नेपाल इन्स्योरेन्स कम्पनी लिमिटेड
NEPAL INSURANCE COMPANY LIMITED

रजिष्टर्ड कार्यालय : का.म.न.पा. २८, कमलादी, काठमाण्डौं ।
पो.ब.नं.३६२३, फोन नं.: +९७७ १ -५३२१३५३, ५३४५५६५
Email: nic@nepalinsurance.com.np Website: www.nepalinsurance.com.np

Quarterly Financial Results for Third Quarter, F.Y. 2082/83 B.S

Fig. in NPR.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Particulars	Unaudited: At the end of this Quarter	Audited: At the end of Immediate Previous Year
Assets:		
Goodwill & Intangible Assets	3,340,508	3,930,010
Property and Equipment	253,169,338	247,404,342
Investment Properties	-	-
Deferred Tax Assets	108,546,800	102,554,647
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investments	5,180,811,209	4,444,502,294
Loans	11,350,000	12,550,000
Reinsurance Assets	1,211,522,490	959,560,033
Current Tax Assets	69,357,751	67,670,217
Insurance Receivables	221,275,950	69,801,387
Other Assets	227,858,540	216,056,030
Other Financial Assets	183,263,893	126,180,755
Cash and Cash Equivalent	62,786,281	57,633,478
Total Assets	**7,533,282,755**	**6,307,843,194**
Equity:		
Share Capital	2,548,575,005	1,890,878,229
Share Application Money Pending Allotment	-	-
Share Premium	81,481,510	-
Special Reserve	1,569,167,416	1,516,158,826
Catastrophe Reserves	117,458,306	112,157,447
Retained Earnings	45,805,258	162,960,552
Other Equity	47,616,235	78,950,603
Total Equity	**4,410,103,729**	**3,761,105,657**
Liabilities:		
Provisions	173,746,699	83,498,319
Gross Insurance Contract Liabilities	2,476,914,012	1,961,785,861
Deferred Tax Liabilities	-	-
Insurance Payable	86,730,031	165,219,434
Current Tax Liabilities	-	-
Borrowings	-	-
Other Liabilities	168,298,395	190,863,770
Other Financial Liabilities	217,489,888	145,370,152
Total Liabilities	**3,123,179,025**	**2,546,737,538**
Total Equity and Liabilities	**7,533,282,755**	**6,307,843,194**

Fig. in NPR.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

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	478,389,583	1,459,520,916	463,306,667	1,279,749,529
Premiums Ceded	-229,752,924	-690,807,964	-199,278,509	-687,365,242
Net Earned Premiums	**248,636,660**	**768,712,952**	**264,028,158**	**592,384,287**
Commission Income	81,362,409	159,985,153	72,778,125	165,383,696
Other Direct Income	-	-	-	-
Income from Investments and Loans	44,944,958	156,607,171	72,456,256	212,452,472
Net Gain/(Loss) on Fair Value Changes	-	-	-	-
Net Realised Gains/(Losses)	-	-	-	-
Other Income	546,136	1,021,856	1,289,287	4,912,190
Total Income	**375,490,163**	**1,086,327,131**	**410,551,826**	**975,132,645**
Expenses:				
Gross Claims Paid	269,511,985	944,552,563	212,984,915	542,416,475
Claims Ceded	-100,298,256	-428,824,892	-95,052,108	-225,751,727
Gross Change in Contract Liabilities	-1,158,434,183	134,313,728	-150,018,221	219,142,847
Change in Contract Liabities Ceded to Reinsurers	1,094,564,547	-80,248,520	204,551,797	-130,931,435
Net Claims Incurred	**105,344,092**	**569,792,878**	**172,466,383**	**404,876,161**
Commission Expenses	9,325,308	16,961,641	5,001,544	11,221,209
Service Fees	1,932,436	7,333,601	1,997,002	6,535,440
Other Direct expenses	269,285	1,763,743	333,177	1,711,089
Employee Benefits Expenses	85,542,371	219,109,371	71,326,201	196,263,861
Depreciation and Amortization Expenses	25,940,661	31,940,572	22,256,152	31,638,468
Impairment Losses	-	-	-	-
Other Operating Expenses	-10,016,411	69,476,876	11,463,768	65,461,557
Finance Cost	1,613,839	4,841,517	4,772,935	4,772,935
Total Expenses	**219,951,583**	**921,220,201**	**289,617,163**	**722,480,721**
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax	**155,538,580**	**165,106,931**	**120,934,663**	**252,651,925**
Share of Net Profit of Associates accounted using Equity Method	-	-	-	-
Profit Before Tax	**155,538,580**	**165,106,931**	**120,934,663**	**252,651,925**
Income Tax Expenses	54,479,873	59,089,751	28,511,682	74,201,159
Net Profit/(Loss) For The Year	**101,058,707**	**106,017,179**	**92,422,981**	**178,450,766**
Earning Per Share				
Basic EPS	-	5.55	-	12.58
Diluted EPS	-	5.55	-	12.58

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	101,058,707	106,017,179	92,422,981	178,450,766
Other Comprehensive Income	-29,965,765	-15,479,184	-15,367,228	-12,519,541
Total Comprehensive Income	**71,092,943**	**90,537,995**	**77,055,753**	**165,931,225**

OTHER DETAILS

Particulars	Current Year	Previous Year
	Upto this Quarter (YTD)	Upto this Quarter (YTD)
1. Total Issued Policy Count	167,342	160,121
2. Total Renewed Policy Count	35,957	32,483
3. Total Claims Paid Count	6,913	4,127
4. Outstanding Claims Count	5,783	4,707
5. Gross Outstanding Claim including IBNR and IBNER (Amount)	1,220,950,803	1,405,718,356
6. Net Outstanding Claim including IBNR and IBNER (Amount)	491,432,297	413,771,658
7. Margin Over Best Estimate (MOBE)	-	-
8. Unearned Premium Reserve (Amount)	650,967,595	583,353,444
9. Unexpired Risk Reserve (Amount)	-	-
10. Earthquake Premium Reserve (Amount)	-	-
11. Long Term Investments (Amount)	1,676,132,604	1,234,587,793
12. Short Term Investments (Amount)	3,504,678,605	3,395,538,467
13. Direct Premium (Amount)	1,668,621,401	1,401,923,691
14. Investment in Cost (Amount)	5,179,307,206	4,644,300,673
15. Solvency Margin Ratio	4.29	4.34

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 2024/25) of Company is 4.29.

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/ Promoters/directors 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. 5.55	Net worth per share	Rs. 173.04
P.E. Ratio	90.35	Value of total assets per share	Rs. 295.59

2. Managerial Analysis
a) The company has earned Gross Insurance Premiums of Rs. 1.45 billions by the end of Chaitra, the Third 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. 550.20	Final price	Rs. 501.10	Number of transactions	9,066
Minimum price	Rs. 485.60	Total days of transaction	53 days	Transaction amount	Rs 606,965,042

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.

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.

२०८३।१।३० गते आर्थिक दैनिकमा प्रकाशित