bittiya Sastha 24,220 shares of Rs. 327 Each	8,437,149.79	7,919,940.00	8,437,149.79	305,753,580.00
Citizen Investment Trust 158,043 shares of Rs. 2,089 Each	89,178,586.50	330,151,827.00	89,178,586.50	7,919,940.00
Nepal Infrastructure Bank Limited 5,337,360 shares of Rs. 100 Each	494,200,000.00	533,736,000.00	494,200,000.00	494,200,000.00
Investment in Mutual Fund (Quoted)				
Citizen Bank Mutual Fund-01 94399 shares of Rs. 9.38 Each	943,990.00	885,462.62	943,990.00	830,711.20
Investment in Equity Instruments (Unquoted)				
Beema Prabardhan Samiti 47,800 shares of Rs 100 Each	4,780,000.00	4,780,000.00	4,780,000.00	4,780,000.00
Care Rating Nepal Ltd 25,000 shares of Rs 100 Each	2,500,000.00	2,500,000.00	2,500,000.00	2,500,000.00
Nepal Stock Dealer 5,000,000 shares of Rs 100 Each	500,000,000.00	500,000,000.00	500,000,000.00	500,000,000.00

d) The Company has earmarked investments amounting to NPR 18.97 Billion (FY 2078-79 NPR 15.05 Billion) to Nepal Insurance Authority.

11. Loans

Fig. in NPR

Particulars	2079-80	2078-79
Loans measured at Amortised Cost		
Loan to Employees	25,066,856	11,630,265
Others (to be Specified)	-	-
Less: Impairment Losses	-	-
Total	25,066,856	11,630,265

a) Expected recovery period within 12 months:

Fig. in NPR

Particulars	2079-80	2078-79
Loan to Employees	-	-
Others to be specified	-	-
Total	-	-

12 Reinsurance Assets

Fig. in NPR

Particulars	2079-80	2078-79
Reinsurance Assets on		
Unearned Premiums Reserve	529,920,306	724,704,750
Premium Deficiency Reserve	-	(892,633)
Outstanding Claims	1,394,923,876	2,097,748,455
IBNR and IBNER Claims	99,708,802	94,165,127
Margin For Adverse Deviations	-	-
Less: Impairment Losses	-	-
Total	2,024,552,984	2,915,725,699

13. Insurance Receivables

Fig. in NPR

Particulars	2079-80	2078-79
Receivable from Reinsurers	1,011,818,753	1,341,844,721

Receivable from Other Insurance Companies	2,529,257,589	5,040,123,992
Deposit Retained by Cedants	-	-
Other Reinsurance Receivables (to be specified)	-	-
Less: Impairment Losses	-	-
Total	3,541,076,342	6,381,968,713

a) Expected recovery period within 12 months:

Fig. in NPR

Particulars	2079-80	2078-79
Receivable from Reinsurers	1,011,818,753	1,341,844,721
Receivable from Other Insurance Companies	2,529,257,589	5,040,123,992
Deposit Retained by Cedants	-	-
Other Reinsurance Receivables (to be specified)	-	-
Total	3,541,076,342	6,381,968,713

14. Other Assets

Fig. in NPR

Particulars	2079-80	2078-79
Capital Advances	-	-
Prepaid Expenses	849,123	2,705,745
Claim Advances	132,766,496	120,168,278
Advances to Suppliers	-	8,078,843
Staff Advances	1,163	710,277
Printing and Stationery Stock	-	-
Deferred Expenses	61,072,112	53,059,310
Deferred Re-Insurance Commission Expenses	-	-
Deferred Brokerage Expenses	-	-
Lease Receivables	-	-
Others (to be specified)		
Gold and Silver Coins	169,500	169,500
Other Advance	11,175,596	11,396,808
Advance tax and TDS Receivable not yet claimable under income tax	71,198,138	71,198,138
Less: Impairment Losses	71,198,138	71,198,138
Total	206,033,990	196,288,761

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

Fig. in NPR

Particulars	2079-80	2078-79
Capital Advances	-	-
Prepaid Expenses	849,123	2,705,745
Claim Advances	132,766,496	120,168,278
Advances to Suppliers	-	8,078,843
Staff Advances	1,163	710,277
Printing and Stationery Stock	-	-
Deferred Expenses	-	-
Deferred Re-Insurance Commission Expenses	-	-
Deferred Brokerage Expenses	-	-
Lease Receivables	-	-
Others (to be specified)		
Gold and Silver Coins	169,500	169,500

Particulars	2079-80	2078-79
Other Advance	11,175,596	11,396,808
Total	144,961,878	143,229,451

15. Other Financial Assets

Fig. in NPR

Particulars	2079-80	2078-79
Security Deposits	-	-
Accrued Interest	199,199,184	181,542,520
Other Receivables	-	-
Other Deposits	663,434	663,434
Sundry Debtors	-	-
Premium Reserve	223,261,061	117,441,462
Loss Reserve		
Other (to be Specified)	-	-
Less: Impairment Losses	-	-
Total	423,123,678	299,647,416

a) Expected to be realized within 12 months: Fig. in NPR

Particulars	2079-80	2078-79
Security Deposits	-	-
Accrued Interest	199,199,184	181,542,520
Other Receivables	-	-
Other Deposits	663,434	663,434
Sundry Debtors	-	-
Premium Reserve	223,261,061	117,441,462
Loss Reserve		
Other (to be Specified)	-	-
Total	423,123,678	299,647,416

16. Cash and Cash Equivalents

Fig. in NPR

Particulars	2079-80	2078-79
Cash in Hand	-	-
Cheques in Hand	-	-
Bank Balances		
i) Balance with "A" Class Financial Institutions	295,266,047	283,694,836
ii) Balance with Infrastructure Banks	-	-
iii) Balance with "B" Class Financial Institutions	-	-
iv) Balance with "C" Class Financial Institutions	-	-
Less: Impairment Losses	-	-
Deposits with initial maturity upto 3 months	-	-
Others (to be Specified)	-	-
Less: Impairment Losses	-	-
Total	295,266,047	283,694,836

17. Share Capital

Fig. in NPR

Particulars	2079-80	2078-79
Ordinary Shares		

As at 1 Shrawan 2079	11,650,000,000	10,000,000,000
Additions during the year		
i) Bonus Share Issue	1,163,543,750	1,650,000,000
ii) Share Issue	-	-
As at 31 Ashadh 2080	12,813,543,750	11,650,000,000
Convertible Preference Shares (Equity Component Only)		
As at 1 Shrawan, 2079	-	-
Additions during the year	-	-
As at 31 Ashadh 2080	-	-
Irredeemable Preference Shares (Equity Component Only)		
As at 1 Shrawan, 2079	-	-
Additions during the year	-	-
As at 31 Ashadh 2080	-	-
Total	12,813,543,750	11,650,000,000

Ordinary Shares

Fig. in NPR

Particulars	2079-80	2078-79
Authorised Capital:		
150,000,000 Ordinary Shares of Rs. 100 each	15,000,000,000	15,000,000,000
Issued Capital:		
116,500,000 Ordinary Shares of Rs. 100 each	12,813,543,750	11,650,000,000
Subscribed and Paid Up Capital:		
116,500,000 Ordinary Shares of Rs. 100 each	12,813,543,750	11,650,000,000
Total	12,813,543,750	11,650,000,000

Preference Share Capital

Fig. in NPR

Particulars	2079-80	2078-79
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

Fig. in NPR

Particulars	Number of Shares		Percentage	
	2079-80	2078-79	2079-80	2078-79
Promoters				
Government of Nepal	56,429,631	51,305,494	44.04%	44.04%
Nepali Organized Institutions	51,204,137	46,554,506	39.96%	39.96%
Nepali Citizen	-	-	0%	0%
Foreigner	-	-	0%	0%

Others(to be specified)	-	-	0%	0%
Total (A)	107,633,768	97,860,000	84%	84%
Other than Promoters				
General Public	20,501,670	18,640,000	16%	16%
Others (to be Specified)	-	-	0%	0%
Total (B)	20,501,670	18,640,000	16%	16%
Total	128,135,438	116,500,000	100%	100%

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

Particulars	Number of Shares		Percentage	
	2079-80	2078-79	2079-80	2078-79
Government of Nepal	56,429,631	51,305,494	44.04%	44.04%
Bishal Group Limited	3,874,340	3,522,528	3.02%	3.02%
Rastriya Beema Company Limited	3,548,774	3,226,525	2.77%	2.77%
Neco Insurance Limited	2,073,447	1,885,166	1.62%	1.62%
Prudential Insurance Company Limited	2,073,447	1,885,166	1.62%	1.62%
United Insurance Company Limited	2,073,447	1,885,166	1.62%	1.62%
Premier Insurance Company Limited	2,073,447	1,885,166	1.62%	1.62%
Lumbini General Insurance Company Limited	2,073,447	1,885,166	1.62%	1.62%
Nepal Insurance Company Limited	2,073,447	1,885,166	1.62%	1.62%
Himalayan General Insurance Company Limited	2,073,447	1,885,166	1.62%	1.62%
Shikhar Insurance Company Limited	2,073,447	1,885,166	1.62%	1.62%
Prabhu Insurance Company Limited	2,073,447	1,885,166	1.62%	1.62%
IME General Insurance Company Limited	2,073,447	1,885,166	1.62%	1.62%
Sagarmatha Insurance Company Limited	2,073,447	1,885,166	1.62%	1.62%
Everest Insurance Company Limited	2,073,447	1,885,166	1.62%	1.62%
Siddhartha Insurance Company Limited	2,073,447	1,885,166	1.62%	1.62%
IME Ltd.	1,549,737	1,409,012	1.21%	1.21%
The Oriental Insurance Company Limited	1,446,799	1,315,421	1.13%	1.13%
NLG Insurance Company Limited	1,427,609	1,297,974	1.11%	1.11%

(b) Share Application Money Pending Allotment

Fig. in NPR

Particulars	2079-80	2078-79
Share Application Money Pending Allotment	-	-
Total	-	-

(c) Share Premium

Fig. in NPR

Particulars	2079-80	2078-79
As at 1 Shrawan, 2079	142,169,930	142,169,930
Increase due to Issue of shares at premium	-	-
Decrease due Issue of bonus shares	(113,120,868)	-
Transaction costs on issue of shares	(29,049,062)	(29,049,062)
Others (to be Specified)	-	-
As at 31 Ashadh, 2080	0	113,120,868

(d) Special Reserves

Fig. in NPR

Particulars	2079-80	2078-79
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As at 1 Shrawan, 2079	3,020,920,995	2,233,939,192
Additions	817,173,204	786,981,803
Utilizations	-	-
As at 31 Ashadh, 2080	3,838,094,199	3,020,920,995

(e) Catastrophe Reserves

Fig. in NPR

Particulars	2079-80	2078-79
As at 1 Shrawan, 2079	185,765,609	93,947,454
Additions	81,717,320	91,818,155
Utilizations	-	-
As at 31 Ashadh, 2080	267,482,929	185,765,609

(f) Retained Earnings

Particulars	2079-80	2078-79
As at 1 Shrawan, 2079	1,114,956,327	2,475,758,580
Net Profit or Loss	1,558,886,353	1,483,881,194
Items of OCI recognised directly in retained earnings	50,142,769	(98,998,774)
Remeasurement of Post-Employment Benefit Obligations	(558,834)	578,243
Prior period adjustment	(340,310)	
Transfer to reserve		
Revaluation Reserve	-	-
Special Reserve	(817,173,204)	(786,981,803)
Capital Reserve	-	-
Catastrophe Reserve	(81,717,320)	(91,818,155)
Corporate Social Responsibility (CSR) Reserve	(16,343,464)	(17,051,634)
Insurance Fund Including Insurance Reserve		
Fair Value Reserve	(50,142,769)	144,969,200
Actuarial Reserve	558,834	(826,062)
Deferred Tax Reserve	(94,401,789)	(94,554,463)
Regulatory Reserve	120,455,814	-
Other Reserves (to be specified)		
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	-	-
Issuance of Bonus Shares	(1,050,422,882)	(1,650,000,000)
Transaction Costs on Issue of Shares	-	-
Dividend Paid	(61,239,145)	(250,000,000)
Dividend Distribution Tax	-	-
Others (to be specified)	-	-
As at 31 Ashadh, 2080	672,660,380	1,114,956,327

(g) Other Equity

Fig. in NPR

Particulars	2079-80	2078-79
Revaluation Reserve	149,489,320	149,489,320
Capital Reserve	-	-
Corporate Social Responsibility (CSR) Reserve	32,827,938	17,051,634

Transfer on Disposal of Equity Instruments Measured at FVTOCI	118,207,505	118,207,505
Fair Value Reserve	237,139,456	186,996,687
Actuarial Reserve	2,783,162	3,341,996
Deferred Tax Reserve	188,956,252	94,554,463
Regulatory Reserves	(0)	120,455,814
Other Reserve (to be specified)	-	-
Total	729,403,633	690,097,419

18. Provisions

Fig. in NPR

Particulars	2079-80	2078-79
Provisions for employee benefits		
i) Provision for Leave	1,778,382	(349,264)
ii) Provision for Gratuity	369,167	(1,632,108)
iii) Termination Benefits	-	-
iv) Other employee benefit obligations (to be Specified)		
Provision for Bonus	485,409,914	366,610,821
Provision for tax related legal cases	-	-
Provision for non-tax related legal cases	-	-
Others (to be Specified)		
Provision for Motor TPL	162,376,190	-
Provision for Profit Commission	152,574,697	102,574,697
Total	802,508,350	467,204,146

a) Movement of Provisions, Contingent Liabilities and Contingent Assets

Fig. in NPR

Description	Opening Balance	Additions During the Year	Utilised During the Year	Reversed During the Year	Unwind-ing 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	-	-	-	-	-	-

