MANJUSHREE FINANCE LIMITED
मञ्जुश्री फाईनान्स लिमिटेड
(नेपाल राष्ट्र बैंकबाट "ग" वर्गको इजाजतपत्रप्राप्त संस्था)

प्रधान कार्यालय ओमकार भवन, नयाँ बानेश्वर-१०, काठमाडौं
फोन नं. ०१-४७९२५१७
वेबसाइट: www.manjushreefinance.com
ईमेल: manjushree@manjushreefinance.com.np

Unaudited Financial Results (Quarterly)

As on Quarter ended 29th Poush 2081

Condensed Statement of Financial Position
As at Poush End, 2081

Assets	This Quarter Ending	Immediate Previous Year Ending
Cash and Cash Equivalent	283,389,947	365,926,265
Due from Nepal Rastra Bank	905,134,412	838,736,447
Placement With Bank and Financial Institutions	-	-
Derivative Financial Instruments	-	-
Other Trading Assets	-	-
Loan and Advances to B/FIs	799,820,583	1,327,368,635
Loans and Advances to Customers	16,488,383,310	13,999,297,975
Investment in Securities	4,335,136,438	4,132,619,091
Current Tax Assets	216,312,993	32,427,270
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investment Property	133,368,189	63,520,366
Property and Equipment	526,655,890	225,421,700
Goodwill and Intangible Assets	2,595,873	3,040,945
Deferred Tax Assets	19,302,863	18,840,859
Other Assets	23,041,839	226,646,007
Total Assets	**23,733,142,339**	**21,233,845,560**
Liabilities		
Due to Bank and Financial Institutions	626,524,117	1,204,819,219
Due to Nepal Rastra Bank	438,453,283	603,662,927
Derivative Financial Instruments	-	-
Deposit from Customers	19,462,103,705	16,413,518,399
Borrowings	-	-
Current Tax Liabilities	167,095,968	-
Provisions	-	-
Deferred Tax Liabilities	-	-
Other Liabilities	292,613,422	295,671,113
Debt Securities Issued	500,000,000	500,000,000
Subordinated Liabilities	-	-
Total Liabilities	**21,486,790,495**	**19,017,671,659**
Equity		
Share Capital	1,351,552,849	1,351,552,849
Share Premium	-	-
Retained Earning	150,942,730	174,925,004.67
Reserves	743,856,266	689,696,047.60
Total Equity Attributable to Equity Holders	**2,246,351,844**	**2,216,173,901**
Non-Controlling Interests	-	-
Total Equity	**2,246,351,844**	**2,216,173,901**
Total Liabilities and Equity	**23,733,142,339**	**21,233,845,560**

