अभियान शुक्रबार २७ साउन २०८३

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

Fig. in NPR.

	Unaudited	Audited
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION		
Particulars	**At the end of this Quarter**	**At the end of Immediate Previous Year**
Assets:		
Goodwill & Intangible Assets	3,223,488	3,930,010
Property and Equipment	368,002,201	247,404,342
Investment Properties	-	-
Deferred Tax Assets	141,178,296	102,554,647
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investments	5,505,466,044	4,444,502,294
Loans	10,850,000	12,550,000
Reinsurance Assets	1,234,588,314	959,560,033
Current Tax Assets	51,385,241	67,670,217
Insurance Receivables	115,487,139	69,801,387
Other Assets	68,478,049	216,056,030
Other Financial Assets	125,241,784	126,180,755
Cash and Cash Equivalent	45,179,039	57,633,478
Total Assets	**7,669,079,588**	**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	1,579,933,956	1,516,158,826
Catastrophe Reserves	118,534,960	112,157,447
Retained Earnings	57,350,728	162,960,552
Other Equity	121,344,091	78,950,603
Total Equity	**4,507,220,250**	**3,761,105,657**
Liabilities:		
Provisions	152,954,694	83,498,319
Gross Insurance Contract Liabilities	2,416,618,921	1,961,785,861
Deferred Tax Liabilities	-	-
Insurance Payable	85,735,718	165,219,434
Current Tax Liabilities	-	-
Borrowings	-	-
Other Liabilities	312,690,561	190,863,770
Other Financial Liabilities	193,859,444	145,370,152
Total Liabilities	**3,161,859,338**	**2,546,737,538**
Total Equity and Liabilities	**7,669,079,588**	**6,307,843,194**

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	705,619,143	2,165,140,059	557,106,252	1,836,855,782
Premiums Ceded	-351,279,402	-1,042,087,366	-198,970,300	-886,335,542
Net Earned Premiums	**354,339,741**	**1,123,052,693**	**358,135,952**	**950,520,240**
Commission Income	62,933,515	222,918,668	65,249,113	230,632,809
Other Direct Income	-	-	-	-
Income from Investments and Loans	51,340,322	207,947,492	68,738,573	281,191,045
Net Gain/(Loss) on Fair Value Changes	-	-	-	-
Net Realised Gains/(Losses)	-	-	-	-
Other Income	2,244,724	3,266,580	488,982	5,401,172
Total Income	**470,858,303**	**1,557,185,434**	**492,612,620**	**1,467,745,266**
Expenses:				
Gross Claims Paid	324,603,085	1,269,155,648	439,322,632	981,739,107
Claims Ceded	-119,798,969	-548,623,862	-285,255,423	-511,007,150
Gross Change in Contract Liabilities	114,627,037	248,940,765	-224,582,261	-5,439,414
Change in Contract Liabities Ceded to Reinsurers	-27,362,272	-107,610,792	164,024,400	33,092,966
Net Claims Incurred	**292,068,881**	**861,861,759**	**93,509,349**	**498,385,509**
Commission Expenses	13,378,601	30,340,243	7,088,387	18,309,596
Service Fees	1,471,531	8,805,132	2,410,118	8,945,558
Other Direct expenses	1,270,382	3,034,125	179,660	1,890,749
Employee Benefits Expenses	82,017,312	301,126,683	133,113,183	329,377,044
Depreciation and Amortization Expenses	11,068,841	43,009,413	12,381,829	44,020,297
Impairment Losses	-	-	-	-
Other Operating Expenses	54,658,257	124,135,133	39,484,766	104,946,323
Finance Cost	1,613,839	6,455,356	2,227,370	7,000,304
Total Expenses	**457,547,644**	**1,378,767,845**	**290,394,661**	**1,012,875,382**
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax	**13,310,659**	**178,417,589**	**202,217,959**	**454,869,884**
Share of Net Profit of Associates accounted using Equity Method				
Profit Before Tax	**13,310,659**	**178,417,589**	**202,217,959**	**454,869,884**
Income Tax Expenses	-8,222,423	50,867,328	64,209,441	138,410,600
Net Profit/(Loss) For The Year	**21,533,082**	**127,550,261**	**138,008,519**	**316,459,284**
Earning Per Share				
Basic EPS		5.00		16.74
Diluted EPS		5.00		16.74

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	21,533,082	127,550,261	138,008,519	316,459,284
Other Comprehensive Income	61,733,310	46,254,125	-1,581,838	-14,101,378
Total Comprehensive Income	**83,266,391**	**173,804,386**	**136,426,681**	**302,357,906**

अभियान, शुक्रवार २५ साउन २०८३

अभियान शुक्रवार २६ माघ २०८३

OTHER DETAILS

Particulars	Current Year Upto this Quarter (YTD)	Previous Year Upto this Quarter (YTD)
1. Total Issued Policy Count	222,741	215,048
2. Total Renewed Policy Count	47,206	43,969
3. Total Claims Paid Count	9,938	7,529
4. Outstanding Claims Count	5,898	4,489
5. Gross Outstanding Claim including IBNR and IBNER (Amount)	1,284,657,283	943,262,799
6. Net Outstanding Claim including IBNR and IBNER (Amount)	510,549,767	345,355,449
7. Margin Over Best Estimate (MOBE)	46,009,403	49,927,074
8. Unearned Premium Reserve (Amount)	640,121,072	596,370,507
9. Unexpired Risk Reserve (Amount)	-	-
10. Earthquake Premium Reserve (Amount)	22,137,892	24,022,919
11. Long Term Investments (Amount)	1,962,077,296	1,277,302,636
12. Short Term Investments (Amount)	3,543,388,748	3,186,021,188
13. Direct Premium (Amount)	2,216,104,985	2,037,366,021
14. Investment in Cost (Amount)	5,434,318,253	4,438,555,314
15. Solvency Margin Ratio	428.51	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 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 Company/Promoters/ directors on account of violation of prevailing laws or commission of criminal offences or financial crime as informed.
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 Internal Audit.
   D. Periodic Review and strengthening of Internal Control System.
5. **Regulatory limit on expenses ratio:**
   The company's Management Expenses Ratio and Promotional Expenses Ratio is within the regulatory limit.

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)	5.00
P.E. Ratio	102.58
Net worth per share	Rs. 176.85
Value of total assets per share	Rs. 300.92

2. **Managerial Analysis**

a) The company has earned Gross Insurance Premiums of Rs. 2.17 billions by the end of Asadh, the Fourth quarter of FY 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. 565.00	Final price	Rs. 512.9
Minimum price	Rs. 480.1	Total days of transaction	64 days
Number of transactions	1,489,721	Transaction amount	Rs 795,342,604

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.