Machhapuchchhre Bank Limited
माछापुच्छ्रे बैंक लिमिटेड

सबल, उत्कृष्ट एवं विस्तारित

केन्द्रिय कार्यालय, लाजिम्पाट, काठमाण्डौ ।
फोन: ०१-४४२८५५६

माछापुच्छ्रे बैंक लिमिटेडको
बाईसौं वार्षिक साधारण सभा बस्ने सम्बन्धी सूचना

यस बैंकको मिति २०७७/०६/१४ मा बसेको सञ्चालक समितिको ४२९औं बैठकको निर्णयानुसार यस बैंकको बाईसौं वार्षिक साधारण सभा देहायका बिषयहरूमा छलफल तथा निर्णय गर्नका लागि भिडियो कन्फ्रेन्स (Virtual Zoom Meeting) मार्फत सहभागि हुन सकिने गरी निम्न लिखित मिति, समय र स्थानमा बस्ने भएको हुँदा कम्पनी ऐन २०६३ को दफा ६७ अनुसार सम्पूर्ण शेयरधनी महानुभावहरूको जानकारी तथा सहभागिताका लागि अनुरोध गर्दछु ।

सभा हुने मिति, समय र स्थान :

सभा हुने मिति : २०७७ साल कार्तिक ६ गते (तदनुसार २२ अक्टोबर २०२०), बिहीबार ।
सभा शुरू हुने समय : विहान ११:०० बजे ।
स्थान : होटल पोखरा ग्राण्ड, पार्दि, पोखरा, कास्की ।

(विश्वभर फैलिएको कोभिड १९ महामारीको जोखिमका कारण साधारण सभामा भिडियो कन्फ्रेन्स मार्फत सहभागी हुन शेयरधनी महानुभावहरूलाई ZoomID/Passcode उपलब्ध गराउने व्यवस्था गरिएको छ)

छलफलका विषयहरू :

क. सामान्य प्रस्ताव :

१. आर्थिक वर्ष २०७६/७७ को संचालक समितिको वार्षिक प्रतिवेदन उपर छलफल गरी पारित गर्ने ।
२. लेखापरीक्षकको प्रतिवेदन सहित २०७७ आषाढ मसान्तको वासलात तथा सोही मितिमा समाप्त भएको आर्थिक वर्ष २०७६/७७ को नाफा नोक्सान हिसाब, नाफा नोक्सान बाँडफाँड तथा नगद प्रवाह विवरण लगायत सम्पूर्ण वित्तीय विवरणहरू पारित गर्ने ।
३. आर्थिक वर्ष २०७७/७८ को लागि लेखापरीक्षक नियुक्ती गर्ने र निजको पारिश्रमिक निर्धारण गर्ने । (हाल बहालवाला लेखापरीक्षक जि.पि. राजवहाक एण्ड कं. कम्पनी ऐन, २०६३ को दफा १११(३) तथा बैंक तथा वित्तीय संस्था सम्बन्धी ऐन, २०७३ को दफा ६३(३) बमोजिम पुनः नियुक्ती हुन सक्नु हुने छैन) ।
४. संचालक समितिले प्रस्ताव गरे बमोजिम रू. २८,५०,६४,७४४.०० (अर्थात चुक्ता पूँजीको ३.३७ प्रतिशतका दरले) नगद लाभांश (बोनस शेयर तथा नगद लाभांशमा लाग्ने कर सहित) वितरण गर्न स्वीकृत गर्ने ।
५. सर्बसाधारण समूहका शेयरधनीहरूको तर्फबाट सञ्चालक समितिमा प्रतिनिधित्व गर्ने ३ (तीन) जना सञ्चालकहरूको निर्वाचन गर्ने ।

ख. विशेष प्रस्ताव :

१. बैंकको सञ्चालक समितिले प्रस्ताव गरे अनुसार शेयरधनीहरूलाई रू. ५९,४६,१६,९३१.०० (अर्थात चुक्ता पूँजीको ७.०३ प्रतिशत) बराबरको वोनस शेयर वितरण गर्न स्वीकृत गर्ने,
२. माछापुच्छ्रे बैंक लिमिटेड र अन्य उपयुक्त बैंक तथा वित्तीय संस्था(हरू) एक आपसमा गाभ्न/गाभिन (मर्जर गर्न वा प्राप्ती (एक्विजसन) गर्न तथा बैदेशिक रणनीतिक साझेदारीमा जान उपयुक्त देखिएमा बैंकको चल अचल सम्पत्ति र दायित्व तथा कारोबारको मूल्यांकनका लागि मूल्यांकनकर्ता नियुक्ती गर्न, गाभ्ने गाभिने वा प्राप्ती गर्ने सम्बन्धी सम्झौता गर्न, वैदेशिक साझेदारीमा जाने सम्बन्धी निर्णय गर्न तथा सो सम्बन्धी आवश्यक सम्पूर्ण कार्य अगाडि बढाउन संचालक समितिलाई अख्तियारी प्रदान गर्ने ।
३. निम्न विषयहरूका सम्बन्धमा बैंकको प्रबन्धपत्र तथा नियमावली संशोधन प्रस्ताव पारित गर्ने र उक्त संशोधनमा नियमनकारी निकाय (जस्तै : कम्पनी रजिष्ट्रारको कार्यालय, नेपाल राष्ट्र बैंक, नेपाल धितोपत्र बोर्ड आदि) ले संशोधन, परिवर्तन वा थप/घट गर्न सुझाव वा निर्देशन दिएमा सो अनुसार आवश्यक संशोधन, परिवर्तन वा थप/घट गर्न सञ्चालक समितिलाई अख्तियारी प्रदान गर्ने,
(क) विशेष प्रस्ताव नं. १ बमोजिम जारी गरिने बोनस शेयरको हदसम्म जारी पूँजी तथा चुक्ता पूँजी बृद्धि गर्ने,
(ख) परिवर्तित सन्दर्भमा प्रचलित कानून बमोजिम समय सन्दर्भिक संशोधन गर्ने ।

