हिमालयन लाइफ इन्स्योरेन्स लिमिटेड
HIMALAYAN LIFE INSURANCE LIMITED

मुनकामना मार्ग, हात्तिसार, काठमाडौं
फोन: ०१-४४४१४१४, ०१-५९७००५७ | पो.ब.नं. २५९७९
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(साविकको प्राइम, यूनियन र गुर्रास लाइफ इन्स्योरेन्स कं. लि. गभिएर बनेको बीमक)

Quarterly Financial Results for 2nd Quarter, F.Y. 2080/81 B.S.

CONDENSED STATEMENT OF FINANCIAL POSITION

As on Poush 29, 2080

Fig in NPR.

Particulars	Unaudited At the end of this Quarter	Unaudited At the end of Immediate Previous Year
Assets:		
Goodwill & Intangible Assets	19,764,478	16,268,553
Property and Equipment	580,205,844	514,851,188
Investment Properties	-	-
Deferred Tax Assets	70,217,247	38,111,814
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investments	58,803,214,332	52,914,820,000
Loans	6,505,102,895	5,717,328,000
Reinsurance Assets	-	
Current Tax Assets	2,172,136,670	1,699,287,031
Insurance Receivables	533,594,600	390,627,520
Other Assets	43,491,534	505,641,557
Other Financial Assets	1,837,231,980	453,584,850
Cash and Cash Equivalent	912,071,793	800,652,000
Total Assets	**71,477,031,372**	**63,051,172,513**
Equity:		
Share Capital	8,020,383,602	8,020,383,602
Share Application Money Pending Allotment	-	-
Share Premium	-	-
Catastrophe Reserves	481,146,513	446,540,000
Retained Earnings	1,301,322,799	744,480,800
Other Equity	72,288,680	319,063,598
Total Equity	**9,875,141,594**	**9,530,468,000**
Liabilities:		
Provisions	195,831,630	138,950,000
Gross Insurance Contract Liabilities	58,489,814,102	52,123,166,000
Deferred Tax Liabilities	-	-
Insurance Payable	278,427,341	184,603,513
Current Tax Liabilities	-	-
Borrowings	-	-
Other Liabilities	291,421,898	104,797,000
Other Financial Liabilities	2,346,394,808	969,188,000
Total Liabilities	**61,601,889,778**	**53,520,704,513**
Total Equity and Liabilities	**71,477,031,372**	**63,051,172,513**

CONDENSED STATEMENT OF PROFIT OR LOSS
For the Quarter Ended Poush 29, 2080

Figures in NPR

Particulars	Current Year		Corresponding Previous Year	
	This Quarter	Upto this Quarter (YTD)	This Quarter	Upto this Quarter (YTD)
Income:				
Gross Earned Premiums	3,713,032,276	8,094,881,713	3,632,893,862	7,460,122,652
Premiums Ceded	(47,785,004)	(202,372,043)	(150,832,355)	(171,986,622)
Net Earned Premiums	**3,665,247,272**	**7,892,509,670**	**3,482,061,507**	**7,288,136,030**
Commission Income	-	-	-	-
Other Direct Income	15,456,939	43,439,969	32,990,397	62,559,081
Interest Income on Loan to Policyholders	128,193,344	333,027,520	113,520,893	222,389,136
Income from Investments and Loans	1,335,796,154	2,710,486,399	1,234,685,797	2,462,420,095
Net Gain/(Loss) on Fair Value Changes	-	-	-	-
Net Realised Gains/(Losses)	-	-	-	-
Other Income	8,527	8,527	23,800	23,800
Total Income	**5,144,702,236**	**10,979,472,085**	**4,863,282,394**	**10,035,528,143**
Expenses:				-
Gross Benefits and Claims Paid	1,438,798,012	3,094,511,097	1,536,599,887	2,651,893,475
Claims Ceded	(60,489,271)	(88,120,124)	(82,987,396)	(105,621,457)
Gross Change in Contract Liabilities	2,913,721,404	6,197,459,861	2,429,958,705	5,456,517,431
Change in Contract Liabities Ceded to Reinsurers	-	-	-	-
Net Benefits and Claims Paid	**4,292,030,145**	**9,203,850,833**	**3,883,571,196**	**8,002,789,449**
Commission Expenses	296,164,622	656,334,943	351,284,538	713,667,697
Service Fees	27,489,355	59,193,823	35,368,566	72,881,387
Other Direct expenses	-	-	128,312	128,312
Employee Benefits Expenses	227,533,748	429,589,608	220,431,146	471,763,023
Depreciation and Amortization Expenses	13,230,427	25,949,599	11,684,748	26,056,029
Impairment Losses	74,219,300	74,219,300	(5,398,354)	-
Other Operating Expenses	109,369,148	184,271,159	167,400,140	371,113,885
Finance Cost	-	-	-	-
Total Expenses	**5,040,036,744**	**10,633,409,265**	**4,664,470,293**	**9,658,399,781**
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax	**104,665,492**	**346,062,820**	**198,812,102**	**377,128,362**
Share of Net Profit of Associates accounted using Equity Method	-	-	-	-
Profit Before Tax	**104,665,492**	**346,062,820**	**198,812,102**	**377,128,362**
Income Tax Expenses	-	-	-	-
Net Profit/(Loss) For The Year	**104,665,492**	**346,062,820**	**198,812,102**	**377,128,362**
Earning Per Share				
Basic EPS	5.22	8.63	10.56	10.02
Diluted EPS	5.22	8.63	10.56	10.02