Condensed Statement of Profit or Loss
For the Period ended on 29th Poush, 2081

Particular	Current Year		Previous Year Corresponding	
	This Quarter	Up to This Quarter (YTD)	This Quarter	Up to This Quarter (YTD)
Interest Income	519,956,501	1,147,091,946	566,584,940	1,138,803,647
Interest Expense	(358,910,148)	(749,036,479)	(382,705,720)	(765,418,329)
Net Interest Income	**161,046,352**	**398,055,467**	**183,879,220**	**373,385,318**
Fees and Commission Income	20,375,675	59,926,797	14,878,517	37,431,425
Fees and Commission Expense	-	-	-	-
Net Fee and Commission Income	**20,375,675**	**59,926,797**	**14,878,517**	**37,431,425**
Net Interest Fee and Commission Income	**181,422,027**	**457,982,265**	**198,757,737**	**410,816,743**
Net Trading Income	-	-	-	-
Other Operating Income	8,113,557	18,046,656	1,317,289	6,470,850
Total Operating Income	**189,535,584**	**476,028,921**	**200,075,026**	**417,287,593**
Impairment Charge/(Reversal) for Loans and Other Losses	40,969,359	65,279,499	88,869,023	98,314,282
Net Operating Income	**148,566,224**	**410,749,421**	**111,206,002**	**318,973,312**
Operating Expenses				
Personnel Expense	53,971,949	128,539,503	42,269,171	103,630,602
Other Operating Expenses	**25,031,943**	**51,136,964**	**24,071,578**	**45,476,649**
Depreciation and Amortisation	7,705,664	14,909,942	6,491,890	12,756,978
Operating Profit	**61,856,668**	**216,163,012**	**38,373,364**	**157,109,083**
Non Operating Income	-	-	-	-
Non Operating Expense	13,564,482	34,234,550	-	-
Profit before income tax	**48,292,186**	**181,928,462**	**38,373,364**	**157,109,083**
Income Tax Expense	25,436,687	64,848,903	15,678,021	51,638,307
Current Tax	25,436,687	64,848,903	15,163,734	47,960,393
Deferred Tax (Expense)/Income	-	-	514,286	3,677,914
Profit for the Period	**22,855,499**	**117,079,558**	**22,695,343**	**105,470,776**
Condensed Consolidated Statement of Other Comprehensive Income				
Profit/(Loss) for the Period	22,855,499	117,079,558	22,695,343	105,470,776
Other Comprehensive Income	(745,343)	(1,078,011)	(13,212,895)	(13,212,895)
Total Comprehensive Income for the Period	**22,110,155**	**116,001,547**	**9,482,448**	**92,257,880**
Basic Earnings per Share (Annualised)		17.33		15.61
Diluted Earnings per Share		17.33		15.61
Profit Attributable to:				
Equity Holders of the Bank	22,110,155	116,001,547	9,482,448	92,257,880
Non-controlling Interest	-	-	-	-
Total Comprehensive Income for the Period	**22,110,155**	**116,001,547**	**9,482,448**	**92,257,880**

Ratios as per NRB Directives

Particular	Current Year	Previous Year Corresponding
	Up to This Quarter (YTD)	Up to This Quarter (YTD)
Capital Fund to RWA	14.92%	16.25%
Non-performing Loan (NPL) to Total Loan	3.86%	3.50%
Net NPL to Total Loan	1.44%	-
Total Loan Loss Provision to Total NPL	99.41%	116.57%
Cost of Funds	6.87%	9.59%
Credit to Deposit Ratio	82.83%	83.36%
Base Rate (Quarterly Average)	9.67%	12.06%
Interest Rate Spread	4.59%	4.58%

Statement of Distributable Profit or Loss
For the Period ended on 29th Poush, 2081
(As per NRB Regulation

Particular	Current Year	Previous Year Corresponding
	Up to This Quarter (YTD)	Up to This Quarter (YTD)
Net Profit or (Loss) as per Statement of Profit or Loss	117,079,558	105,470,776
Appropriations:		
a. General Reserve	(23,415,912)	(21,094,155)
b. Foreign Exchange Fluctuation Fund	-	-
c. Capital Redemption Reserve	-	(41,666,667)
d. Corporate Social Responsibility Fund	(1,055,796)	(1,054,708)
e. Employees' Training Fund	-	-
f. Other	-	-
Profit or (Loss) Before Regulatory Adjustment	92,607,851	41,655,246
Regulatory Adjustment :		
a. Interest Receivable (-)/Previous Accrued Interest Received (+)	(3,328,993)	(73,632,247)
b. Short Loan Loss Provision in Accounts (-)/Reversal (+)	-	
c. Short Provision for Possible Losses on Investment (-)/Reversal (+)	(1,078,011)	
d. Short Loan Loss Provision on Non Banking Assets (-)/Reversal (+)	(26,359,517)	
e. Deferred Tax Assets Recognised (-)/ Reversal (+)	-	(1,984,755)
f. Goodwill Recognised (-)/ Impairment of Goodwill (+)	-	
g. Bargain Purchase Gain Recognised (-)/Reserval (+)	-	
h. Acturial Loss Recognised (-)/Reversal (+)	-	
i. Other (+/-)	-	
Net Profit for the Year Available for Distribution	61,841,330	(33,961,756)
Opening Balance of Retained Earning	174,925,005	79,438,886
Adjustment: (+/ -)	-	-
Distribution:		
Bonus Shares Issued	-	-
Cash Dividend Paid	(85,823,606)	(71,132,226)
Distributable Profit or (Loss)	150,942,730	(25,655,097)

