लाइफ इन्स्योरेन्स कर्पोरेशन (नेपाल) लिमिटेड
Life Insurance Corporation (Nepal) Ltd.
(A Joint Venture of Life Insurance Corporation of India)
AN ISO 9001 CERTIFIED ORGANISATION
Certificate No. 42693
स्टार मल, चौथो तल्ला, पुतलीसडक, काठमाडौं, फो.नं.: ०१-४०१२६१३
फ्याक्स् नं.: ९७७-१-४०१२६१५, Email: liccorporate@licnepal.com.np

Quarterly Financial Results for Fourth Quarter, F.Y. 2081/82 B.S.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Fig in NPR.

Particulars	Unaudited At the end of this Quarter	Audited At the end of Immediate Previous Year
Assets:		
Goodwill & Intangible Assets	48,600	97,200
Property and Equipment	392,420,903	424,229,330
Investment Properties	-	
Deferred Tax Assets	-	-
Investment in Subsidiaries	-	
Investment in Associates	-	
Investments	117,340,391,061	100,302,577,745
Loans	21,409,869,606	22,213,684,173
Reinsurance Assets	-	-
Current Tax Assets	147,104,822	276,532,369
Insurance Receivables	18,883,296	28,942,871
Other Assets	1,020,895,286	8,236,838
Other Financial Assets	3,403,222,457	3,269,414,425
Cash and Cash Equivalent	2,042,330,505	1,857,624,512
Total Assets	**145,775,166,536**	**128,381,339,463**
Equity:		
Share Capital	5,500,000,000	2,653,200,000
Share Application Money Pending Allotment	-	-
Share Premium	498,012,562	61,151,801
Catastrophe Reserves	680,803,440	654,081,882
Retained Earnings	2,990,823,083	3,163,905,167
Other Equity	641,365,318	333,618,407
Total Equity	**10,311,004,403**	**6,865,957,257**
Liabilities:		
Provisions	166,006,910	98,835,270
Gross Insurance Contract Liabilities	133,919,396,622	119,633,798,005
Deferred Tax Liabilities	56,270,626	18,450,239
Insurance Payable	58,876,191	85,613,711
Current Tax Liabilities	-	-
Borrowings	-	-
Other Liabilities	455,621,805	593,165,793
Other Financial Liabilities	807,989,979	1,085,519,188
Total Liabilities	**135,464,162,133**	**121,515,382,207**
Total Equity and Liabilities	**145,775,166,536**	**128,381,339,463**

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

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	5,899,314,998.00	19,938,305,489	5,210,040,239	18,107,497,178
Premiums Ceded	(27,003,306)	(111,420,002)	(84,551,059)	(112,085,568)
Net Earned Premiums	**5,872,311,692**	**19,826,885,487**	**5,125,489,180**	**17,995,411,610**
Commission Income	9,449,096	14,027,238	13,725,094	14,912,567
Other Direct Income	91,635,067	278,496,240	65,983,261	240,125,879
Interest Income on Loan to Policyholders	612,832,407	2,404,983,130	680,039,111	2,371,230,553
Income from Investments and Loans	2,408,156,268	9,806,775,916	2,468,219,386	9,349,529,759
Net Gain/(Loss) on Fair Value Changes	-	-	-	-
Net Realised Gains/(Losses)	-	-	-	-
Other Income	37,996.00	70,996	150,882	150,882
Total Income	**8,994,422,527**	**32,331,239,007**	**8,353,606,914**	**29,971,361,250**
Expenses:				
Gross Benefits and Claims Paid	3,935,922,392.46	12,590,236,613	3,172,265,263	10,891,832,451
Claims Ceded	(25,104,721)	(37,263,272)	(40,856,729)	(34,884,996)
Gross Change in Contract Liabilities	3,399,206,719.80	14,285,598,617	2,851,248,271	13,222,208,131
Change in Contract Liabities Ceded to Reinsurers	-			
Net Benefits and Claims Paid	**7,310,024,391**	**26,838,571,958**	**5,982,656,806**	**24,079,155,586**
Commission Expenses	494,580,068	1,477,418,120	458,301,380	1,394,226,097
Service Fees	44,042,338	148,701,641	38,441,168	134,965,587
Other Direct expenses	-	-	-	-
Employee Benefits Expenses	162,098,102	443,160,513	221,541,587	472,423,651
Depreciation and Amortization Expenses	18,553,602	55,072,895	44,919,493	54,296,035
Impairment Losses	-	-	-	-
Other Operating Expenses	338,341,189	573,683,546	312,876,008	558,358,222
Finance Cost	3,630,580	19,285,859	20,546,728	20,546,728
Total Expenses	**8,371,270,270**	**29,555,894,533**	**7,058,736,442**	**26,713,971,906**
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax	**623,152,256**	**2,775,344,474**	**1,294,870,472**	**3,257,389,344**
Share of Net Profit of Associates accounted using Equity Method				
Profit Before Tax	**623,152,256**	**2,775,344,474**	**1,294,870,472**	**3,257,389,344**
Income Tax Expenses	543,280,363	2,459,450,499	637,142,436	2,427,782,159
Net Profit/(Loss) For The Year	**79,871,893**	**315,893,975**	**657,728,036**	**829,607,185**
Earning Per Share				
Basic EPS		5.74		15.75
Diluted EPS		5.74		15.75

CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

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	79,871,893	315,893,975	657,728,036	829,607,185
Other Comprehensive Income	175,596,194	259,496,356.75	148,182,829	131,303,338
Total Comprehensive Income	255,468,087	575,390,332	805,910,865	960,910,523

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

1 Solvency Ratio related disclosure:
The Solvency Ratio for the year ended Asadh 32, 2081 is declared as 1.45 which is above the requirements prescribed by Nepai Insurance Authority.

