14 November 2025

Nepal Stock Exchange
Singha Durbar Plaza, Kathmandu
Nepal

Re: Quarterly Unaudited Financial Results

Dear Sir,

Please find enclosed Quarterly Unaudited Financial Results of the bank as on first quarter ended on 17 October 2025.

Thank you,

Yours Sincerely,

.....
Authorized Signature
For Kumari Bank Ltd.

KUMARI BANK LTD. CORPORATE OFFICE

एलन मस्कको स्टारलिंकले भारतमा सेवा विस्तार गर्दै, महाराष्ट्र पहिलो राज्य बन्ने

नयाँ दिल्ली, कात्तिक २० । विश्वका चर्चित उद्यमी एलन मस्कको स्वामित्वमा रहेको स्टारलिंक इन्टरनेट सेवा अब भारतमा आधिकारिकरुपमा सुरू हुन लागेको छ । राजधानी दिल्ली केन्द्र मुम्बई रहेको भारतको महाराष्ट्र राज्य यो सेवा सञ्चालन गर्ने पहिलो भारतीय राज्य बन्ने भएको मुख्यमन्त्रीले बुधबार घोषणा गरेका छन् । स्टारलिंकले कम-कक्षीय उपग्रहहरु (लो-अर्थ अर्बिट स्याटेलाइट्स)मार्फत दुर्गम तथा पहुँचविहीन क्षेत्रमा उच्च-गतिको इन्टरनेट सेवा प्रदान गर्ने लक्ष्य राखेको छ । यो प्रक्षेपणले भारतमा मूल्य प्रतिस्पर्धा, स्पेक्ट्रम वितरण र बजार नीतिहरु सम्बन्धी गम्भीर बहसलाई पुनः ताजा बनाएको छ ।

भारतमा यस वर्षको अन्त्यसम्म ९० करोडभन्दा बढी इन्टरनेट प्रयोगकर्ता हुने अनुमान छ । यही पृष्ठभूमिमा सरकारले जुन महिनामा स्टारलिंकलाई देशमा सेवा सञ्चालनका लागि इजाजतपत्र प्रदान गरेको थियो ।

महाराष्ट्र स्टारलिंकसँग औपचारिकरुपमा सहकार्य गर्ने पहिलो भारतीय राज्य बन्ने तयारीमा छ, महाराष्ट्रका मुख्यमन्त्री देवेन्द्र फडनविसले मस्कको स्वामित्वमा रहेको सामाजिक सञ्जाल एक्समा लेख्दै भने, यो सहकार्यले भारतलाई स्याटेलाइट-सक्षम डिजिटल पूर्वाधारमा अग्रणी बनाउनेछ ।

यसअघि, भारतका सबैभन्दा ठूला दूरसञ्चार कम्पनीहरु जियो प्लेटफर्म्स र यसको प्रतिस्पर्धी भारती एयरटेलले समेत आफ्ना ग्राहकहरुलाई स्टारलिंक इन्टरनेट उपलब्ध गराउन मस्कको कम्पनी स्पेसएक्ससँग सम्झौता गर्न योजना सार्वजनिक गरेका थिए । स्टारलिंकको व्यापार सञ्चालन उपाध्यक्ष लरेन डेयरले भारतको डिजिटल दृष्टिकोणलाई समर्थन गर्न पाउँदा आफू अत्यन्त उत्साहित भएको बताउँदै एक विज्ञप्तिमा भनिन्, 'स्टारलिंकले अन्तिम स्वीकृति प्राप्त गरेपछि हामी भारतका सबैभन्दा दुर्गम तथा असम्बन्धित क्षेत्रहरुमा विद्यालय, स्वास्थ्य संस्था र सार्वजनिक सेवाहरुलाई इन्टरनेटसँग जोड्नेछौं ।'

अहिले विश्वको पाँचौं ठूलो अर्थतन्त्र भारतमा प्रमुख प्रविधि कम्पनीहरु तीव्र रुपमा आफ्नो व्यवसाय विस्तार गर्नतिर लागिरहेका छन् । अक्टोबर महिनामा गुगलले आगामी पाँच वर्षभित्र भारतमा ९५ अर्ब डलर लगानी गरी देशकै सबैभन्दा ठूलो एआई हब र डेटा सेन्टर निर्माण गर्ने घोषणा गरेको थियो । त्यस्तै, अमेरिकी प्रविधि कम्पनीहरु एन्थ्रोपिक र ओपनएआईले भारतमा आफ्ना कार्यालय खोल्ने तयारी गरिरहेका छन् भने पप्लेक्सिटीले जुलाईमा भारतीय दूरसञ्चार कम्पनी एयरटेलसँग ठूलो रणनीतिक साझेदारीको घोषणा गरेको थियो ।