Provision with expected payout within 12 months:

Fig. in NPR

Particulars	2079-80	2078-79
Provisions for employee benefits		
i) Provision for Leave	1,667,579	350,203
ii) Provision for Gratuity	1,410,104	578,839
iii) Termination Benefits	-	-
iv) Other employee benefit obligations (to be Specified)	485,409,914	366,610,821
Provision for Bonus	-	-
Provision for tax related legal cases	-	-

Provision for non-tax related legal cases	-	-
Total	488,487,597	367,539,863

19. Gross Insurance Contract Liabilities

Fig. in NPR

Particulars	2079-80	2078-79
Gross Insurance Contract Liabilities		
Unearned Premiums	4,203,495,807	6,931,514,787
Premium Deficiency	30,917,822	12,184,685
IBNR and IBNER	418,291,067	373,535,606
Outstanding Claims Provision	2,595,844,475	3,303,099,619
Margin For Adverse Deviation	-	-
Total	7,248,549,171	10,620,334,697

a) Gross Insurance Contract Liability

Fig. in NPR

Particulars	Non Life							Life		Total
	Property	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous	Term	
As at 1 Shrawan, 2079										
Unearned Premiums Reserve	1,286,788,274	1,547,874,889	642,554,235	661,763,153	8,475,833	22,826,077	849,608,216	510,515,332	1,401,108,779	6,931,514,787
Premium Deficiency Reserve	-	-	-	-	3,792,611	-	-	-	8,392,074	12,184,685
Outstanding Claims	2,116,469,640	149,830,986	69,151,947	743,714,962	-	16,900,005	40,326,820	95,630,805	71,074,454	3,303,099,619
IBNR and IBNER Claims	140,426,080	95,932,995	7,035,480	47,152,711	2,624,258	4,660,183	19,363,374	18,790,192	37,550,333	373,535,606
Margin For Adverse Deviations	-	-	-	-	-	-	-	-	-	-
Total Balance As at 31 Ashadh 2079	3,543,683,994	1,793,638,870	718,741,662	1,452,630,826	14,892,702	44,386,265	909,298,410	624,936,329	1,518,125,640	10,620,334,697
Changes during the year										
Unearned Premiums Reserve	(474,975,799)	(938,057,089)	(481,872,964)	(14,906,738)	(2,814,394)	(17,142,539)	(357,775,558)	(54,813,533)	(385,660,368)	(2,728,018,980)
Premium Deficiency Reserve	-	23,306,930	-	-	(3,792,611)	-	-	-	(781,182)	18,733,137
Outstanding Claims	(762,509,164)	34,444,198	46,265,776	(105,676,191)	-	(14,760,140)	35,051,333	2,933,559	56,995,485	(707,255,144)
IBNR and IBNER Claims	(25,746,098)	33,848,471	(12,041,999)	16,888,983	(319,984)	(964,209)	547,724	9,552,829	(1,094,254)	44,755,461
Margin For Adverse Deviations	-	-	-	-	-	-	-	-	-	-
Others (to be Specified)	-	-	-	-	-	-	-	-	-	-
Total changes during the year	(1,263,231,061)	(846,457,490)	(423,565,189)	(103,693,946)	(6,926,989)	(32,866,888)	(322,176,501)	(42,327,145)	(330,540,319)	(3,371,785,526)
As at 31 Ashadh 2080										
Unearned Premiums Reserve	811,812,474	609,817,800	160,681,271	646,856,415	5,661,439	5,683,538	491,832,658	455,701,800	1,015,448,411	4,203,495,807
Premium Deficiency Reserve	-	23,306,930	-	-	-	-	-	-	7,610,892	30,917,822
Outstanding Claims	1,353,960,476	184,275,184	115,417,723	638,038,771	-	2,139,865	75,378,153	98,564,364	128,069,939	2,595,844,475
IBNR and IBNER Claims	114,679,982	129,781,466	19,077,479	64,041,694	2,304,274	3,695,974	19,911,098	28,343,021	36,456,079	418,291,067
Margin For Adverse Deviations	-	-	-	-	-	-	-	-	-	-
Total Balance As at 31 Ashadh 2080	2,280,452,933	947,181,380	295,176,473	1,348,936,880	7,965,713	11,519,377	587,121,909	582,609,184	1,187,585,321	7,248,549,171

2. Reinsurance Assets

Fig. in NPR

Particulars	Non Life								Life	
	Fire	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous	Term	Total
As at 1 Shrawan, 2079										
Unearned Premiums Reserve	138,283,706	165,309,733	68,859,634	72,105,958	905,252.00	11,104,679	130,746,684	137,389,104	-	724,704,750
Premium Deficiency Reserve	-	-	-	-	(892,633)	-	-	-	-	(892,633)
Outstanding Claims	1,512,215,509	16,728,690	40,190,796	521,729,096	-	-	-	6,884,364	-	2,097,748,455
IBNR and IBNER Claims	46,759,942	25,889,731	1,406,120	12,140,431	163,162	1,313,090	3,964,625	2,528,026	-	94,165,127
Margin For Adverse Deviations	-	-	-	-	-	-	-	-	-	-
Total Balance As at 31 Ashadh 2079	1,697,259,157	207,928,154	110,456,550	605,975,485	175,781	12,417,769	134,711,309	146,801,494	-	2,915,725,699
Changes during the year										
Unearned Premiums Reserve	26,722,781	(85,427,600)	(54,458,914)	61,111,532	(905,252)	(11,104,679)	(78,606,684)	(61,040,628)	8,925,000	(194,784,444)
Premium Deficiency Reserve	-	-	-	-	892,633	-	-	-	-	892,633
Outstanding Claims	(495,608,265)	(8,167,341)	(33,834,823)	(161,093,459)	-	-	-	(4,120,691)	-	(702,824,579)
IBNR and IBNER Claims	(11,149,937)	9,657,350	1,312,097	5,216,031	(7,192)	(346,599)	(684,616)	1,546,541	-	5,543,675
Margin For Adverse Deviations	-	-	-	-	-	-	-	-	-	-
Others (to be Specified)	-	-	-	-	-	-	-	-	-	-
Total changes during the year	(480,035,421)	(83,937,591)	(86,981,640)	(94,765,896)	(19,811)	(11,451,278)	(79,291,300)	(63,614,778)	8,925,000	(891,172,715)
As at 31 Ashadh 2080										
Unearned Premiums Reserve	165,006,487	79,882,133	14,400,720	133,217,490	-	-	52,140,000	76,348,476	8,925,000	529,920,306
Premium Deficiency Reserve	-	-	-	-	-	-	-	-	-	-
Outstanding Claims	1,016,607,244	8,561,349	6,355,973	360,635,637	-	-	-	2,763,673	-	1,394,923,876
IBNR and IBNER Claims	35,610,005	35,547,081	2,718,217	17,356,462	155,970	966,491	3,280,009	4,074,567	-	99,708,802
Margin For Adverse Deviations	-	-	-	-	-	-	-	-	-	-
Total Balance As at 31 Ashadh 2080	1,217,223,736	123,990,563	23,474,910	511,209,589	155,970	966,491	55,420,009	83,186,716	8,925,000	2,024,552,984

19.1 Disclosure of Outstanding claim

Fig. in NPR

Type of insurance	Outstanding claim for intimated during the year (A)	Unclaimed Fund			Gross outstanding claim (A+B)	Reinsurance share (C)	Net Outstanding Claim (A+B-C)
		Outstanding claim for intimated during the previous 1 year	Outstanding claim for intimated during the previous 2 year	Outstanding claim for intimated during the previous 3 year			
Non-life							
Property	239,194,504	315,714,156	200,045,530	599,006,286	1,353,960,476.36	1,016,607,244.09	337,353,232.27
Motor	85,553,023	65,929,596	20,379,324	12,413,240	184,275,183.89	8,561,349.06	175,713,834.82
Marine	80,576,925	15,008,312	16,378,446	3,454,039	115,417,722.85	6,355,972.93	109,061,749.93
Engineering	104,595,547	138,618,780	286,029,745	108,794,699	638,038,770.82	360,635,636.83	277,403,133.99
Micro	-	-	-	-	-	-	-
Aviation	1,751,816	345,660	42,390	-	2,139,865.22	-	2,139,865.22
Cattle and Crop	32,098,648	31,385,563	3,264,000	8,629,942	75,378,152.72	-	75,378,152.72
Miscellaneous	3,618,173	31,385,719	26,902,060	36,658,412	98,564,363.99	2,763,673.43	95,800,690.56
Excess of Loss (Whole Account)	-	-	-	-	-	-	-
Others (to be specified)	-	-	-	-	-	-	-
Life							
Term	73,994,939	4,600,000	24,200,000	9,450,000	112,244,939.26	-	112,244,939.26
Others (to be specified)	15,825,000	-	-	-	15,825,000.00	-	15,825,000.00
Total	637,208,575	602,987,787	577,241,495	778,406,618	2,595,844,475	1,394,923,876	1,200,920,599

20. Insurance Payables**Fig. in NPR**

Particulars	2079-80	2078-79
Payable to Reinsurers	612,953,510	595,352,344
Payable to Other Insurance Companies	825,379,512	755,068,194
Other Insurance Payable (to be Specified)	-	-
Total	1,438,333,022	1,350,420,538

Payable within 12 months: Fig. in NPR

Particulars	2079-80	2078-79
Payable to Reinsurers	612,953,510	595,352,344
Payable to Other Insurance Companies	825,379,512	755,068,194
Other Insurance Payable (to be Specified)	-	-
Total	1,438,333,022	1,350,420,538

21. Current Tax (Assets)/Liabilities (Net)**Fig. in NPR**

Particulars	2079-80	2078-79
Income Tax Liabilities	426,596,048	730,122,150
Income Tax Assets	(887,797,145)	(881,993,455)
Total	(461,201,096)	(151,871,305)

22. Borrowings**Fig. in NPR**

Particulars	2079-80	2078-79
Bonds	-	-
Debentures	-	-
Term Loans - Bank and Financial Institution	-	-
Bank Overdrafts	-	-
Others (to be Specified)	-	-
Short term loan	-	300,000,000
Total	-	300,000,000

Payable within 12 months:**Fig. in NPR**

Particulars	2079-80	2078-79
Bonds	-	-
Debentures	-	-
Term Loans - Bank and Financial Institution	-	-
Bank Overdrafts	-	-
Others (to be Specified)	-	300,000,000
Total	-	300,000,000

23. Other Liabilities**Fig. in NPR**

Particulars	2079-80	2078-79
TDS Payable	141,873,336	136,493,766
VAT Payable (Reverse & Other)	36,434	-
Deposit Premiums	-	-
Insurance Service Fee Payable	80,506,192	136,259,357
Lease Liability	23,529,359	28,794,948
Deferred Commission Income	-	-
Deferred Income	-	-

Others (to be specified)		
Employee welfare fund	55,835,490	314,384,473
National Level Welfare Fund	26,072,353	85,095,639
Payable to Employees	94,286	(49,652)
Security Deposit	195,000	195,000
Total	328,142,450	701,173,530

Payable within 12 months:

Fig. in NPR

Particulars	2079-80	2078-79
TDS Payable	141,873,336	136,493,766
VAT Payable (Reverse & Other)	36,434	-
Deposit Premiums	-	-
Deferred Commission Income	-	-
Insurance Service Fee Payable	80,506,192	136,259,357
Lease Liability	6,430,488	-
Deferred Income	-	-
Others (to be specified)		
Employee welfare fund	55,835,490	314,384,473
National Level Welfare Fund	26,072,353	85,095,639
Employee Payable	94,286	(49,652)
Security Deposit	195,000	195,000
Total	311,043,579	672,378,582

24. Other Financial Liabilities

Fig. in NPR

Particulars	2079-80	2078-79
Redeemable Preference Shares	-	-
Irredeemable Cumulative Preference Shares	-	-
Refundable Share Application Money		
Payable to Surveyor		
Sundry Creditors	38,570,329	72,492,402
Retention and deposits	-	-
Short-term employee benefits payable		
i) Salary Payables	-	-
ii) Bonus Payables	-	-
iii) Other employee benefit payable (to be Specified)		
Accrued on Subsidised Loan and facilities to Employees	1,745,406	469,091
Audit Fee Payable	-	-
Actuarial Fees Payable	-	-
Dividend payable	-	-
Others - Other Financial Liabilities	1,363,864	595,709
Total	41,679,599	73,557,201

Payable within 12 months:**Fig. in NPR**

Particulars	2079-80	2078-79
Redeemable Preference Shares	-	-
Irredeemable Cumulative Preference Shares	-	-
Refundable Share Application Money	-	-
Payable to Surveyor	-	-
Sundry Creditors	38,570,329	72,492,402
Retention and deposits	-	-
Short-term employee benefits payable		
i) Salary Payables	-	-
ii) Bonus Payables	-	-
iii) Other employee benefit payable (to be Specified)		
Accrued on Subsidised Loan and facilities to Employees	1,745,406	469,091
Audit Fee Payable	-	-
Actuarial Fees Payable	-	-
Dividend payable	-	-
Others - Other Financial Liabilities	1,363,864	595,709
Total	41,679,599	73,557,201

