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 Third Quarter, F.Y. 2082/83 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	24,300	48,600
Property and Equipment	355,275,462	392,420,903
Investment Properties	-	-
Deferred Tax Assets	22,938,502	-
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investments	129,127,562,039	117,340,391,062
Loans	20,513,004,662	21,409,869,606
Reinsurance Assets	-	-
Current Tax Assets	-	179,358,463
Insurance Receivables	11,378,342	18,883,296
Other Assets	49,098,403	1,016,951,176
Other Financial Assets	3,520,627,512	3,408,799,099
Cash and Cash Equivalent	1,681,438,065	2,060,047,872
Total Assets	**155,281,347,287**	**145,826,770,077**
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	765,023,560	732,976,827
Retained Earnings	2,579,600,884	3,452,279,690
Other Equity	363,410,676	394,157,144
Total Equity	**9,706,047,683**	**10,577,426,223**
Liabilities:		
Provisions	166,043,440	167,555,959
Gross Insurance Contract Liabilities	144,482,076,955	133,632,472,759
Deferred Tax Liabilities	-	56,565,302
Insurance Payable	43,288,480	54,254,357
Current Tax Liabilities	95,509,507	-
Borrowings	-	-
Other Liabilities	334,246,699	463,346,812
Other Financial Liabilities	454,134,523	875,148,665
Total Liabilities	**145,575,299,604**	**135,249,343,854**
Total Equity and Liabilities	**155,281,347,287**	**145,826,770,077**

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS Q3 (17.07.2025 TO 13.04.2026)

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	4,943,680,045.00	15,173,096,495	4,579,047,521	14,038,990,491
Premiums Ceded	(22,933,927)	(72,078,018)	(29,663,092)	(84,416,696)
Net Earned Premiums	**4,920,746,118**	**15,101,018,477**	**4,549,384,429**	**13,954,573,795**
Commission Income	1,347,512.00	4,218,572	1,479,236	4,578,142
Other Direct Income	59,440,766.00	183,345,892	61,175,872	186,861,173
Interest Income on Loan to Policyholders	547,681,280.00	1,761,147,068	620,711,541	1,792,150,723
Income from Investments and Loans	2,362,843,842.00	7,267,641,457	2,418,174,176	7,398,619,647
Net Gain/(Loss) on Fair Value Changes	-	-	-	-
Net Realised Gains/(Losses)	-	-	-	-
Other Income	54,416	87,966	-	33,000
Total Income	**7,892,113,934**	**24,317,459,432**	**7,650,925,254**	**23,336,816,480**
Expenses:				
Gross Benefits and Claims Paid	3,179,797,469.00	9,320,676,277	2,834,892,793	8,654,314,221
Claims Ceded	(5,925,007)	(32,385,639)	(11,508,551)	(12,158,551)
Gross Change in Contract Liabilities	3,426,245,052.04	11,064,264,465	3,581,919,531	10,886,391,897
Change in Contract Liabities Ceded to Reinsurers	-	-	-	
Net Benefits and Claims Paid	**6,600,117,514**	**20,352,555,103**	**6,405,303,773**	**19,528,547,567**
Commission Expenses	344,105,357	1,072,434,004	326,423,541	982,838,052
Service Fees	36,905,596	113,257,639	34,120,383	104,659,303
Other Direct expenses	-	-	-	-
Employee Benefits Expenses	93,102,156	320,609,782	70,232,284	281,062,411
Depreciation and Amortization Expenses	13,134,684	40,092,905	10,376,127	36,519,293
Impairment Losses	7,921,775	7,921,775	-	-
Other Operating Expenses	97,879,065	243,374,701	87,347,522	235,342,357
Finance Cost	3,973,002	12,645,108	6,910,676	15,655,279
Total Expenses	**7,197,139,149**	**22,162,891,017**	**6,940,714,306**	**21,184,624,262**
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax	**694,974,785**	**2,154,568,415**	**710,210,948**	**2,152,192,218**
Share of Net Profit of Associates accounted using Equity Method				
Profit Before Tax	**694,974,785**	**2,154,568,415**	**710,210,948**	**2,152,192,218**
Income Tax Expenses	599,066,430	1,834,101,077	616,021,512	1,916,170,136
Net Profit/(Loss) For The Year	**95,908,355**	**320,467,338**	**94,189,436**	**236,022,082**
Earning Per Share				
Basic EPS		7.77		5.72
Diluted EPS		7.77		5.72

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	95,908,355	320,467,338	94,189,436	236,022,082
Other Comprehensive Income	176,076,544	(238,511,410.39)	(373,364,085.94)	83,900,162.50
Total Comprehensive Income	271,984,899	81,955,927.40	(279,174,650.20)	319,922,244.26

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

1 Solvency Ratio related disclosure:

The Solvency Ratio for the year ended Asadh 32, 2082 is declared as 1.6 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 Q2 of FY 2025-26 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	624,644,271	568,579,340
Agent related Expenditure	158,718,491	147,994,052
Total Premium	15,173,096,495	14,038,990,491
First Premium	2,471,857,866	1,891,490,342
Total Management Expenditure as percentage of Total Premium	4.12%	4.05%
Agent related Expenditure as percentage of First Premium	6.42%	7.82%

6 Any other disclosure as deemed relevant

Comparative figure of EPS has been restated to show the impact of bonus element 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 Third 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)	7.77	Net worth per share	176.47
PE Ratio	106.84	Assets per share	2,823.30

3 Management Analysis

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

Particulars	Q3 FY 2082-83	Q3 FY 2081-82
Total Premium	15,173,096,495	14,038,990,491
Net Profits	320,467,338	236,022,082
Life Insurance Fund	143,367,652,950	129,809,369,710
Total investments	129,127,562,039	114,009,384,381

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	830	No. of Transaction	8,946
Minimum Rate	800	No. of Transaction days	53
Closing Price	830		

5 Problems and Challenges:

Internal

Decrease in policy loan portfolio.

External

- 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 secured investment

7 Risk Management & Climate Risk

Company has formulated and implemented the risk management policy effective from 15th May 2023.The Company recognizes climate-related risks as an emerging area that may affect mortality, investments, operations, and financial performance. The Company has adopted policies and risk management practices to identify, assess, and mitigate climate-related risks in line with regulatory guidelines issued by the Nepal Insurance Authority. Management regularly reviews climate risk exposure and its potential financial impact on the Company's operations and investments.

8 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	693,784	6,81,985
2. Total no of policy issued during the year	42,275	41,477
3. First Year Premium (including single premium)	2,471,857,866	1,891,490,342
4. Single Premium	803,496,474	269,043,435
5. Renewal Premium	12,701,238,629	12,147,500,149
6. Total Benefits and Claims Paid in Count	20,975	21,162
7. Outstanding Benefits and Claims in Count	11,026	7,938
8. Gross Claim outstanding (Amount)	1,114,424,005	710,820,192
9. Declared Bonus rate (FY 2024-25)	41-65	41-65
10. Interim bonus rate FY	41-65	41-65
11. Long Term Investments (Amount)	89,401,256,137	96,639,712,818
12. Short Term Investments (Amount)	39,726,305,902	17,369,671,563
13. Policyholders Loan	20,422,571,744	21,817,341,119
14. Investment in cost value	128,962,156,460	113,819,866,938
15. Life Insurance Fund	143,367,652,950	129,809,369,710
16. Solvency Margin Ratio (As on 16.07.2025)	1.61	1.61