हिमालयन लाइफ इन्स्योरेन्स लिमिटेड
HIMALAYAN LIFE INSURANCE LIMITED

मनकामना मार्ग, हातिसार, काठमाडौं, फोन : ०१-५९७००५७, पो.ब.नं. : २५७९
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Quarterly Financial Results for 4th Quarter, F.Y. 2080/81 B.S

CONDENSED STATEMENT OF FINANCIAL POSITION
As on Ashad 31, 2081

Fig in NPR.

Particulars	Unaudited At the end of this Quarter	Unaudited At the end of Immediate Previous Year
Assets:		
Goodwill & Intangible Assets	16,751,089	16,268,553
Property and Equipment	808,629,477	514,851,188
Investment Properties	-	-
Deferred Tax Assets	61,274,548	38,111,814
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investments	65,380,659,923	52,914,820,000
Loans	7,003,759,644	5,717,328,000
Reinsurance Assets	-	-
Current Tax Assets	1,800,340,968	1,699,287,031
Insurance Receivables	524,313,255	390,627,520
Other Assets	52,011,191	505,641,557
Other Financial Assets	1,305,082,842	453,584,850
Cash and Cash Equivalent	544,831,964	800,652,000
Total Assets	**77,497,654,899**	**63,051,172,513**
Equity:		
Share Capital	8,020,383,602	8,020,383,602
Share Application Money Pending Allotment	-	-
Share Premium	-	-
Catastrophe Reserves	434,831,938	446,540,000
Retained Earnings	1,421,325,392	744,480,800
Other Equity	252,501,500	319,063,598
Total Equity	**10,129,042,431**	**9,530,468,000**
Liabilities:		
Provisions	236,531,275	138,950,000
Gross Insurance Contract Liabilities	64,546,261,074	52,123,166,000
Deferred Tax Liabilities	-	-
Insurance Payable	561,571,100	184,603,513
Current Tax Liabilities	-	-
Borrowings	-	-
Other Liabilities	690,444,475	104,797,000
Other Financial Liabilities	1,333,804,542	969,188,000
Total Liabilities	**67,368,612,467**	**53,520,704,513**
Total Equity and Liabilities	**77,497,654,899**	**63,051,172,513**

CONDENSED STATEMENT OF PROFIT OR LOSS
For the Quarter Ended Ashad 31, 2081

Fig in NPR.

Particulars	Current Year		Corresponding Previous Year	
	This Quarter	Upto this Quarter (YTD)	This Quarter	Upto this Quarter (YTD)
Income:				
Gross Earned Premiums	4,275,895,129	16,607,234,029	3,596,780,656	14,949,925,386
Premiums Ceded	(106,900,926)	(415,184,399)	(111,058,299)	(373,748,230)
Net Earned Premiums	**4,168,994,203**	**16,192,049,630**	**3,485,722,358**	**14,576,177,156**
Commission Income	-	-	-	-
Other Direct Income	18,059,178	81,733,802	(26,291,928)	78,636,038
Interest Income on Loan to Policyholders	317,653,098	800,280,223	75,296,083	422,379,482
Income from Investments and Loans	1,478,271,571	5,604,592,544	1,376,597,826	4,993,011,740
Net Gain/(Loss) on Fair Value Changes	-	-	-	-
Net Realised Gains/(Losses)	-	-	-	-
Other Income	3,457,688	4,110,398	11,475,289	11,535,059
Total Income	**5,986,435,738**	**22,682,766,597**	**4,922,799,628**	**20,081,739,474**
Expenses:				
Gross Benefits and Claims Paid	1,432,063,221	5,994,045,270	1,344,201,726	5,628,239,839
Claims Ceded	(22,030,351)	(139,167,879)	(6,535,000)	(175,794,051)
Gross Change in Contract Liabilities	3,436,308,415	12,962,576,527	2,532,487,053	10,577,332,878
Change in Contract Liabities Ceded to Reinsurers	-	-	-	-
Net Benefits and Claims Paid	**4,846,341,286**	**18,817,453,918**	**3,870,153,779**	**16,029,778,666**
Commission Expenses	387,312,700	1,385,445,425	350,877,246	1,416,524,698
Service Fees	31,268,600	121,441,515	34,857,186	145,761,772
Other Direct expenses	-	-	(215,910)	-
Employee Benefits Expenses	240,242,639	884,337,007	322,993,783	997,056,012
Depreciation and Amortization Expenses	62,645	46,681,184	(2,160,913)	45,807,131
Impairment Losses	(80,109,565)	72,914,304	44,275,960	100,215,954
Other Operating Expenses	362,888,340	720,634,362	253,957,493	822,865,380
Finance Cost	-	-	-	2,434,822
Total Expenses	**5,788,006,645**	**22,048,907,716**	**4,874,738,624**	**19,560,444,435**
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax	**198,429,093**	**633,858,881**	**48,061,004**	**521,295,040**
Share of Net Profit of Associates accounted using Equity Method	-	-	-	-
Profit Before Tax	198,429,093	633,858,881	48,061,004	521,295,040
Income Tax Expenses	-	-	-	-
Net Profit/(Loss) For The Year	**198,429,093**	**633,858,881**	**48,061,004**	**521,295,040**
Earning Per Share				
Basic EPS		7.90		6.50
Diluted EPS		7.90		6.50