भारतको डिजिटल रुपान्तरणमा अब स्टारलिंकको प्रवेशले ग्रामीण र दुर्गम क्षेत्रका लाखौं नागरिकलाई इन्टरनेट पहुँच दिलाउने नयाँ अध्याय सुरु गर्ने अपेक्षा गरिएको छ । *रासस/एएफपी*



Interim Financial Statements of the FY 2082/83

As on First Quarter (17th October 2025) of the Fiscal Year 2025/26

Condensed Consolidated Statement of Financial Position

As on First Quarter (17th October 2025) of the Fiscal Year 2025/26

Amount in NPR

Particulars	Group		Bank	
	This Quarter Ending	Immediate Previous Year Ending	This Quarter Ending	Immediate Previous Year Ending
Assets				
Cash and Cash Equivalents	19,830,281,778	20,152,713,898	19,632,044,712	19,768,452,519
Due from Nepal Rastra Bank	19,113,770,476	21,322,921,184	19,113,770,476	21,322,921,184
Placement with Bank and Financial Institutions	5,361,703,068	28,969,566,993	5,361,703,068	28,969,566,993
Derivative Financial Instruments	2,147,603,185	1,176,104,630	2,147,603,185	1,176,104,630
Other Trading Assets	-	-	-	-
Loans and Advances to BFIs	13,942,536,847	14,140,779,353	13,942,536,847	14,140,779,353
Loans and Advances to Customers	269,418,489,202	260,948,398,135	269,418,489,202	260,948,398,135
Investment Securities	96,708,993,828	80,626,751,160	96,251,328,263	80,213,706,216
Current Tax Assets	2,105,659,586	1,352,722,555	2,103,323,166	1,348,290,043
Investment in Subsidiaries	-	-	600,000,000	600,000,000
Investment in Associates	1,470,294,707	1,451,308,802	985,017,596	985,017,596
Investment Property	2,521,108,958	2,538,824,508	2,521,108,958	2,538,824,508
Property and Equipment	2,088,158,127	2,103,218,255	2,044,574,308	2,058,755,895
Goodwill and Intangible Assets	181,007,947	188,977,865	176,802,060	184,391,875
Deferred Tax Assets	210,987,291	30,206,399	210,987,291	30,206,399
Other Assets	8,222,848,359	8,416,347,134	7,860,847,903	8,211,233,275
Total Assets	**443,323,643,359**	**443,418,840,871**	**442,370,137,036**	**442,496,648,620**
Liabilities				
Due to Bank and Financial Institutions	11,987,774,359	11,008,829,728	12,126,538,629	11,085,042,708
Due to Nepal Rastra Bank	3,895,761,000	3,895,761,000	3,895,761,000	3,895,761,000
Derivative Financial Instruments	2,109,244,888	1,176,437,275	2,109,244,888	1,176,437,275
Deposits from Customers	360,406,645,530	364,639,161,514	360,406,645,530	364,639,161,514
Borrowings	1,410,779,693	1,380,591,727	1,410,779,693	1,380,591,727
Current Tax Liabilities	-	-	-	-
Provisions	3,100,000	3,100,000	3,100,000	3,100,000
Deferred Tax Liabilities	-	-	-	-
Other Liabilities	10,931,605,929	9,434,390,020	10,352,995,085	9,044,417,551
Debt Securities Issued	13,982,124,278	13,982,370,181	13,982,124,278	13,982,370,181
Subordinated Liabilities	-	-	-	-
Total Liabilities	**404,707,035,678**	**405,520,641,444**	**404,287,189,105**	**405,206,881,955**
Equity				
Share Capital	26,225,861,340	26,225,861,340	26,225,861,340	26,225,861,340
Share Premium	-	-	-	-
Retained Earnings	(3,422,677,051)	(2,220,590,232)	(3,919,920,199)	(2,794,020,616)
Reserves	15,813,423,392	13,892,928,319	15,777,006,790	13,857,925,941
Total Equity Attributable to Equity Holders	**38,816,607,681**	**37,898,199,426**	**38,082,947,931**	**37,289,766,665**
Non-Controlling Interest	-	-	-	-
Total Equity	**38,616,607,681**	**37,898,199,426**	**38,082,947,931**	**37,289,766,665**
Total Liabilities and Equity	**443,323,643,359**	**443,418,840,871**	**442,370,137,036**	**442,496,648,620**

