यूनाइटेड अजोड इन्स्योरेन्स लिमिटेड
United Ajod Insurance Limited

केन्द्रिय कार्यालयः सिटिसि मल सुन्धारा, काठमाडौं
सम्पर्क नं.: ०१-५३३३७४३, ०१-५३४४०१३, ०१-५३४४०१३, ०१-५३३३७४३
इमेलः info@unitedajodinsurance.com, वेभसाइटः unitedajodinsurance.com

Quarterly Financial Results For Third Quarter, F.Y. 2081/82 B.S

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Fig in NPR.

Particulars	Unaudited At the end of this Quarter	Unaudited At the end of Immediate Previous Year
Assets:		
Goodwill & Intangible Assets	176,842,162	176,492,162
Property and Equipment	159,806,477	165,744,747
Investment Properties	-	-
Deferred Tax Assets	-	-
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investments	4,303,647,782	4,443,155,229
Loans	1,938,505	3,854,418
Reinsurance Assets	1,264,120,119	1,161,914,099
Current Tax Assets	123,830,895	71,276,452
Insurance Receivables	834,204,652	628,245,157
Other Assets	206,393,695	214,280,723
Other Financial Assets	203,567,730	176,672,599
Cash and Cash Equivalent	247,343,347	309,658,986
Total Assets	**7,521,695,364**	**7,351,294,573**
Equity:		
Share Capital	2,100,000,000	2,100,000,000
Share Application Money Pending Allotment	-	-
Share Premium	-	-
Special Reserves	990,176,573	932,115,382
Catastrophe Reserves	43,603,038	40,699,978
Retained Earnings	165,855,901	111,858,994
Other Equity	681,827,543	696,064,239
Total Equity	**3,981,463,054**	**3,880,738,592**
Liabilities:		
Provisions	62,369,777	90,138,143
Gross Insurance Contract Liabilities	2,427,529,186	2,289,222,842
Deferred Tax Liabilities	13,394,741	13,394,741
Insurance Payable	549,981,508	616,366,298
Current Tax Liabilities	-	-
Borrowings	-	-
Other Liabilities	169,224,477	124,336,199
Other Financial Liabilities	317,732,620	337,097,758
Total Liabilities	**3,540,232,309**	**3,470,555,981**
Total Equity and Liabilities	**7,521,695,364**	**7,351,294,573**

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

Fig. in NPR

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	668,230,248	1,792,371,327	701,042,199	1,841,484,046
Premiums Ceded	(391,594,152)	(1,071,939,823)	(360,655,918)	(1,057,040,494)
Net Earned Premiums	**276,636,096**	**720,431,504**	**340,386,281**	**784,443,552**
Commission Income	85,352,447	200,986,435	94,619,059	224,133,261
Other Direct Income	2,660,171	10,432,311	9,407,336	12,733,000
Income from Investments and Loans	44,021,059	176,200,226	74,164,598	256,897,765
Net Gain/(Loss) on Fair Value Changes	-	-	-	-
Net Realised Gains/(Losses)	-	-	-	-
Other Income	-	-	-	-
Total Income	**408,669,773**	**1,108,050,476**	**518,577,274**	**1,278,207,578**
Expenses:				
Gross Claims Paid	479,559,989	1,261,652,016	312,036,358	1,124,853,892
Claims Ceded	(314,465,633)	(739,929,018)	(170,024,200)	(693,094,790)
Gross Change in Contract Liabilities	(241,643,960)	281,443,596	(734,548,285)	(712,327,130)
Change in Contract Liabities Ceded to Reinsurers	246,946,761	(307,661,547)	706,591,725	638,532,383
Net Claims Incurred	**170,397,157**	**495,505,047**	**114,055,598**	**357,964,355**
Commission Expenses	14,211,538	31,206,245	21,221,045	52,446,073
Service Fees	1,945,175	5,870,623	2,367,153	6,938,470
Other Direct expenses	361,601	1,035,561	2,397	8,428
Employee Benefits Expenses	98,495,509	280,352,012	110,717,793	314,034,388
Depreciation and Amortization Expenses	5,392,282	16,402,377	5,355,006	16,064,268
Impairment Losses	-	-	-	-
Other Operating Expenses	48,005,357	111,789,495	43,085,857	120,275,217
Finance Cost	-	-	-	-
Total Expenses	**338,808,619**	**942,161,360**	**296,804,849**	**867,731,199**
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax	**69,861,154**	**165,889,116**	**221,772,425**	**410,476,379**
Share of Net Profit of Associates accounted using Equity Method				
Profit Before Tax	**69,861,154**	**165,889,116**	**221,772,425**	**410,476,379**
Income Tax Expenses	23,422,390	49,766,735	79,435,970	136,252,164
Net Profit/(Loss) For The Year	**46,438,764**	**116,122,381**	**142,336,455**	**274,224,215**
Earning Per Share				
Basic EPS		7.37		17.41
Diluted EPS		7.37		17.41

CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

Fig. in NPR

Particulars	Current Year This Quarter	Current Year Upto this Quarter (YTD)	Corresponding Previous Year This Quarter	Corresponding Previous Year Upto this Quarter (YTD)
Net Profit/(Loss) For The Year	46,438,764	116,122,381	142,336,456	274,224,215
Other Comprehensive Income	(6,014,330)	(15,150,820)	30,005,397	29,299,717
Total Comprehensive Income	**40,424,435**	**100,971,562**	**172,341,853**	**303,523,932**

