Unaudited Financial Results (Quarterly)

3rd Quarter ended of Fiscal Year 2081/82

Condensed Consolidated Statement of Financial Position

For the quarter ended 31st Chaitra 2081

Amount In NPR

Particular	Group		Bank	
	This Quarter Ending	Ashad End 2081 (Audited)	This Quarter Ending	Ashad End 2081 (Audited)
Assets				
Cash and cash equivalent	19,200,834,227	13,140,926,093	19,187,967,424	13,072,489,091
Due from Nepal Rastra Bank	14,566,788,641	14,237,362,921	14,566,788,641	14,237,362,921
Placement with Bank and Financial Institutions	880,150,837	641,043,234	805,150,837	591,043,234
Derivative financial instruments	36,140,929	-	36,140,929	-
Other trading assets	542,615,571	466,650,478	373,029,810	319,682,584
Loan and advances to B/FIs	6,712,707,138	5,527,765,571	6,712,707,138	5,527,765,571
Loans and advances to customers	173,061,645,972	159,414,975,899	173,096,650,445	159,414,737,417
Investment securities	30,830,905,995	34,178,270,380	30,714,064,492	34,082,393,021
Current tax assets	281,926,271	4,987,441	278,516,715	1,657,283
Investment in subsidiaries	-	-	450,000,000	450,000,000
Investment in associates	-	-	-	-
Investment property	853,623,868	674,001,855	853,623,868	674,001,855
Property and equipment	1,372,830,908	1,413,451,044	1,356,945,242	1,395,433,175
Goodwill and Intangible assets	93,653,932	85,113,768	90,341,903	81,631,313
Deferred tax assets	188,943,268	247,581,098	193,118,215	248,728,752
Other assets	4,008,775,033	3,782,301,899	3,956,195,634	3,765,283,209
Total Assets	**252,631,542,590**	**233,814,431,681**	**252,671,241,294**	**233,862,209,426**
Liabilities				
Due to Bank and Financial Institutions	1,778,930,864	2,182,161,765	1,778,930,864	2,182,161,765
Due to Nepal Rastra Bank	-	-	-	-
Derivative financial instruments	-	1,888,161	-	1,888,161
Deposits from customers	212,626,326,626	196,897,160,122	213,778,953,694	197,197,071,124
Borrowing	2,635,552,901	1,070,000,000	2,615,350,000	1,070,000,000
Current Tax Liabilities	-	-	-	-
Provisions	36,559,496	36,443,214	36,559,496	36,443,214
Deferred tax liabilities	-	-	-	-
Other liabilities	4,126,387,651	3,207,510,176	3,171,309,303	3,073,480,040
Debt securities issued	9,380,403,500	9,377,516,000	9,380,403,500	9,377,516,000
Subordinated Liabilities	-	-	-	-
Total liabilities	**230,584,161,038**	**212,772,679,437**	**230,761,506,856**	**212,938,560,304**
Equity				
Share capital	13,581,525,414	13,581,525,414	13,581,525,414	13,581,525,414
Share premium	-	-	-	-
Retained earnings	2,301,961,889	1,535,962,971	2,198,563,009	1,447,337,257
Reserves	6,163,894,249	5,924,263,859	6,129,646,015	5,894,786,451
Total equity attributable to equity holders	**22,047,381,552**	**21,041,752,244**	**21,909,734,438**	**20,923,649,123**
Non-controlling interest				
Total Equity	**22,047,381,552**	**21,041,752,244**	**21,909,734,438**	**20,923,649,123**
Total Liabilities and Equity	**252,631,542,590**	**233,814,431,681**	**252,671,241,294**	**233,862,209,426**