ग. बिबिध ।

साधारण सभाको लागि मिति २०७७ आश्विन २२ गते शेयर दाखिल खारेजको दर्ता बन्द रहने छ ।

संचालक समितिको निर्णयानुसार
कम्पनी सचिव

साधारण सभा सम्बन्धी थप जानकारीहरू :

१) बैंकको शेयर दाखिल खारेजको काम बन्द हुने दिन अर्थात मिति २०७७ आश्विन २२ गते भन्दा अगाडि नेपाल स्टक एक्स्चेन्ज लिमिटेडमा कारोवार भई सोको ७ कार्य दिन भित्र यस बैंकको शेयर शाखा, पुतलीसडक, काठमाडौंमा प्राप्त विवरणको आधारमा तथा हितग्राही खातामा कायम भएका शेयरधनीहरूले मात्र सो सभामा भाग लिन, मतदान गर्न र आ. व. २०७६/७७ को बोनस शेयर तथा नगद लाभांश लिने पाउने छन् । नेपाल स्टक एक्स्चेञ्जमा कारोबार भई धितोपत्र व्यवसायी (सदस्य दलाल) को Pool Account मा रहेको शेयरका आधारमा शेयरधनी कायम नहुने भएकाले उल्लेखित मिति भित्र शेयरधनीको खातामा समावेश गर्न समेत सम्बन्धित धितोपत्र व्यवसायीलाई अनुरोध गरिन्छ ।
२) भिडियो कन्फ्रेन्स मार्फत आफ्नो मन्तव्य राख्न चाहने शेयरधनी महानुभावहरूले agm@mbl.com.np मा इमेल गरी वा ०१-५९७०५५५ मा सम्पर्क गरी सभा हुनु भन्दा ४८ घण्टा अगावै आफ्नो नाम र इमेल ठेगाना टिपाउनु पर्नेछ । भिडियो कन्फ्रेन्स मार्फत उपस्थित हुने शेयरधनीहरूलाई Meeting ID/ Passcode उपलब्ध गराई सभामा सहभागी हुने व्यवस्था मिलाईनेछ ।
३) सभा शुरू हुनभन्दा १ घण्टा अगाडिबाट भिडियो कन्फ्रेन्स (Virtual Zoom Meeting) खुल्ला गरिनेछ । उक्त १ घण्टाको समयभित्र सभामा सहभागी हुने शेयरधनीहरूले दिइएको Zoom ID र Passcode को माध्यमबाट Zoom Login गरी आफ्नो परिचय, डिम्याट खाता नं. र शेयर संख्या सहित उपस्थितको जानकारी सभालाई दिनु पर्नेछ । शेयरधनी महानुभावहरूले Chat Box बाट समेत आफ्नो परिचय, डिम्याट खाता नं र शेयर कित्ता सहितको जानकारी गराई उपस्थिति यकिन गराउन सक्नु हुनेछ ।
४) कोभिड १९ को संक्रमणका कारणले शेयरधनी महानुभावहरूलाई शेयरधनी दर्ता किताबमा कायम रहेको ईमेल ठेगानामा वार्षिक प्रतिवेदन पुस्तिकाको विद्युतीय प्रति पठाउने र बैंकको वेभसाइट www.machbank.com मा समेत राख्ने व्यवस्था गरिएको छ । कुनै कारणवश उक्त पुस्तिका नपाउनु भएमा बैंकको केन्द्रीय कार्यालय, लाजिम्पाट, काठमाण्डौंबाट प्राप्त गर्न सक्नु हुनेछ ।
५) सभा हुने दिन सभामा उपस्थितिका लागि हाजिर पुस्तिका बिहान १०:०० बजेदेखि खुल्ला रहने छ । सभामा भाग लिन आउँदा शेयरधनी महानुभावहरूले वार्षिक प्रतिवेदन पुस्तिकामा समावेश भएको प्रवेश पत्र साथमा लिई आउनु हुन अनुरोध गरिन्छ । कुनै शेयरधनी महानुभावले कारणवस पुस्तिका नपाउनु भएमा आफ्नो फोटो भएको कुनै परिचयपत्र वा हितग्राही खाता खोलिएको (D-MAT)/ कुनै एक सक्कल शेयर प्रमाणपत्र साथमा लिई आउनु हुन अनुरोध गरिन्छ ।
६) प्रतिनिधि (प्रोक्सी) नियुक्त गर्न चाहने शेयरधनीहरूले आफ्नो सम्पूर्ण शेयरको प्रतिनिधि एउटै ब्यक्ति हुने गरी प्रतिनिधि-पत्र (प्रोक्सी फाराम) भरी बैंकको शेयर शाखा, पुतलीसडक, काठमाडौंमा सभा शुरू हुनु भन्दा कम्तिमा ४८ घण्टा अगाडि अर्थात मिति २०७७ कार्तिक ४ गते विहान ११:०० बजे भित्र दर्ता गरी सक्नु पर्नेछ ।