OTHER DETAILS

Fig. in NPR

Particulars	Current Year Upto this Quarter (YTD)	Previous Year Upto this Quarter (YTD)
1. Total Issued Policy Count	174,211	158,837
2. Total Renewed Policy Count	40,653	30,409
3. Total Claims Paid Count	5,606	6,714
4. Outstanding claims count	4,856	5,455
5. Gross outstanding claims includling IBNR & IBNER (Amount)	1,050,872,828	898,020,689
6. Net outstanding claims includling IBNR & IBNER (Amount)	446,090,437	442,926,808
7. Margin over best estimate (MOBE)	64,656,123	-
8. Unearned premium reserve (Amount)	631,518,724	319,914,547
9. Unexpired risk reserve (Amount)	631,518,724	319,914,547
10. Earthquake premium reserve (Amount)	10,177,500	-
11. Long Term Investments (Amount)	711,407,410	586,199,647
12. Short Term Investments (Amount)	3,592,240,372	4,011,288,016
13. Direct premium (Amount)	1,834,173,265	1,981,006,721
14. Investment in cost (Amount)	3,899,247,599	3,991,809,647
15. Solvency margin ratio (as per valuation report of actuary for FY 23/24)	2.73	2.73

Notes to financial statements

1) The above financial statement has been prepared as per the NFRS and directives issued by Nepal Insurance Authority.
2) The above figures are unaudited figures and may change after statutory audit.
3) The figures of previous quarter has been reinstated as per the requirements.
4) The figures have been rearranged and regrouped whenever necessary.
5) The provision for gratuity and leave has been adjusted as per management assumption based on past year experience.

Disclosure as per Section 84(3) of Insurance Act, 2079

1. The solvency margin ratio of company stands 2.73 times as per the valuation report of actuary for FY 23-24.
2. The company has made adequate reinsurance arrangement to cover and minimize risk for each class of business.
3. Details regarding legal proceeding: No any such legal case against the company.
4. The company has complied with corporate governance directive issued by Nepal Insurance Authority.
5. The company has complied with all other applicable law and directive issued by regulatory bodies.

Disclosure as per Securities Registration and Issuance Regulation 2073 (Related to Sub rule (1) of Rule 26)

1. Financial Statements

a. The unaudited financial statements for the third quarter of FY 2081/82 and financial ratios have been published along with this report.
b. Major financial highlights and analysis

Key Financial Ratios	This Quarter End (Chaitra, 2081)
Earnings per share (EPS)	7.37
Price Earnings Ratio	85.51
Net worth Per Share	189.59
Total Assets Per Share	358.18
Liquidity Ratio	1.13

2. Management Analysis

a) The company has collected NPR. 1,854.69 million gross premium and has earned NRP. 116.12 million net profit upto the third quarter end.
b) The company has no any incidents and situations from the past that might affect the deposits, profits and cash flow of the company.

3. Legal Proceedings

There has been no any pending litigations and dispute by and against the company during the said period. There have been no any known dispute, litigations, offences and breach of applicable laws by and against the promoters and directors of the company.

4. Analysis on share Transaction of the Company

The company remains committed towards providing the notices and information to investors and shareholders. The major highlights of share transaction during the quarter are as follows:-

Maximum share price (NPR)	767	Minimum share price(NPR)	617.6
Closing share price (31st Chaitra, 2081)	630.21	Total no. of shares traded	1,753,951
Total no. of transaction days	56	Total no. of transactions	11,762

5. Problem and Challenges

Problem:

- Increase in cost of operation due to inflation
- No new viable investment opportunities
- Changes in interest rate on deposit
- Scarcity of qualified and skilled human resources
- Intense competition in insurance industry
- Stiffen view of reinsurance company towards Nepalese market

6. Management Strategy:

- Effective and efficient service to client
- Staff training and development program
- Explore new investment opportunities
- Develop competitive edge over others by focusing on smooth claim settlement

7. Corporate Governance

The Board of Directors, Audit Committee, Senior Management & Compliance Officer are committed to upholding corporate good governance practices in the company.

8. Declaration

I, Chief Executive Officer of this Company, take the responsibility of accuracy of the information and details mentioned in this report for the period up to third quarter of FY 2081/82, hereby declare that the information and details provided in this report are true, based on facts, and complete to the best of my knowledge and that information necessary for taking informed decision by the investors are not concealed.

COST ESTIMATE			
SIZE: 192CC			
Media: Karobar Daily Rate: 1200/cc Total Amount: 230,400/- Discounted Rate: Flat Taxable Amount: 62,400/- VAT: 13% Total Amount: 70,512/-	Media: Abhiyan Daily Rate: 1300/cc Total Amount: 101,400/- Discounted Rate: Flat Taxable Amount: 62,400/- VAT: 13% Total Amount: 70,512/-	Media: Nepal samacharpatra Rate: 1200/cc Total Amount: 93,600/- Discounted Rate: Flat Taxable Amount: 52,800/- VAT: 13% Total Amount: 59,664/-	Media: Nayapatrika Rate: 1400/cc Total Amount: 2,68,800/- Discounted Rate: Flat Taxable Amount: 86,400/- VAT: 13% Total Amount: 97,632/-