Note

1. The above financial statements have been prepared in accordance with the Nepal Financial Reporting Standards (NFRS) and NRB Directives.In accordance with the ECL Guidelines-2024 issued by NRB, accrued interest on loans and advances classified as Stage-3 (Lifetime ECL) has been excluded for calculation of interest income.
2. Loans and advances include accrued interest and staff loans, and presented net of impairment charges as per NRB Directives.
3. Detailed interim financial statements have been published on the website: https://manjushreefinance.com.np.
4. The unaudited figures are subject to statutory audit and regulatory review.
5. Investment in securities have been marked to market using NFRS 13 input value and have been measured at fair value through other comprehensive income.
6. Personnel expense includes staff bonus as per the Bonus Act 2030.
7. As per clause 5(2)(kha) of Directive No. 16 of NRB Directives, Debenture Redemption Reserve has not been set aside.
8. Figures have been regrouped and reaaranged wherever necessary.

Disclosure as prescribed by Securities Registration and Issue Regulation, 2073

(Related to Sub rule (1) of Rule 26, for the Second Quarter of F.Y. 2081/82

1. Financial Statements (as per unaudited figures of 2081/09/29)

i. Financial details as at the end of second quarter of F.Y. 2081/82 (2081/09/29) has been published along with this disclosure.

ii. Major Financial Indicators

a) Earnings Per Share (Annualized)	NPR 17.33	b) Market Value Per Share	NPR 649
c) Price Earnings Ratio	37.44	d) Net Worth Per Share	NPR 166.21
e) Total Assets / No. of Share	NPR 1,756	f) Liquidity Ratio	25.78

2. Management Analysis

a) Details relating to the change in the FI's reserve, income, and liquidity in the quarter (if any) and its main reason.
FI's capital adequacy and liquidity position continues to remain strong.

b) Management's analytical details regarding future business plan.
FI seeks to achieve sustainable growth in business and profitability as per its strategic management plan.

c) Analytical details of the incidents that may have major impact on reserve, profit, or cash flow (if any) based on previous experience.
No specific incident occurred during the period that could have impact on reserve, profit, or cash flow.

3. Legal Proceedings

a) Case filed by or against the FI in this quarter.
Except in the regular course of business, there is no lawsuits filed against the FI in this quarter.

b) Case relating to disobedience of prevailing law or commission of criminal offence filed by or against the promoter or Director of the FI.
No such information has been received.

c) Case relating to commission of financial crime filed against any Promoter or Director of the FI.
No such information has been received.

4. Analysis of Stock Performance of the FI

a) Management view on the transaction of the shares of the FI in the Share Market.
Transaction of Shares and share price are determined by open market at Nepal Stock Exchange Ltd.

b) Maximum, minimum, and last share price, total transaction days and total transacted number of shares in the quarter (as per nepalstock.com)

Maximum Share price	834	Minimum Share Price	610
Closing Share Price	649	Total No. of Transaction	18,549
No. of days of transaction	55	Total Traded no. of share	2,597,646

5. Problems and Challenges

Internal

1) Difficulties in recovery of loans
2) Managing overheads.
3) Challenges to ensure operational efficiency through digitization
4) Recruiting and retaining skilled staff

External

1) Intense competition from larger banks and fintech companies
2) Economic fluctuations and political instability
3) Reaching rural and underserved populations
4) Changing regulatory requirements

Strategy to overcome the problems and challenges.

1) Implement robust risk management system including loan collection and recovery processes
2) Implement cost-control measures, optimization of resources utilization
3) Streamline operations by adopting best practices and process improvements.
4) Customer-centric products, new business avenues, and digital banking drive growth.
5) Offer competitive pay, growth opportunities and invest in training and development

6. Corporate Governance

Clear separation of roles and responsibilities of Board of Directors and Management has ensured high standard of corporate Governance. Audit Committee has been functioning independently and actively.
Manjushree is committed for transparency, high standard of professionalism and data integrity.

7. Declaration

I, CEO of the FI, am accountable individually on the factual accuracy of the information submitted as of the date in this report. I also declare that to the best of my knowledge, no material information for investors has been concealed.