Condensed Consolidated Statement of Profit or Loss

For the quarter ended 31st Chaitra 2081

Amount In NPR

Particular	Group				Bank			
	Current Year		Previous Year Corresponding		Current Year		Previous Year Corresponding	
	This Quarter	Up to This Quarter (YTD)	This Quarter	Up to This Quarter (YTD)	This Quarter	Up to This Quarter (YTD)	This Quarter	Up to This Quarter (YTD)
Interest income	4,194,654,586	13,027,406,910	4,940,060,888	15,747,931,394	4,193,956,898	13,024,712,819	4,936,822,234	15,738,599,312
Interest expense	2,779,769,160	8,730,267,688	3,367,071,013	11,139,693,518	2,785,527,669	8,741,851,660	3,371,920,875	11,157,005,465
Net interest income	**1,414,885,426**	**4,297,139,222**	**1,572,989,875**	**4,608,237,877**	**1,408,429,229**	**4,282,861,159**	**1,564,901,359**	**4,581,593,847**
Fee and commission income	352,596,713	1,091,160,515	316,500,248	941,502,560	328,643,233	1,001,578,613	296,707,298	870,288,419
Fee and commission expense	40,909,387	140,583,232	40,596,401	131,147,077	38,286,608	131,597,184	40,113,367	129,547,891
Net fee and commission income	**311,687,325**	**950,577,283**	**275,903,847**	**810,355,484**	**290,356,624**	**869,981,429**	**256,593,931**	**740,740,528**
Net interest, fee and commission income	**1,726,572,752**	**5,247,716,505**	**1,848,893,722**	**5,418,593,361**	**1,698,785,854**	**5,152,842,589**	**1,821,495,290**	**5,322,334,375**
Net trading income	150,172,718	467,770,144	115,341,701	415,575,448	147,693,828	444,784,602	123,179,037	427,791,967
Other operating income	186,918,730	427,464,648	12,520,764	157,109,804	184,519,730	448,163,361	12,520,764	191,377,980
Total operating income	**2,063,664,199**	**6,142,951,297**	**1,976,756,186**	**5,991,278,612**	**2,030,999,411**	**6,045,790,552**	**1,957,195,090**	**5,941,504,321**
Impairment charge/(reversal) for loans and other losses	642,366,838	1,404,319,571	752,403,554	1,597,473,845	642,366,838	1,404,319,571	752,403,554	1,597,473,845
Net operating income	**1,421,297,361**	**4,738,631,725**	**1,224,352,633**	**4,393,804,767**	**1,388,632,573**	**4,641,470,980**	**1,204,791,537**	**4,344,030,476**
Operating expense								
Personnel expenses	495,335,091	1,528,297,020	492,687,403	1,433,980,740	484,653,642	1,495,390,220	484,529,110	1,405,817,128
Other operating expenses	249,312,827	746,789,017	235,669,321	734,864,955	244,730,585	732,815,423	228,714,440	715,348,782
Depreciation & Amortization	58,771,702	165,631,256	57,735,749	163,150,678	56,899,337	161,898,973	56,528,923	159,659,991
Operating Profit	**617,877,740**	**2,297,914,432**	**438,260,160**	**2,061,808,395**	**602,349,009**	**2,251,366,363**	**435,019,063**	**2,063,204,576**
Non operating income	394,832	4,208,853	2,624,622	4,031,834	394,832	4,208,853	2,621,278	4,028,489
Non operating expense	2,425,035	5,817,451	5,250,374	60,365,991	2,425,035	5,817,451	5,250,374	60,365,991
Profit before income tax	**615,847,537**	**2,296,305,834**	**435,634,408**	**2,005,474,237**	**600,318,805**	**2,249,757,765**	**432,389,967**	**2,006,867,074**
Income tax expense								
Current Tax	143,792,767	570,519,314	136,258,577	583,939,770	140,007,089	548,871,301	131,561,875	567,424,268
Deferred Tax	4,152,311	51,586,563	(3,789,457)	(4,928,840)	146,173	48,409,632	-	-
Profit for the period	**467,902,458**	**1,674,199,957**	**303,165,288**	**1,426,463,308**	**460,165,543**	**1,652,476,832**	**300,828,092**	**1,439,442,806**
Condensed Consolidated Statement of Other Comprehensive Income								
Profit/(Loss) for the period	467,902,458	1,674,199,957	303,165,288	1,426,463,308	460,165,543	1,652,476,832	300,828,092	1,439,442,806
Other comprehensive income	41,775,089	38,285,694	179,787	(54,035,913)	43,061,751	38,942,564	102,206	(46,079,090)
Total Comprehensive Income	**509,677,547**	**1,712,485,651**	**303,345,075**	**1,372,427,395**	**503,227,295**	**1,691,419,396**	**300,930,299**	**1,393,363,715**
Basic earnings per share		16.54		14.15		16.33		14.27
Diluted earnings per share		16.54		14.15		16.33		14.27
Profit attributable to:								
Equity holders of the Bank	467,902,458	1,674,199,957	303,165,288	1,426,463,308	460,165,543	1,652,476,832	300,828,092	1,439,442,806
Non-controlling interest	-	-	-	-	-	-	-	-
Total	**467,902,458**	**1,674,199,957**	**303,165,288**	**1,426,463,308**	**460,165,543**	**1,652,476,832**	**300,828,092**	**1,439,442,806**