Condensed Consolidated Statement of Profit or Loss

For the First Quarter Ended (17th October 2025) of the Fiscal Year 2025/26

Amount in NPR

Particulars	Group				Bank			
	Current Year		Previous Year		Current Year		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)
Interest income	7,340,942,093	7,340,942,093	8,651,113,003	8,651,113,003	7,336,110,442	7,336,110,442	8,640,810,331	8,640,810,331
Interest expense	4,424,044,996	4,424,044,996	5,834,549,812	5,834,549,812	4,424,059,448	4,424,059,448	5,834,564,264	5,834,564,264
Net interest income	**2,916,897,097**	**2,916,897,097**	**2,816,563,190**	**2,816,563,190**	**2,912,050,994**	**2,912,050,994**	**2,806,246,068**	**2,806,246,068**
Fee and commission income	944,586,828	944,586,828	689,624,537	689,624,537	944,586,828	944,586,828	689,624,537	689,624,537
Fee and commission expense	95,390,446	95,390,446	81,430,303	81,430,303	95,390,446	95,390,446	81,430,303	81,430,303
Net fee and commission income	**849,196,382**	**849,196,382**	**608,194,234**	**608,194,234**	**849,196,382**	**849,196,382**	**608,194,234**	**608,194,234**
Net interest, fee and commission income	**3,766,093,479**	**3,766,093,479**	**3,424,757,424**	**3,424,757,424**	**3,761,247,376**	**3,761,247,376**	**3,414,440,302**	**3,414,440,302**
Net trading income	146,450,233	146,450,233	84,017,094	84,017,094	146,450,233	146,450,233	84,017,094	84,017,094
Other operating income	378,175,056	378,175,056	420,964,495	420,964,495	307,616,144	307,616,144	228,017,455	228,017,455
Total operating income	**4,290,718,768**	**4,290,718,768**	**3,929,739,014**	**3,929,739,014**	**4,215,313,753**	**4,215,313,753**	**3,726,474,851**	**3,726,474,851**
Impairment charge/ (reversal) for Loans and other losses	1,264,107,078	1,264,107,078	630,689,103	630,689,103	1,264,107,078	1,264,107,078	630,689,103	630,689,103
Net operating income	**3,026,611,690**	**3,026,611,690**	**3,299,049,911**	**3,299,049,911**	**2,951,206,675**	**2,951,206,675**	**3,095,785,748**	**3,095,785,748**
Operating expense								
Personnel expenses	1,104,997,509	1,104,997,509	1,122,328,309	1,122,328,309	1,091,032,931	1,091,032,931	1,106,865,790	1,106,865,790
Other operating expenses	272,432,299	272,432,299	256,154,792	256,154,792	250,392,233	250,392,233	235,322,180	235,322,180
Depreciation & Amortization	188,609,879	188,609,879	205,255,698	205,255,698	185,745,715	185,745,715	203,871,694	203,871,694
Operating Profit	**1,460,572,003**	**1,460,572,003**	**1,715,311,112**	**1,715,311,112**	**1,424,035,796**	**1,424,035,796**	**1,549,706,081**	**1,549,706,081**
Non-operating income	3,174,934	3,174,934	7,065,849	7,065,849	3,174,934	3,174,934	7,065,849	7,065,849
Non-operating expense	50,000	50,000	-	-	50,000	50,000	-	-
Profit before income tax	**1,463,696,937**	**1,463,696,937**	**1,722,376,961**	**1,722,376,961**	**1,427,160,730**	**1,427,160,730**	**1,556,771,930**	**1,556,771,930**
Income tax expense	375,691,058	375,691,058	491,803,128	491,803,128	370,629,565	370,629,565	478,594,149	478,594,149
Current Tax	446,946,679	446,946,679	494,306,862	494,306,862	438,546,212	438,546,212	478,594,149	478,594,149
Deferred Tax	(71,255,621)	(71,255,621)	(2,503,734)	(2,503,734)	(67,916,647)	(67,916,647)	-	-
Profit/(loss) for the period	**1,088,005,880**	**1,088,005,880**	**1,230,573,833**	**1,230,573,833**	**1,056,531,165**	**1,056,531,165**	**1,078,177,781**	**1,078,177,781**
Condensed Consolidated Statement of Comprehensive income								
Profit/(loss) for the period	**1,088,005,880**	**1,088,005,880**	**1,230,573,833**	**1,230,573,833**	**1,056,531,165**	**1,056,531,165**	**1,078,177,781**	**1,078,177,781**
Other Comprehensive income	(263,349,906)	(263,349,906)	168,223,176	168,223,176	(263,349,906)	(263,349,906)	168,223,176	168,223,176
Total Comprehensive income for the period	**824,655,974**	**824,655,974**	**1,398,797,009**	**1,398,797,009**	**793,181,260**	**793,181,260**	**1,246,400,957**	**1,246,400,957**
Basic earnings per share		16.59		18.77		16.11		16.44
Diluted earnings per share		16.59		18.77		16.11		16.44
Profit attributable to:								
Equity holders of the Bank	**824,655,974**	**824,655,974**	**1,398,797,009**	**1,398,797,009**	**793,181,260**	**793,181,260**	**1,246,400,957**	**1,246,400,957**
Non-controlling interest	-	-	-	-	-	-	-	-

