हिमालयन लाइफ इन्स्योरेन्स लिमिटेड

HIMALAYAN LIFE INSURANCE LIMITED

मनकामना मार्ग, हात्तिसार, काठमाडौं
फोन: ०१-४४४१४१४, ०१-५९७००५७ | पो.ब.नं. २५९७९
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Quarterly Financial Results for 1st Quarter, F.Y. 2081/82 B.S

CONDENSED STATEMENT OF FINANCIAL POSITION
As on Ashwin 30, 2081

Fig in NPR.

Particulars	Group		Insurance	
	Unaudited	Unaudited	Unaudited	Unaudited
	At the end of this Quarter	At the end of Immediate Previous Year	At the end of this Quarter	At the end of Immediate Previous Year
Assets:				
Goodwill & Intangible Assets	14,304,586		14,274,260	16,751,089
Property and Equipment	769,582,467		763,635,652	808,629,477
Investment Properties	-		-	-
Deferred Tax Assets	-		-	61,274,548
Investment in Subsidiaries	-		150,000,000	-
Investment in Associates	-		-	-
Investments	69,647,670,889		69,535,170,889	65,380,659,923
Loans	7,116,908,659		7,116,908,659	7,003,759,644
Reinsurance Assets	-		-	-
Current Tax Assets	1,227,788,594		1,226,308,040	1,800,340,968
Insurance Receivables	-		-	524,313,255
Other Assets	135,346,033		135,307,895	52,011,191
Other Financial Assets	3,060,669,872		3,029,145,863	1,305,082,842
Cash and Cash Equivalent	129,494,248		123,297,097	544,831,964
Total Assets	**82,101,765,348**		**82,094,048,355**	**77,497,654,899**
Equity:				
Share Capital	8,020,383,602		8,020,383,602	8,020,383,602
Share Application Money Pending Allotment	-		-	-
Share Premium	-		-	-
Catastrophe Reserves	512,750,491		512,750,491	434,831,938
Retained Earnings	2,313,506,384		2,317,901,704	1,421,325,392
Other Equity	296,746,870		296,746,870	252,501,500
Total Equity	**11,143,387,347**		**11,147,782,667**	**10,129,042,431**
Liabilities:				
Provisions	329,203,435		329,077,775	236,531,275
Gross Insurance Contract Liabilities	67,901,848,225		67,901,848,225	64,546,261,074
Deferred Tax Liabilities	233,869,646		235,952,056	-
Insurance Payable	401,990,820		401,990,820	561,571,100
Current Tax Liabilities	-		-	-
Borrowings	-		-	-
Other Liabilities	649,232,727		649,232,727	690,444,475
Other Financial Liabilities	1,442,233,148		1,428,164,085	1,333,804,542
Total Liabilities	**70,958,378,001**		**70,946,265,688**	**67,368,612,467**
Total Equity and Liabilities	**82,101,765,348**		**82,094,048,355**	**77,497,654,899**

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
For the Quarter Ended Ashwin 30, 2081

Fig in NPR.

Particulars	Group				Insurance			
	Current Year		Corresponding Previous Year		Current Year		Corresponding Previous Year	
	This Quarter	Upto this Quarter (YTD)	This Quarter	Upto this Quarter (YTD)	This Quarter	Upto this Quarter (YTD)	This Quarter	Upto this Quarter (YTD)
Income:								
Gross Earned Premiums	4,278,701,010	4,278,701,010			4,278,701,010	4,278,701,010	4,381,849,437	4,381,849,437
Premiums Ceded	(108,507,680)	(108,507,680)			(108,507,680)	(108,507,680)	(154,587,039)	(154,587,039)
Net Earned Premiums	**4,170,193,330**	**4,170,193,330**			**4,170,193,330**	**4,170,193,330**	**4,227,262,398**	**4,227,262,398**
Commission Income	-	-			-	-	-	-
Other Direct Income	19,870,712	19,870,712			19,870,712	19,870,712	27,983,030	27,983,030
Interest Income on Loan to Policyholders	214,412,705	214,412,705			214,412,705	214,412,705	204,834,176	204,834,176
Income from Investments and Loans	1,486,175,390	1,486,175,390			1,486,175,390	1,486,175,390	1,374,690,245	1,374,690,245
Net Gain/(Loss) on Fair Value Changes	(4,094,787)	(4,094,787)			-	-	-	-
Net Realised Gains/(Losses)	663,541,040	663,541,040			663,541,040	663,541,040	-	-
Other Income	192,825	192,825			192,825	192,825	-	-
Total Income	**6,550,291,216**	**6,550,291,216**			**6,554,386,003**	**6,554,386,003**	**5,834,769,849**	**5,834,769,849**
Expenses:								
Gross Benefits and Claims Paid	1,537,866,980	1,537,866,980			1,537,866,980	1,537,866,980	1,655,713,085	1,655,713,085
Claims Ceded	(23,987,972)	(23,987,972)			(23,987,972)	(23,987,972)	(27,630,853)	(27,630,853)
Gross Change in Contract Liabilities	3,632,134,124	3,632,134,124			3,632,134,124	3,632,134,124	3,283,738,456	3,283,738,456
Change in Contract Liabities Ceded to Reinsurers	-	-			-	-	-	-
Net Benefits and Claims Paid	**5,146,013,132**	**5,146,013,132**			**5,146,013,132**	**5,146,013,132**	**4,911,820,688**	**4,911,820,688**
Commission Expenses	343,223,017	343,223,017			343,223,017	343,223,017	360,170,321	360,170,321
Service Fees	31,276,309	31,276,309			31,276,309	31,276,309	31,704,468	31,704,468
Other Direct expenses	-	-			-	-	-	-
Employee Benefits Expenses	259,574,867	259,574,867			259,574,867	259,574,867	202,055,860	202,055,860
Depreciation and Amortization Expenses	10,167,017	10,167,017			10,167,017	10,167,017	12,719,172	12,719,172
Impairment Losses	-	-			-	-	-	-
Other Operating Expenses	91,678,866	91,678,866			91,678,866	91,678,866	74,902,011	74,902,011
Finance Cost	-	-			-	-	-	-
Total Expenses	**5,881,933,208**	**5,881,933,208**			**5,881,933,208**	**5,881,933,208**	**5,593,372,520**	**5,593,372,520**
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax	**668,358,008**	**668,358,008**			**672,452,795**	**672,452,795**	**241,397,328**	**241,397,328**
Share of Net Profit of Associates accounted using Equity Method	-	-			-	-	-	-
Profit Before Tax	**668,358,008**	**668,358,008**			**672,452,795**	**672,452,795**	**241,397,328**	**241,397,328**
Income Tax Expenses	418,666,884	418,666,884			418,697,734	418,697,734	-	-
Net Profit/(Loss) For The Year	**249,691,124**	**249,691,124**			**253,755,060**	**253,755,060**	**241,397,328**	**241,397,328**
Earning Per Share								
Basic EPS	12.45	12.45			12.66	12.66	12.04	12.04
Diluted EPS	12.45	12.45			12.66	12.66	12.04	12.04

CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME
For the Quarter Ended Ashwin 30, 2081

Fig in NPR.

Particulars	Group				Insurance			
	Current Year		Corresponding Previous Year		Current Year		Corresponding Previous Year	
	This Quarter	Upto this Quarter (YTD)	This Quarter	Upto this Quarter (YTD)	This Quarter	Upto this Quarter (YTD)	This Quarter	Upto this Quarter (YTD)
Net Profit/(Loss) For The Year	249,691,124	249,691,124			253,755,060	253,755,060	241,397,328	241,397,328
Other Comprehensive Income	631,258,489	631,258,489			616,800,530	616,800,530	(259,844,982)	(259,844,982)
Total Comprehensive Income	**880,949,613**	**880,949,613**			**870,555,591**	**870,555,591**	**(18,447,654)**	**(18,447,654)**

OTHER DETAILS

Particulars	Current Year	Previous Year
	Upto this Quarter (YTD)	Upto this Quarter (YTD)
1. Total inforce Policy count	398,930	386,650
2. Total No. of Policy Issued during the year	11,275	
3. First Year Premium (Including Single)	600,312,131	528,660,959
4. Single Premium	61,445,830	50,673,062
5. Renewal Premium	3,678,388,879	3,853,188,479
6. Total Benefits and Claims Paid in Count	4,191	1,226
7. Outstanding Benefits and Claims in Count	189	131
8. Gross Claim Outstanding (Amount)	182,350,155	97,257,875
9. Declared Bonus rate (2079/80)	27-86	19-90
10. Interim bonus rate	27-86	19-90
11. Long Term Investments (Amount)	49,475,170,889	49,193,056,923
12. Short Term Investments (Amount)	20,060,000,000	7,045,600,000
13. Policyholders Loan	7,093,573,058	6,598,239,905
14. Investment in Cost Value	68,878,489,811	57,040,631,585
15. Life Insurance Fund (Amount)	67,173,550,242	55,501,867,949
16. Unearned Premium Reserve for Term Policies (Amount)	192,758,188	116,246,000
17. Solvency Margin Ratio (2079/80)	3.74	3.95

** Note: Detailed interim report has been pubtished in the website of the company.

Note:

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 1st Quarter of fiscal year 2081/82 has not been received by the company, 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 has maintained solvency ratio of 3.74 without cost of bonus and 2.38 for the Fiscal Year 2079/080 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 proceeding:
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 8.21% with respect to Total Premium Collection, Similarly, for the previous year corresponding quarter ending the expenses ratio is 6.32% 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 Ashwin 30, 2081 (October 16, 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 (30 Ashwin, 2081) with comparative period as preceding year (Aasadh end, 2081). Condensed Statement of Profit or Loss, Statement of other comprehensive income, Statement of Distributable Profit or Loss - From Shrawan 1, 2081 to Ashwin 30, 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.

PUBLISHED AS PER ANNEXURE 14 OF RULE 26 OF SUB RULE (1) OF SECURITIES REGISTRATION AND ISSUE REGULATION, 2073

FIRST QUARTER OF FINANCIAL YEAR 2081/82

1. Financial Statements

a) a) The Statement of Financial Position, Statement of Profit and Loss, Statement of Other Comprehensive Income, and other details of first quarter of F.Y. 2081/82 have been published in this national daily newspaper.

b) Major Financial Indicators:

Earnings per Share: Rs.12.66	Net Worth Per Share: 138.99
P/E Ratio: 39.48	Total Assets per Share: 1,023.57

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: 607.00	Minimum Price: 390.20	Close Price: 499.70
Transaction Volume: 87,053	Transaction Days: 57	

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.