25. Gross Earned Premium

Fig. in NPR

Particulars	Premium on Reinsurance Accepted		Gross Change in Unearned Premiums		Gross Earned Premiums	
	2079-80	2078-79	2079-80	2078-79	2079-80	2078-79
Non-life						
Property	1,623,624,949	2,573,576,547	(474,975,799)	206,910,083	2,098,600,748	2,366,666,465
Motor	1,219,635,600	3,095,749,777	(938,057,089)	258,056,417	2,157,692,689	2,837,693,360
Marine	321,362,542	557,743,381	(481,872,964)	118,346,870	803,235,506	439,396,511
Engineering	1,293,712,831	1,323,526,307	(14,906,738)	247,917,037	1,308,619,568	1,075,609,270
Micro	11,322,878	16,951,665	(2,814,394)	(96,291,786)	14,137,272	113,243,451
Aviation	11,367,076	45,652,154	(17,142,539)	(25,655,577)	28,509,615	71,307,731
Cattle and Crop	983,665,316	1,699,216,431	(357,775,558)	(203,977,223)	1,341,440,874	1,903,193,655
Miscellaneous	911,403,599	1,021,030,663	(54,813,533)	119,396,332	966,217,132	901,634,331
Excess of Loss (Whole Account)	-	-	-	-	-	-
Others (to be specified)	-	-	-	-	-	-
Life						
Term	2,030,896,822	2,030,803,145	(385,660,368)	770,265,983	2,416,557,190	1,260,537,162
Others (to be Specified)	-	-	-	-	-	-
Total	8,406,991,614	12,364,250,070	(2,728,018,980)	1,394,968,135	11,135,010,594	10,969,281,934

26. Premiums Ceded

Fig. in NPR

Particulars	Premiums Ceded To Reinsurers		Reinsurers Share of Change in		Premium Ceded	
	2079-80	2078-79	2079-80	2078-79		
Non-life						
Property	330,012,974	277,019,073	26,722,781	(7,214,917.00)	303,290,193	284,233,990
Motor	159,764,265	331,162,767	(85,427,600)	(5,558,303.00)	245,191,866	336,721,070
Marine	28,801,440	59,868,722	(54,458,914)	235,974.00	83,260,354	59,632,748
Engineering	266,434,980	144,444,195	61,111,532	14,316,641.00	205,323,448	130,127,554
Micro	-	1,813,479	(905,252)	(12,973,736.00)	905,252	14,787,215
Aviation	-	22,217,369	(11,104,679)	(25,806,504.00)	11,104,679	48,023,873
Cattle and Crop	104,280,000	259,978,066	(78,606,684)	100,196,686.00	182,886,684	159,781,380
Miscellaneous	152,696,952	274,957,399	(61,040,628)	70,512,471.00	213,737,580	204,444,928
Excess of Loss (Whole Account)	-	-	-	-	-	-
Others (to be specified)	-	-	-	-	-	-
Life						
Term	17,850,000	-	8,925,000.00	-	8,925,000	-
Others (to be Specified)	-	-	-	-	-	-
Total	1,059,840,611	1,371,461,070	(194,784,444)	133,708,312.00	1,254,625,056	1,237,752,758

26.1 Portfolio-wise details of Net Earned Premium

Fig. in NPR

Particulars	Gross Earned Premiums		Premiums Ceded		Net Earned Premium	
	2079-80	2078-79	2079-80	2078-79	2079-80	2078-79
Non-life						
Property	2,098,600,748	2,366,666,465	303,290,193	284,233,990	1,795,310,555	2,082,432,474
Motor	2,157,692,689	2,837,693,360	245,191,866	336,721,070	1,912,500,824	2,500,972,290
Marine	803,235,506	439,396,511	83,260,354	59,632,748	719,975,152	379,763,763
Engineering	1,308,619,568	1,075,609,270	205,323,448	130,127,554	1,103,296,120	945,481,716
Micro	14,137,272	113,243,451	905,252	14,787,215	13,232,020	98,456,236
Aviation	28,509,615	71,307,731	11,104,679	48,023,873	17,404,936	23,283,857
Cattle and Crop	1,341,440,874	1,903,193,655	182,886,684	159,781,380	1,158,554,190	1,743,412,275
Miscellaneous	966,217,132	901,634,331	213,737,580	204,444,928	752,479,552	697,189,403
Excess of Loss (Whole Account)	-	-	-	-	-	-
Others (to be Specified)	-	-	-	-	-	-
Life						
Term	2,416,557,190	1,260,537,162	8,925,000,000	-	2,407,632,190	1,260,537,162
Others (to be Specified)	-	-	-	-	-	-
Total	11,135,010,594	10,969,281,934	1,254,625,056	1,237,752,758	9,880,385,538	9,731,529,176

27. Commission Income

Fig. in NPR

Particulars	Reinsurance Commission Income		Deferred Commission Income		Profit Commission		Total	
	2079-80	2078-79	Current Year	Previous Year	2079-80	2078-79	2079-80	2078-79
Non-life								
Property	-	4,125,800			-	-	-	4,125,800.49
Motor	-	4,637,883			-	-	-	4,637,882.51
Marine	-	82,079			-	-	-	82,079.18
Engineering	-	1,733,557			-	-	-	1,733,556.70
Micro	-	-			-	-	-	-
Aviation	-	3,293,371			-	-	-	3,293,370.53
Cattle and Crop	-	-			-	-	-	-
Miscellaneous	-	2,756,780			-	-	-	2,756,779.94
Excess of Loss (Whole Account)	1,186,474	-			-	-	1,186,474.07	-
Others (to be Specified)	-	-			-	-	-	-
Life								
Term	-	-			-	-	-	-
Others (to be Specified)	-	-			-	-	-	-
Total	1,186,474	16,629,469	-	-	-	-	1,186,474.07	16,629,469.35

28. Other Direct Income

Fig. in NPR

Particulars	Portfolio Premium Entry		Outstanding Loss Entry		Others (to be Specified)		Total	
	2079-80	2078-79	Current Year	Previous Year	2079-80	2078-79	2079-80	2078-79
Non-life								
Property	399,582,204	296,023,896	-	-	-	-	399,582,204	296,023,896
Motor	-	-	-	-	-	-	-	-
Marine	1,946,569,36	-	-	-	-	-	1,946,569,36	-
Engineering	1,478,321.85	-	-	-	-	-	1,478,321.85	-
Micro	-	-	-	-	-	-	-	-
Aviation	-	-	-	-	-	-	-	-
Cattle and Crop	-	-	-	-	-	-	-	-
Miscellaneous	65,785,103	44,481,054	-	-	-	-	65,785,103	44,481,054
Excess of Loss (Whole Account)	889,817	-	-	-	-	-	889,817	-
Others - Unallocated	-	-	-	-	-	-	-	-
Life								
Term	-	-	-	-	-	2,035,907.08	-	2,035,907.08
Others (to be Specified)	-	-	-	-	-	-	-	-
Total	469,682,015	340,504,949	-	-	-	2,035,907	469,682,015.25	342,540,856



29. Income from Investment & Loans

Fig. in NPR

Particulars	2079-80	2078-79
Interest Income from Financial Assets Measured at Amortised Costs		
i) Fixed Deposit with "A" Class Financial Institutions	1,524,642,898	1,259,283,531
ii) Fixed Deposit with Infrastructure Banks	-	-
iii) Fixed Deposit with "B" Class Financial Institutions	209,415,354	125,291,214
iv) Fixed Deposit with "C" Class Financial Institutions	-	-
v) Debentures	173,773,386	124,785,977
vi) Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	8,970,000	8,970,000
vii) Bank Deposits other than Fixed Deposit	-	-
viii) Employee Loan	-	-
ix) Other Interest Income (to be specified)	-	-
Financial Assets Measured at at FVTOCI		
i) Interest Income on Debentures	-	-
ii) Dividend Income	24,449,128	2,541,505
iii) Other Interest Income (to be specified)	-	-
Financial Assets Measured at at FVTPL		
i) Interest Income on Debentures	-	-
ii) Dividend Income	-	-
iii) Other Interest Income (to be specified)	-	-
Rental Income	-	-
Others (to be specified)		
Other miscellaneous income	-	-
Total	1,941,250,766	1,520,872,227

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

Fig. in NPR

Particulars	2079-80	2078-79
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)

Fig. in NPR

Particulars	2079-80	2078-79
Realised Gain on Derecognition of Financial Assets Measured at FVTPL		
i) Equity Instruments	-	-
ii) Mutual Fund	-	-
iii) Debentures		
iv) Others (to be specified)	-	-
Realised Gain on Derecognition of Financial Assets at Amortised Costs		
i) Debentures	-	-
ii) Bonds	-	-
iii) Others (to be specified)	-	-
Total	-	-

32 Other Income

Fig. in NPR

Particulars	2079-80	2078-79
Unwinding of discount on Financial Assets at Amortised Cost		
i) Employee Loans	1,627,658	1,196,492
ii) Bonds	-	-
iii) Others (to be Specified)	-	-
Foreign Exchange Income	12,210,431	38,995,770
Interest Income from Finance Lease	-	-
Profit from disposal of Property and Equipment	-	-
Amortization of Deferred Income	-	-
Others (to be specified)		
Others miscellaneous income	1,890,415	5,429,369
Total	15,728,504	45,621,631

33. Gross Claims Paid

Fig. in NPR

Particulars	Gross Claims Paid		Claims Ceded		Net Claims Paid before Change in Contract Liabilities	
	2079-80	2078-79	2079-80	2078-79	2079-80	2078-79
Non-life						
Property	1,336,075,506	930,720,051	(273,990,884)	112,196,280	1,610,066,390	818,523,770
Motor	2,180,680,653	2,105,215,522	678,497,083	508,727,443	1,502,183,570	1,596,488,079
Marine	250,222,772	258,084,163	-	31,137,956	250,222,772	226,946,207
Engineering	931,472,978	749,317,657	-	35,081,902	931,472,978	714,235,755
Micro	2,926,719	12,150,292	-	-	2,926,719	12,150,292
Aviation	16,862,352	-	-	-	16,862,352	-
Cattle and Crop	767,262,210	1,239,355,937	-	5,316,052	767,262,210	1,234,039,884
Miscellaneous	622,849,622	469,448,648	-	476,924,329	622,849,622	(7,475,681)
Excess of Loss (Whole Account)	24,827,985	-	-	-	24,827,985	-
Others (to be specified)	-	-	-	-	-	-
Life						
Term	1,443,036,017	1,481,222,476	-	-	1,443,036,017	1,481,222,476

Others (to be specified)	-	-	-	-	-	-
Total	7,576,216,815	7,245,514,746	404,506,199	1,169,383,962	7,171,710,616	6,076,130,784

34 Change in Insurance Contract Liabilities

Fig. in NPR

Particulars	Gross Change in Insurance Contract Liabilities		Change in Reinsurance Assets		Net Change in Insurance Contract Liabilities	
	2079-80	2078-79	2079-80	2078-79	2079-80	2078-79
Non-life						
Property	(788,255,262)	(288,717,377)	(506,758,202)	(108,609,540.00)	(281,497,060)	(180,107,837)
Motor	91,599,599	40,098,781	1,490,009	11,541,023.00	90,109,590	28,557,758
Marine	58,307,775	(54,578,000)	(32,522,726)	3,622,560.00	90,830,501	(58,200,560)
Engineering	(88,787,208)	(160,722,693)	(155,877,428)	246,411,134.00	67,090,220	(407,133,827)
Micro	(4,112,595)	5,153,874	885,441	(957,298.00)	(4,998,036)	6,111,172
Aviation	(15,724,348.78)	3,577,642	(346,599.00)	5,647,824.00	(15,377,750)	(2,070,182)
Cattle and Crop	35,599,057	3,878,302	(684,616)	24,335,743.00	36,283,673	(20,457,441)
Miscellaneous	12,486,388	(13,660,736)	(2,574,150)	(56,387,938.00)	15,060,538	42,727,202
Excess of Loss (Whole Account)	-	-	-	-	-	-
Others (to be specified)	-	-	-	-	-	-
Life						
Term	55,120,049	(125,312,922)	-	-	55,120,049	(125,312,922)
Others (to be specified)	-	-	-	-	-	-
Total	(643,766,545)	(590,283,129)	(696,388,271)	125,603,508.00	52,621,725	(715,886,637)

35. Commission & Brokerage Expenses

a) Commission Expenses

Particulars	Domestic Insurers		Foreign Insurers		Deferred Commission Expenses		Net Commission Expenses	
	2079-80	2078-79	2079-80	2078-79	2079-80	2078-79	2079-80	2078-79
Non-life								
Property	624,948,788	839,420,558	43,060,390	24,640,825	-	-	668,009,178	864,061,383
Motor	432,750,379	1,030,458,558	122,841	103,423	-	-	432,873,220	1,030,561,981
Marine	91,892,118	144,687,773	7,354,798	15,000,142	-	-	99,246,916	159,687,915
Engineering	273,198,712	304,638,213	7,183,279	13,792,019	-	-	280,381,991	318,430,231
Micro	2,773,264	2,647,260.98	-	-	-	-	2,773,264	2,647,261
Aviation	613,225	13,561,944	-	-	-	-	613,225	13,561,944
Cattle and Crop	187,605,395	274,131,048	-	-	-	-	187,605,395	274,131,048
Miscellaneous	172,361,744	244,479,887	3,893,315	16,837,771	-	-	176,255,059	261,317,658
Excess of Loss (Whole Account)	-	-	-	-	-	-	-	-
Others - Unallocated	-	31,083,021.00	16,387,820	-	-	-	16,387,820	31,083,021
Life								

