यूनाइटेड अजोड इन्स्योरेन्स लिमिटेड
United Ajod Insurance Limited

केन्द्रिय कार्यालयः सिटिसि मल सुन्धारा, काठमाडौं
सम्पर्क नं.: ०१-५३३३७४३, ०१-५३४४०१३, ०१-५३४४०१३, ०१-५३३३७४३
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Quarterly Financial Results For First Quarter, F.Y. 2082/83 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	175,991,473	175,991,473
Property and Equipment	158,307,749	157,722,838
Investment Properties	-	-
Deferred Tax Assets	61,236,054	-
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investments	4,479,546,468	4,265,726,503
Loans	470,147	769,506
Reinsurance Assets	658,833,655	1,016,213,149
Current Tax Assets	973,159,227	90,070,018
Insurance Receivables	661,844,514	910,746,815
Other Assets	175,974,834	184,306,337
Other Financial Assets	286,640,655	214,500,730
Cash and Cash Equivalent	200,143,568	325,872,009
Total Assets	**7,832,148,344**	**7,341,919,378**
Equity:		
Share Capital	2,310,000,000	2,310,000,000
Share Application Money Pending Allotment	-	-
Share Premium	-	-
Special Reserves	1,021,141,700	1,021,141,700
Catastrophe Reserves	45,151,294	45,151,294
Retained Earnings	(50,552,060)	100,641,272
Other Equity	589,574,993	606,124,378
Total Equity	**3,915,315,927**	**4,083,058,644**
Liabilities:		
Provisions	218,043,491	60,415,265
Gross Insurance Contract Liabilities	2,171,184,233	2,020,201,668
Deferred Tax Liabilities	76,951,118	1,050,484
Insurance Payable	180,643,759	680,104,892
Current Tax Liabilities	808,879,717	-
Borrowings	-	-
Other Liabilities	166,011,358	170,812,255
Other Financial Liabilities	295,118,741	326,276,170
Total Liabilities	**3,916,832,417**	**3,258,860,734**
Total Equity and Liabilities	**7,832,148,344**	**7,341,919,378**

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	710,917,910	710,917,910	580,596,742	580,596,742
Premiums Ceded	(465,359,654)	(465,359,654)	(387,555,779)	(387,555,779)
Net Earned Premiums	**245,558,256**	**245,558,256**	**193,040,963**	**193,040,963**
Commission Income	69,871,548	69,871,548	50,711,940	50,711,940
Other Direct Income	4,715,677	4,715,677	-	-
Income from Investments and Loans	43,316,203	43,316,203	76,276,533	76,276,533
Net Gain/(Loss) on Fair Value Changes	-	-	-	-
Net Realised Gains/(Losses)	-	-	-	-
Other Income	-	-	-	-
Total Income	**363,461,684**	**363,461,684**	**320,029,436**	**320,029,436**
Expenses:				
Gross Claims Paid	336,598,478	336,598,478	349,219,956	349,219,956
Claims Ceded	(149,950,839)	(149,950,839)	(206,507,338)	(206,507,338)
Gross Change in Contract Liabilities	997,757,880	997,757,880	779,978,552	779,978,552
Change in Contract Liabities Ceded to Reinsurers	(777,366,429)	(777,366,429)	(726,881,946)	(726,881,946)
Net Claims Incurred	**407,039,090**	**407,039,090**	**195,809,224**	**195,809,224**
Commission Expenses	13,391,430	13,391,430	7,406,216	7,406,216
Service Fees	3,131,574	3,131,574	2,194,044	2,194,044
Other Direct expenses	265,165	265,165	163,980	163,980
Employee Benefits Expenses	106,635,726	106,635,726	98,037,358	98,037,358
Depreciation and Amortization Expenses	15,124,545	15,124,545	5,700,060	5,700,060
Impairment Losses	-	-	-	-
Other Operating Expenses	30,326,209	30,326,209	36,640,847	36,640,847
Finance Cost	3,538,420	3,538,420	-	-
Total Expenses	**579,452,159**	**579,452,159**	**345,951,729**	**345,951,729**
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax	**(215,990,475)**	**(215,990,475)**	**(25,922,293)**	**(25,922,293)**
Share of Net Profit of Associates accounted using Equity Method				
Profit Before Tax	**(215,990,475)**	**(215,990,475)**	**(25,922,293)**	**(25,922,293)**
Income Tax Expenses	(64,797,143)	(64,797,143)	(7,776,688)	(7,776,688)
Net Profit/(Loss) For The Year	**(151,193,332)**	**(151,193,332)**	**(18,145,605)**	**(18,145,605)**
Earning Per Share				
Basic EPS		(26.18)		(3.46)
Diluted EPS		(26.18)		(3.46)

