Nepal SBI Bank Ltd.

Unaudited Interim Financial Statement of FY 2082/83

Condensed Consolidated Statement of Financial Position
As on Ashadh 32, 2083 (16.07.2026)

Amount in NPR

Particulars	Group		Bank	
	This Quarter ending Ashadh 32, 2083	Immediate Previous Year Ending Ashadh 32, 2082	This Quarter ending Ashadh 32, 2083	Immediate Previous Year Ending Ashad 32, 2082
Assets				
Cash and cash equivalent	32,342,253,915	29,687,617,519	32,339,309,567	29,687,603,836
Due from Nepal Rastra Bank	9,078,074,287	8,666,097,331	9,078,074,287	8,666,097,331
Placement with Bank and Financial Institutions	19,568,531,512	17,364,567,766	19,466,031,512	17,284,567,766
Derivative financial instruments	-	-	-	-
Other trading assets	375,331,214	188,206,595	214,698,740	89,076,000
Loan and advances to B/FIs	5,627,103,186	6,612,393,707	5,627,103,186	6,612,393,707
Loans and advances to customers	146,077,737,619	134,963,770,657	146,077,737,619	134,963,770,657
Investment securities	29,658,178,557	30,038,217,116	29,658,178,557	30,038,217,116
Current tax assets	308,950,939	295,807,898	299,847,499	290,017,278
Investment in subsidiaries	-	-	188,888,889	188,888,889
Investment in associates	-	-	-	-
Investment property	1,357,216,427	931,344,784	1,357,216,427	931,344,784
Property and equipment	1,290,973,706	1,286,008,659	1,283,859,495	1,284,254,727
Goodwill and Intangible assets	42,254,346	37,466,228	42,240,637	37,392,565
Deferred tax assets	495,730,833	458,002,875	493,389,013	457,032,001
Other assets	2,272,737,117	2,298,788,803	2,230,947,527	2,287,347,757
Total Assets	**248,495,073,659**	**232,828,289,938**	**248,357,522,955**	**232,818,004,414**
Liabilities				
Due to Bank and Financial Institutions	-	2,408,669,242	-	2,408,669,242
Due to Nepal Rastra Bank	-	-	-	-
Derivative financial instruments	79,996,812	20,865,632	79,996,812	20,865,632
Deposits from customers	212,817,766,935	199,447,493,073	212,826,428,570	199,603,443,876
Borrowing	-	-	-	-
Current tax liabilities	-	-	-	-
Provisions	-	-	-	-
Deferred tax liabilities	-	-	-	-
Other liabilities	4,570,466,305	4,384,819,402	4,536,184,839	4,376,204,253
Debt securities issued	8,842,024,274	5,845,264,573	8,842,024,274	5,845,264,573
Subordinated liabilities	-	-	-	-
Total liabilities	**226,310,254,326**	**212,107,111,921**	**226,284,634,495**	**212,254,447,575**
Equity				
Share capital	11,335,124,391	10,899,158,068	11,335,124,391	10,899,158,068
Share premium	-	-	-	-
Retained earnings	1,342,193,107	1,333,707,150	1,251,639,295	1,197,117,473
Reserves	9,507,501,835	8,488,312,798	9,486,124,773	8,467,281,298
Total equity attributable to equity holders	**22,184,819,332**	**20,721,178,016**	**22,072,888,459**	**20,563,556,839**
Non-controlling interest			-	
Total equity	**22,184,819,332**	**20,721,178,016**	**22,072,888,459**	**20,563,556,839**
Total liabilities and equity	**248,495,073,659**	**232,828,289,938**	**248,357,522,955**	**232,818,004,414**

Condensed Consolidated Statement of Profit or Loss and Comprehensive Income
For the Fourth quarter ended Ashadh 32, 2083 (16.07.2026)