Particulars	Domestic Insurers		Foreign Insurers		Deferred Commission Expenses		Net Commission Expenses	
	2079-80	2078-79	2079-80	2078-79	2079-80	2078-79	2079-80	2078-79
Term	32,514,969	28,518,141	-	-	-	-	32,514,969	28,518,141
Others (to be specified)	-	-	-	-	-	-	-	-
Total	1,818,658,594	2,913,626,404	78,002,443	70,374,180	-	-	1,896,661,037	2,984,000,584

b) Brokerage Expenses

Particulars	Domestic Brokers		Foreign Brokers		Deferred Brokerage Expenses		Net Brokerage Expenses	
	2079-80	2078-79	2079-80	2078-79	2079-80	2078-79	2079-80	2078-79
Non-life								
Property	-	-	1,708,662	-	-	-	1,708,662	-
Motor	-	-	-	-	-	-	-	-
Marine	-	-	-	-	-	-	-	-
Engineering	-	-	-	-	-	-	-	-
Micro	-	-	-	-	-	-	-	-
Aviation	-	-	-	-	-	-	-	-
Cattle and Crop	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-
Excess of Loss (Whole Account)	14,669,332	15,537,546	15,331,724	-	-	-	30,001,056	15,537,546
Others - Unallocated	14,579,007	32,625,924	-	-	-	-	14,579,007	32,625,924
Life								
Term	-	-	-	-	-	-	-	-
Others (to be specified)	-	-	-	-	-	-	-	-
Total	29,248,339	48,163,470	17,040,386	-	-	-	46,288,724	48,163,470

36 Service Fees

Fig.in NPR

Particulars	Service Fees		Reinsurer's Share of Service Fees		Net Service Fees	
	2079-80	2078-79	2079-80	2078-79	2079-80	2078-79
Non-life						
Property	13,111,327	25,735,765	2,725,509	2,770,191	10,385,818	22,965,575
Motor	9,848,975	30,957,498	1,319,460	3,311,628	8,529,515	27,645,870
Marine	2,595,113	5,577,434	216,011	598,687	2,379,102	4,978,747
Engineering	10,447,174	13,235,263	2,200,432	1,444,442	8,246,743	11,790,821
Micro	91,436	169,517	-	18,135	91,436	151,382
Aviation	91,793	456,522	-	222,174	91,793	234,348
Cattle and Crop	7,943,434	16,992,164	990,977	2,599,781	6,952,457	14,392,384
Miscellaneous	7,359,896	10,210,307	1,031,083	2,749,574	6,328,813	7,460,733
Excess of Loss (Whole Account)	-	-	-	-	-	-
Others (to be specified)	-	-	-	-	-	-
Life						
Term	16,400,187	20,308,031	156,188	-	16,244,000	20,308,031

Particulars	Service Fees		Reinsurer's Share of Service Fees		Net Service Fees	
	2079-80	2078-79	2079-80	2078-79	2079-80	2078-79
Others (to be specified)	-	-	-	-	-	-
Total	67,889,336	123,642,501	8,639,659	13,714,611	59,249,677	109,927,890

Note: Service fee shall be calculated on the basis of gross written premium.

37 Other Direct Expenses

Fig. in NPR

Particulars	Portfolio Withdrawal Expenses		Outstanding Claim Withdraw		Others (to be specified)		Total	
	2079-80	2078-79	Current Year	Previous Year	2079-80	2078-79	Current Year	Previous Year
Non-life								
Property	487,315,719	372,920,513			-	-	487,315,719	372,920,513
Motor	-	-			-	-	-	-
Marine	-	-			-	-	-	-
Engineering	-	195,104.13			-	-	-	195,104
Micro	-	-			-	-	-	-
Aviation	-	-			-	-	-	-
Cattle and Crop	-	-			-	-	-	-
Miscellaneous	35,833,776	43,381,613			-	-	35,833,776	43,381,613
Excess of Loss (Whole Account)	28,405,636	-			-	-	28,405,636	-
Others - Unallocated	-	-			49,338,647	102,132,767	49,338,647	102,132,767
Life								
Term	-	-			102,819,198	75,019,546	102,819,198	75,019,546
Others (to be specified)	-	-			-	-	-	-
Total	551,555,131	416,497,230	-	-	152,157,844	177,152,313	703,712,976	593,649,543

38 Employee Benefits Expenses

Fig.in NPR

Particulars	2079-80	2078-79
Salaries	36,929,490	25,939,852
Allowances	15,595,310	9,015,770
Festival Allowances	2,867,639	1,654,953
Defined Benefit Plans		
i) Gratuity	1,366,387	1,054,886
ii) Others (to be Specified)	-	-
Defined Contribution Plans		
i) Provident Fund/Social Security Fund	3,212,825	2,297,434
ii) Others (to be Specified)	-	-
Leave Encashments	2,490,231	961,841
Termination Benefits	-	-
Training Expenses	9,983,205	1,813,740
Uniform Expenses	610,000	580,000
Medical Expenses	7,037,068	4,799,270

Particulars	2079-80	2078-79
Insurance Expenses	6,502,836	3,915,488
Staff Welfare	-	-
Others (To be specified)		
Benefits on subsidised loans and facilities	3,366,030	1,794,156
Other expenses	3,849,338	5,805,119
Wages	-	97,400
Sub Total	93,810,359	59,729,909
Employee Bonus	215,609,627	269,800,288
Total	309,419,986	329,530,198

39. Depreciation & Amortization Expenses

Fig. in NPR

Particulars	2079-80	2078-79
Amortization of Goodwill & Intangible Assets (Refer Note. 4)	467,182	411,392
Depreciation on Property and Equipment (Refer Note. 5)	14,688,023	11,304,747
Depreciation on Investment Properties (Refer Note. 6)	-	-
Total	15,155,205	11,716,139

40 Impairment Losses

Fig.in NPR

Particulars	2079-80	2078-79
Impairment Losses on Property and Equipment, Investment Properties and Goodwill & Intangible Assets		
i) Property and Equipment	-	-
ii) Investment Properties	-	-
iii) Goodwill & Intangible Assets	-	-
Impairment Losses on Financial Assets		
i) Investment	-	-
ii) Loans	-	-
iii) Other Financial Assets	-	-
iv) Cash and Cash Equivalents	-	-
v) Others (to be specified)	-	-
Impairment Losses on Other Assets		
i) Reinsurance Assets	-	-
ii) Insurance Receivables	-	-
iii) Lease Receivables	-	-
iv) Others (to be Specified)	-	-
Total	-	-

41. Other Operating Expenses

Fig.in NPR

Particulars	2079-80	2078-79
Rent Expenses	20,851	5,081,502
Electricity and Water	752,635	635,357
Repair & Maintenance		
i) Buildings	-	150
ii) Vehicles	477,474	820,588
iii) Office Equipments	37,757	242,051
iv) Others (to be Specified)	461,250	168,072

Particulars	2079-80	2078-79
Telephone & Communication	1,368,591	1,048,363
Printing & Stationary	986,309	670,482
Office Consumable Expenses	444,393	454,190
Travelling Expenses		
i) Domestic	126,935	499,848
ii) Foreign	1,580,945	1,670,544
Transportation & Fuel Expenses	3,513,688	2,692,622
Insurance Premium	445,759	291,712
Security & Outsourcing Expenses	-	-
Legal and Consulting Expenses	9,956,883	3,023,902
Newspapers, Books and Periodicals	31,891	273,351
Advertisement & Promotion Expenses	2,277,576	995,693
Business Promotion	4,068,049	5,846,946
Guest Entertainment	278,894	121,218
Gift and Donations	-	250,000
Board Meeting Fees and Expenses		
i) Meeting Allowances	1,925,800	1,267,690
ii) Other Allowances	75,007	358,766
Other Committee/ Sub-committee Expenses		
i) Meeting Allowances	2,498,890	4,383,322
ii) Other Allowances	676,427	604,239
Annual General Meeting Expenses	2,594,764	834,474
Audit Related Expenses		
i) Statutory Audit	1,809,055	565,000
ii) Tax Audit	-	141,250
iii) Long Form Audit Report	-	56,500
iv) Other Fees	-	508,500
v) Internal Audit	-	452,184
vi) Others (to be Specified)	124,247	59,163
Bank Charges	1,011,098	840,771
Fee and Charges	32,119,554	19,225,148
Postage Charges	-	-
Foreign Exchange Losses	9,178,484	-
Fines and Penalties	-	-
Others (to be specified)		
Prior period expenses	-	273,267
Other expenses	4,493,199	2,233,335
Anniversary expenses	2,972,195	172,000
Total	86,308,601	56,762,200

42 Finance Cost

Fig.in NPR

Particulars	2079-80	2078-79
Unwinding of discount on Provisions	-	-
Unwinding of discount on Financial Liabilities at Amortised Costs	-	-
Interest Expenses - Bonds	-	-

Particulars	2079-80	2078-79
Interest Expenses - Debentures	-	-
Interest Expenses - Term Loans	-	-
Interest Expenses - Leases	3,352,811	3,600,736
Interest expenses - Overdraft Loans	-	-
Others (to be specified)		
Short Term Loans	23,265,297	20,379,288
Total	26,618,108	23,980,023

43. Income Tax Expense

Fig. in NPR

(a) Income Tax Expense

Particulars	2079-80	2078-79
Current Tax		
i) Income Tax Expenses for the Year	392,659,788	714,780,544
ii) Income Tax Relating to Prior Periods	-	-
iii) Tax on share premium	33,936,261	-
Deferred Tax For The Year		
i) Originating and reversal of temporary differences	(44,995,759)	(59,442,572)
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	381,600,289	655,337,972

(b) Reconciliation of Taxable Profit & the Accounting Profit

Particulars	2079-80	2078-79
Accounting Profit Before Tax	1,940,486,642	2,139,219,167
Applicable Tax Rate	28.05%	29.60%
Tax at the applicable rate on Accounting Profit	544,251,095	633,159,110
Add: Tax effect of expenses that are not deductible for tax purpose		
i) Undistributed Bonus Disallowed	(94,080,052)	(4,085,642)
ii) Non-Deductible Expenses	(96,647,071)	37,185,650
iii) Depreciation Disallowed	1,963,093	1,797,473
iv) Foreign Exchange Movement	-	-
Less: Tax effect on exempt income and additional deduction		
i) Deduction allowed for costs directly charged to equity	-	2,014,927
ii) Exemption of Dividend Income	7,334,738	762,452
iii) Unwinding Interest Income not taxable	488,297	358,948
iv) Fair value changes	-	9,582,293
Add: Adjustments to Current Tax for Prior Periods	-	-
Add: Tax on Share Premium	33,936,260	-
Income Tax Expense	381,600,289	655,337,972
Effective Tax Rate	19.67%	30.63%



44. Employee Retirement Benefits

a) Post Employment Benefit - Defined Contribution Plans

For the year ended Ashadh 31, 2080 (July 16, 2023) the company has recognised an amount of NPR. 3,212,825 as an expenses under the defined contribution plans in the Statement of Profit or Loss.

b) Post Employment Benefit - Defined Benefit Plans

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

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

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	2079-80	2078-79	2079-80	2078-79
Current service cost	1,505,117	1,113,313	1,353,926	919,380
Past service cost	-	-	-	-
Net interest cost (a-b)	(138,730)	(58,427)	1,136,305	42,461
a. Interest expense on defined benefit obligation (DBO)	383,161	340,744	358,218	265,622
b. Interest (income) on plan assets	(521,891)	(399,171)	(412,506)	(316,227)
Immediate recognition of (Gains)/Losses - Other Long Term Benefits	-	-	1,190,593	93,066
Defined benefit cost included in Statement of Profit or Loss	1,366,387	1,054,886	2,490,231	961,841

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

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	2079-80	2078-79	2079-80	2078-79
a. Actuarial (gain)/ loss due to financial assumption changes in DBO	514,490	(195,155)	-	-
b. Actuarial (gain)/ loss due to experience on DBO	432,634	(500,259)	-	-
c. Return on plan assets (greater)/ less than discount rate	(148,790)	(130,648)	-	-
Total actuarial (gain)/ loss included in OCI	798,334	(826,062)	-	-

e) Total cost recognised in Comprehensive Income

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	2079-80	2078-79	2079-80	2078-79
Cost recognised in Statement of Profit or Loss	1,366,387	1,054,886	2,490,231	961,841
Remeasurements effects recognised in OCI	798,334	(826,062)	-	-
Total cost recognised in Comprehensive Income	2,164,721	228,824	2,490,231	961,841

f) Change in Defined Benefit Obligation

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	2079-80	2078-79	2079-80	2078-79
Defined benefit obligation as at the beginning of the year	4,682,882	4,419,832	4,503,753	3,463,167
Service cost	1,505,117	1,113,313	1,353,926	919,380
Interest cost	383,161	340,744	358,218	265,622
Benefit payments from plan assets	(640,382)	(495,593)	(601,214)	(328,436.00)
Actuarial (gain)/ loss - financial assumptions	514,490	(195,155)	547,628	(178,005)
Actuarial (gain)/ Loss - experience	432,634	(500,259)	782,113	362,025
Defined Benefit Obligation as at Year End	6,877,902	4,682,882	6,944,424	4,503,753

g) Change in Fair Value Of Plan Assets

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	2079-80	2078-79	2079-80	2078-79
Fair value of plan assets at end of prior year	6,314,990	5,150,171	4,853,017	3,952,836
Interest Income				
Expected return on plan assets	521,891	399,171	412,506	316,227
Employer contributions	-	635,000	-	493,000
Participant contributions	-	-	-	-
Benefit payments from plan assets	(476,935)	-	(238,629)	-
Transfer in/ transfer out	-	-	-	-
Actuarial gain/ (loss) on plan assets	148,790	130,648	139,148	90,954
Fair value of Plan Assets as at Year End	6,508,736	6,314,990	5,166,042	4,853,017

h) Net Defined Benefit Asset/(Liability)

