कम्पनी दर्ता नं. १०८०/०६५/०६६ | पान नं. ३०३२८७३४०
इजाजतपत्र नं. ने.रा.बैंक / इ.प्रा. /"ख"/ ६२/०६५/०६६

028251

SHINE RESUNGA
DEVELOPMENT BANK LTD.

शाइन रेसुङ्गा डेभलपमेण्ट बैंक लि.
नेपाल राष्ट्र बैंकबाट "ख" वर्गको इजाजतपत्रप्राप्त संस्था

च.नं. : शा.रे.डे.बैं.लि./२०८३/०८४/220

मिति : २०८३/०४/१९

श्री नेपाल धितोपत्र बोर्ड
खुमलटार, ललितपुर ।

बिषय : त्रैमासिक प्रतिवेदन पेश गरिएको सम्बन्धमा ।

महोदय,
उपरोक्त सम्बन्धमा यस शाइन रेसुङ्गा डेभलपमेण्ट बैंक लिमिटेडको २०८३ आषाढ मसान्तको धितोपत्र दर्ता तथा निष्काशन नियमावली २०७३ को नियम २६ को उपनियम १ को अनुसूची १४ सँग सम्वधित विवरण यसै पत्रसाथ सँलग्न गरी पठाइएको ब्यहोरा जानकारीको लागि अनुरोध गर्दछौं । साथै, उल्लेखित प्रतिवेदन मिति २०८३ श्रावण १९ गतेको राष्ट्रिय दैनिक पत्रिका "कारोवार" मा प्रकाशन गरिएको ब्यहोरा समेत अनुरोध गर्दछौं ।

बोधार्थ
१. श्री नेपाल स्टक एक्सचेन्ज लिमिटेड
युएनआई शान्तिमार्ग
भद्रकाली, काठमाण्डौं ।

भवदीय,

SHINE RESUNGA
DEVELOPMENT BANK LTD.

.....
प्रकाश पौडेल
प्रमुख कार्यकारी अधिकृत

Disclosure as per Securities Registration and Issuance Regulation, 2073
Related to Rule 26(1) of Annexure 14
For 4th Quarter of F/Y 2082-83

1. Financial Statement

Statement of Financial Position and Statement of Profit or Loss as per Nepal Financial Reporting Standard (NFRS) including key financial indicators and ratios along with this report. There has been no any related party transaction during the period.

Key Financial Indicators and Ratios:

Earnings per share	: NPR 23.52	P/E Ratio	: 17.64 Times
Net Worth per share	: NPR 159.48	Net Asset Value per Share	: NPR 1,746.41
Liquidity Ratio	: 27.32%	Capital Adequacy Ratio	: 13.70%

2. Management Analysis

a. Financial indicators during the period were at satisfactory level.

b. Major areas of focus

- Maintaining quality of credit portfolio and managing non-performing loans
- Operational efficiency for customer centric services
- Skill enhancement of human resources
- Promotion of Digital Service
- Mitigating Cyber Security Risks
- Mitigating AML/CFT related Risks

c. As per the current statement, there is no situation which might have material effect on financial position.

3. Details relating to Legal Action

a. Except for the lawsuit in the normal course of business there are no material cases filed by or against the Institution.

b. No cases have been reported regarding filing by or filed against the promoter or director of Institution for non-compliance of prevailing laws or commission of criminal offence during the period.

c. No case shave been filed against any promoter or director for financial crime.

4. Analysis of Stock Performance of Development Bank

a. Share price and transaction are determined as per open market competition.

b. Maximum, minimum and closing share price including total share transaction number and days of transaction during the period were;

Max. Share Price	: NPR 420.00	Min. Share Price	: NPR 396.40
Closing price of the Share	: NPR 415.00	Number of days traded	: 64 days
Total volume of trading of shares	: 10,50,937 share		

(Source: website of Nepal Stock Exchange Limited)

5. Problems and Challenges

a. Internal

- Operational efficiency
- Quality of Risk Assets
- Limited avenues for fee based income