Ratios as per NRB Directive

Particular	Group		Bank	
	Current Year	Previous Year Corresponding	Current Year	Previous Year Corresponding
	Up to This Quarter (YTD)	Up to This Quarter (YTD)	Up to This Quarter (YTD)	Up to This Quarter (YTD)
Capital Fund to RWA (%)	12.93	13.51	12.93	13.51
Tier I Capital to RWA (%)	9.54	9.89	9.54	9.89
CET I Capital to RWA (%)	9.54	9.89	9.54	9.89
Gross Non Performing Loan (NPL) to Total Loan (%)	3.42	1.89	3.42	1.89
Net Non Performing Loan (NPL) to Total Loan (%)	1.60	0.69	1.60	0.69
Total Loan Loss Provision to Total NPL (%)	101.31	156.75	101.31	156.75
Monthly Cost of Funds (%)	4.99	6.60	4.99	6.60
Credit To Deposit Ratio (%)	81.04	80.07	81.04	80.07
Monthly Base Rate (%)	6.43	8.35	6.43	8.35
Interest Rate Spread (%)	3.60	4.00	3.60	4.00
Return on Equity (%)	10.43	9.71	10.35	9.85
Return on Total Assets (%)	0.92	0.86	0.91	0.87

Statement of Distributable Profit or Loss , For the quarter ended 31st Chaitra 2081 (As per NRB Regulation)

Amount In NPR

Particular	Bank	
	Current Year	Previous Year
	Upto this Qtr YTD	Corresponding Qtr YTD
Net profit or (loss) as per statement of profit or loss	**1,652,476,832**	**1,439,442,806**
Appropriations:		
a. General reserve	(330,496,000)	(287,889,000)
b. Foreign exchange fluctuation fund	(17,980,889)	(2,634,375)
c. Capital redemption reserve	-	-
d. Corporate social responsibility fund	(16,524,768)	(14,394,428)
e. Employees' training fund	-	-
f. Investment Adjustment Reserve	(30,000,000)	-
g. Other		
Debenture redemption reserve	(201,907,761)	(203,206,800)
Profit or (loss) before regulatory adjustment	**1,055,567,413**	**931,318,203**
Regulatory adjustment :		
a. Interest receivable (-)/previous accrued interest received (+)	335,552,778	(414,649,406)
b. Short loan loss provision in accounts (-)/reversal (+)	-	-
c. Short provision for possible losses on investment (-)/reversal (+)	-	-
d. Short loan loss provision on Non Banking Assets (-)/reversal (+)	(227,430)	(133,338,384)
e. Deferred tax assets recognized (-)/ reversal (+)	48,409,632	-
f. Goodwill recognized (-)/ impairment of Goodwill (+)	-	-
g. Bargain purchase gain recognized (-)/reversal (+)	-	-
h. Actuarial loss recognized (-)/reversal (+)	-	-
i. Other (+/-)	(18,675,269)	-
Net Profit for the Qtr ended Chaitra 2081 available for distribution	**1,420,627,124**	**383,330,412**
Opening retained earning as on Shrawan 1	1,447,337,257	2,215,038,700
Transfer from investment adjustment reserve	-	37,500,000
Transfer from corporate social responsibility fund	20,119,254	13,602,663
Transfer from fair value reserve	17,711,453	4,377,607
Reversal of deferred tax liability	7,590,766	-
Income tax paid on bargain purchase gain and share premium	-	(65,389,757)
Distribution		
Bonus Share issued	-	(1,121,410,355)
Cash Dividend paid	(714,822,846)	(710,226,558)
Total Distributable profit or (loss) as on qrt end date	**2,198,563,009**	**756,822,711**
Annualized Distributable Profit/Loss per share	18.92	7.95