Amount in NPR

Particulars	Group				Bank			
	Current Year		Previous Year		Current Year		Previous Year	
	This Quarter	Up to This Quarter (YTD) Ashadh 32, 2083	Corresponding Previous Year This Quarter	Up to This Quarter (YTD) Ashadh 32, 2082	This Quarter	Up to This Quarter (YTD) Ashadh 32, 2083	Corresponding Previous Year This Quarter	Up to This Quarter (YTD) Ashadh 32, 2082
Interest income	3,673,156,158	14,490,576,831	4,157,469,270	15,473,197,837	3,669,149,749	14,481,046,050	4,154,183,642	15,461,661,057
Interest expense	2,204,971,109	9,145,933,774	2,421,929,056	10,190,897,205	2,204,254,901	9,146,735,487	2,423,095,189	10,195,616,763
Net interest income	**1,468,185,049**	**5,344,643,057**	**1,735,540,214**	**5,282,300,632**	**1,464,894,848**	**5,334,310,563**	**1,731,088,453**	**5,266,044,294**
Fee and commission income	355,817,461	1,515,106,029	382,322,175	1,406,888,653	353,124,651	1,486,152,125	394,382,145	1,369,514,934
Fee and commission expense	77,206,524	185,544,661	51,871,117	155,489,911	77,086,060	183,383,544	51,662,566	153,335,401
Net fee and commission income	**278,610,937**	**1,329,561,368**	**330,451,058**	**1,251,398,742**	**276,038,591**	**1,302,768,581**	**342,719,579**	**1,216,179,533**
Net interest, fee and commission income	**1,746,795,985**	**6,674,204,425**	**2,065,991,272**	**6,533,699,374**	**1,740,933,438**	**6,637,079,144**	**2,073,808,033**	**6,482,223,827**
Net trading income	54,472,497	321,843,306	80,836,987	278,040,955	61,989,057	329,393,949	75,702,846	280,831,438
Other operating income	56,668,355	194,510,027	34,991,436	61,948,084	53,510,063	191,351,735	13,579,035	40,535,683
Total operating income	**1,857,936,837**	**7,190,557,758**	**2,181,819,695**	**6,873,688,413**	**1,856,432,558**	**7,157,824,828**	**2,163,089,914**	**6,803,590,948**
Impairment charge/(reversal) for loans and other losses	16,461,636	940,100,955	304,683,383	1,030,515,156	16,461,636	940,100,955	304,683,383	1,030,515,156
Net operating income	**1,841,475,201**	**6,250,456,803**	**1,877,136,312**	**5,843,173,257**	**1,839,970,922**	**6,217,723,873**	**1,858,406,530**	**5,773,075,792**
Operating expense								
Personnel expenses	663,694,086	2,202,955,135	635,200,625	2,004,131,945	659,217,445	2,184,810,391	629,759,984	1,983,262,242
Other operating expenses	246,794,052	802,234,885	223,738,292	765,834,989	244,826,241	796,936,185	222,481,166	761,532,284
Depreciation & amortisation	106,333,637	323,161,073	54,314,272	285,453,077	105,145,929	319,835,855	53,612,483	283,031,785
Operating Profit	**824,653,426**	**2,922,105,709**	**963,883,123**	**2,787,753,247**	**830,781,308**	**2,916,141,441**	**952,552,898**	**2,745,249,482**
Non operating income	15,553,017	18,568,207	29,634,019	41,790,638	15,553,017	18,568,207	29,634,019	41,790,638
Non operating expense	43,183,907	43,293,907	65,545,597	65,545,597	43,183,907	43,293,907	65,545,597	65,545,597
Profit before income tax	**797,022,537**	**2,897,380,009**	**927,971,545**	**2,763,998,288**	**803,150,418**	**2,891,415,742**	**916,641,320**	**2,721,494,523**
Income tax expense								
Current Tax	260,473,726	890,591,193	330,692,158	944,013,406	261,230,467	887,710,064	329,153,886	930,745,685
Deferred Tax Income (Expenses)	41,996,008	41,996,008	20,383,964	20,383,964	40,625,062	40,625,062	20,211,338	20,211,338
Profit/(loss) for the period	**578,544,819**	**2,048,784,824**	**617,663,352**	**1,840,368,847**	**582,545,013**	**2,044,330,739**	**607,698,772**	**1,810,960,177**
Earnings per share:								
Basic earnings per share (Annualised)	-	18.07	-	16.24	-	18.04	-	15.98
Diluted earnings per share (Annualised)	-	18.07	-	16.24	-	18.04	-	15.98
Condensed Consolidated Statement of Comprehensive Income								
Profit/(loss) for the period	578,544,819	2,048,784,824	617,663,352	1,840,368,847	582,545,013	2,044,330,739	607,698,772	1,810,960,177
Other Comprehensive Income/ (Expenses)	2,236,290	9,958,785	1,369,417	15,916,953	2,236,290	9,958,785	1,369,417	15,916,953
Total comprehensive Income	**580,781,109**	**2,058,743,609**	**619,032,769**	**1,856,285,799**	**584,781,303**	**2,054,289,524**	**609,068,189**	**1,826,877,129**
Profit attributable to:								
Equity holders of the Bank	580,781,109	2,058,743,609	619,032,769	1,856,285,799	584,781,303	2,054,289,524	609,068,189	1,826,877,129
Non-controlling interest	-	-	-	-	-	-	-	-
Total	**580,781,109**	**2,058,743,609**	**619,032,769**	**1,856,285,799**	**584,781,303**	**2,054,289,524**	**609,068,189**	**1,826,877,129**