SHINE RESUNGA DEVELOPMENT BANK LTD.

b. **External**

- Slow demand of credit
- Credit recovery
- Cyber security and digital risks

C. **Strategy**

- Maintaining operational and digital service efficiency
- Regular investment on skill enhancement of the HR and educate customer about financial literacy and digital risk
- Process automation of services internally as well as externally
- Improving Comprehensive risk management system for adequate mitigation of risks including AML/CFT Strategy.
- Efficient management of NPL and NBA

6. **Corporate Governance**

To meet the provision regarding Corporate Governance, Development Bank has strictly followed all the rules & regulation issued to BFIs through Unified Directives, Circulars, BAFIA, Companies Act, SEBON Rules & Regulation and all other rules/regulations issued to BFIs. Development Bank has setup different committees like Audit Committee, Risk Management Committee, Employee Services & Facilities Committee, and Money Laundering Prevention Committee which are active in their respective field and chaired by non-executive member of Board of Directors. Similarly, Recruitment Committee, Assets Liability Management Committee and Corporate Governance Cell and other relevant committees are formed at staff level and are active in their respective field. Issues raised &recommendations made by NRB, internal &external auditor have been followed up strictly & in effective manner for better performance of Development Bank.

7. **Declaration by CEO**

I, as at the date, hereby individually accept responsibility for the accuracy of the information and details contained in this report. Also hereby declare that to the best of my knowledge and belief, the information contained in this report are true, accurate and complete. No material information for the investors has been concealed.

SHINE RESUNGA DEVELOPMENT BANK LTD.

SHINE RESUNGA DEVELOPMENT BANK LTD.

Head Office : Butwal-11, Kalikanagar, Rupandehi
Tel : 071-415502, 415503
E-mail: info@srdb.com.np, URL: www.srdb.com.np

Unaudited Financial Results (Quarterly)

For the Quarter ended 32nd Ashad 2083

Condensed Statement of Financial Position

For the Quarter ended 32nd Ashad 2083

Particulars	This Quarter Ending	Immediate Previous year Ending (Audited)
Assets	Amount in NPR	Amount in NPR
Cash and cash equivalent	1,644,969,328	2,117,894,019
Due from Nepal Rastra Bank	3,489,669,377	3,273,571,333
Placement with Bank and Financial Institutions	-	-
Derivative financial instruments	-	-
Other trading assets	-	-
Loan and advances to B/FIs	688,357,731	1,314,092,375
Loan and advances to Customers	63,267,778,525	56,907,122,137
Investment Securities	17,234,552,598	15,293,576,045
Current Tax Assets	-	114,086,111
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investment Property	206,598,395	151,994,995
Property & equipment	655,698,235	715,113,563
Goodwill and Intangible assets	134,988,727	136,856,902
Deferred tax assets	10,549,296	-
Other assets	371,248,020	328,899,067
Total Assets	87,704,410,232	80,353,206,546
Liabilities		
Due to Bank and Financial Institutions	266,971,920	725,979,531
Due to Nepal Rastra Bank	-	-
Derivative Financial Instruments	-	-
Deposit from customer	77,852,662,136	71,767,128,445
Borrowings	-	365,678
Current Tax Liabilities	17,490,456	-
Provisions	-	-
Deferred Tax Liabilities	-	26,957,042
Other Liabilities	557,993,186	449,067,316
Debt Securities Issued	1,000,000,000	-
Subordinated Liabilities	-	-
Total Liabilities	79,695,117,698	72,969,498,012
Equity		
Share Capital	5,021,972,730	4,875,701,680
Share Premium	-	-
Retained Earnings	846,498,351	668,505,485
Reserves	2,140,821,453	1,839,501,370
Total Equity Attributable to equity holders	8,009,292,534	7,383,708,534
Non-controlling interest	-	-
Total Equity	8,009,292,534	7,383,708,534
Total Liabilities and equity	87,704,410,232	80,353,206,546