७) शेयरधनीले एक भन्दा बढी व्यक्तिलाई आफ्नो शेयर बिभाजन गरी वा अन्य कुनै किसिमवाट छुट्याई प्रतिनिधि (प्रोक्सी) दिन पाइने छैन । प्रतिनिधि (प्रोक्सी) प्रचलित कम्पनी कानुनले तोकेको ढाँचामा दिनु पर्नेछ । यसरी प्रतिनिधि (प्रोक्सी) नियुक्त गरिएको व्यक्ति बैंकको शेयरधनी हुनु अनिवार्य छ ।
८) एक जना शेयरधनीले एक भन्दा बढीलाई प्रतिनिधि (प्रोक्सी) मुकरर गरेमा प्रतिनिधि (प्रोक्सी) स्वतः बदर हुनेछ । प्रोक्सी नियुक्त गर्ने शेयरधनीले कुनै कारणवश त्यस्तो प्रोक्सी बदर गरी आफैं सभामा उपस्थित भई मतदान गर्न चाहेमा सभा शुरू हुनु अगावै सो को लिखित सूचना दिनु पर्नेछ । यसरी सूचना दिई सम्बन्धित शेयरधनी आफै उपस्थित भएमा निजले पूर्ववत दिएको प्रतिनिधि (प्रोक्सी) स्वतः बदर हुनेछ ।
९) शेयर खरिद गरेको संगठित संस्था वा कम्पनीले बैंकको कुनै अर्को शेयरधनीलाई प्रतिनिधि (प्रोक्सी) मुकरर गर्न सक्नेछ । त्यसरी प्रतिनिधि (प्रोक्सी) मुकरर नगरिएको अवस्थामा मनोनित गरेको प्रतिनिधिले निज बैंकको शेयरधनी नभए तापनि शेयरवालाको हैसियतले सभामा भाग लिन सक्ने छ । यसरी प्रतिनिधि पठाउँदा सभा शुरू हुनु भन्दा कम्तिमा ४८ घण्टा अगाडि बैंकको शेयर शाखा, पुतलीसडक, काठमाण्डौमा लिखित रुपमा जानकारी दिनु हुन अनुरोध गरिन्छ ।
१०) संयुक्त रूपमा शेयर खरिद गरिएको अवस्थामा लगत कितावमा पहिले नाम उल्लेख भएको ब्यक्ति अथवा सर्वसम्मतबाट प्रतिनिधि नियुक्त गरिएको एक ब्यक्तिले मात्र सभामा भाग लिन पाउने छन् ।
११) नावालक तथा अशक्त शेयरधनीको हकमा निजको संरक्षक वा संरक्षकले तोकेको प्रतिनिधिले मतदानमा भाग लिन पाउने छ । तर संरक्षक स्वयम् शेयरधनी नभएमा अरू कसैको तर्फबाट प्रतिनिधि (प्रोक्सी) नियुक्त हुन योग्य हुने छैन ।
(१२) सञ्चालक निर्बाचन सम्बन्धी विस्तृत कार्यक्रम निर्वाचन अधिकृतले निर्धारण गरिदिए अनुसार साधारण सभा हुनुभन्दा ७ (सात) दिन अघि बैंकको केन्द्रीय कार्यालय, लाजिम्पाट, काठमाडौंको सूचना पाटीमा टांस गरिनेछ ।
(१३) सञ्चालकको निर्वाचनमा उम्मेदवार हुन चाहने शेयरधनीले बैंकको कम्तीमा १०० (एक सय) कित्ता सर्बसाधारण समुहको शेयर धारण गरेको र बैंक तथा वित्तीय संस्था सम्बन्धी ऐन, २०७३, नेपाल राष्ट्र बैंकबाट जारी निर्देशन/परिपत्र, बैंकको नियमावली तथा बैंकको सञ्चालक निर्वाचन कार्यविधि निर्देशिका, २०७५ बमोजिम योग्य हुनुपर्नेछ ।
(१४) संचालक पदमा उम्मेदवार हुन चाहने शेयरधनीले निर्वाचन कार्यक्रममा तोकिएको अवधि भित्र एक जना शेयरधनी प्रस्तावक र अर्को एक जना शेयरधनी समर्थक सहित बैंकले तोकेको ढाँचामा बैंकको केन्द्रीय कार्यालय, लाजिम्पाट, काठमाडौंमा अवस्थित निर्वाचन अधिकृतको कार्यालयमा आफ्नो उम्मेदवारी दर्ता गर्नु पर्नेछ ।
१५) अन्य जानकारीको लागि बैंकको केन्द्रीय कार्यालय, लाजिम्पाट, काठमाण्डौमा सम्पर्क राख्नु हुन अनुरोध गरिन्छ ।