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	2079-80	2078-79	2079-80	2078-79
Defined Benefit Obligation	6,877,902	4,682,882	6,944,424	4,503,753
Fair Value of Plan Assets	6,508,736	6,314,990	5,166,042	4,853,017
Liability/ (Asset) Recognised in Statement of Financial Position	369,166	(1,632,108)	1,778,382	(349,264)

i) Expected Company Contributions for the Next Year

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	2079-80	2078-79	2079-80	2078-79
Expected company contributions for the next year	1,407,668	1,366,387	2,130,643	1,299,638

j) Reconciliation of amounts in Statement of Financial Position

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	2079-80	2078-79	2079-80	2078-79
Net defined benefit liability/(asset) at prior year end	(1,632,108)	(730,339)	(349,264)	(489,669)
Defined benefit cost included in Statement of Profit or Loss	1,366,387	1,054,886	2,490,231	961,841
Total remeasurements included in OCI	798,334	(826,062)	-	-
Acquisition/ divestment	-	-	-	-
Employer contributions	(163,447)	(1,130,593)	(362,585)	(821,436)
Net defined benefit liability/(asset)	369,166	(1,632,108)	1,778,382	(349,264)

k) Reconciliation of Statement of Other Comprehensive Income

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	2079-80	2078-79	2079-80	2078-79
Cumulative OCI - (Income)/Loss, beginning of period	(3,341,997)	(2,515,935)	-	-
Total remeasurements included in OCI	798,334	(826,062)	-	-
Cumulative OCI - (Income)/Loss	(2,543,663)	(3,341,997)	-	-

l) Current/Non - Current Liability

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	2079-80	2078-79	2079-80	2078-79
Current Liability	-	-	-	-



Particulars	Employee Benefit Plan		Any Other Funded Liability	
	2079-80	2078-79	2079-80	2078-79
Non - Current Liability	369,167	1,632,108	1,778,382	-
Total	369,167	1,632,108	1,778,382	-

m) Expected Future Benefit Payments

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	2079-80	2078-79	2079-80	2078-79
Within 1 year	1,667,579	350,203	1,410,104	578,839
Between 1-2 years	554,929	1,097,260	527,676	1,014,772
Between 2-5 years	1,143,160	1,022,611	1,223,632	887,419
From 6 to 10	2,340,950	3,334,155	2,521,749	1,726,667
Total	5,706,618	5,804,229	5,683,161	4,207,697

n) Plan assets

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	2079-80	2078-79	2079-80	2078-79
	(% 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 (to be Specified)	100%	100%	100%	100%
Total	100%	100%	100%	100%

o) Sensitivity Analysis

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	2079-80	2078-79	2079-80	2078-79
Effect in Defined Benefit Obligation Due to 1% Increase in Discount Rate	6,363,413	4,321,964	6,396,796	4,173,760
Effect in Defined Benefit Obligation Due to 1% Decrease in Discount Rate	7,480,358	5,104,733	7,585,470	4,888,893
Effect in Defined Benefit Obligation Due to 1% Increase in Salary Escalation Rate	7,454,191	5,089,187	7,595,258	4,896,773
Effect in Defined Benefit Obligation Due to 1% Decrease in Salary Escalation Rate	6,377,884	4,329,814	6,379,730	4,162,004
Effect in Defined Benefit Obligation Due to 1% Increase in Attrition Rate	7,008,047	4,795,702	7,082,505	4,605,639
Effect in Defined Benefit Obligation Due to 1% Decrease in Attrition Rate	6,731,039	4,555,458	6,788,780	4,388,833

p) Assumptions

Fig. in NPR

Particulars	Employee Benefit Plan	Any Other Funded Liability
Discount Rate	7.5%	7.5%
Escalation Rate (Rate of Increase in Compensation Levels)	5%	5%
Attrition Rate (Employee Turnover)	5%	5%
Mortality rate during Employment	NALM 2009	NALM 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.

Fig. in NPR

Particulars	Level	2079-80			2078-79		
		FVTPL	FVOCI	Amortised Cost	FVTPL	FVOCI	Amortised Cost
Investments							
i) Investment in Equity Instruments							
Investment in Equity (Quoted)	1	-	923,866,911	-	-	376,663,038	-
Investment in Equity (Unquoted)	2	-	507,280,000	-	-	997,895,000	-
ii) Investment in Mutual Funds	1	-	885,462	-	-	830,711	-
iii) Investment in Preference Shares of Bank and Financial Institutions		-	-	-	-	-	-
iv) Investment in Debentures		-	-	1,853,203,000	-	-	1,741,163,000
v) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)		-	-	300,000,000	-	-	300,000,000
vi) Fixed Deposits		-	-	16,893,508,599	-	-	15,934,064,589
vii) Others (to be specified)		-	-	-	-	-	-
Loans		-	-	25,066,856	-	-	11,630,265
Other Financial Assets		-	-	3,964,200,020	-	-	6,681,616,128
Cash and Cash Equivalents		-	-	295,266,047	-	-	283,694,836
Total Financial Assets		-	1,432,032,373	23,331,244,521	-	1,375,388,748	24,952,168,819
Borrowings		-	-	-	-	-	300,000,000
Other Financial Liabilities		-	-	1,480,012,621	-	-	1,423,977,739
Total Financial Liabilities		-	-	1,480,012,621	-	-	1,723,977,739

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

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

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3. There is no transfer of Financial Instruments between different levels as mentioned above during the year.

(ii) Valuation Technique Used to Determine Fair Value

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

(iii) Valuation Process

The finance and accounts department of the Company performs the valuation of financial assets and liabilities required for financial reporting purposes. Discussion on valuation processes and results are held at least once in a year.

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

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

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

Fig. in NPR

Particulars	2079-80		2078-79	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Investments				
i) Investment in Preference Shares of Bank and Financial Institutions	-	-	-	-
ii) Investment in Debentures	1,853,203,000	1,853,203,000	1,741,163,000	1,741,163,000
iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	300,000,000	300,000,000	300,000,000	300,000,000
iv) Fixed Deposit	16,893,508,599	16,893,508,599	15,934,064,589	15,934,064,589
v) Others (to be Specified)	-	-	-	-
Loans				
i) Loan to Employees	25,066,856	25,066,856	11,630,265	11,630,265
ii) Others (to be Specified)	-	-	-	-
Other Financial Assets	3,964,200,020	3,964,200,020	6,681,616,128	6,681,616,128
Total Financial Assets at Amortised Cost	23,035,978,474	23,035,978,474	24,668,473,983	24,668,473,983
Borrowings				
i) Bonds	-	-	-	-
ii) Debentures	-	-	-	-
iii) Term Loans - Bank and Financial Institution	-	-	-	-
iv) Bank Overdrafts	-	-	-	-
v) Others -Short Term loan	-	-	300,000,000	300,000,000
Other Financial Liabilities	1,480,012,621	1,480,012,621	1,423,977,739	1,423,977,739
Total Financial Liabilities at Amortised Cost	1,480,012,621	1,480,012,621	1,723,977,739	1,723,977,739

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

46. Insurance Risk

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

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

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

- a) Product development
- b) Pricing
- c) Underwriting
- d) Claims Handling
- e) Reinsurance
- 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 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 made in relation to Incurred But Not Reported (IBNR) and
- iv) Incurred But Not Enough Reported (IBNER) claims.
- v) Post-underwriting reviews are conducted to ensure that set guidelines have been observed.
- vi) 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 reinsurer 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 reinsurance 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 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 had to be changed on an individual basis.

Particulars	Changes in Assumptions	2079-80				2078-79			
		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%	757,621,681	717,171,062	(502,019,743)	724,551,475	607,613,078	(607,613,078)	(425,329,155)	
Average Number of Claims	+ 10%	757,621,681	717,171,062	(502,019,743)	724,551,475	607,613,078	(607,613,078)	(425,329,155)	
Average Claim Cost	- 10%	(757,621,681)	717,171,062	502,019,743	(724,551,475)	(607,613,078)	607,613,078	425,329,155	
Average Number of Claims	- 10%	(757,621,681)	717,171,062	502,019,743	(724,551,475)	(607,613,078)	607,613,078	425,329,155	

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.

Fig. in NPR

Gross outstanding claim provision	Fig. in NPR						
	>PY 4	PY 4	PY 3	PY 2	PY 1	Current Year	Total
Year of incident							
At end of incident year						10,590,352,357	10,590,352,357
One year later							-
Two year later							-
Three year later							-
Four year later							-
More than Four years							-
Current estimate of cumulative claims						10,590,352,357	10,590,352,357
At end of incident year						7,576,216,815	7,576,216,815
One year later							-
Two year later							-
Three year later							-
Four year later							-
More than Four years							-

Cumulative payments to date	-	-	-	-	-	-	-	-	-	7,576,216,815	7,576,216,815
Gross outstanding claim provision	-	-	-	-	-	-	-	-	-	3,014,135,543	3,014,135,543
Net outstanding claim provision Fig. in NPR											
Year of incident	>PY 4	PY 4	PY 3	PY 2	PY 1	Current Year	Total				
At end of incident year						8,691,213,480	8,691,213,480				
One year later											
Two year later											
Three year later											
Four year later											
More than Four years											
Current estimate of cumulative claims	-	-	-	-	-	8,691,213,480	8,691,213,480				
At end of incident year						7,171,710,616	7,171,710,616				
One year later											
Two year later											
Three year later											
Four year later											
More than Four years											
Cumulative payments to date	-	-	-	-	-	7,171,710,616	7,171,710,616				
Net outstanding claim provision	-	-	-	-	-	1,519,502,864	1,519,502,864				

As per the data maintained with the company which is dependant upon the data received from various insurance companies, there is no segregation available for the claims outstanding incurred in the past and hence, due to difficulty and high administrative costs and time required, only the adobe data have been presented in the claim development table above.

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
Non-life						
Fire	2,280,452,933	1,217,223,736	1,063,229,197	3,543,683,994	1,697,259,157	1,846,424,837
Motor	947,181,380	123,990,563	823,190,818	1,793,638,870	207,928,154	1,585,710,716
Marine	295,176,473	23,474,910	271,701,563	718,741,662	110,456,550	608,285,112
Engineering	1,348,936,880	511,209,589	837,727,291	1,452,630,826	605,975,485	846,655,341
Micro	7,965,713	155,970	7,809,743	14,892,702	175,781	14,716,921.0
Aviation	11,519,377	966,491	10,552,886	44,386,265	12,417,769	31,968,496
Cattle and Crop	587,121,909	55,420,009	531,701,900	909,298,410	134,711,309	774,587,101
Miscellaneous	582,609,184	83,186,716	499,422,468	624,936,329	146,801,494	478,134,835
Life						
Term	1,187,585,321	8,925,000	1,178,660,321	1,518,125,640	-	1,518,125,640
Total	7,248,549,171	2,024,552,984	5,223,996,188	10,620,334,697	2,915,725,699	7,704,608,998

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 reinsurers defaults on its obligations under the reinsurance contracts.

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

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

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

Fig. in NPR

Particulars	Asset Group	Gross Carrying Amount	Expected probability of Default	Expected Credit Losses	Carrying Amount After Provision
Credit Risk has not significantly increased since initial recognition	Investment in Debentures	1,853,203,000	0%	-	1,853,203,000
	Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	300,000,000	0%	-	300,000,000
	Fixed Deposit of "A" Class Financial Institutions	14,815,162,661	0%	-	14,815,162,661
	Fixed Deposits in "B" Class Financial Institutions	2,078,345,938	0%	-	2,078,345,938
	Loan to Employees	25,066,856	0%	-	25,066,856
	Other Financial Assets	3,964,200,020	0%	-	3,964,200,020
Credit Risk has significantly increased and not credit impaired	NA	-	0%	-	-
Credit Risk has significantly increased and credit impaired	NA	-	0%	-	-

Expected Credit Losses for Financial Assets at Amortised Costs as at 32 Ashad 2079
Fig. in NPR

Particulars		Asset Group	Gross Carrying Amount	Expected probability of Default	Expected Credit Losses	Carrying Amount After Provision
Credit Risk has not significantly increased since initial recognition	Loss allowance measured at 12 months expected credit losses	Investment in Debentures	1,741,163,000	0%	-	1,741,163,000
		Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	300,000,000	0%	-	300,000,000
		Fixed Deposit of "A" Class Financial Institutions	14,450,489,589	0%	-	14,450,489,589
		Fixed Deposits in "B" Class Financial Institutions	1,483,575,000	0%	-	1,483,575,000
		Fixed Deposits in "C" Class Financial Institutions	-	100%	-	-
		Loan to Employees	11,630,265	0%	-	11,630,265
		Other Financial Assets	6,681,616,128	0%	-	6,681,616,128
Credit Risk has significantly increased and not credit impaired	Loss allowance measured at life- time expected credit losses	NA	-	0%	-	-
Credit Risk has significantly increased and credit impaired		NA	-	0%	-	-

Reconciliation of Loss Allowance Provision
Fig. in NPR

Particulars	Measured at 12 months expected credit losses	Measured at life-time expected credit	
		Credit Risk has significantly increased and not Credit impaired	Credit Risk has significantly increased and Credit impaired
Loss Allowance on 32 Ashad 2079	-	-	-
Changes in loss allowances			
Write-offs	-	-	-
Recoveries	-	-	-
Loss Allowance on 31 Ashad 2080	-	-	-

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	2079-80			2078-79		
	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	-	-	-	300,000,000	-	-
Insurance Payables	1,438,333,022	-	-	1,350,420,538	-	-
Other Financial Liabilities	41,679,599	-	-	73,557,201	-	-
Total Financial Liabilities	1,480,012,621	-	-	1,723,977,739	-	-

iii) Market Risk

a1) Foreign Currency Risk Exposure

Operation of the Company has exposed it to foreign exchange risk arising from foreign currency transactions, with respect to the USD. 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	2079-80	2078-79
	NPR in respect to USD	NPR in respect to USD
Investments	-	-
Loans	-	-
Insurance Receivables	1,011,818,753	1,341,844,721
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)	1,011,818,753	1,341,844,721
Insurance Payables	612,953,510	595,352,344
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)	612,953,510	595,352,344

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	
	2079-80	2078-79	2079-80	2078-79
USD sensitivity				
NPR/ USD - Increases by 10% *	1,221,043	3,899,577	-	-
NPR/ USD - Decreases by 10% *	(1,221,043)	(3,899,577)	-	-

* 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	2079-80	2078-79
Interest Rate - Increase By 1%*	133,326,981	15,183,307
Interest Rate - Decrease By 1%*	(133,326,981)	(15,183,307)

* Holding all other Variable Constant

c1) Equity Price Risk

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

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

c2) Sensitivity

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

Particulars	2079-80	2078-79
Equity Index - Increase By 1%*	14,311,469	13,753,887
Equity Index - Decrease By 1%*	(14,311,469)	(13,753,887)

* 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, authorization 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 change is a source of financial risk, having an impact on the resilience of individual insurers as well on financial stability. It is leading to increasing instances of natural catastrophes, and can impact the operations of organizations. Insurers are exposed to both transition and physical risks through their underwriting and investment activities. This makes it extremely essential to focus on climate risk management for ensuring longterm sustainable growth. The organization will integrate climate change considerations into its Overall business strategy via accessing, addressing and minimizing the risks associated with the climate change.