Ratios as per NRB Directives

Particulars	Group				Bank			
	Current Year		Previous Year		Current Year		Previous Year	
	This Quarter	Up to This Quarter (YTD) Ashadh 32, 2083	This Quarter	Up to This Quarter (YTD) Ashadh 32, 2082	This Quarter	Up to This Quarter (YTD) Ashadh 32, 2083	This Quarter	Up to This Quarter (YTD) Ashadh 32, 2082
Capital fund to RWA		13.74%		12.75%		13.74%		12.75%
Tier 1 Capital to RWA		9.37%		9.76%		9.37%		9.76%
CET 1 Capital to RWA		9.37%		9.76%		9.37%		9.76%
Non-performing loan (NPL) to total loan		2.92%		3.35%		2.92%		3.35%
Total Loan Loss Provision to Total NPL		145.74%		116.47%		145.74%		116.47%
Cost of Funds		4.06%		5.18%		4.06%		5.18%
Credit to Deposit Ratio (As per NRB)		71.16%		70.75%		71.16%		70.75%
Average Base Rate (As per NRB)		5.21%		6.29%		5.21%		6.29%
Interest Rate Spread		3.21%		3.52%		3.21%		3.52%
Return on Equity (Annualized)		9.55%		9.13%		9.59%		9.05%
Return on Assets (Annualized)		0.85%		0.83%		0.85%		0.82%

Statement of Distributable Profit or Loss
For the Fourth Quarter ended Ashadh, 2083 (16.07.2026)

Amount in NPR

Particulars	Current Year (Upto this Quarter YTD)	Previous Year (Corresponding Quarter YTD)
Net profit or (loss) as per statement of profit or loss	**2,044,330,739**	**1,810,960,177**
Appropriations:		
a. General reserve	408,866,148	362,192,035
b. Foreign exchange fluctuation fund	16,345,411	4,774,446
c. Capital redemption reserve	431,531,750	431,531,750
d. Corporate social responsibility fund	2,080,623	1,539,496
e. Employees' training fund	1,710,347	3,352,278
f. Investment Adjustment Reserve	-	6,064,828
g. Others	-	-
Profit or (loss) before regulatory adjustment	**1,183,796,461**	**1,001,505,343**
Regulatory adjustment :		
a. Interest receivable (-)/previous accrued interest received (+)	(132,100,691)	91,898,695
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 (+)	(211,956,317)	(259,270,364)
e. Deferred tax assets recognised (-)/ reversal (+)	(40,625,062)	(20,211,338)
f. Goodwill recognised (-)/ impairment of Goodwill (+)	-	-
g. Bargain purchase gain recognised (-)/reversal (+)	-	-
h. Acturial loss recognised (-)/reversal (+)	1,016,940	8,339,349
i. Other (+/-)	1,380,913	(7,525,000)
Net Profit Till Fourth Quarter end available for distribution	**801,512,244**	**814,736,685**
Opening Retained Earning as on Shrawan 1	1,197,117,473	1,101,641,220
Adjustment (+/-)	-	-
Distribution:		
Bonus shares issued	202,032,518	-
Cash Dividend Paid	544,957,903	719,260,431
Total Distributable profit or (loss) as on Quarter end date	**1,251,639,295**	**1,197,117,473**
Annualised Distributable Profit/Loss per share	**11.04**	**10.98**

Disclosure for above financial statement prepared as per Nepal Financial Reporting Standards (NFRS)