gpr G.P.Rajbahak & Co.
Chartered Accountants

An independent member firm of BKR INTERNATIONAL

INDEPENDENT AUDITOR'S REPORT

TO THE SHAREHOLDERS OF MACHHAPUCHCHHRE BANK LIMITED

Opinion

We have audited the financial statements of Machhapuchchhre Bank Ltd., which comprise the Statement of Financial Position as at Ashadh 31, 2077 (*July 15, 2020*), and the Statement of Profit or Loss, and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the Financial Position of the Bank as at Ashadh 31, 2077 (*July 15, 2020*), and its financial performance and its cash flows for the year then ended in accordance with Nepal Financial Reporting Standards [NFRS].

Basis for Opinion

We conducted our audit in accordance with Nepal Standards on Auditing [NSA]. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Bank in accordance with the ethical requirements that are relevant to our audit of the financial statements in Nepal, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report:

S.No.	Key Audit Matters	Auditor's Response
a)	The interest income of the bank has been recognized on accrual basis and following the Interest Income Guidelines 2019 issued by NRB. The Guidelines specify condition for collateral testing in case of the interest overdue for 3-12 months and reversal of accrued interest on overdue for more than 12 months. Furthermore, the guidelines specify conditions for collective impairment of the loan. In case of improper application of the guidelines and determination of the Fair Value of the collateral, it imposes risk on the part of interest income. Thus, we have considered it as key audit matters.	Our audit approach included clear understanding of the Core Banking Software of the bank i.e. how the interest income is daily accrued regarding the loans and advances. Furthermore, we have relied on the engineer's valuation of the collateral for determination of fair value regarding collateral testing. Also, we have test checked the interest income booking with manual computation and we did not find any deviation. Furthermore, we have test checked the haircut regarding collateral fair value as per the NRB Income recognition guidelines.
b)	Investment valuation, identification and impairment: Investment of the bank comprises of investment in government bonds, T-bills, development bonds and investment in quoted and unquoted securities. The valuation of the aforesaid securities has been done in compliance with NFRS 9 and Directive number 8 of NRB Unified Directive 2076. The investment in the government and NRB bonds and T-bills has been done on Amortized cost and rest have been valued through Fair Value through Other Comprehensive Income. The valuation of the investment requires special attention and further in view of the significance of the amount of the investment in the financial statement the same has been considered as Key Audit Matters in our audit.	Our audit approach regarding Investment of the bank is based on the NRB Directive and NFRS issued by the Accounting Standard Board of Nepal. For the investment valuation that are done at amortized cost, we checked the EIR and amortization schedule on test basis. For the investment valued through OCI i.e. for quoted investment, we relied on the Last transaction price in NEPSE as on 15.07.2020. And for the unquoted investment the fair value has been taken as the NRs.100. Further the income and bonus have been cross verified from Demat statement of the bank wherever applicable.
c)	COVID-19 impact on the bank and NRB circular compliance thereon; On March 11, 2020, the COVID-19 outbreak was declared a global pandemic by the World Health Organization. On 24 March 2020, Nepal Government announced a strict nationwide lock down which continued till 21 July 2020. Due to Lockdown the profitability of the bank was highly impacted and NRB issued various circulars for benefit of the stakeholder and bank. Since the matter imposes created impact on the performance of bank, we have considered this as our key audit matter.	Our audit approach regarding the COVID-19 outbreak and the mitigation approach by the bank is based on the various circular issued by NRB on various date till the date of our review. Provisions such as 10% discount on interest paid till 12 April 2020, 2% rebate on applicable interest as at 12 April 2020 for 4th Quarter, waiver on digital transaction until 15 July 2020 etc. has been verified on sampling basis. Furthermore, the relaxation of the penal charge to the customer during the pandemic period was verified on test basis. Furthermore, due to COVID 19, we have modified our audit approach and most of the credit review has been done remotely from Head Office instead of Branch visit.
d)	Information Technology Since most of the information of the bank is digitally stored and transaction are carried out digitally/electronically in today's scenario, we have considered information technology status of the bank as our key audit areas.	Our audit approach regarding Information technology of the bank is based upon the Information Technology Guidelines 2012 issued by NRB. We verified the interest income and expense booking regarding loan and deposit on test basis with the CBS of the bank. We relied on the IT audit conducted by the bank. We verified the provisioning of the loan and advances based on ageing on the test check basis as on 15.07.2020.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with NAS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Bank's financial reporting process.

Auditor's Responsibilities for the Audit of Financial Statements

Our objectives are to obtain reasonable assurance whether the financial statements as a whole are free from material misstatement whether caused due to fraud or error, and to issue auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with NSAs will always detect a material misstatement when it exists.

As part of an audit in accordance with NSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Report on Other Legal and Regulatory Requirements

We have determined to communicate following matters in accordance with the requirements of NRB Directives, Companies Act, 2063, BAFIA, 2073 and other regulatory requirements: -

- We have obtained all the information and the explanations, which, to the best of our knowledge and belief, were necessary for the purpose of our audit.
- Based on our audit, proper books of accounts as required by law have been kept by the Bank.
- The Statement of Financial Position, the Statement of Profit or Loss and Other Comprehensive Income, the Cash Flow Statement, and the Statement of Changes in Equity dealt with by this report are in agreement with the books of accounts maintained by the Bank.
- Returns received from the branch offices of the Bank were adequate for the purpose of our audit though the statements are independently not audited.
- The capital fund, risk bearing fund and the provisions for possible impairment of assets of the bank are adequate considering the Directives issued by Nepal Rastra Bank.
- In our opinion and to the best of our information and according to the explanations and from our examination of the books of accounts of the Bank, we have not come across any case where the Board or Directors or any office bearer of the Bank have acted contrary to the provisions of law, or committed any misappropriation or caused any loss or damage to the Bank and violated Directives issued by Nepal Rastra Bank or acted in a manner, as would jeopardize the interest and security of the Bank, its shareholders and its depositors.
- The business of the Bank has been conducted satisfactorily and operated within its jurisdiction and has been functioning as per NRB Directives.

CA. Gopal P. Rajbahak
Senior Partner
G. P. Rajbahak & Co.
Chartered Accountants

Place: Kathmandu
Date: September 17, 2020

Machhapuchchhre Bank Limited
Consolidated Statement of Financial Position As on 31st Asar 2077