CONDENSED STATEMENT OF OTHER COMPREHENSIVE INCOME
For the Quarter Ended Poush 29, 2080

Figures in NPR

Particulars	Current Year		Corresponding Previous Year	
	This Quarter	Upto this Quarter (YTD)	This Quarter	Upto this Quarter (YTD)
Net Profit/(Loss) For The Year	104,665,492	346,062,820	198,812,102	377,128,362
Other Comprehensive Income	163,528,682	(96,316,300)	(184,918,864)	(20,155,850)
Total Comprehensive Income	**268,194,174**	**249,746,521**	**13,893,238**	**356,972,512**

OTHER DETAILS

Figures in NPR

Particulars	Current Year Upto this Quarter (YTD)	Previous Year Upto this Quarter (YTD)
1. Total inforce Policy count	384,897	555,325
2. First Year Premium (Including Single)	1,062,560,706	1,271,040,239
3. Single Premium	110,399,533	86,714,816
4. Renewal Premium	7,032,321,008	6,189,082,412
5. Total Benefits and Claims Paid in Count	1,372	3,826
6. Outstanding Benefits and Claims in Count	121	132
7. Declared Bonus rate (2078/79)	19-90	19-90
8. Interim bonus rate	19-90	19-90
9. Long Term Investments (Amount)	51,620,618,332	33,601,555,899
10. Short Term Investments (Amount)	7,182,596,000	15,475,679,908

Note:

The detailed interim report has been pubtished in the website of the company.

No. of inforced policies have been decreased due to expiry/maturity of Foreign Employment/Expat policies issued by the company in preceeding years

No. of claim paid has not included the number of partial maturity claim paid during the year

Disclosure as per Section 84 (3) of Insurance Act, 2079

1. Solvency Ratio: The Company (Former Prime Life, Former Gurans Life and Former Union Life) has maintained solvency ratio of 3.95, 2.76 and 3.03 without cost of bonus and 2.37, 1.93 and 1.66 with cost of bonus respectively for the Fiscal Year 2078/79 as approved by the Nepal Insurance Authority.
2. Reinsurance: The Company has made adequate reinsurance arrangement including catastrophic reinsurance arrangement with Himalayan Re and Nepal Re to cover the risk from the class of its business.
3. Details regarding legal proceedings: There are no cases filed by or against the company.
4. Corporate Governance: Company has complied Corporate Governance Directive issued by Nepal Insurance Authority.
5. Regulatory Limit on Expenses Ratio: The Current Management expense ratio is 8.50% with respect to Total Premium Collection, Similarly for the previous year corresponding quarter ending the expenses ratio is 11.30% of TPI.
6. Note: Detailed interim financial statement is published in company's website: www.himalayanlife.com.np.