Statement of Distributable Profit or Loss

For the Quarter end of Asoj 2082 (As per NRB Regulation)

Amount in NPR

Particulars	Bank	
	Current Year Upto this Qtr YTD	Previous Year Corresponding Qtr YTD
Net profit or (loss) as per statement of profit or loss	**1,056,531,165**	**1,078,177,781**
Appropriations:		
a. General reserve	(211,306,233)	(215,635,556)
b. Foreign exchange fluctuation fund	(2,755,784)	(1,580,967)
c. Capital redemption reserve	(260,416,667)	(260,416,667)
d. Corporate social responsibility fund	(10,565,312)	(10,032,094)
e. Employees' training fund	(65,910,740)	(17,031,829)
f. Other (Investment adjustment reserve)	-	-
Profit or (loss) before regulatory adjustment	**505,576,430**	**573,480,668**
Regulatory adjustment :		
a. Interest receivable (-)/previous accrued interest received (+)	(1,544,281,260)	(323,710)
b. Short loan loss provision in accounts (-)/reversal (+)	-	-
c. Short provision for possible losses on investment (-)/reversal (+)	(263,349,906)	-
d. Short loan loss provision on Non Banking Assets (-)/reversal (+)	244,071,786	(112,583,374)
e. Deferred tax assets recognised (-)/ reversal (+)	(67,916,643)	-
f. Goodwill recognised (-)/ impairment of Goodwill (+)	-	-
g. Bargain purchase gain recognised (-)/reversal (+)	-	-
h. Actuarial loss recognised (-)/reversal (+)	-	-
i. Other (+/-) Interest Capitalization	-	-
Net Profit for the quarter ended Asoj 2082 available for distribution	**(1,125,899,583)**	**460,573,585**
Opening Retained Earnings as on Shrawan 2082	**(2,794,020,616)**	**(3,788,998,255)**
Adjustment:	-	-
Distribution:		
Bonus Shares Issued	-	-
Cash Dividend Paid	-	-
Total Distributable Profit or (Loss) as on quarter ended Asoj 2082	**(3,919,920,199)**	**(3,328,424,671)**
Annualised Distributable Profit/Loss per share		

Ratios as per NRB Directives

Particulars	Group				Bank			
	Current Year		Previous Year Corresponding		Current Year		Previous Year Corresponding	
	This Quarter	Upto this Quarter (YTD)	This Quarter	Upto this Quarter (YTD)	This Quarter	Upto this Quarter (YTD)	This Quarter	Upto this Quarter (YTD)
Tier 1 Capital to RWA		8.54%		8.52%		8.54%		8.52%
CET 1 Capital to RWA		8.54%		8.52%		8.54%		8.52%
Capital fund to RWA		12.54%		12.41%		12.54%		12.41%
Non-Performing Loan (NPL) to Total Loan		0.98%		4.96%		0.98%		4.96%
Net Non-Performing Loan to Total Loan		1.56%		0.82%		1.56%		0.82%
Total loan loss provision to Total NPL		129.63%		135.62%		129.63%		135.62%
Cost of Funds	4.29%		5.75%		4.29%		5.75%	
Credit to Deposit Ratio	79.07%		82.88%		79.07%		82.88%	
Base Rate (FTM)	5.82%		7.48%		5.82%		7.48%	
Interest Rate Spread	3.53%		3.86%		3.53%		3.86%	
Return on Equity	11.10%		11.25%		11.10%		11.25%	
Return on Assets	0.96%		0.97%		0.96%		0.97%	