		Group		Bank	
	Note	Current Year	Previous Year	Current Year	Previous Year
Assets					
Cash and cash equivalent	4.1	9,778,033,447	9,442,900,351	9,778,033,447	9,442,900,351
Due from Nepal Rastra Bank	4.2	4,552,001,488	3,226,962,097	4,552,001,488	3,226,962,097
Placement with Bank and Financial Institutions	4.3	81,135,769	1,458,033,992	81,135,769	1,458,033,992
Derivative financial instruments	4.4	67,415,547	72,597,160	67,415,547	72,597,160
Other trading assets	4.5	212,019,133	358,694,537	212,019,133	358,694,537
Loan and advances to B/FIs	4.6	2,471,154,353	2,440,166,215	2,471,154,353	2,440,166,215
Loans and advances to customers	4.7	92,529,226,532	75,095,773,816	92,529,226,532	75,095,773,816
Investment securities	4.8	11,939,913,270	10,306,077,788	11,932,413,270	10,306,077,788
Current tax assets	4.9	275,878,938	208,733,311	275,808,469	209,977,311
Investment in susidiaries	4.10	-	-	200,000,000	200,000,000
Investment in associates	4.11	-	-	-	-
Investment property	4.12	174,947,305	78,457,743	174,947,305	78,457,743
Property and equipment	4.13	1,344,551,049	1,122,933,578	1,335,804,292	1,122,933,578
Goodwill and Intangible assets	4.14	65,705,984	49,006,075	65,127,085	49,006,075
Deferred tax assets	4.15	35,129,485	21,424,000	35,234,822	21,424,000
Other assets	4.16	809,810,157	1,162,941,666	809,247,408	1,163,041,666
Total Assets		**124,336,922,457**	**105,044,702,329**	**124,519,568,920**	**105,246,046,329**
Liabilities					
Due to Bank and Financial Instituions	4.17	2,649,482,101	6,361,837,039	2,649,482,101	6,361,837,039
Due to Nepal Rastra Bank	4.18	13,723,693	1,020,524,291	13,723,693	1,020,524,291
Derivative financial instruments	4.19	-	-	-	-
Deposits from customers	4.20	103,900,036,875	84,990,980,346	104,098,899,866	85,198,402,144
Borrowing	4.21	1,202,500,000	-	1,202,500,000	-
Current Tax Liabilities	4.9	-	-	-	-
Provisions	4.22	-	-	-	-
Deferred tax liabilities	4.15	-	-	-	-
Other liabilities	4.23	1,825,716,115	1,428,430,347	1,823,138,694	1,428,411,352
Debt securities issued	4.24	3,147,121,726	-	3,147,121,726	-
Subordinated Liabilities	4.25	-	-	-	-
Total liabilities		**112,738,580,510**	**93,801,772,023**	**112,934,866,080**	**94,009,174,826**
Equity					
Share capital	4.26	8,458,477,650	8,055,693,000	8,458,477,650	8,055,693,000
Share premium		30,881,765	30,881,765	30,881,765	30,881,765
Retained earnings		994,905,226	1,299,526,005	981,266,119	1,293,467,202
Reserves	4.27	2,114,077,306	1,856,829,536	2,114,077,306	1,856,829,536
Total equity attributable to equity holders		**11,598,341,947**	**11,242,930,306**	**11,584,702,840**	**11,236,871,503**
Non-controlling interest		-	-	-	-
Total equity		**11,598,341,947**	**11,242,930,306**	**11,584,702,840**	**11,236,871,503**
Total liabilities and equity		**124,336,922,457**	**105,044,702,329**	**124,519,568,920**	**105,246,046,329**
Contingent liabilities and commitment	4.28	29,022,739,359	17,592,078,734	29,022,739,359	17,592,078,734
Net assets value per share		137.12	139.57	136.96	139.49

Consolidated Statement of Profit or Loss For the year ended 31st Asar 2077

		Group		Bank	
	Note	Current Year	Previous Year	Current Year	Previous Year
Interest income	4.29	11,353,180,627	10,177,522,844	11,352,889,497	10,177,522,844
Interest expense	4.30	7,472,897,231	6,618,747,741	7,490,990,381	6,627,767,028
Net interest income		**3,880,283,396**	**3,558,775,103**	**3,861,899,116**	**3,549,755,816**
Fee and commission income	4.31	948,158,014	790,519,271	947,486,014	790,519,271
Fee and commission expense	4.32	100,670,244	69,975,241	100,670,244	69,975,241
Net fee and commission income		**847,487,769**	**720,544,030**	**846,815,769**	**720,544,030**
Net interest, fee and commission income		**4,727,771,166**	**4,279,319,133**	**4,708,714,885**	**4,270,299,846**
Net trading income	4.33	282,164,384	303,331,669	282,164,384	303,331,669
Other operating income	4.34	70,129,238	28,138,768	70,129,238	28,138,768
Total operating income		**5,080,064,788**	**4,610,789,570**	**5,061,008,508**	**4,601,770,283**
Impairment charge/(reversal) for loans and other losses	4.35	587,923,943	117,170,866	587,923,943	117,170,866
Net operating income		**4,492,140,845**	**4,493,618,705**	**4,473,084,565**	**4,484,599,418**
Operating expense					
Personnel expenses	4.36	1,505,799,584	1,230,381,075	1,502,909,804	1,230,381,075
Other operating expenses	4.37	893,093,254	723,913,807	888,437,218	723,550,216
Depreciation & Amortisation	4.38	161,778,559	130,386,029	161,263,091	130,386,029
Operating Profit		**1,931,469,448**	**2,408,937,793**	**1,920,474,452**	**2,400,282,097**
Non operating income	4.39	8,068,766	121,903,001	8,068,766	121,903,001
Non operating expense	4.40	67,520,083	94,891,802	67,520,083	94,891,802
Profit before income tax		**1,872,018,132**	**2,435,948,993**	**1,861,023,135**	**2,427,293,296**
Income tax expense	4.41	599,287,164	732,801,947	595,872,472	730,205,054
Current Tax		615,834,173	763,508,737	612,524,817	760,911,844
Deferred Tax		(16,547,008)	(30,706,790)	(16,652,345)	(30,706,790)
Profit for the year		**1,272,730,967**	**1,703,147,046**	**1,265,150,663**	**1,697,088,243**
Profit attributable to:					
Equity holders of the Bank		1,272,730,967	1,703,147,046	1,265,150,663	1,697,088,243
Non-controlling interest		-	-	-	-
Profit for the year		**1,272,730,967**	**1,703,147,046**	**1,265,150,663**	**1,697,088,243**
Earnings per share					
Basic earnings per share		15.05	20.14	14.96	20.06
Diluted earnings per share		15.05	20.14	14.96	20.06