CONDENSED STATEMENT OF OTHER COMPREHENSIVE INCOME
For the Quarter Ended Ashad 31, 2081

Fig 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	198,429,093	633,858,881	48,061,004	521,295,040
Other Comprehensive Income	(220,387,921)	(111,245,304)	5,250,389	(103,994,131)
Total Comprehensive Income	**(21,958,828)**	**522,613,578**	**53,311,393**	**417,300,908**

OTHER DETAILS

Particulars	Current Year Upto this Quarter (YTD)	Previous Year Upto this Quarter (YTD)
1. Total inforce Policy count	417,224	578,953
2. First Year Premium (Including Single)	2,592,245,550	2,305,350,942
3. Single Premium	151,366,702	170,922,338
4. Renewal Premium	14,014,988,479	12,644,574,444
5. Total Benefits and Claims Paid in Count	14,031	10,125
6. Outstanding Benefits and Claims in Count	140	74
7. Declared Bonus rate Per Thausand (2078/79)	19-90	19-90
8. Interim bonus rate Per Thausand	19-90	19-90
9. Long Term Investments (Amount)	51,581,159,925	46,078,224,087
10. Short Term Investments (Amount)	13,799,500,000	6,836,595,913

PUBLISHED AS PER ANNEXURE 14 OF RULE 26 OF SUB RULE (1) OF SECURITIES REGISTRATION AND ISSUE REGULATION, 2073
FOURTH 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 fourth quarter of F.Y. 2080/81 have been published in this national daily newspaper.
   b) Major Financial Indicators:

Earnings per Share: Rs.7.90	Net Worth Per Share: 126.29
P/E Ratio: 49.47	Total Assets per Share: 966.26

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: 420.00	Minimum Price: 364.10	Close Price: 391.00
Transaction Volume: 27,144	Transaction Days: 61	

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.

Notes:

1. 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.
2. The presented financial statements have been prepared as per Financial Directive 2080 issued by the regulator which requires preparation of financial statements based on NFRS. This has caused regrouping, rearrangement different presentation and have impact on the reported figures of already published financial statements.
3. Figures have been regrouped and rearranged wherever required.
4. Above figures are unaudited and subject to change after finalization of audit.
5. Total enforce policies count and issued policies include individual life, micro and group insurance policies.
6. Information from FE Pool for 4th Quarter of fiscal year 2080/81 hence not incorporated in financial statement and will be updated in final Audited Financial Statements.

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 10.10% with respect to Total Premium Collection, Similarly, for the previous year corresponding quarter ending the expenses ratio is 12.84% 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 Aasadh 31, 2081 (July 15, 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 (31 Aasadh, 2081) with comparative period as preceding year (Aasadh end, 2080). Condensed Statement of Profit or Loss, Statement of other comprehensive income, Statement of Distributable Profit or Loss - From Shrawan 1, 2080 to Aasadh 31, 2081 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.