- Above financials have been prepared in accordance with Nepal Financial Reporting Standards (NFRS), including the carve-outs as issued by the Institute of Chartered Accountants of Nepal.
- Figures are subject to change as per direction from supervisory authority and statutory auditor.
- Loans and advances include interest receivables and staff loans which are presented net of impairment loss.
- Entire accrued interest receivable on loans falling under stage 3 (i.e. overdue more than 90 days) as per NFRS 9 has been suspended as per Expected Credit Loss Related Guidelines, 2024 issued by NRB.
- Impairment loss on credit exposures has been measured and recognised as the higher of total Expected Credit Loss as per NFRS 9 and existing regulatory provisions as per NRB Directives in line with Expected Credit Loss Related Guidelines, 2024 issued by NRB.
- Personnel expenses include provision for employee bonus and amortization of prepayment amount of subsidized loans provided to the employees of the Bank.
- Loan service fees have not been considered while computing effective interest rate during the interim period.
- CD Ratio has been computed on the month's average balance.
- Actuarial valuation for employee benefits is done on annual basis only.
- Previous period figures have been regrouped and rearranged wherever necessary.
- The detailed interim report has been published in the Bank's website.

Related Party Disclosures:

- Group represents Sanima Bank Ltd. and its 100% subsidiaries Sanima Capital Ltd and Sanima Securities Ltd.
- All inter-company transactions are executed on arm's length basis. All inter-company transactions and outstanding balances amongst group companies have been eliminated in the above statements related to group.
- The Bank has Rs. 1,152.63 million as various deposits of its subsidiaries at this quarter end. The Bank paid net interest amount Rs. 12.31 million on such deposits during the reporting period. The Bank has also provided loan of Rs. 35.11 million to its subsidiaries at this quarter end. The Bank earned interest of Rs. 1.93 million on such loans during the reporting period.
- The Bank has entered into Service Level Agreements with Sanima Capital to provide operational and technical assistance for a fee of Rs. 2.18 million for the year 2024-25.
- The Bank has entered into Service Level Agreements with Sanima Securities to provide operational and technical assistance for a fee of Rs. 0.6 million for the year 2024-25.
- The Bank has appointed Sanima Capital as its share registrar.

धितोपत्र दर्ता तथा निष्काशन नियमावली २०७३ को अनुसूची १४ बमोजिमको विवरण

(नियम ३६ को उपनियम (१) सँग सम्बन्धित)

१. वित्तीय विवरण

क) बैंकको आ.व. २०८१/८२ को तेस्रो त्रैमासको वित्तीय विवरण यसैसाथ प्रकाशित गरिएको छ ।

ख) प्रमुख वित्तिय अनुपातहरू

प्रति शेयर आम्दानी (रू.)	१६.३३	प्रति शेयर कुल सम्पति (रू.)	१,८६०.४०
मूल्य आम्दानी अनुपात	१८.४३	तरलता अनुपात (%)	२८.५८
प्रति शेयर नेटवर्थ (रू.)	१६१.३२		