Consolidated Statement of Comprehensive Income For the year ended 31st Asar 2077

	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
Profit for the year	**1,272,730,967**	**1,703,147,046**	**1,265,150,663**	**1,697,088,243**
Other comprehensive income, net of income tax				
a) Items that will not be reclassified to profit or loss				
Gain /(losses) from investments in equity instruments measured at fair value	9,471,745	(4,996,603)	9,471,745	(4,996,603)
Gain /(losses) on revaluation	-	-	-	-
Actuarial gains/(loss) on defined benefit plans	(18,110,759)	(11,459,433)	(18,110,759)	(11,459,433)
Income tax relating to above items	(2,841,524)	4,936,811	(2,841,524)	4,936,811
Net other comprehsive income that will not be reclassified to profit or loss	**(11,480,538)**	**(11,519,225)**	**(11,480,538)**	**(11,519,225)**
b) Items that are or may be classified to profit or loss				
Gain /(losses) on cash flow hedge	-	-	-	-
Exchange gain/ (losses) (arising from translating financial assets of foreign operation)	-	-	-	-
Income tax relating to above items	-	-	-	-
Reclassify to profit or loss	-	-	-	-
Net other comprehsive income that are or may be reclassified to profit or loss	-	-	-	-
c) Share of other comprehensive income of associate accounted as per equity method		-	-	-
Other comprehensive income for the period, net of income tax	**(11,480,538)**	**(11,519,225)**	**(11,480,538)**	**(11,519,225)**
Total comprehensive income for the year	**1,261,250,430**	**1,691,627,821**	**1,253,670,126**	**1,685,569,018**
Total comprehensive income attributable to:				
Equity holders of the Bank	1,261,250,430	1,691,627,821	1,253,670,126	1,685,569,018
Non-controlling interest	-	-	-	-
Total comprehensive income for the year	**1,261,250,430**	**1,691,627,821**	**1,253,670,126**	**1,685,569,018**

Consolidated Statement of Cash Flows For the year ended 31st Asar 2077

	Group		Bank	
	Current Year	Previous Year	Current Year	Previous Year
CASH FLOWS FROM OPERATING ACTIVITIES				
Interest received	10,102,221,796	9,850,604,524	10,102,221,796	9,850,604,524
Fees and other income received	947,486,014	790,519,271	947,486,014	790,519,271
Divided received	-	-	-	-
Receipts from other operating activities	345,459,603	424,495,043	345,459,603	424,495,043
Interest paid	(7,211,178,796)	(6,770,253,963)	(7,220,198,084)	(6,779,273,251)
Commission and fees paid	(100,670,244)	(69,975,241)	(100,670,244)	(69,975,241)
Cash payment to employees	(1,502,909,804)	(1,201,198,406)	(1,502,909,804)	(1,201,198,406)
Other expense paid	(976,033,450)	(723,913,807)	(975,669,859)	(723,550,216)
Operating cash flows before changes in operating assets and liabilities	**1,604,375,117**	**2,300,277,422**	**1,595,719,421**	**2,291,621,725**
(Increase)/Decrease in operating assets				
Due from Nepal Rastra Bank	(1,325,039,391)	3,869,645,721	(1,325,039,391)	3,869,645,721
Placement with bank and financial institutions	1,376,898,223	(62,730,027)	1,376,898,223	(62,730,027)
Other trading assets	151,857,017	(106,635,833)	151,857,017	(106,635,833)
Loan and advances to bank and financial institutions	(30,988,138)	(647,420,779)	(30,988,138)	(647,420,779)
Loans and advances to customers	(18,021,376,659)	(12,952,495,340)	(18,021,376,659)	(12,952,495,340)
Other assets	955,243,455	(656,558,405)	955,243,455	(656,558,405)
	(16,893,405,493)	**(10,556,194,664)**	**(16,893,405,493)**	**(10,556,194,664)**
Increase/(Decrease) in operating liabilities				
Due to bank and financial institutions	(3,712,354,937)	5,029,490,039	(3,712,354,937)	5,029,490,039
Due to Nepal Rastra Bank	(1,006,800,598)	382,721,807	(1,006,800,598)	382,721,807
Deposit from customers	18,693,075,923	13,848,607,704	18,900,497,722	14,056,029,503
Borrowings	1,202,500,000	-	1,202,500,000	-
Other liabilities	376,735,578	211,790,541	376,616,583	211,671,546
Net cash flow from operating activities before tax paid	**15,553,155,966**	**19,472,610,090**	**15,760,458,769**	**19,679,912,894**
Income taxes paid	(679,708,869)	(771,870,275)	(678,355,975)	(770,517,381)
Net cash flow from operating activities	**(415,583,278)**	**10,444,822,574**	**(215,583,278)**	**10,644,822,574**
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of investment securities	(1,416,863,737)	(3,924,020,102)	(1,616,863,737)	(4,124,020,102)
Receipts from sale of investment securities		1,345,079,880		1,345,079,880
Purchase of property and equipment	(476,626,844)	(394,174,259)	(476,626,844)	(394,174,259)
Receipt from the sale of property and equipment	111,984,836	22,595,768	111,984,836	22,595,768
Purchase of intangible assets	(25,612,806)	(7,950,264)	(25,612,806)	(7,950,264)
Receipt from the sale of intangible assets	-	268,375	-	268,375
Purchase of investment properties	(108,369,319)	(53,586,919)	(108,369,319)	(53,586,919)
Receipt from the sale of investment properties	22,302,000	-	22,302,000	-
Interest received	649,218,504	400,771,482	649,218,504	400,771,482
Dividend received	4,480,543	3,207,495	4,480,543	3,207,495
Net cash used in investing activities	**(1,239,486,824)**	**(2,607,808,543)**	**(1,439,486,824)**	**(2,807,808,543)**
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipt from issue of debt securities	3,147,121,726	-	3,147,121,726	-
Repayment of debt securities	-	-	-	-
Receipt from issue of subordinated liabilities	-	-	-	-
Repayment of subordinated liabilities	-	-	-	-
Receipt from issue of shares	-	-	-	-
Dividends paid	(886,126,230)	(781,143,647)	(886,126,230)	(781,143,647)
Interest paid	(270,792,297)	-	(270,792,297)	-
Other receipt/payment	-	-	-	-
Net cash from financing activities	**1,990,203,199**	**(781,143,647)**	**1,990,203,199**	**(781,143,647)**
Net increase (decrease) in cash and cash equivalents	**335,133,097**	**7,055,870,384**	**335,133,097**	**7,055,870,384**
Cash and cash equivalents at Sawan 1, 2076	9,442,900,351	2,364,190,960	9,442,900,351	2,364,190,960
Effect of exchange rate fluctuations on cash and cash equivalents held	-	22,839,007		22,839,007
Cash and cash equivalents at Asar end 2077	**9,778,033,447**	**9,442,900,351**	**9,778,033,447**	**9,442,900,351**