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 Beema Samiti to attain a stipulated minimum paid up capital of NPR 1 billion by mid-July 2018. As on the Reporting date, the company's paid up capital is NPR 12.81354375 Billion.

Dividend

Fig. In NPR

Particulars	2079-80	2078-79
(i) Dividends recognised		
Final dividend for the year ended 32 Ashad 2079 of NPR 5/- and 31 Ashad 2078 - NPR 5.2632/- per fully paid share	1,224,782,895	-
	1,224,782,895	-
(ii) Dividends not recognised at the end of the reporting period		
For the year ended directors have recommended the payment of a final cash dividend of NPR 0.25/- (inclusive of taxes) per fully paid Equity share (32 Ashad 2079 - NPR 0.25/-). This proposed dividend is subject to the approval of shareholders in the ensuing annual general meeting	32,033,859	30,581,250
	32,033,859	30,581,250

Apart from above, the directors have also recommended issue of bonus shares of 4.75 % of its paid up capital (32 Ashad 2079- 4.75%). This is also subject to the approval of shareholders in the ensuing annual general meeting.

51. Earnings Per Share (EPS)

Fig.in NPR

a) Basic Earnings Per Share		
Particulars	2079-80	2078-79
Profit For the Year	1,558,886,353	1,483,881,195
Less: Dividend on Preference Shares	-	-
Profit For the Year used for Calculating Basic Earning Per Share	1,558,886,353	1,483,881,195
Add: Interest saving on Convertible Bonds	-	-
Profit For the Year used for Calculating Diluted Earning per Share	1,558,886,353	1,483,881,195
Weighted Average Number of Equity Shares Outstanding During the Year For Basic Earning per Share	128,135,438	116,500,000
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	128,135,438	116,500,000
Nominal Value of Equity Shares	100	100
Basic Earning Per Share	12.17	12.74
Proposed Bonus Share	-	11,635,438
Weighted Average Number of Equity Shares Outstanding During the Year for Restated Earning Per Share	128,135,438	128,135,438
Restated Basic Earning Per Share	12.17	11.58
Restated Diluted Earning Per Share	12.17	11.58

52. Operating Segment

Segment information is presented in respect of the Company's business segments. Management of the Company has identified portfolios as business segment along with its treasury department which is in charge for the investments made by the company; and the Company's internal reporting structure is also based on same. 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
- ix) Excess of Loss (Whole Account)
- x) Life Insurance
- xi) Treasury (Head Office)

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

Fig. in NPR

Particulars	Non-Life Insurance Business										Life Insurance	Treasury (Head Office)	Inter Segment Elimination	Total			
	Fire	Motor	Marine	Engineering	Micro	Aviation	Cattle and Cro	Miscellaneous	Excess of Loss (Whole Account)	Other					Term Life		
Income:																	
Gross Earned Premiums	2,098,600,748	2,157,692,689	803,235,506	1,308,619,568	14,137,272	28,509,615	134,440,874	966,217,112	-	-	2,416,557,190	-	-	-	-	-	11,135,010,594
Premiums Ceded	(303,290,193)	(245,191,866)	(83,260,354)	(205,323,448)	(905,252)	(11,104,679)	(102,886,084)	(213,737,588)	-	-	(8,925,000,00)	-	-	-	-	-	(1,254,625,056)
Inter-Segment Revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Earned Premiums	1,795,310,555	1,912,500,824	719,975,152	1,103,296,120	13,232,020	17,404,936	118,554,790	752,479,522	-	-	2,407,632,190	-	-	-	-	-	9,880,385,538
Commission Income	-	-	-	-	-	-	-	-	1,186,474	-	-	-	-	-	-	-	1,186,474
Other Direct Income	399,582,204	-	1,946,569,36	1,678,321,85	-	-	-	65,785,103	889,817	-	-	-	-	-	-	-	469,682,015
Income from Investment & Loans	-	-	-	-	-	-	-	-	-	-	-	-	-	1,941,250,766	-	-	1,941,250,766
Net Gains/ (Losses) on Fair Value Changes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Realised Gains/ (Losses)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Segmental Income	2,194,892,759	1,912,500,824	721,921,721	1,104,774,442	13,232,020	17,404,936	1,158,554,190	818,264,655	2,076,291	-	2,407,632,190	1,941,250,766	-	-	-	-	12,292,504,794
Expenses:																	
Gross Claims Paid	1,336,075,506	2,189,680,653	250,222,772	931,472,978	2,926,719	16,862,352	767,282,210	622,849,622	24,827,985	-	1,443,036,017	-	-	-	-	-	7,576,216,815
Claims Ceded	273,990,884	(678,497,083)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(404,506,199)
Gross Change in Contract Liabilities	(788,255,262)	91,599,599	58,307,775	(88,787,208)	(4,112,595)	(15,724,348.78)	35,599,057	12,486,388	-	-	55,120,049	-	-	-	-	-	(643,766,545)

Particulars	Non-Life Insurance Business										Life Insurance	Treasury (Head Office)	Inter Segment Elimination	Total		
	Fire	Motor	Marine	Engineering	Micro	Aviation	Cattle and Cro	Miscellaneous	Excess of Loss (Whole Account)	Other					Term Life	
Change in Contract Liabilities Ceded to Reinsurers	506,758,202	(1,490,009)	32,522,726	155,877,428	(885,441)	346,599,00	684,616	2,574,150	-	-	-	-	-	-	-	696,388,271
Net Claims Incurred	1,328,569,330	1,592,293,160	341,053,273	990,563,198	(2,071,317)	1,484,602	803,545,882	637,910,160	24,827,985	-	1,498,156,066	-	-	-	-	7,224,332,341
Commission & Brokerage Expenses	669,717,940	432,873,220	99,246,916	290,381,991	2,773,264	613,225	187,685,395	176,255,059	30,001,056	30,966,827	32,514,969	-	-	-	-	1,942,949,762
Service Fees	10,385,818	8,529,515	2,379,102	8,246,743	91,436	91,793	6,952,457	6,328,813	-	-	16,244,000	-	-	-	-	59,249,677
Other Direct Expenses	487,315,719	-	-	-	-	-	-	35,833,776	28,405,636	49,338,647	102,819,198	-	-	-	-	703,712,976
Employee Benefits Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation and Amortization Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Impairment Losses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Operating Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Finance Cost	-	-	-	-	-	-	-	-	-	-	-	-	-	26,618,108	-	26,618,108
Total Segmental Expenses	2,495,988,707	2,033,695,896	442,679,291	1,287,191,932	793,383	2,189,621	998,103,735	856,327,808	83,234,677	80,305,473	1,649,734,233	-	-	26,618,108	-	9,956,862,864
Total Segmental Results	(301,095,948)	(121,195,072)	279,242,430	(182,417,489)	12,438,637	15,215,315	160,450,455	(30,063,153)	(81,158,387)	(80,305,473)	757,897,957	-	-	1,914,632,658	-	2,335,641,930
Segment Assets	1,217,223,736	123,990,563	23,474,910	511,209,589	155,970	966,491	55,420,009	83,186,716	-	-	8,925,000	-	-	20,787,117	-	22,503,296,956
Segment Liabilities	2,280,452,933	947,181,380	295,176,473	1,348,936,880	7,965,713	11,519,377	587,121,909	582,609,184	-	-	1,187,585,321	-	-	-	-	7,248,549,171

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

Fig. in NPR

Particulars	Non-Life Insurance Business											Life Insurance	Treasury (Head Office)	Inter Segment Elimination	Total				
	Fire	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous	Excess of Loss (Whole Account)	Other	Term Life								
																Other			
Income:																			
Gross Earned Premiums	2,366,666,465	2,837,693,360	439,296,511	1,075,600,270	113,243,451	71,307,731	1,903,393,655	901,634,331	-	-	1,260,537,162	-	-	-	-	-	-	10,969,281,934	
Premiums Ceded	(284,233,990)	(336,721,070)	(59,632,748)	(130,127,554)	(14,787,215)	(48,023,873)	(159,781,399)	(204,444,928)	-	-	-	-	-	-	-	-	-	(1,237,752,758)	
Inter-Segment Revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Net Earned Premiums	2,082,432,474	2,500,972,290	379,663,763	945,472,716	98,456,236	23,283,857	1,743,612,255	697,189,403	-	-	1,260,537,162	-	-	-	-	-	-	9,731,529,176	
Commission Income	4,125,800	4,637,882.51	82,079	1,733,537	-	3,293,371	2,756,700	44,481,054	-	-	2,035,907,08	-	-	-	-	-	-	16,629,469	
Other Direct Income	296,023,896	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	342,540,856	
Income from Investment & Loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,520,872,227	
Net Gains/ (Losses) on Fair Value Changes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Net Realised Gains/ (Losses)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Segmental Income	2,382,582,170	2,505,610,172	379,845,843	947,215,272	98,456,236	26,577,228	1,743,612,275	744,627,237	-	-	1,262,573,069	-	-	-	-	-	-	11,611,571,730	
Expenses:																			
Gross Claims Paid	930,720,051	2,105,215,522	258,084,163	749,317,657	12,150,292	-	1,299,355,937	469,448,648	-	-	1,481,222,476	-	-	-	-	-	-	7,245,514,746	
Claims Ceded	(112,196,280)	(500,727,443)	(31,137,956)	(35,001,902)	-	-	(3,316,052)	(476,924,329)	-	-	-	-	-	-	-	-	-	(1,169,383,962)	
Gross Change in Contract Liabilities	(288,717,377)	41,098,781	(54,578,000)	(160,722,693)	5,153,874.00	3,577,642.00	3,878,302	(13,660,736)	-	-	(125,312,922)	-	-	-	-	-	-	(590,283,129)	
Change in Contract Liabilities Ceded to Reinsurers	108,609,540	(11,541,023)	(3,622,560)	(246,411,134)	957,298	(5,647,824)	(24,335,713)	56,387,938	-	-	-	-	-	-	-	-	-	(125,603,508)	
Net Claims Incurred	638,415,933	1,625,045,837	168,745,647	307,001,928	18,261,464	(2,070,182)	1,213,582,443	35,251,521	-	-	1,355,909,554	-	-	-	-	-	-	5,360,244,147	
Commission & Brokerage Expenses	864,061,383	1,030,561,981	159,687,915	318,430,231	2,647,261	13,561,944	274,331,088	26,337,658	15,537,546	63,708,945	28,518,141	-	-	-	-	-	-	3,032,164,054	
Service Fees	22,965,575	27,645,870	4,978,747	11,790,821	151,382	234,348	14,392,384	7,460,733	-	-	20,308,031	-	-	-	-	-	-	109,927,890	

Particulars	Non-Life Insurance Business											Life Insurance	Treasury (Head Office)	Inter Segment Elimination	Total		
	Fire	Motor	Marine	Engineering	Micro	Aviation	Cattle and Crop	Miscellaneous	Excess of Loss (Whole Account)	Other	Term Life					Life Insurance	
																Term Life	Total
Other Direct Expenses	372,920,513	-	-	195,104	-	-	-	43,381,613	-	102,132,767	75,019,546	-	-	-	-	-	593,649,543
Employee Benefits Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation and Amortization Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Impairment Losses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Operating Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Finance Cost	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	23,980,023	-
Total Segmental Expenses	1,898,363,404	2,683,253,689	333,412,309	637,518,085	21,060,107	11,726,110	1,592,105,875	347,411,526	15,537,546	165,841,711	1,479,755,273	23,980,023	-	-	-	-	9,119,965,637
Total Segmental Results	484,218,766	(177,643,517)	46,433,534	309,697,188	77,396,129	14,851,118	241,306,400	397,015,711	(15,537,546)	(165,841,711)	(217,182,204)	1,496,892,204	-	-	-	-	2,491,606,072
Segment Assets	1,697,259,157	207,928,154	110,456,550	605,975,485	175,781	12,417,769	134,711,309	146,801,494	-	-	-	-	-	-	19,358,616,338	-	22,266,342,037
Segment Liabilities	3,543,683,994	1,793,638,070	710,741,662	1,452,630,826	14,892,702	44,386,265	909,298,410	624,936,329	-	-	1,518,125,640	-	-	-	300,000,000	-	10,920,334,697

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

Fig. in NPR

Particulars	2079-80	2078-79
Segmental Profit	2,335,641,930	2,491,606,072
Add: Net Gains/(Losses) on Fair Value Changes		
Add: Net Realized Gains/(Losses)		
Add: Other Income	15,728,504	45,621,631
Less: Depreciation and Amortization	15,155,205	11,716,139
Less: Impairment Losses		
Less: Finance Cost	-	-
Less: Management Cost	395,728,587	386,292,398
Profit Before Tax	1,940,486,642	2,139,219,167

d) Reconciliation of Assets

Fig. in NPR

Particulars	2079-80	2078-79
Segment Assets	22,503,296,956	22,266,342,037
Goodwill & Intangible Assets	476,054	694,637
Property, Plant and Equipment	587,982,600	600,858,900
Investment Properties	-	-
Deferred Tax Assets	136,873,866	94,554,463
Investment in Subsidiaries		
Investment in Associates		
Investments	-	-
Loans	25,066,856	11,630,265
Current Tax Assets (Net)	461,201,096	151,871,305
Other Assets	3,747,110,332	6,578,257,473
Other Financial Assets	423,123,678	299,647,416
Cash and Cash Equivalents	295,266,047	283,694,836
Total Assets	28,180,397,484	30,287,551,331

e) Reconciliation of Liabilities

Fig. in NPR

Particulars	2079-80	2078-79
Segment Liabilities	7,248,549,171	10,920,334,697
Provisions	802,508,350	467,204,146
Deferred Tax Liabilities	-	-
Current Tax Liabilities (Net)	-	-
Other Financial Liabilities	1,480,012,621	1,423,977,739
Other Liabilities	328,142,450	701,173,530
Total Liabilities	9,859,212,593	13,512,690,112

53. Related Party Disclosure

(a) Identified Related Parties

Parent:

Government of Nepal is the principal shareholder of the company with around 44% of shareholding and is the parent of the company. Government of Nepal exercises control over the company with its representation of majority members in the board of directors (including the chairman) of the company.