२. व्यवस्थापकीय विश्लेषण

क) समुच्च आर्थिक प्रतिकुलताको वाबजुत बैंकको व्यवसायमा सन्तोषजनक वृद्धि भएको छ ।

ख) दिगो आर्थिक विकासको लागि बैंकले विश्वसनीय तवरबाट सदाझैं सरोकारवालाहरूको हितको संरक्षण गर्दै विशुद्ध बैंकिङ सुविधा प्रदान गर्दै जानेछ ।

ग) समिक्षा अवधिमा बैंकको मौज्दात, नाफा वा नगद प्रवाहमा तात्विक असर पार्ने कुनै घटना, अवस्था आदि नभएको ।

३. कानुनी कारवाही सम्वन्धी विवरण

क) त्रैमासिक अवधिमा संगठित संस्थाले वा संस्था विरूद्ध कुनै मुद्दा दायर भएको भए ।
- यस त्रैमासमा बैंकको सामान्य व्यवसायिक कारोबार सम्बन्धी मुद्दा बाहेक व्यवसायमा तात्विक असर पर्ने गरी बैंकले वा बैंकको विरूद्ध कुनै मुद्दा दायर नभएको ।

ख) संगठित संस्थाको संस्थापक वा संचालकले संस्थापक वा संचालकको विरूद्धमा प्रचलित नियमको अवज्ञा वा फौजदारी अपराध गरेको सम्बन्धमा दायर मुद्दा ।
- यस सम्बन्धी कुनै जानकारी प्राप्त नभएको ।

ग) कुनै संस्थापक वा संचालक विरूद्ध आर्थिक अपराध गरेको सम्बन्धमा कुनै मुद्दा दायर भएको भए ।
- यस सम्बन्धी कुनै जानकारी प्राप्त नभएको ।

४. संगठित संस्थाको शेयर कारोवार सम्वन्धी विश्लेषण

क) धितोपत्र बजारमा सुचिकृत रहेको यस बैंकको शेयरको कारोबार मूल्य खुल्ला बजारले निर्धारण गर्ने भएकोले यस सम्बन्धमा व्यवस्थापनको धारणा तटष्थ रहेको छ ।

ख) समिक्षा अवधिमा शेयरको अधिकतम, न्यूनतम र अन्तिम मूल्य, कुल कारोवार भएको दिन र कुल कारोवार भएको संख्या र शेयर विवरण देहाय वमोजिम रहेको छ ।

अधिकतम मूल्य (रू.)	३२९.२०	कूल कारोवार दिन	५६
न्यूनतम मूल्य (रू.)	२८५.००	कूल कारोवार संख्या	१३,६५४
चैत्र मसान्तको अन्तिम मूल्य (रू.)	३००.९०	कूल कारोवार शेयर संख्या	३९,९०,९२४

५. समस्या तथा चुनौती

क) आन्तरिक समस्या तथा चुनौती
- ब्याज तथा गैरब्याज आम्दानीको वृद्धिमा चुनौती ।
- कर्जा असुलीमा चाप ।

ख) वाह्य समस्या र चुनौती
- कर्जाको माग तथा निक्षेप वृद्धिमा सन्तुलन नहुनु ।
- सूचना प्रविधिको क्षेत्रमा देखा परेका नयाँ किसिमका चुनौतीहरू ।
- राष्ट्रिय तथा अन्तर्राष्ट्रिय अर्थतन्त्रको संकुचनबाट उत्पन्न हुन सक्ने जोखिमहरू तथा असुलीमा चाप ।
- नीतिनिर्देशन तथा कानुनहरूमा हुने परिवर्तनले उत्पन्न हुनसक्ने सम्भावित चुनौतीहरू ।

