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 First Quarter, F.Y. 2082/83 B.S.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Fig in NPR.

Particulars	Unaudited At the end of this Quarter	Unaudited At the end of Immediate Previous Year
Assets:		
Goodwill & Intangible Assets	36,450	48,600
Property and Equipment	383,840,141	392,420,903
Investment Properties	-	-
Deferred Tax Assets	80,880,875	-
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investments	119,510,499,963	117,340,391,062
Loans	21,250,847,250	21,409,869,606
Reinsurance Assets	-	-
Current Tax Assets	-	179,683,775
Insurance Receivables	11,378,342	18,883,296
Other Assets	2,496,232	1,016,951,176
Other Financial Assets	3,465,831,902	3,408,799,099
Cash and Cash Equivalent	4,622,059,953	2,060,047,872
Total Assets	**149,327,871,108**	**145,827,095,389**
Equity:		
Share Capital	5,500,000,000	5,500,000,000
Share Application Money Pending Allotment	-	-
Share Premium	498,012,562	498,012,562
Catastrophe Reserves	691,617,641	680,968,611
Retained Earnings	3,091,876,789	2,991,611,167
Other Equity	300,931,478	386,751,727
Total Equity	**10,082,438,470**	**10,057,344,066**
Liabilities:		
Provisions	175,339,034	167,555,959
Gross Insurance Contract Liabilities	137,863,823,461	134,210,439,498
Deferred Tax Liabilities	-	56,565,302
Insurance Payable	34,003,296	54,254,357
Current Tax Liabilities	333,439,379	-
Borrowings	-	-
Other Liabilities	353,457,587	463,346,812
Other Financial Liabilities	485,369,881	817,589,395
Total Liabilities	**139,245,432,638**	**135,769,751,323**
Total Equity and Liabilities	**149,327,871,108**	**145,827,095,389**

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS Q1 (17.07.2025 TO 17.10.2025)

Fig in NPR.

Particulars	Current Year This Quarter	Current Year Upto this Quarter (YTD)	Corresponding Previous Year This Quarter	Corresponding Previous Year Upto this Quarter (YTD)
Income:				
Gross Earned Premiums	4,983,715,022.00	4,983,715,022	4,573,717,626	4,573,717,626
Premiums Ceded	(20,773,519)	(20,773,519)	(25,282,410)	(25,282,410)
Net Earned Premiums	**4,962,941,503**	**4,962,941,503**	**4,548,435,216**	**4,548,435,216**
Commission Income	408,560.00	408,560	-	-
Other Direct Income	57,966,325.00	57,966,325	54,671,622	54,671,622
Interest Income on Loan to Policyholders	650,395,768.00	650,395,768	606,298,828	606,298,828
Income from Investments and Loans	2,468,142,285.00	2,468,142,285	2,542,650,221	2,542,650,221
Net Gain/(Loss) on Fair Value Changes	-	-	-	-
Net Realised Gains/(Losses)	-	-	-	-
Other Income	-	-	-	
Total Income	**8,139,854,441**	**8,139,854,441**	**7,752,055,887**	**7,752,055,887**
Expenses:				
Gross Benefits and Claims Paid	2,841,170,472.49	2,841,170,472	2,660,248,906	2,660,248,906
Claims Ceded	-	-	(650,000)	(650,000)
Gross Change in Contract Liabilities	3,979,692,998.18	3,979,692,998	3,835,893,635	3,835,893,635
Change in Contract Liabities Ceded to Reinsurers	-	-	-	-
Net Benefits and Claims Paid	**6,820,863,471**	**6,820,863,471**	**6,495,492,541**	**6,495,492,541**
Commission Expenses	345,861,389	345,861,389	287,358,202	287,358,202
Service Fees	37,222,061	37,222,061	34,113,264	34,113,264
Other Direct expenses	-	-	-	-
Employee Benefits Expenses	122,332,228	122,332,228	114,364,421	114,364,421
Depreciation and Amortization Expenses	9,765,277	9,765,277	8,816,800	8,816,800
Impairment Losses	-	-	-	-
Other Operating Expenses	69,122,538	69,122,538	57,288,551	57,288,551
Finance Cost	4,454,335	4,454,335	4,198,043	4,198,043
Total Expenses	**7,409,621,299**	**7,409,621,299**	**7,001,631,822**	**7,001,631,822**
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax	**730,233,142**	**730,233,142**	**750,424,065**	**750,424,065**
Share of Net Profit of Associates accounted using Equity Method				
Profit Before Tax	**730,233,142**	**730,233,142**	**750,424,065**	**750,424,065**
Income Tax Expenses	621,863,050	621,863,050	671,591,426	671,591,426
Net Profit/(Loss) For The Year	**108,370,092**	**108,370,092**	**78,832,639**	**78,832,639**
Earning Per Share				
Basic EPS		7.88		5.98
Diluted EPS		7.88		5.98

CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

Fig in NPR.

Particulars	Current Year This Quarter	Current Year Upto this Quarter (YTD)	Corresponding Previous Year This Quarter	Corresponding Previous Year Upto this Quarter (YTD)
Net Profit/(Loss) For The Year	108,370,092	108,370,092	78,832,639	78,832,639
Other Comprehensive Income	(412,610,670)	(412,610,670.43)	457,264,248	457,264,248
Total Comprehensive Income	(304,240,578)	(304,240,578.36)	536,096,887	536,096,887

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. The actuarial valuation for the FY 2024-25 is being submitted to NIA for approval.

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 2024-25 has 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	205,674,378	184,667,815
Agent related Expenditure	41,050,505	21,673,232
Total Premium	4,983,715,022	4,510,597,627
First Premium	678,861,822	505,001,774
Total Management Expenditure as percentage of Total Premium	4.13%	4.04%
Agent related Expenditure as percentage of First Premium	6.05%	4.29%

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.

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 First quarter of FY 2082-83 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)	7.88	Net worth per share	183.32
PE Ratio	100.87	Assets per share	2,715.05

3 Management Analysis

The transactions of the company for the First Quarter of FY 2082-83 can be summarized as belows:

Particulars	Q1 FY 2082-83	Q1 FY 2081-82
Total Premium	4,983,715,022	4,573,717,626
Net Profits	108,370,092	78,832,639
Life Insurance Fund	136,958,112,008	123,788,031,982
Total investments	119,510,499,963	103,447,079,124

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	972	No. of Transaction	8,497
Minimum Rate	827	No. of Transaction days	51
Closing Price	795		

5 Problems and Challenges:

Internal

Increase in the surrender claim

External

- Slowdown in economy
- Decreasing interest rate on fixed deposit
- Limited scope of secured investment"

6 Strategies to overcome challenges

- Maintaining appropriate portfolio mix
- Moving towards digitalization
- Diversifying the investment"

7 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	692,801	687,428
2. Total no of policy issued during the year	12,547	13,188
3. First Year Premium (including single premium)	678,861,822	516,623,689
4. Single Premium	186,631,527	54,060,623
5. Renewal Premium	4,304,853,200	4,057,093,937
6. Total Benefits and Claims Paid in Count	6,552	6,277
7. Outstanding Benefits and Claims in Count	9,487	5,878
8. Gross Claim outstanding (Amount)	905,711,453	305,037,503
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)	91,310,223,314	91,414,099,851
12. Short Term Investments (Amount)	28,200,276,649	12,032,979,273
13. Policyholders Loan	21,142,139,569	22,162,303,567
14. Investment in cost value	119,577,226,731	103,447,079,124
15. Life Insurance Fund	136,958,112,008	123,788,031,982
16. Solvency Margin Ratio (As on 15.07.2024)	1.45	1.45