2 Reinsurance related disclosure:

A. The Company currently has reinsurance arrangements with Nepal Re and Himalayan Re in Nepal and Hannover Re in Malaysia.

B. Reinsurance Premium ceded to the reinsurers up to FY 2024-25has been already made, is in accordance with the directives issued by Nepal Insurance Authority (NIA) from time to time and as per the terms already agreed between the insurer and reinsurer.

C. Claims recoverable from reinsurers are based on the cession made in respect of each risk. The estimated recoverable is aligned with the provisions made by the company for outstanding claims, ensuring consistency between the loss provisions and the amounts expected from reinsurance recoveries

D. Although we mitigate our exposures through prudent reinsurance arrangements, the primary responsibility for fulfilling claims made by 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. Proper provision to mitigate such credit risk has already incorporated in our Valuation report as prescribed by the Regulator

3 Details regarding legal proceeding:
Certain legal cases concerning tax matters are currently pending before the Supreme Court, following our successful outcomes in the Revenue Tribunal.

4 Corporate Governance:
We declare that we comply with the provision of Corporate Governance Directives, 2075 issued by Nepal InsuranceAuthority and other prevailing laws & regulation to which company shall adhere to.

5 Regulatory limit on expenses ratio:

Particulars	Current Year Upto This Quarter End (YTD)	Previous Year Upto This Quarter End (YTD)
Total Management Expenditure	1,091,202,813	1,105,624,636
Agent related Expenditure	435,936,688	422,931,739
Total Premium	19,938,305,489	18,107,497,178
First Premium	3,038,194,130	2,604,710,701
Total Management Expenditure as percentage of Total Premium	5.47%	6.11%
Agent related Expenditure as percentage of First Premium	14.35%	16.24%

6 Any other disclosure as deemed relevant
Comparative figure of EPS has been restated to show the impact bonus element of a rights issue to ensure consistency , comparability and fair presentation of the reported financial figures.
Additionally, the profit for the current year excludes the valuation surplus, whereas the profit for the previous year included a valuation surplus of Rs. 66.18 crore.

Disclosure as required by Rule 26 (1) of Annexure 14 of Securities Listing and Issue Directives, 2073 Financial Statements

1 The Financial Statements for the company for fourth quarter of FY 2081-82 has been published along with this report. The interim financial reports have been prepared as per the Quarterly Financials Circular, 2080 issued by Nepal insurance Authority.

2 Major Financial Indicators

Earnings per Share (Annualised)	5.74	Net worth per share	187.47
PE Ratio	154.82	Assets per share	2,650.46

3 Management Analysis
The transactions of the company for the fourth Quarter of FY 2081-82 can be summarized as belows:

Particulars	Q3 FY 2081-82	Q3 FY 2080-81
Total Premium	19,938,305,489	18,107,497,178
Net Profits	315,893,975	829,607,185
Life Insurance Fund	132,926,616,340	119,227,067,313
Total investments	117,340,391,061	100,302,577,745

4 Details of Share Transactions
The shares of the companies are listed and actively traded in Nepal Stock Exchange Limited. The details of the share transactions of the company during the quarter are mentioned below

Maximum Rate	998	No. of Transaction	15194
Minimum Rate	830	No. of Transaction days	63
Closing Price	889.23		

5 Problems and Challenges:
Internal
Increment of Operating cost
External
- Slowdown in economy
- Decreasing interest rate on fixed deposit
- Limited scope of secured investment"

6 Declaration by CEO:
I, CEO of the Company take responsibility for the truthfulness of the information and details disclosed in this report. I also hereby declare that to the best of my knowledge and belief, the information disclosed in this report are true, fair and complete and have not concealed any matters that can adversely affect the investment decision of the investors.

DISCLOSURES IN BOTH GROUP AND STANDALONE FINANCIAL STATEMENTS DISCLOSURES: OTHER DETAILS/INDICATORS

Particulars	Current Year Upto This Quarter End (YTD)	Previous Year Upto This Quarter End (YTD)
1. Total Inforce Policy count	691,871	690,007
2. Total no of policy issued during the year	64,867	65,509
3. First Year Premium (including single premium)	3,038,194,130	2,604,710,701
4. Single Premium	579,489,292	253,985,262
5. Renewal Premium	16,900,111,359	15,502,786,477
6. Total Benefits and Claims Paid in Count	32,254	30,807
7. Outstanding Benefits and Claims in Count	9,754	5,864
8. Gross Claim outstanding (Amount)	992,780,282	406,730,691
9. Declared Bonus rate (FY 2023-24)	41-65	41-65
10. Interim bonus rate FY	41-65	40-64
11. Long Term Investments (Amount)	93,320,722,790	87,753,329,825
12. Short Term Investments (Amount)	24,019,668,271	12,549,247,920
13. Policyholders Loan	21,304,806,320	22,081,137,081
14. Investment in cost value	116,856,970,269	100,196,960,465
15. Life Insurance Fund	132,926,616,340	119,227,067,313
16. Solvency Margin Ratio (As on 15.07.2024)	1.45	1.45
17. Solvency Margin Ratio (As on 15.07.2024)	1.45	1.45