ग) रणनीति
- निक्षेप तथा कर्जाको विविधिकरण ।
- आयआर्जन गर्ने नयाँ क्षेत्रहरू विस्तार तथा निक्षेप परिचालनमा जोड ।
- समय सापेक्ष प्रविधिमा आधारित नयाँ सेवाहरूको विकास ।
- पूँजीकोष वृद्धि ।
- निष्कृय कर्जा व्यवस्थापन ।
- कर्जा असुलीलाई विशेष प्राथमिकता ।
- समग्र जोखिम व्यवस्थापनको आधारभुत पक्षहरूको मजबुतीकरण ।

६. संस्थागत सुशासन

- बैक तथा वित्तीय संस्था सम्वन्धि ऐन, २०७३, नेपाल राष्ट्र बैकद्धारा जारी गरिएका निर्देशन तथा परिपत्रहरूको पूर्ण रूपमा पालना गरिएको छ । संस्थागत सुशासनलाई सदैव उच्च प्राथमिकतामा राख्दै आएको र संस्थागत सुशासन सम्बन्धी निर्देशन तथा परिपत्रहरूको अक्षरस पालना गरिएको छ ।
- बैकको समग्र जोखिम व्यवस्थापन कार्यलाई मजबुत पार्न, संचालन जोखिम कम गर्न तथा आन्तरिक प्रकृयाहरूलाई व्यवस्थित गर्न जोखिम व्यवस्थापन समिति (Risk Management Committee) गठन गरिएको छ । आन्तरिक नियन्त्रण प्रणाली व्यवस्थित गर्न लेखापरीक्षण समिति (Audit Committee) गठन गरिएको छ जसले बाह्य तथा आन्तरिक लेखापरीक्षकवाट दिईएका सुझाव तथा निर्देशनहरूलाई कार्यान्वयन गराउनुका साथै आन्तरिक नियन्त्रण प्रणालीलाई अझ सुदृढ बनाउन व्यवस्थापनलाई सल्लाह र सुझावहरू दिदै आईरहेको छ । त्यस्तै सम्पति शुद्धिकरण सम्बन्धी कार्यहरूको अनुपालनाको अवस्था विश्लेषण गर्न सम्पति शुद्धिकरण समिति क्रियाशिल रहेको छ ।
- कारोवारलाई छिटो, छरितो, चुस्त तथा वैज्ञानिक बनाउन तथा अन्य आवश्यक रणनीति तय गर्न व्यवस्थापन समिति (MANCOM), कर्जा जोखिम व्यवस्थापन समिति (Credit Risk Management Committee), सम्पत्ति/दायित्व व्यवस्थापन समिति (ALCO) लगायतका विभिन्न समितिहरू क्रियासिल रहेका छन् ।
- नेपाल राष्ट्र बैकको निर्देशन, स्थलगत निरिक्षण प्रतिवेदन, आन्तरिक तथा बाह्य लेखापरीक्षण प्रतिवेदनमा औल्याईएका सुझाव तथा निर्देशनहरूलाई यस बैकले सदैव पालना गर्दै आएको छ । संस्थागत सुशासनको पूर्ण पालना गर्दै यसलाई अझ सुदृढ बनाउँदै लैजान यस बैकको संचालक समिति र व्यवस्थापन प्रतिबद्ध रहेको छ ।

७. सत्यतथ्य सम्वन्धमा कार्यकारी प्रमुखको उद्घोषण

आजका मितिसम्म यस प्रतिवेदनमा उल्लेखित जानकारी तथा विवरणहरूको शुद्धता सम्वन्धमा म व्यक्तिगत रूपमा उत्तरदायित्व लिन्छु । साथै, म यो उद्घोष गर्दछु कि मैले जाने बुझेसम्म यस प्रतिवेदनमा उल्लेखित विवरणहरू सत्य, तथ्य र पुर्ण छन् तथा लगानीकर्ताहरूलाई सुसूचित निर्णय लिन आवश्यक कुनै विवरण, सूचना तथा जानकारीहरू लुकाईएको छैन ।