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	(151,193,332)	(151,193,332)	(18,145,605)	(18,145,605)
Other Comprehensive Income	(16,539,385)	(16,539,385)	5,071,079	5,071,079
Total Comprehensive Income	**(167,732,717)**	**(167,732,717)**	**(13,074,526)**	**(13,074,526)**

OTHER DETAILS

Fig. in NPR

Particulars	Current Year Upto this Quarter (YTD)	Previous Year Upto this Quarter (YTD)
1. Total Issued Policy Count	102,494	43,381
2. Total Renewed Policy Count	13,197	12,774
3. Total Claims Paid Count	1,662	1,650
4. Outstanding claims count	10,714	11,107
5. Gross outstanding claims inclulding IBNR & IBNER (Amount)	2,303,958,078	1,549,407,784
6. Net outstanding claims inclulding IBNR & IBNER (Amount)	591,281,804	483,492,358
7. Margin over best estimate (MOBE)	64,656,123	-
8. Unearned premium reserve (Amount)	736,674,766	725,392,468
9. Unexpired risk reserve (Amount)	736,674,766	725,392,468
10. Earthquake premium reserve (Amount)	10,177,500	-
11. Long Term Investments (Amount)	1,327,716,146	742,019,961
12. Short Term Investments (Amount)	3,151,830,322	3,601,670,145
13. Direct premium (Amount)	847,561,463	679,830,937
14. Investment in cost (Amount)	4,059,458,151	4,283,623,769
15. Solvency margin ratio (as per valuation report of actuary for FY 80/81)	2.73	2.19

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 80/81.
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 First quarter of FY 2082/83 and financial ratios have been published along with this report.
b. Major financial highlights and analysis

Key Financial Ratios	This Quarter End (Ashwin, 2082)
Earnings per share (EPS)	(26.18)
Price Earnings Ratio	(16.75)
Net worth Per Share	169.49
Total Assets Per Share	339.05

2. Management Analysis

a)) The company has collected NPR. 882.90 million gross premium and has incurred NRP. 151.19 million net loss upto the first quarter end.
b) The company has not experienced any incidents and situations during the period that might affect the revenue. However, due to recent protest by Gen Z in Bhadra, 2082, profits and cash flow of the company of this quarter has been decreased as compared to the same period in last year.

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)	625	Minimum share price(NPR)	422.1
Closing share price (32nd Ashar, 2082)	438.5	Total No. of shares traded	1,482,467
Total No. of transaction days	51	Total No. of transactions	10,966

5. Problem and Challenges

Problem:

- Increase in cost of operation due to inflation
- Limited investment opportunities
- Falling interest rate on bank deposit
- Short supply of qualified and skilled human resources
- Intense competition in insurance industry
- Outlook of reinsurance market towards Nepalese insurance market

6. Management Strategy:

- Effective and efficient service to client
- Staff training and development program
- Explore new investment opportunities
- Investment in IT to further develop digital insurance
- Explore favorable reinsurance market
- Efficiency in operations to reduce operational cost

7. Corporate Governance

The Board of Directors, Audit Committee, Senior Management & Compliance Officer are committed to prevail 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 first quarter of FY 2082/83, 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 the information necessary for taking informed decision by the investors are not concealed.