Consolidated Statement of Changes in Equity For the year ended 31st Asar 2077

Group

	Attributable to equity holders of the Bank											
	Share Capital	Share premium	General reserve	Exchange Equalisation reserve	Regulatory reserve	Fair value reserve	Revaluation reserve	Retained earning	Other reserve	Total	Non-controlling interest	Total equity
Balance at Sawan 1, 2075	8,055,693,000	30,881,765	1,114,123,679	10,716,548	338,258,835	(10,213,802)	-	807,759,168	9,652,594	10,356,871,786	-	10,356,871,786
Adjustment/Restatement	-	-	-	-	4,612,277		-	(12,668,431)	8,056,154		-	-
Adjusted/Restated balance at Sawan 1, 2075	**8,055,693,000**	**30,881,765**	**1,114,123,679**	**10,716,548**	**342,871,112**	**(10,213,802)**	-	**795,090,738**	**17,708,747**	**10,356,871,786**	-	**10,356,871,786**
Comprehensive income for the year								**1,703,147,046**		**1,703,147,046**	-	**1,703,147,046**
Profit for the year												
Other comprehensive income, net of tax												
Gains/ (losses) from investments in equity instruments measured at fair value						(3,497,622)				(3,497,622)	-	(3,497,622)
Gains /(losses) on revaluation												
Actuarial gains /(losses) on defined benefit plans									(8,021,603)	(8,021,603)	-	(8,021,603)
Gains /(losses) on cash flow hedge								-		-	-	-
Exchange gains/ (losses) (arising from translating financial assets of foreign operation)								-		-	-	-
Total comprehensive income for the year						**(3,497,622)**		**1,703,147,046**	**(8,021,603)**	**1,691,627,821**	-	**1,691,627,821**
Transfer to reserve during the year	-	-	**339,417,649**	**5,709,751**	**47,440,164**	-	-	**(393,142,477)**	**574,914**	-	-	-
Transfer from reserve during the year	-	-	-	-	-	-	-	-	-	-	-	-
Transactions with owners, directly recognised in equity												
Share issued	-									-	-	-
Share based payments										-	-	-
Dividends to equity holders										-	-	-
Bonus shares issued		-	-	-	-	-	-	(805,569,300)		(805,569,300)	-	(805,569,300)
Cash dividend paid										-	-	
Other												
Total contributions by and distributions		-	**339,417,649**	**5,709,751**	**47,440,164**	**(3,497,622)**	-	**504,435,268**	**(7,446,689)**	**886,058,521**	-	**886,058,521**
Balance at Asar end 2076	**8,055,693,000**	**30,881,765**	**1,453,541,328**	**16,426,299**	**390,311,276**	**(13,711,424)**	-	**1,299,526,005**	**10,262,058**	**11,242,930,307**	-	**11,242,930,307**
Balance at Sawan 1, 2076	8,055,693,000	30,881,765	1,453,541,328	16,426,299	390,311,276	(13,711,424)	-	1,299,526,005	10,262,058	11,242,930,307	-	11,242,930,307
Adjustment/Restatement	-	-	-	-	-	-	-	11,493,984	(11,493,984)	-	-	-
Adjusted/Restated balance at Sawan 1, 2076	**8,055,693,000**	**30,881,765**	**1,453,541,328**	**16,426,299**	**390,311,276**	**(13,711,424)**	-	**1,311,019,989**	**(1,231,925)**	**11,242,930,307**	-	**11,242,930,307**
Comprehensive income for the year										-	-	-
Profit for the year								**1,272,730,967**		**1,272,730,967**	-	**1,272,730,967**
Other comprehensive income, net of tax										-	-	-
Gain/ (losses) from investments in equity instruments measured at fair value						6,630,222				6,630,222	-	6,630,222
Gain /(losses) on revaluation										-	-	-
Actuarial gain /(losses) on defined benefit plans									(18,110,759)	(18,110,759)	-	(18,110,759)
Gain /(losses) on cash flow hedge										-	-	-
Exchange gain/ (losses) (arising from translating financial assets of foreign operation)										-	-	-
Total comprehensive income for the year	-	-	-	-	-	**6,630,222**	-	**1,272,730,967**	**(18,110,759)**	**1,261,250,430**	-	**1,261,250,430**
Transfer to reserve during the year	-	-	**253,030,133**	**14,015,417**	**37,606,588**	-	-	**(314,934,849)**	**(9,429,846)**	**(19,712,558)**	-	**(19,712,558)**
Transfer from reserve during the year	-	-	-	-	-	-	-	**15,000,000**	**(15,000,000)**	-	-	-
Transactions with owners, directly recognised in equity												
Share issued										-	-	-
Share based payments										-	-	-
Dividends to equity holders										-	-	-
Bonus shares issued	402,784,651							(402,784,651)			-	-
Cash dividend paid								(886,126,230)		(886,126,230)	-	(886,126,230)
Other												
Total contributions by and distributions	**402,784,651**	-	**253,030,133**	**14,015,417**	**37,606,588**	**6,630,222**	-	**(316,114,763)**	**(42,540,605)**	**355,411,642**	-	**355,411,642**
Balance at Asar end 2077	**8,458,477,651**	**30,881,765**	**1,706,571,460**	**30,441,716**	**427,917,864**	**(7,081,204)**	-	**994,905,226**	**(43,772,531)**	**11,598,341,947**	-	**11,598,341,946**