Subsidiaries:

There are no subsidiaries of Nepal Re-insurance Company Limited.

Associates:

There are no associates of Nepal Re-insurance Company Limited.

Fellow Subsidiaries

There following are fellow subsidiaries of Nepal Re-insurance Company Limited where the Government of Nepal exercises its control.

Rastriya Beema Company Limited

Rastriya Beema Sansthan

Entities with significant influence over the entity

The following are the entities with significant influence over the entity:	
Shikhar Insurance Company Limited	Though holding only 1.62% & 1.11% of the shareholding of the company by Shikhar Insurance & NLG Insurance Co. Limited respectively, have significant influence in the company through its representation in the board of directors of the company. CEOs of the respective companies have discontinued from the board as a Director since 03.01.2080.
NLG Insurance Co. Limited	

Key Management Personnel:

The following are the key management personnel of the company:

Name	Position held
Mr. Shankar Kumar Raymajhee	Chief Executive Officer, Tenure Expired on 10.09.2080
Mr. Ishwori Prasad Aryal	Chairman
Mr. Shekhar Baral	Director
Mr. Navaraj Mudvari	Director
Mr. Madan Pokhrel	Director
Mr. Dinuka Pokharel	Director
Mr. Anita Rayamajhi Tandan	Director

(b) Key Management Personnel Compensation:

Fig. in NPR

Particulars	2079-80	2078-79
Short-term employee benefits	6,407,019	5,809,583
Post-employment benefits	601,517	582,262
Other long-term benefits	-	-
Termination benefits	-	-
Total	7,008,536	6,391,845

Payment to Chief Executive Officer (CEO)

Fig. in NPR

Particulars	2079-80	2078-79
Annual salary and allowances	6,407,019	5,809,583
Performance based allowances		
i) Employee Bonus	-	-
ii) Benefits as per prevailing provisions	-	-
iii) Incentives	-	-
Insurance related benefits		
i) Life Insurance	-	-
ii) Accident Insurance	-	-
iii) Health Insurance (including family members)	-	-
Total	6,407,019	5,809,583

(c) Related Party Transactions:

Fig. in NPR

Particulars	Parent	Subsidiaries	Fellow Subsidiaries	Entities with significant influence over the entity	Key Managerial Personnel	Total
Premium Earned						
Current Year	-	-	9,637,917	625,494,618	-	635,132,534
Previous Year	-	-	162,856,425	687,068,099	-	849,924,525
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	-	-	10,944,872	337,296,703	-	348,241,575
Previous Year	-	-	75,420,384	503,622,951	-	579,043,335
Dividend						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Meeting Fees						

Particulars	Parent	Subsidiaries	Fellow Subsidiaries	Entities with significant influence over the entity	Key Managerial Personnel	Total
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Allowances to Directors						
Current Year	-	-	-	-	1,925,800	1,925,800
Previous Year	-	-	-	-	1,162,090	1,162,090
Taxes, Levies and Regulatory Fees						
Current Year	451,909,465	-	-	-	-	451,909,465
Previous Year	865,858,006	-	-	-	-	865,858,006

(d) Related Party Balances:

Fig. in NPR

Particulars	Holding Company	Subsidiaries	Associates	Fellow Subsidiaries	Key Managerial Personnel	Total
Receivables including Reinsurance Receivables						
Current Year	-	-	-	359,549,126	-	359,549,126
Previous Year	-	-	-	252,610,382	-	252,610,382
Other Receivables (to be Specified)						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Payables including Reinsurance Payables						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	17,180,090	-	17,180,090
Other Payables (Taxes, Levies and Regulatory Fees)						
Current Year	683,580,625	-	-	-	-	683,580,625
Previous Year	424,624,428	-	-	-	-	424,624,428

54. Leases

(a) Leases as Lessee

(i) Operating Leases:

The Company has various operating leases ranging for 5 years for both the years 2079-80 and 2078-79. The leases are renewable by mutual consent and contain escalation clause. Lease expenses paid for the year is NPR 8,618,400 (FY 2078-79: NPR 12,605,501.70).

Disclosure in respect of lease is as given below

Fig. in NPR

Future Minimum Lease Payments	2079-80	2078-79
i) Not Later than 1 year	6,430,488	5,265,589
ii) Later than 1 year and not later than 5 years	17,098,871	23,529,359
iii) Later than 5 years	-	-

(ii) Finance Lease:

The Company doesn't hold any asset under finance leases. Future minimum lease payments and lease liability at the end of the year as required to be presented by Nepal Insurance Authority are given below:

Fig. in NPR

Future Minimum Lease Payments	2079-80	2078-79
i) Not Later than 1 year	-	-
ii) Later than 1 year and not later than 5 years	-	-
iii) Later than 5 years	-	-
Total Future Minimum Lease Payments	-	-
Less: Effect of Discounting	-	-
Finance lease liability recognised	-	-

(b) Leases as Lessor

(i) Operating Lease:

The Company has not leased out any office space.

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

Fig. in NPR

Future Minimum Lease Income	2079-80	2078-79
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 not given any assets under finance leases.

Fig. in NPR

Particulars	2079-80			2078-79		
	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

Fig. in NPR

Particulars	2079-80	2078-79
Estimated amount of contracts remaining to be executed and not provided for		
Property and Equipment	-	-
Investment Properties	-	-
Goodwill & Intangible Assets	-	-
Total	-	-

56 Contingent

Liabilities

Estimated amount of contracts remaining to be executed in capital accounts and not provided for (net of advances) Fig. in NPR		
Particulars	2079-80	2078-79
Claims against Company not acknowledged as debts		
a) Income Tax	-	-
b) Indirect Taxes	-	-
c) Others (to be Specified)	-	-
Total	-	-

57. Events occurring after Balance Sheet

There were no major events occurring after the balance sheet date.

58. Assets Pledged as Security (only if pledged)

The carrying amount of assets pledged as security are: Fig. in NPR		
Particulars	2079-80	2078-79
Reinsurance Receivables	-	-
Investments in equity	-	-
Fixed Deposits	-	300,000,000
Property and equipment	-	-
Others (to be Specified)	-	-
Total	-	300,000,000.00

59. Corporate Social Responsibility

Company has spend Rs.567,160 for Corporate Social Responsibility this year.

60. Miscellaneous

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

61. Other Disclosures

In the previous year, total amount of NPR 71,198,138 related to advance tax and TDS Receivable not yet claimable under income tax have been separately presented under other assets as required by the Nepal Insurance Authority and impaired.

Nepal Re- Insurance Limited

Major Financial Indicators

SN	Particular	Indicators	Fiscal Year				
			2079/80	2078/79	2077/78	2076/77	2075/76
Equity:							
1	Net worth	NPR	18,321,184,891	16,774,861,219	15,646,116,978	14,960,071,780	12,255,127,608
2	Number of Shares	No.s	128,135,438	116,500,000	100,000,000	100,000,000	50,000,000
3	Book value per shares	NPR	142.98	143.99	156.46	149.60	245.10
4	Net Profit	NPR	1,558,886,353	1,483,881,195	401,078,808	1,133,651,867	916,704,245
5	Earning per Shares (EPS)	NPR	12.17	12.74	4.01	12.84	11.27
6	Dividend per Shares (DPS)	NPR	12.17	12.74	4.01	12.84	11.27
7	Market Price per Shares (MPPS)	NPR	740	735	1,594	504	NA
8	Price Earning Ratio (PE Ratio)	Ratio	60.83	57.71	397.43	39.25	NA
9	Change in Equity	%	9.99%	16.50%	2.62%	8.33%	8.18%
10	Return on Equity	%	8.88%	9.15%	7.73%	8.06%	9.09%
11	Capital to Total Net Assets Ratio	%	65.01%	55.39%	55.91%	62.37%	68.86%
12	Capital to Technical Reserve Ratio	%	351%	218%	220%	277%	294%
13	Affiliate Ratio	%	-	-	-	-	-
Business:							
14	Total Premium Growth Rate						
	<i>Property</i>	%	-36.91%	19.16%	12.68%	1.43%	90.06%
	<i>Motor</i>	%	-60.60%	20.01%	2.93%	-8.08%	64.96%
	<i>Marine</i>	%	-42.38%	28.60%	41.52%	7.38%	-37.39%
	<i>Engineering</i>	%	-2.25%	59.91%	5.86%	28.36%	334.84%
	<i>Micro</i>	%	-33.20%	-91.91%	126.87%	9235834855%	0.00%
	<i>Aviation</i>	%	-75.10%	-52.92%	70.91%	5339.65%	104296300.00%
	<i>Cattle and Crop</i>	%	-42.11%	-19.36%	106.62%	45.76%	107.73%
	<i>Miscellaneous</i>	%	-10.74%	30.53%	34.20%	-5.02%	145.71%
	<i>Life</i>		0.00%	60.96%	128.37%	21.87%	11.72%
15	Net Premium Growth Rate	%					
	<i>Property</i>	%	-43.67%	22.89%	10.11%	-4.72%	113.18%
	<i>Motor</i>	%	-61.66%	53.13%	-0.16%	-11.94%	68.66%
	<i>Marine</i>	%	-41.24%	1.97%	38.32%	4.11%	6.40%



SN	Particular	Indicators	Fiscal Year				
			2079/80	2078/79	2077/78	2076/77	2075/76
	Engineering	%	-12.87%	65.58%	2.80%	24.07%	518.30%
	Micro	%	-25.20%	-91.67%	120.04%	8260963600.00%	0.00%
	Aviation	%	-51.49%	71.75%	164.97%	393.74%	104296300.00%
	Cattle and Crop	%	-38.90%	-27.64%	189.65%	364.88%	185.03%
	Miscellaneous	%	1.69%	15.05%	32.19%	-13.83%	206.50%
	Life		-0.87%	60.96%	128.37%	21.87%	11.72%
16	Net Insurance Premium/ Gross Insurance Premium						
	Property	%	79.67%	89.24%	86.53%	88.55%	94.26%
	Motor	%	86.90%	89.30%	86.75%	89.44%	93.36%
	Marine	%	91.04%	89.27%	86.91%	88.92%	91.72%
	Engineering	%	79.41%	89.09%	86.04%	88.60%	91.66%
	Micro	%	100.00%	89.30%	86.75%	89.44%	0.00%
	Aviation	%	100.00%	51.33%	14.07%	9.08%	100.00%
	Cattle and Crop	%	89.40%	84.70%	94.39%	67.33%	21.11%
	Miscellaneous	%	83.25%	73.07%	82.90%	84.17%	92.77%
	Life		99.12%	100.00%	100.00%	100.00%	100.00%
17	Reinsurance Commission Income/ Gross Reinsurance	%	0.01%	0.13%	2.31%	4.48%	27.91%
18	Gross Premium Revenue/ Equity	%	60.78%	65.39%	58.17%	50.35%	46.83%
19	Net Premium Revenue/ Equity	%	53.93%	58.01%	50.84%	43.37%	38.99%
20	Gross Insurance Premium/Total Assets	%	39.51%	36.22%	32.52%	31.40%	31.62%
21	Return on Investments & Loan	%	9.75%	7.94%	7.73%	8.06%	9.09%
22	Net Profit/ Gross Insurance Premium	%	14.00%	13.53%	4.41%	15.05%	15.97%
Expenses:							
23	Reinsurance Ratio	%	12.61%	11.09%	11.17%	13.74%	13.19%
24	Management expenses/ Gross Insurance Premium	%	4.89%	3.22%	2.89%	3.76%	2.65%
25	Agent Related Expenses/ Gross Insurance Premium	%	0.55%	0.39%	1.16%	0.41%	0.44%

SN	Particular	Indicators	Fiscal Year				
			2079/80	2078/79	2077/78	2076/77	2075/76
26	Agent Related Expenses/Management Expenses	%	11%	12%	52%	78%	16.63%
27	Employee Expenses/Management Expenses	%	75%	83%	52%	78%	70.99%
28	Employee Expenses/Number of Employees	Amt.	4,990,645	5,069,695	3,923,117	6,343,393	4,575,041
29	Expense Ratio (Underwriting Expense/Net Written	%	27%	38%	36.34%	38.34%	65.87%
30	Commission Ratio (Commission Expense/Net Written	%	19%	31%	32%	34%	33%
31	Loss Ratio {(Claim Paid + change in reserve)/ (Net	%	73%	55%	71.62%	52.55%	40.74%
32	Combined Ratio (Loss Ratio + Expense Ratio)	%	105%	98%	107.97%	90.89%	106.62%
Assets:							
33	Increment in Investment Held	%	5.83%	12%	12%	29%	26%
34	Return on Assets	%	5.53%	4.90%	1.43%	4.73%	5.15%
35	Long term Investments/Total Investments	%	16.04%	16.11%	20%	16%	15%
36	Short term Investments/Total Investments	%	83.96%	83.89%	80%	84%	85%
37	Total Investment & Loan/Gross Insurance Contract	%	282.87%	182.31%	176%	205%	296%
38	Investment in Unlisted Shares and Debtors/ Total Net	%	63.21%	69.52%	41.06%	34.90%	33.38%
39	Investment in Shares/ Total Net Assets	%	5.08%	4.54%	5%	4%	3%
40	Liquidity Ratio	%	11.31%	9.81%	9.51%	4.49%	4.67%
Liabilities:							
41	Solvency Margin	%	3.65	3.26	2.82	2.47	2.65
42	Increment in Gross Insurance Contract Liabilities	%	-32%	8%	30%	87%	79%
43	Net Technical Reserve/ Average of Net Claim Paid for	%	85%	168%	228%	313%	375%
44	Actuarial Provision	Amt.					

