नेपाल इन्स्योरेन्स कम्पनी लिमिटेड
NEPAL INSURANCE COMPANY LIMITED
रजिष्टर्ड कार्यालय : का.म.न.पा. २८, कमलादी, काठमाण्डौं ।
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Quarterly Financial Results for First Quarter, F.Y. 2082/83 B.S

Fig. in NPR.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Particulars	Unaudited At the end of this Quarter	Unaudited At the end of Immediate Previous Year
Assets:		
Goodwill & Intangible Assets	3,733,509	3,882,055
Property and Equipment	277,423,686	264,207,705
Investment Properties		
Deferred Tax Assets	135,215,458	94,893,459
Investment in Subsidiaries		
Investment in Associates		
Investments	5,460,048,310	4,463,323,825
Loans	12,550,000	12,550,000
Reinsurance Assets	1,577,808,915	1,020,219,854
Current Tax Assets	1,265,589,894	21,328,510
Insurance Receivables	120,440,863	170,047,775
Other Assets	219,438,125	238,255,222
Other Financial Assets	149,330,999	178,607,915
Cash and Cash Equivalent	148,814,482	60,746,432
Total Assets	**9,370,394,240**	**6,528,062,752**
Equity:		
Share Capital	2,548,575,005	1,890,878,230
Share Application Money Pending Allotment		
Share Premium	81,481,510	-
Special Reserve	1,493,237,413	1,493,237,413
Catastrophe Reserves	111,293,542	111,293,542
Retained Earnings	65,873,786	162,252,464
Other Equity	72,401,052	102,949,658
Total Equity	**4,372,862,308**	**3,760,611,307**
Liabilities:		
Provisions	1,453,914,756	287,905,567
Gross Insurance Contract Liabilities	3,144,318,971	2,033,133,804
Deferred Tax Liabilities		
Insurance Payable	97,748,451	140,807,449
Current Tax Liabilities		
Borrowings		
Other Liabilities	186,333,011	183,270,801
Other Financial Liabilities	115,216,742	122,333,823
Total Liabilities	**4,997,531,932**	**2,767,451,445**
Total Equity and Liabilities	**9,370,394,240**	**6,528,062,752**

Fig. in NPR.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

Particulars	Current Year		Corresponding Previous Year	
	This Quarter	Upto this Quarter (YTD)	This Quarter	Upto this Quarter (YTD)
Income:				
Gross Earned Premiums	417,326,176	417,326,176	275,585,140	275,585,140
Premiums Ceded	-209,387,449	-209,387,449	-138,925,542	-138,925,542
Net Earned Premiums	**207,938,727**	**207,938,727**	**136,659,597**	**136,659,597**
Commission Income	66,291,120	66,291,120	39,274,140	39,274,140
Other Direct Income	-	-	-	
Income from Investments and Loans	50,230,139	50,230,139	116,961,987	116,961,987
Net Gain/(Loss) on Fair Value Changes	-		-	
Net Realised Gains/(Losses)	-		-	
Other Income	280,989	280,989	877,915	877,915
Total Income	**324,740,976**	**324,740,976**	**293,773,639**	**293,773,639**
Expenses:				
Gross Claims Paid	182,317,820	182,317,820	133,477,613	133,477,613
Claims Ceded	-66,153,830	-66,153,830	-46,369,726	-46,369,726
Gross Change in Contract Liabilities	1,304,682,792	1,304,682,792	554,733,951	554,733,951
Change in Contract Liabities Ceded to Reinsurers	-1,078,792,394	-1,078,792,394	-458,688,327	-458,688,327
Net Claims Incurred	**342,054,388**	**342,054,388**	**183,153,511**	**183,153,511**
Commission Expenses	5,388,868	5,388,868	1,723,039	1,723,039
Service Fees	3,726,022	3,726,022	2,723,496	2,723,496
Other Direct expenses	1,176,602	1,176,602	1,145,965	1,145,965
Employee Benefits Expenses	64,543,684	64,543,684	58,618,199	58,618,199
Depreciation and Amortization Expenses	10,725,586	10,725,586	3,956,199	3,956,199
Impairment Losses	-		-	
Other Operating Expenses	32,980,025	32,980,025	23,936,105	23,936,105
Finance Cost	1,829,625	1,829,625	-	
Total Expenses	**462,424,801**	**462,424,801**	**275,256,513**	**275,256,513**
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax	**-137,683,825**	**-137,683,825**	**18,517,126**	**18,517,126**
Share of Net Profit of Associates accounted using Equity Method				
Profit Before Tax	**-137,683,825**	**-137,683,825**	**18,517,126**	**18,517,126**
Income Tax Expenses	-41,305,148	-41,305,148	8,107,052	8,107,052
Net Profit/(Loss) For The Year	**-96,378,678**	**-96,378,678**	**10,410,074**	**10,410,074**
Earning Per Share				
Basic EPS		-3.78		2.53
Diluted EPS		-3.78		2.53

Fig. in NPR.

CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

Particulars	Current Year		Corresponding Previous Year	
	This Quarter	Upto this Quarter (YTD)	This Quarter	Upto this Quarter (YTD)
Net Profit/(Loss) For The Year	-96,378,678	-96,378,678	10,410,074	10,410,074
Other Comprehensive Income	14,486,580	14,486,580	46,028,369	46,028,369
Total Comprehensive Income	**-81,892,097**	**-81,892,097**	**56,438,443**	**56,438,443**

OTHER DETAILS

Fig. in NPR.

Particulars	Current Year	Previous Year
	Upto this Quarter (YTD)	Upto this Quarter (YTD)
1. Total Issued Policy Count	48,334	48,044
2. Total Renewed Policy Count	12,817	10,117
3. Total Claims Paid Count	1,839	1,059
4. Outstanding Claims Count	5,131	4,205
5. Gross Outstanding Claim including IBNR and IBNER (Amount)	1,678,186,694	1,405,636,357
6. Net Outstanding Claim including IBNR and IBNER (Amount)	625,471,782	413,747,521
7. Margin Over Best Estimate (MOBE)	-	-
8. Unearned Premium Reserve (Amount)	836,735,473	591,545,160
9. Unexpired Risk Reserve (Amount)	-	-
10. Earthquake Premium Reserve (Amount)	-	-
11. Long Term Investments (Amount)	1,399,369,189	583,619,525
12. Short Term Investments (Amount)	4,060,679,121	3,879,606,876
13. Direct Premium (Amount)	556,588,517	487,601,858
14. Investment in Cost (Amount)	5,434,729,511	4,391,691,531
15. Solvency Margin	433.60	433.60

Note:

1. Figures Presented above may change after the statutory audit is completed.
2. The figures of the previous quarters have been restated as per requirement.
3. The detailed interim report has been published in the company's website www.nepalinsurance.com.np.

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

1. Solvency Ratio related disclosure:

The Solvency Ratio (Based on RBC-S Valuation (FY 2023/24) of Company is 4.34

2. Reinsurance related disclosure:

Reinsurance arrangement done by the company is adequate. Globally trusted reinsurance companies are choosen for reinsurance placement.

3. Details regarding legal proceeding:

Except in the Regular course of business, there are no law-suits of material nature filed by or filed against the Insurance Company on account of violation of prevailing laws or commission of criminal offences or financial crime.

4. Corporate Governance:

The company has been compliant with Corporate Governance Directive issued by Nepal Insurance Authority.

A. Compliance of Insurance Acts, Regulation
B. Compliance of Directives & Circulars issued by Nepal Insurance Authority.
C. Periodic Audits.
D. Periodic Review and strengthening of Internal Control System.

5. Regulatory limit on expenses ratio:

The company's Management Expense Ratio and Promotional Expenses Ratio is within the regulatory limit.

Publication of Information as Required by Securities Registration and Issuance Regulations, 2073 (Related to Schedule-14)

1. Financial Statement

a) Statements of Financial Position and statement of Profit and Loss for the quarterly period are published herewith.

b) Key Financial Ratios

Earnings per share (annualized)	Rs. -3.78	Net worth per share	Rs. 171.58
P.E. Ratio	-	Value of total assets per share	Rs. 367.67

2. Managerial Analysis

a) The company has earned Gross Insurance Premiums of Rs. 41 crore and 73 lakhs by the end of Ashwin, the first quarter of 2082/83. The company has also generated income from investment by allocating the collected premium and reserved funds in the areas specified by the insurance authority.

b) The company has adopted the strategy of expanding branches and delivering fast and efficient services to customers by analyzing the level and risk of the insurance market, diversifying, improving quality and business, based on past experience. This has enabled the company to offer quality services to the clients.

3. Details of legal proceedings

No legal disputes arising from business dealings were initiated in this period.

4. Analysis of Share Transactions of Organized Institutions

Quarterly share transaction details (Source: Nepal Stock Exchange Ltd)

Maximum price	Rs. 690.32	Final price	Rs. 498.50	Number of transactions	7,222
Minimum price	Rs. 498.50	Total days of transaction	51 days	Transaction amount	Rs 47,83,92,956

5. Problems and challenges

The insurance sector in Nepal has faced some problems recently due to adverse situations. Reduced interest rates in fixed deposits and slow business activities have already weakened the sector. The Gen-Z movement during the period caused widespread unrest, vandalism, fire, and damage to insured properties leading to a sharp rise in claim expenses under insurance policies. Soon after, heavy monsoon rains on October 2025, triggered floods and landslides claims. Hence, the claims due to these events caused Net Loss during the period.

6. Corporate governance

The company adheres to the principles of good corporate governance. The company considers corporate governance as a means of ensuring business and operational excellence with commercialism and transparency. The company follows the prevailing law, the guidelines issued by the regulators and the suggestions of the auditors.

7. Declaration of the Chief Executive Officer on accuracy and completeness

The details presented in this report are accurate and complete. No informations have been concealed.

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