Notes to the Interim Financial Statements

1. Above figures are prepared in accordance with Nepal Financial Reporting Standards, Nepal Accounting Standard as issued by the Institute of Chartered Accountants of Nepal; subject to change upon otherwise directions of Statutory Auditor and Regulatory Authorities.
2. Group represents the Bank and its wholly owned subsidiary Kumari Capital Ltd and KBL Securities Ltd; National Laghubitta Bittiya Sanstha Limited, First Microfinance Laghu Bitta Bittiya Sanstha Ltd, Mero Microfinance Laghubitta Bittiya Sanstha Ltd, Avasar Equity Diversified Fund and Avasar Equity Ltd. as Associates.
3. The NFRS reporting has been complied by adopting appropriate accounting judgment, those having potential material impact on the financial statements and had made appropriate judgment in making accounting estimates.
4. The Bank has adopted the Expected Credit Loss (ECL) model under NFRS 9. Consequently, recognition of interest income is based on the Guidance Note on Interest Income Recognition (2025) issued by the NRB.
5. The Bank recognizes impairment allowances on credit exposures pursuant to the regulatory backstop in NFRS 9 - Expected Credit Loss Related Guideline, 2024 is calculated as the higher of: (i) Total Expected Credit Loss (ECL) under NFRS 9; and (ii) Existing regulatory provisions under NRB Directives No. 2
6. Loan Administration Fees that are integral part of effective interest rate (EIR) is treated immaterial and not considered while calculating the Effective Interest Rate.
7. Personnel Expenses include employment bonus provision calculated at 10 percent of profit and amortization of prepayment amount of subsidized loans provided to the employees of the bank.
8. Previous figures have been regrouped and restated wherever necessary.
9. The detail Interim report has been published in the Bank's website www.kumaribank.com.

Publication of Information as Required by Securities Registration and Issuance Regulation 2073 (Related to Sub Rule (1) of Rule 26)

1. Major Financial Indicators (annualized fig.)
   1. Earnings per Share = 16.11
   2. Market Price per Share = Rs.181.4
   3. Price Earnings Ratio (P/E ratio) = 11.26
   4. Net Worth per Share = Rs.145.21
   5. Liquidity Ratio = 33.29
2. Management Analysis:
   - The bank is focusing on cost management, diversified investments, technological up gradation, optimum utilization of resources, recoveries of it's risk assets and automation of work.
3. Details Regarding Legal Actions
   a. Case filed by or to Kumari Bank Ltd. during the quarter –
   - Apart from the case related to credit recovery in the normal course of business operation, no other cases were file by or to Kumari Bank Ltd. during the quarter.

   b. Case filed by or against the promoter or director of Kumari Bank Ltd. regarding disobedience of prevailing law or commission of criminal offence –
   - No such information has been received

   c. Case filed against any Promoter or Director of Kumari Bank Ltd. regarding commission of financial crime –
   - No such information has been received
4. Analysis of Share Transaction of Organized Institutions
   a. Management's view on share transactions of Kumari Bank Ltd. at Securities Market:
   Since the price of the stock is determined by open market operation, the management's view is neutral in this regard.
   b. Maximum, minimum and closing price of shares including total transactions and transacted days during the quarter
   Max. Price = Rs. 233.5 Min. Price = Rs.175.5 Closing Price = Rs. 181.4 Total no. of Transactions = 50,992 Transacted Day = 51 days
5. Problems and Challenges
   Internal
   a. Attaining reasonable level of cost of operation.
   b. Improving operational efficiencies to minimize inherent risks & management of Non-Performing Assets.
   External
   a. Improving overhead efficiency.
   b. Challenge to pass on cost growth to revenue stream.
6. Strategy to Overcome Problems & Challenges
   a. Continually renovating and diversifying the product & services to meet the changing need of the customers with digitization approach.
   b. Utilizing the assets in as much as high yield, low risk investment sector and stringent recovery process for managing Non-Performing Assets.
7. Corporate Governance
   In order to increase the standard of corporate governance, following actions has been initiated by the bank:
   a. Board including the Audit Committee, Risk Management Committee and other committees continuously review the activities of various areas of the Bank and provide direction and support where necessary.
   b. Management Committee (Asset Liability Committee, Risk Management Committee) chaired by the CEO and comprising of heads of key units of the bank, meets on a regular basis to assess the performance of the Bank and take key decisions.
8. Particulars relating to Annexure – 16 of Securities Registration and Issuance Regulation, 2073
   - No such reportable events occurred during the period.
9. Declaration by CEO
   I hereby declare that the data and information provided in this report is true, complete, and factual to the extent of my knowledge.

कुमारी बैंक लिमिटेड
KUMARI BANK LIMITED
सबैका लागि, सधैंका लागि

Tangal, P.O. Box 21128, Kathmandu, Tel; 01-4543077, SWIFT: KMBLNPKA

KUMARI BANK LTD. CORPORATE OFFICE

Published on 21st Kartik 2082 daily on aarthikdainik.com