Statement of Distributable Profit or Loss

For the Quarter ended 32nd Ashad 2083

Amount in NPR

Particulars	Current year	Previous Year Corresponding (Audited)
Net profit or (Loss) as per statement of profit or Loss	**1,181,279,437**	**645,627,987**
Appropriations:		
a. General reserve	(236,255,888)	(129,125,597)
b. Foreign exchange fluctuation fund	(34,321)	(5,983)
c. Capital redemption reserve	-	-
d. Corporate social responsibility fund	(11,812,794)	(6,456,280)
e. Employees' training fund	(15,287,957)	(13,033,541)
f. Other	17,194,430	12,727,766
Profit or (loss) before regulatory adjustment	**935,082,907**	**509,734,351**
Regulatory adjustment :		
a. Interest Receivable(-)/ previous accured interest received(+)	(58,566,373)	89,940,140
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(+)	(27,176,112)	6,263,017
e. Deffered tax assets recognized (-)/ reversal(+)	(37,506,338)	(17,142,322)
f. Goodwill recognized (-)/ impariment of Goodwill (+)		
g. Bargain purchase gain recognized(-)/reversal(+)		
h. Actuarial loss recognized (-)/reversal(+)	-	(2,868,926)
i. Other		
Net profit for the quarter end available for distribution	**811,834,084**	**585,926,261**
Opening Retained Earnings Shrawan 1, 2082	668,505,485	417,351,437
Adjustment in Opening RE due to NFRS 16	-	43,923,063
Distribution		
Bonus Share Issued	(146,271,050)	(142,010,729)
Cash Dividend Paid	(487,570,168)	(236,684,548)
Total Distributable Profit or (Loss) as on Quater end Ashad 32, 2083	**846,498,351**	**668,505,485**
Distributable Profit Per share	**16.86**	**13.71**

1. The above financial statements have been prepared in accordance with Nepal Financial Reporting Standards (NFRS) and in compliance with NRB directives. In line with the Expected Credit Loss (ECL) Guideline and the Guidance note on Interest Income Recognition 2025, the Bank has de-recognized interest income accrued on loans and advances classified under Stage 3. For impairment of credit exposures, the Bank has applied the higher of the total ECL provision as per NFRS 9 and the existing regulatory provision as per the Unified Directives.
2. Previous year figures have been regrouped, rearranged and restated wherever necessary.
3. If the Statutory and Supervisory authority notify any remarks to change, the unaudited statement of financial position and statement of profit or loss could be changed accordingly.
4. As of the current fiscal year, the Debenture Redemption Reserve has not been created in accordance with NRB Directives no 16(5)2.
5. Detail Interim Financial Reports are published in https://srdb.com.np/Financial-Highlights.

Condensed Statement of Profit or Loss

For the Quarter ended 32nd Ashad 2083

Amount in NPR

Particulars	Current Year		Corresponding Previous Year (Audited)	
	This Quarter Ending	Upto This Quarter (YTD)	This Quarter Ending	Upto This Quarter (YTD)
Interest Income	1,536,992,385	6,009,961,826	1,632,624,714	6,385,230,245
Interest Expense	770,291,529	3,183,258,625	919,522,255	3,740,871,184
Net Interest income	**766,700,856**	**2,826,703,201**	**713,102,459**	**2,644,359,061**
Fees and commission income	97,243,781	352,413,752	106,078,773	337,334,266
Fees and commission expense	15,704,966	40,766,091	13,390,069	35,438,220
Net Fees and commission income	**81,538,815**	**311,647,661**	**92,688,705**	**301,896,046**
Net Interest, fee and commission income	**848,239,671**	**3,138,350,862**	**805,791,164**	**2,946,255,107**
Net trading income	-	-	-	-
Other operating income	1,883,140	29,561,514	2,285,723	31,500,413
Total operating income	**850,122,811**	**3,167,912,376**	**808,076,887**	**2,977,755,520**
Impairment charge/(reversal) for loans and other losses	(122,455,682)	207,956,558	273,452,000	950,401,153
Net operating income	**972,578,493**	**2,959,955,818**	**534,624,887**	**2,027,354,367**
Operating expense				
Personnel expenses	278,694,983	804,253,881	271,402,112	714,313,811
Other operating expenses	79,947,114	295,749,822	35,912,250	278,967,893
Depreciation & Amortisation	33,458,474	122,078,758	63,366,386	122,957,115
Operating profit	**580,477,922**	**1,737,873,357**	**163,944,140**	**911,115,550**
Non operating income	-	-	-	1,100,000
Non operating expense	29,283,421	60,386,749	4,584,247	15,734,530
Profit before income tax	**551,194,501**	**1,677,486,608**	**159,359,892**	**896,481,019**
Income Tax Expense	**158,319,538**	**496,207,171**	**27,746,322**	**250,853,032**
Current Tax	195,825,876	533,713,509	58,356,757	281,463,467
Deferred Tax	(37,506,338)	(37,506,338)	(30,610,435)	(30,610,435)
Profit/(loss) for the period	**392,874,963**	**1,181,279,437**	**131,613,570**	**645,627,987**