Statement of changes in equity Bank

	Attributable to equity holders of the Bank											
	Share Capital	Share Premium	General Reserve	Exchange Equalisation Reserve	Regulatory Reserve	Fair value Reserve	Revaluation Reserve	Retained Earning	Other Reserve	Total	Non-controlling interest	Total equity
Balance at Sawan 1, 2075	8,055,693,000	30,881,765	1,114,123,679	10,716,548	338,258,835	(10,213,802)	-	807,759,168	9,652,594	10,356,871,786	-	10,356,871,786
Adjustment/Restatement	-	-	-	-	4,612,277		-	(12,668,431)	8,056,154	-	-	-
Adjusted/Restated balance at Sawan 1, 2075	**8,055,693,000**	**30,881,765**	**1,114,123,679**	**10,716,548**	**342,871,112**	**(10,213,802)**	-	**795,090,738**	**17,708,747**	**10,356,871,786**	-	**10,356,871,786**
Comprehensive income for the year												
Profit for the year								**1,697,088,243**		**1,697,088,243**	-	**1,697,088,243**
Other comprehensive income, net of tax										-	-	-
Gain/ (losses) from investments in equity instruments measured at fair value						(3,497,622)				(3,497,622)	-	(3,497,622)
Gain /(losses) on revaluation								-		-	-	-
Actuarial gain /(losses) on defined benefit plans									(8,021,603)	(8,021,603)	-	(8,021,603)
Gain /(losses) on cash flow hedge								-		-	-	-
Exchange gain/ (losses) (arising from translating financial assets of foreign operation)								-		-	-	-
Total comprehensive income for the year						**(3,497,622)**		**1,697,088,243**	**(8,021,603)**	**1,685,569,018**	-	**1,685,569,018**
Transfer to reserve during the year	-	-	339,417,649	5,709,751	47,440,164	-	-	(393,142,477)	574,914	-	-	-
Transfer from reserve during the year	-	-	-	-	-	-	-	-	-	-	-	-
Transactions with owners, directly recognised in equity												
Share issued			-	-	-	-	-	-	-	-	-	-
Share based payments	-	-	-	-	-	-	-	-	-	-	-	-
Dividends to equity holders										-	-	-
Bonus shares issued		-	-		-	-	-		-	-	-	-
Cash dividend paid								(805,569,300)		(805,569,300)	-	(805,569,300)
Ohers	-	-									-	-
Total contributions by and distributions			**339,417,649**	**5,709,751**	**47,440,164**	**(3,497,622)**	-	**498,376,465**	**(7,446,689)**	**879,999,718**	-	**879,999,718**
Balance at Asar end 2076	**8,055,693,000**	**30,881,765**	**1,453,541,328**	**16,426,299**	**390,311,276**	**(13,711,424)**	-	**1,293,467,202**	**10,262,058**	**11,236,871,504**	-	**11,236,871,504**
Balance at 1 Sawan 2076	8,055,693,000	30,881,765	1,453,541,328	16,426,299	390,311,276	(13,711,424)	-	1,293,467,202	10,262,058	11,236,871,504	-	11,236,871,504
Adjustment/Restatement	-	-	-	-	-	-	-	11,493,984	(11,493,984)	-	-	-
Adjusted/Restated balance at Sawan 1, 2076	**8,055,693,000**	**30,881,765**	**1,453,541,328**	**16,426,299**	**390,311,276**	**(13,711,424)**	-	**1,304,961,185**	**(1,231,925)**	**11,236,871,504**	-	**11,236,871,504**
Comprehensive income for the year												
Profit for the year								**1,265,150,663**		**1,265,150,663**	-	**1,265,150,663**
Other comprehensive income, net of tax												
Gain/ (losses) from investments in equity instruments measured at fair value						6,630,222		-		6,630,222	-	6,630,222
Gain /(losses) on revaluation										-	-	-
Actuarial gain /(losses) on defined benefit plans								-	(18,110,759)	(18,110,759)	-	(18,110,759)
Gain /(losses) on cash flow hedge								-		-	-	-
Exchange gain/ (losses) (arising from translating financial assets of foreign operation)								-		-	-	-
Total comprehensive income for the year						**6,630,222**		**1,265,150,663**	**(18,110,759)**	**1,253,670,126**	-	**1,253,670,126**
Transfer to reserve during the year	-	-	253,030,133	14,015,417	37,606,588	-	-	(314,934,849)	(9,429,846)	(19,712,558)	-	(19,712,558)
Transfer from reserve during the year	-	-	-	-	-	-	-	15,000,000	(15,000,000)	-	-	-
Transactions with owners, directly recognised in equity												
Share issued	-	-	-	-	-	-	-	-	-	-	-	-
Share based payments	-	-	-	-	-	-	-	-	-	-	-	-
Dividends to equity holders												
Bonus shares issued	402,784,650	-	-	-	-	-	-	(402,784,650)	-	-	-	-
Cash dividend paid								(886,126,230)	-	(886,126,230)	-	(886,126,230)
Others	-	-	-	-	-	-	-	-	-	-	-	-
Total contributions by and distributions	**402,784,650**	-	**253,030,133**	**14,015,417**	**37,606,588**	**6,630,222**	-	**(323,695,066)**	**(42,540,605)**	**347,831,338**	-	**347,831,338**
Balance at Asar end 2077	**8,458,477,650**	**30,881,765**	**1,706,571,460**	**30,441,716**	**427,917,864**	**(7,081,204)**	-	**981,266,119**	**(43,772,530)**	**11,584,702,841**	-	**11,584,702,840**