1. The above figures may undergo change as per statutory audit and/ or as per direction of Nepal Rastra Bank.
2. The Bank's financial statements have been prepared based on Nepal Financial Reporting Standard.
3. The Bank has adopted NFRS 9 for ECL Model and presented in financial statement as per the Expected Credit Loss Related Guidelines, 2024 issued by NRB.
4. Recognition of interest income on Non-Performing loan and advances has been done as per Guidance Note on Interest Income Recognition, 2025 issued by NRB.
5. Group includes Nepal SBI Bank Ltd. (NSBL, Parent Company) and Nepal SBI Merchant Banking Ltd. (NSMBL, Subsidiary Company) where intergroup transactions have been eliminated.
6. Figures have been regrouped/ rearranged wherever necessary for previous year corresponding quarter, however the financial position has been reflected as per local GAAP.
7. Employee bonus has been calculated as per provision of bonus act 2030 and included in personnel expenses.
8. Estimation of current quarter provision for gratuity and leave has been provided as per the bank's policy and as per the actuarial valuation.
9. The detailed interim financial results have also been published in bank's website: **nsbl.statebank**

FOURTH QUARTER REPORT AT THE END OF ASHADH, 2083 OF FY2082/83

(Published for the Purpose of Rule 26 (1) of the Securities Registration and Issue Regulation, 2073)

1. Financial Statements:

a. Statement of Financial Position and Statement of Profit or Loss as per Nepal Financial Reporting Standard: Published along with this report.

b. Related Party Transactions:

Parties are related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operation decisions, or one other party controls both. The definition includes subsidiaries, associates, directors, key management personnel etc.

Parent company

The parent company, State Bank of India holds 55% of the issued ordinary shares of the Bank, which is also the ultimate parent company.

State Bank of India (SBI) Group	Ashadh 32, 2083 (Rs. in '000')
Transaction during the quarter	
Technical Service Fees to SBI	23,261.42
Interest on placements with SBI Foreign Offices	285,172.82
Interest on Borrowing	Nil
Quarter End Balance	
Placements and Interest receivable from SBI Offices	22,344,102.03
Borrowing and Interest Payable to SBI Offices	Nil
Nostro Balances in SBI Offices	989,727.30
Card Transaction Receivable from SBI	1,113.07

Subsidiary

Transactions between the Bank and its wholly owned subsidiary, Nepal SBI Merchant Banking Limited (NSMBL), also meet the definition of related party transactions. These transactions are eliminated on consolidation.

Subsidiary - Nepal SBI Merchant Banking Ltd. (NSMBL)	Ashadh 32, 2083 (Rs. in '000')
Transaction during the Quarter	
Interest Paid on Deposit to NSMBL	191.65
Other receivables from NSMBL	561.40
RTS, D-Mat Service Charge accrued and payable to NSMBL	2,364.36
Dividend received from NSMBL	0
Quarter End Balance	
Others payable to NSMBL	1,802.96
Deposit maintained with NSBL	8,661.63

Other Principal Promoter Representing in the Board (s)

Employee Provident Fund, Nepal holds 15% shares in the Bank and has a representation to the Bank's Board, is also considered to be the related party of the Bank.

Employee Provident Fund (EPF) Nepal	Ashadh 32, 2083 (Rs. in '000')
Quarter End Balance	
Deposits	4,133,302.68

Directors and other Key Management Personnel (KMP)

The Bank's Directors, Key Management Personnel and persons connected with them, are also considered to be related parties for disclosure purposes. Personnel representing the Central Management Committee (CENMAC) are considered as KMP.

Transaction during the Quarter (Allowances and Expenses)	Ashadh 32, 2083 (Rs. in '000')
Board Meetings	342.00
Audit Committee Meetings	
Risk Management Committee Meetings	
Employee Service Facility Committee Meetings	
Asset (money) Laundering Prevention Committee	
Food, Lodging Expenses for Board level Meetings	286.10
Travelling & Halting Expenses for Board level Meetings	
Expenses/ allowance to Directors for Newspaper, Telephone and other expenses	

Key Management Personnel

There is no observation of the transactions between the Bank and Key Management Personnel other than as prescribed under staff service byelaws and relating to remuneration.

Salary to the key management personnel deputed from State Bank of India (SBI), is borne by State Bank of India (SBI), the parent company under the "Technical Service Agreement (TSA)" entered with the Bank which is approved by the Nepal Rastra Bank (NRB) and these key management personnel are also provided with living, medical and other related facilities as per TSA.

c. Major Financial Ratios:

Financial ratios			
Per Share Net worth	194.73	PE Ratio	21.77
Per Share Total Assets Value	2,191.04	Liquidity Ratio	37.84%
Earnings Per Share (Annualized)	18.04		

2. Managerial Analysis

a. Changes in stock/reserve, income and liquidity of the Institution during the quarter, details for the reasons thereof.