Statement of Other Comprehensive Income

Profit/(loss) for the period	392,874,963	1,181,279,437	131,613,570	645,627,987
Other Comprehensive Income	(48,830,688)	(47,013,652)	3,027,587	39,272,484
Total Comprehensive Income	**344,044,275**	**1,134,265,785**	**134,641,157**	**684,900,471**
Basic earnings per share		23.52		13.24
Diluted earnings per share		23.52		13.24
Profit attributable to:				
Equity holders of the Bank	344,044,275	1,134,265,785	134,641,157	684,900,471
Non-controlling interest	-	-	-	-
Total	**344,044,275**	**1,134,265,785**	**134,641,157**	**684,900,471**

Ratios as per NRB Directive

Particulars	Current Year		Previous Year Corresponding (Audited)	
	This Quarter Ending	Upto This Quarter (YTD)	This Quarter Ending	Upto This Quarter (YTD)
Capital fund to RWA		13.70%		12.55%
Tier 1 Capital to RWA		10.85%		11.31%
CET 1 Capital to RWA		10.85%		11.31%
Non-performing loan (NPL) to Total Loan		4.93%		4.27%
Total Loan loss provision to Total NPL		84.39%		98.87%
Cost of Funds		3.68%		4.85%
Credit to Deposit Ratio		84.18%		82.60%
Base Rate		5.38%		6.41%
Interest Rate Spread		4.01%		4.18%
Return on Equity as per NRB Directives		15.35%		8.74%
Return on Assets as per NRB Directives		1.41%		0.80%

Disclosure as per Securities Registration and Issuance Regulation, 2073 Related to Rule 26(1) of Annexure 14

For 4th Quarter of F/Y 2082/083

1. **Financial Statement:**
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Key Financial Indicators and Ratios:

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Net Worth per share	NPR 159.48	Net Asset Value per Share	NPR 1,746.41
Liquidity Ratio	27.32%	Capital Adequacy Ratio	13.70%

2. **Management Analysis:**
   a. Financial indicators during the period were at satisfactory level.
   b. Major areas of focus;
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   c. As per the current statement, there is no situation which might have material effect on financial position.
3. **Details relating to Legal Action:**
   a. Except for the lawsuit in the normal course of business there are no material cases filed by or against the Institution.
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Closing price of the Share	: NPR 415.00	Number of days traded	: 64 days
Total volume of trading of share	: 10,50,937 share		

   (source: website of Nepal Stock Exchange Limited)
5. **Problems and Challenges:**
   a. **Internal**
      - Operational efficiency.
      - Quality of Risk Assets.
      - Limited avenues for fee based income.
   b. **External**
      - Slow demand for credit.
      - Credit recovery.
      - Cyber security and digital risks.
   c. **Strategy**
      - Maintaining operational and digital service efficiency.
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I, as at the date, hereby individually accept responsibility for the accuracy of the information and details contained in this report. Also hereby declare that to the best of my knowledge and belief, the information contained in this report are true, accurate and complete. No material information for the investors has been concealed.

SHINE RESUNGA DEVELOPMENT BANK LTD.