Notes to the Interim Financial Statements for the quarter ended Poush 29, 2080 (Jan 14, 2024)

General Information

Himalayan Life Insurance Limited is incorporated under the laws of Nepal. Himalayan Life Insurance Limited has been formed by the merger of erstwhile Prime Life Insurance Company Limited, Union Life Insurance Company Limited and Gurans Life Insurance Company Limited.

Basis of Preparation

Condensed financial statements for the period is prepared in accordance with Insurer's Financial Statement related Directive 2080, Quarterly Financial Statement related circular 2080 issued by Nepal Insurance Authority, Nepal Financial Reporting Standards (NFRS) published by Accounting Standards Board, Nepal (ASB Nepal) and pronounced by The Institute of Chartered Accountants of Nepal (ICAN).

Statement of Compliance

Condensed 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, Statement of Distributable Profit or Loss and Notes to the Financial Statements which have been prepared in accordance with the Nepal Financial Reporting Standards (NFRS) issued by the Nepal Accounting Standards Board (ASB) and in compliance with the requirements of the Companies Act , 2006, directives and circular issued by Nepal Insurance Authority. 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.

Reporting Period

The Company reporting period is as below - Condensed Statement of Financial Position, Statement of Cash Flows, Statement of Changes in Equity - As at the end of Quarter (29 Poush, 2080) with comparative period as preceding year (Poush end, 2080). Condensed Statement of Profit or Loss, Statement of other comprehensive income, Statement of Distributable Profit or Loss - From Shrawan 1, 2080 to Poush 29, 2080 with corresponding previous quarter.

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.

PUBLISHED AS PER ANNEXURE 14 OF RULE 26 OF SUB RULE (1) OF SECURITIES REGISTRATION AND ISSUE REGULATION, 2073
SECOND QUARTER OF FINANCIAL YEAR 2080/81

1. Financial Statements

a) The Statement of Financial Position, Statement of Profit and Loss, Statement of Other Comprehensive Income and other details of Second Quarter of F.Y. 2080/81 have been published in this national daily newspaper.

b) Major Financial Indicators:

Earnings per Share: Rs.8.63	Net Worth Per Share: 123.13
P/E Ratio: 49	Total Assets per Share: 891.19

2. Management Analysis:

a) Company's revenue, earnings and liquidity situation in the quarter: Satisfactory

b) Analytical Details regarding the business plan of the management for the next period: The company has planned to increase its market share by increasing its penetration in new geographical markets. The company has planned to develop innovation insurance plans to meet the requirement of the society. The company has also planned to increase its agency network to increase its market share and also promote insurance business through various training and awareness programs. The company has also planned for technology advancement to increase efficiency and customer service.

3. Details of Legal Proceedings:

There are no cases filed by or against the company.

4. Analysis of Share Transaction of the company:

a) Opinion of the management regarding the share transactions of the company in the securities market: Satisfactory

b) Details of the Maximum, Minimum, Last price, Total transaction days and Transaction volume of the company in the quarter:

Maximum Price: 485.00	Minimum Price:368.50	Last Price:423
Transaction Volume: 32,308	Transaction Days: 49	

5. Problems and Challenges:

The strategy of the management for solving the company's internal and external problems and challenges: At present the lack of adequate human resources, lack of long-term investment opportunities, increasing competition in the market have been the main challenges for the company. The company has prepared proper business plans and strategies to grow the company's business.

6. Corporate Good Governance:

Details of the actions taken by the management for enhancing the Corporate Good Governance: The company has fully complied with the corporate good governance directive 2080 issued by Nepal Insurance Authority. The company is continuously monitoring the compliance with the corporate good governance directive with the help of its comprehensive manuals and regulations. The Board of Directors, Audit Committee, Senior Management and Compliance Officer are committed to upholding corporate good governance practices in the company.

7. Self-Declaration of Chief Executive Officer about the truthfulness of financials/ information:

I, CEO of the company, take responsibility on the truthfulness of the information and particulars disclosed in this report to the best of my knowledge. Further, I declare that the particulars mentioned in the report, to the best of my knowledge, are true, fair and complete except as mentioned in the notes at the time of publication of this report and have not knowingly concealed any material particulars information for the investor to take informed decisions.