i. **Stock/Reserve:** N/A

ii. **Income:** Net Profit of Rs. 204.43 Crore has been registered up to the fourth quarter of the Fiscal Year 2082/83 compared to Rs. 181.10 Crore in the same period last Fiscal Year 2081/82.

iii. **Liquidity:** Liquidity position of the bank is satisfactory.

b. Management Analysis for future business plan:

i. Bank has formulated a short term, medium term and long-term strategy covering to FY 2086/87 for 5 years. Bank had also formulated Annual Business Plan and Budget for FY 2082/83 and has formulated annual business plan for FY 2083/84. Accordingly, Bank's performance is being monitored and reviewed periodically.

ii. To tap the opportunities our Bank's network has spread over the country covering 54 districts with a total of 154 Outlets and 126 ATMs. The outlets include 103 Branches, 22 Extension Counters, 7 Provincial Offices, 21 Branchless Banking Outlets and Corporate Office. This wide presence helps us to provide better services to the customers and increases Bank's reach.

3. Legal Proceedings:

a. Lawsuits filed by/against the Bank: Nineteen lawsuits have been filed against the Bank, and four lawsuits have been filed by the Bank in respect of general matters during the quarter.

b. Lawsuits filed by the Bank against different defaulting borrowers/guarantors for recovery of its dues: Five lawsuits have been filed by the Bank against defaulting borrowers/guarantors for recovery of its dues during the quarter.

c. Lawsuits filed by/against the Promoter or director of the Bank involving violation of statutory regulations or criminal offences: No information has been received by the bank till date.

d. Case filed against any Promoter/Director for financial frauds: No information has been received by the bank till date.

4. Analysis of Stock Performance:

a. Management view on share transactions of the Organized Institution taken place at Securities Market. As the Nepal Stock Exchange is operating under the supervision of Securities Board of Nepal, management has no comment on the same.

b. Maximum, minimum, and closing share price of organized Institution including total transacted number of shares and transacted days during quarter:

High Share Price	Rs. 420.00	Total no. of transactions	4,533
Low Share Price	Rs. 373.00	Total Transacted no. of days	64
Close Share Price	Rs. 392.90	Total Traded number of Shares	2,053,725

5. Problems and Challenges:

a. Problems and Challenges Faced:

i. External:

- Deceleration in economic activity alongside volatile and excess liquidity positions within the banking system.
- Limited avenue for long term Lending & Investment.
- Challenges to onboard and book quality assets.
- Challenges induced by global political tension, fuel price hikes and other global and its pressure on recovery.

ii. Internal:

- Maintaining/Improving Non-interest Income.
- Maintaining consistency in Return on Equity amidst increase in capital.
- Rationalization of cost of operation.
- Challenges for timely recovery of loans & advances.
- Retention of Skilled Manpower

b. Strategy followed by the management in solving such problems and challenges:

- Increased focus on Retail loan portfolio.
- Augmentation in liability products with focus on low-cost deposits.
- Introduction of Alternate Channels/technological platforms to reduce cost.
- Focus on improvement of non-interest income areas.
- Regular In-House training to staff to enhance work performance.
- Good industrial relations.
- Rationalization of expansion plans.
- Focus on regularization of stressed accounts.

6. Corporate Governance:

a. The Bank has been fully complying with the directives, guidelines issued by NRB regarding Corporate Governance.

b. Central Management Committee (CENMAC) and Good Governance Committee (GGC) reviews progress in various areas of operations and is conducted on regular basis.

c. Board of Directors and its Committees' meeting are conducted on a regular basis.

d. Assets and Liabilities Committee (ALCO) and Risk Management Committee (Operation risk, Credit risk and Market risk) meetings are conducted regularly.

7. Declaration of Chairman/Chief Executive on truthfulness and correctness:

I, as on date, personally take responsibility on the truthfulness of the information and description presented in this report. Further, I declare that as far as I know and understand, the descriptions in this report are true, fair, and complete and have not concealed any necessary particulars, notices and information to the investors to take informed decision.

Managing Director & CEO

(सूचनाको हक सम्बन्धि ऐन, २०६४ को दफा ५ को उपदफा (३) बमोजिमको आ.व. २०८२/८३ को चौथो त्रयमाश (आषाढ २०८३) को विवरण बैंकको वेवसाइट nsbl.statebank मा प्रकाशन गरिएको व्यहोरा जानकारी गराँउदछौं ।)

नेपाल एसबिआई बैंक लिमिटेड
NEPAL SBI BANK LTD.
THE MOST PREFFERED BANK FOR A TRANSFORMING NEPAL

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