SN	Particular	Indicators	Fiscal Year				
			2079/80	2078/79	2077/78	2076/77	2075/76
45	Technical Provisions/ Total Equity	%					
46	Insurance Debt/ Total Equity	%	0%	39.83%	36.60%	29.91%	30.14%
47	Outstanding Claim/ Claim Intimated	%	75%	44%	123%	162%	92%
48	No. of Outstanding Claim/ No. of Intimated Claim	%	98%	112%	176%	142%	79%
49	Total Number of Inforce Policies	No.s	NA	NA	NA	NA	NA
50	Number of Renewed Policy/ Last Year's Total Number of In	%	NA	NA	NA	NA	NA
51	Number of Intimated Claim/ Total Number of In Force	%	NA	NA	NA	NA	NA
Others:							
52	Number of Offices	No.s	1	1	1	1	1
53	Number of Agents	No.s	18	26	43	43	39
54	Number of Surveyor	No.s					
55	Number of Employees	No.s	62	65	54.00	52.00	53



नेपाल रिकरर
अर्थ मन्त्रालय

(वित्तीय क्षेत्र व्यवस्थापन तथा संस्थान समन्वय महाशाखा)

सिंहदरवार, काठमाडौं
नेपाल ।

पत्र संख्या:- वि.क्षे.व्य.सं.स. २०८०/८१


च. नं.:- ६६९

मिति: २०८१/०१/२०

विषय: लाभांसको प्रस्ताव सम्बन्धमा ।

✓ श्री नेपाल पुनर्बिमा कम्पनी लिमिटेड,
धापाथली, काठमाडौं।

प्रस्तुत विषयमा तहाँ कम्पनीको च.न. ५१३ मिति २०८१/०१/०३ को पत्रबाट आ.व.२०७९/८० को वित्तीय विवरण अनुसार वितरणयोग्य मुनाफाबाट चुक्ता पुँजी रु. १२ अर्ब ८१ करोड ३५ लाख ४३ हजार ७ सय ५० को ४.७५ प्रतिशतले हुने बोनस शेयर र ०.२५ प्रतिशतले हुने नगद लाभांस (कर प्रयोजनार्थ) वितरण गर्न स्वीकृतिका लागि अनुरोध भई आएको विषय निर्णयार्थ पेस हुँदा उक्त चुक्ता पुँजीको को ४.७५ प्रतिशतले हुने बोनस शेयर र ०.२५ प्रतिशतले हुने नगद लाभांस (कर प्रयोजनार्थ) वितरण गर्न स्वीकृति प्रदान गर्ने मिति २०८१/०१/१८ मा (मा.अर्थमन्त्रिस्तर)को निर्णय भएको व्यहोरा अनुरोध छ।


२०.०१/१८/२०
(अम्बिका प्र. भट्टराई)
शाखा अधिकृत

टेलिफोन नं.:- बजेट म. ४२११८०१, प्रशासन म. ४२११७४८, ४२११३००, राजस्व व्य.म. ४२११८६७, अ.आ.स.स.म. ४२११८३७
आ.नि.वि.म. ४२११८२६, योजना, अनुगमन तथा मु.म. ४२००५३७, कानून तथा फैसला काम. ४२११८१३, वि.क्षे.व्य. तथा सं.स.म. ४२११९९३, वि.सं.स.म. ४२११३१६
फ्याक्स नं. ४२११९६४, ४२११३४८ (बजेट म.), ४२११९६५, (अ.आ.स.स.म.)
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वि. वि. शा. : २७६ (२०८०/०८१) च.नं. ६६५५

श्री नेपाल पुनर्बीमा कम्पनी लिमिटेड,
थापाथली, काठमाण्डौ।



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

तहाँको मिति २०८१।०१।०४ (च.नं.१७६०/२०८०।८१) को पत्र साथ प्राधिकरणमा पेश भएको आ.व. २०७९।८० को वित्तीय विवरण सम्बन्धमा लेखिदैछ।

उपरोक्त सम्बन्धमा बीमक श्री नेपाल पुनर्बीमा कम्पनी लिमिटेडबाट पेश भएको आ.व. २०७९।८० को वित्तीय विवरण तथा अन्य कागजातहरु अध्ययन गर्दा बीमा ऐन, २०७९ को दफा ३८, ३९, ४० र ४१ तथा बीमकको वित्तीय विवरण 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 भादेश सहित स्वीकृति प्रदान गरिएको व्यहोरा निर्णयानुसार जानकारी गराउदछौं।

शर्तहरु:

१. बीमकले NFRS-17 Insurance Contracts लागु गर्नको लागि आवश्यक तयारी गर्ने।
२. बीमकले बीमा ऐन, २०७९ को दफा ३६ बमोजिमको न्युनतम चुक्ता पूँजी कायम गर्ने।
३. बीमकले RSMDST व्यवसाय अन्तर्गतको आम्दानी तथा खर्चको लेखाङ्कन दुरुस्त राख्ने।
४. बीमकले बीमक तथा अन्य पुनर्बीमकसँगको लेनादेना हिसाब राफसाफ गर्ने।
५. बीमकको संस्थागत मुशासन सम्बन्धी निर्देशिकाको दफा ५७ "ख" को व्यवस्था पूर्ण रूपमा पालना गर्ने।
६. बीमकले जोखिम व्यवस्थापन समितिलाई प्रभावकारी बनाउन प्राधिकरणबाट जारी भएको जोखिम व्यवस्थापन सम्बन्धी मार्गदर्शन बमोजिम जोखिम व्यवस्थापन सम्बन्धी कार्य गर्ने।
७. बीमकले लेखा परीक्षण समितिलाई प्रभावकारी बनाई आन्तरिक नियन्त्रण प्रणालि सुदृढ बनाउने।
८. बीमकको जोखिमाङ्कन तथा दाबी भुक्तानी प्रक्रिया प्रभावकारी गराउने।
९. प्राधिकरणको स्थलगत निरीक्षण क्रममा देखियका कैफियत तथा लेखापरीक्षकले औल्याएका कैफियतहरु सुधार गर्न तथा त्यस्ता कैफियतहरु पुनः दोहोरिन नदिन आवश्यक व्यवस्था गर्ने।
१०. बीमकले प्राधिकरणबाट वित्तीय विवरण स्वीकृत भएको मितिले ६०(साठी) दिन भित्र साधारण सभा गर्ने।


सुशील देव सुवेदी
निर्देशक



यस कम्पनीको आ.व.२०७९/८० को नेपाल बीमा प्राधिकरणबाट वित्तीय विवरण स्वीकृत हुँदा उल्लेखित महत्वपूर्ण शर्तहरू सम्बन्धमा सञ्चालक समितिको जवाफ निम्नानुसार रहेको छ :

१. बीमकले NFRS - 17 Insurance Contracts लागू गर्नका लागि आवश्यक तयारी ।

जवाफ: NFRS - 17 Insurance Contracts लागू गर्नका लागि आवश्यक तयारी भइरहेको ।

२. बीमकले बीमा ऐन, २०७९ को दफा ३६ बमोजिमको न्यूनतम चुक्ता पूँजी कायम गर्ने ।

जवाफ: आ.व. २०७९/०८० को वित्तीय विवरणबाट प्रस्तावित लाभांश ४.७५ प्रतिशतको हिसाबले रु. ६०,८६,४३,३२८/- (अक्षरपी साठी करोड छयासी लाख त्रिचालीस हजार तीन सय अठ्ठाईस) रकमले चुक्ता पूँजी वृद्धि भई रु १३,४२,२९,८७,०७८/- (अक्षरपी तेह अर्ब बयालिस करोड एकाईस लाख सतासी हजार अठ्त्तर रुपैया) कायम हुन जानेछ । बीमा ऐन, २०७९ को दफा ४४ (४) र कम्पनीको प्रवन्धपत्रको दफा ६(८) को व्यवस्था बमोजिम कम्पनीको चुक्ता पूँजी वृद्धि योजना स्वीकृतिका लागि नेपाल सरकार अर्थ मन्त्रालयमा पेश गरिएको छ ।

३. बीमकले RSMDST व्यवसाय अन्तर्गतको आम्दानी तथा खर्चको लेखातन्त्र दुरुस्त राख्ने ।

जवाफ: RSMDST व्यवसाय अन्तर्गतको Statement of Accounts (SOA) प्राप्त हुन बाँकी बीमकबाट यथाशीघ्र प्राप्त गरी लेखाइन् दुरुस्त गरिनेछ ।

४. बीमकले बीमक तथा अन्य पुनर्बीमकसँगको लेनादेना हिसाब राफसाफ राख्ने ।

जवाफ: बीमक तथा अन्य पुनर्बीमकसँगको लेनादेना हिसाब यथाशीघ्र राफसाफ गरिनेछ ।

५. बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिकाको दफा ५७ "ख" को व्यवस्था पूर्ण रुपमा पालना गर्ने ।

जवाफ: बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिकाको दफा ५७ "ख" (२) को पालना गरिएको छ ।

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

जवाफ: नेपाल पुनर्बीमा कम्पनी लिमिटेड, जोखिम व्यवस्थापन नीति, २०८० बमोजिम जोखिम व्यवस्थापन कार्य भइरहेको छ ।

७. बीमकले लेखापरीक्षण समितिलाई प्रभावकारी बनाई आन्तरिक नियन्त्रण प्रणाली सुदृढ बनाउने ।

जवाफ: नेपाल बीमा प्राधिकरण, कम्पनीको बाह्य तथा आन्तरिक लेखापरीक्षकले औल्याएका कैफियतहरूलाई सुधार गर्न लेखापरीक्षण समितिले व्यवस्थापनलाई आवश्यक निर्देशन तथा अनुगमन गर्दै आएको छ ।

८. बीमकको जोखिमाडुकन तथा दाबी भुक्तानी प्रक्रिया प्रभावकारी गराउने ।

जवाफ: दाबी दिग्दर्शन, २०७८ र अन्डरराईटिङ्ग दिग्दर्शन, २०७८ अनुरूप जोखिमाइन् तथा दाबी भुक्तानी प्रक्रिया प्रभावकारी बनाइएको छ । विभागीय प्रमुखलाई अख्तियारी प्रदान गरी कार्यसम्पादनलाई सहज बनाइएको छ ।

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

जवाफ: नेपाल बीमा प्राधिकरणको स्थलगत निरीक्षण क्रममा देखिएका तथा लेखापरीक्षकले औल्याएका कैफियतहरू दोहोरिन नदिने गरी कार्य सम्पादन सुधार गरिनेछ ।

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

जवाफ: ६० (साठी) दिनभित्र साधारण सभा सम्पन्न गरिनेछ ।



आर्थिक वर्ष २०७८/०७९ को आठौं वार्षिक साधारणसभाको भलकहरू





आर्थिक वर्ष २०७८/०७९ को आठौं वार्षिक साधारणसभाको भलकहरू





आर्थिक वर्ष २०७८/०७९ को आठौं वार्षिक साधारणसभाको भलकहरू





आर्थिक वर्ष २०७८/०७९ को आठौं वार्षिक साधारणसभाको भलकहरू



नोटः

Management Team



Mr. Damodar Bhandari
Acting Chief Executive Officer



Mr. Ishwar Pradhan
Chief Manager
Department Head



Mrs. Manju Thapa
Chief Manager
Department Head



Mrs. Laxmi Paudel
Senior Manager
Department Head



Mr. Bishnu Prasad Neupane
Senior Manager
Department Head



Mr. Manoj Dahal
Manager
Department Head

Expert



Mr. Noor Prakash Pradhan
Senior Consultant



Proposed Building

नेपाल पुनर्बीमा कम्पनी लिमिटेड **Nepal Reinsurance Co. Ltd.**

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