

**LIFE INSURANCE CORPORATION (NEPAL) LTD.**  
**PROVISIONAL FINANCIAL STATEMENT OF 2nd QUARTER OF F/Y 2071/072**

**BALANCE SHEET**

| S.N.                                 | Particulars  | Un-Audited                        | Un-Audited                        | Audited                            |
|--------------------------------------|--|-----------------------------------|-----------------------------------|------------------------------------|
|                                      |  | Up to 2nd Quarter of Current year | Up to 1st Quarter of Current year | Up to 2nd Quarter of Previous Year |
| <b>1</b>                             | <b>Sources ( From 1.1 to 1.4)</b>                            | <b>18868,75,180</b>               | <b>17699,43,845</b>               | <b>14379,98,065</b>                |
| 1.1                                  | Paid-up Capital  | 6581,25,000                       | 6581,25,000                       | 5982,50,000                        |
| 1.2                                  | Reserve & Surplus  | 3538,79,906                       | 3413,55,891                       | 3489,08,981                        |
| 1.3                                  | Life Insurance Fund  | 178226,87,053                     | 166288,79,753                     | 135243,39,084                      |
| 1.4                                  | Long Term Loans & Borrowing Outstanding                      | -                                 | -                                 | -                                  |
| 1.5                                  | Catastrophe Reserve  | 311,83,201                        | 311,83,201                        | -                                  |
| <b>2</b>                             | <b>Usage ( From 2.1 to 2.5 )</b>                             | <b>18868,75,180</b>               | <b>17699,43,845</b>               | <b>14379,98,065</b>                |
| 2.1                                  | Fixed Assets ( Net)  | 2209,73,023                       | 2203,97,441                       | 2180,29,026                        |
| 2.2                                  | Long Term Investments & Loans                                | 59632,42,361                      | 60736,45,299                      | 81139,63,126                       |
| 2.3                                  | Loans against Insurance Policies                             | 20284,26,763                      | 18961,09,953                      | 14898,05,729                       |
| 2.4                                  | Net Current Assets   | 106287,08,908                     | 94430,30,333                      | 45241,44,078                       |
| 2.5                                  | Miscellaneous Expenses ( To the extent of not written off)   | 245,24,105                        | 263,60,819                        | 335,56,106                         |
| 2.6                                  | Loss Transferred from Profit & Loss Account                  | -                                 | -                                 | -                                  |
| <b>Details of Net Current Assets</b> |  |                                   |                                   |                                    |
| <b>3</b>                             | <b>Current Assets, Loans and Advances ( From 3.1 to 3.3)</b> | <b>112048,81,300</b>              | <b>100745,15,090</b>              | <b>50643,37,661</b>                |
| 3.1                                  | Cash and Bank Balance  | 4161,32,753                       | 2637,95,172                       | 2338,52,911                        |
| 3.2                                  | Short-term Investments & Loans                               | 96950,71,266                      | 87540,13,748                      | 38628,32,880                       |
| 3.3                                  | Other Assets   | 10936,87,281                      | 10567,06,170                      | 9676,51,870                        |
| <b>4</b>                             | <b>Current Liabilities ( From 4.1 to 4.3)</b>                | <b>5761,82,292</b>                | <b>6314,84,797</b>                | <b>5401,93,693</b>                 |
| 4.1                                  | Current Liabilities  | 4748,28,568                       | 5410,16,980                       | 4710,38,904                        |
| 4.2                                  | Provision for Unexpired Risk                                 | 381,21,580                        | 259,18,900                        | -                                  |
| 4.3                                  | Provision for Outstanding Claims                             | 72,15,454                         | 72,15,454                         | 53,62,984                          |
| 4.4                                  | Other Provision  | 560,16,790                        | 573,34,023                        | 637,91,695                         |

**Profit & Loss Account**

| S.N.     | Particulars  | Un-Audited                        | Un-Audited                        | Audited                            |
|----------|--|-----------------------------------|-----------------------------------|------------------------------------|
|          |  | Up to 2nd Quarter of Current year | Up to 1st Quarter of Current year | Up to 2nd Quarter of Previous Year |
| <b>1</b> | <b>Income ( From 1.1 to 1.5)</b>                         | <b>373,66,102</b>                 | <b>182,05,845</b>                 | <b>215,78,643</b>                  |
| 1.1      | Transferred from Revenue Account                         | 4,51,744                          | -4,36,322                         | -                                  |
| 1.2      | Transferred from Life Insurance Fund                     | -                                 | -                                 | -                                  |
| 1.3      | Income from Investments, Loans & Others                  | 369,14,358                        | 186,42,167                        | 215,78,643                         |
| 1.4      | Other Income   | -                                 | -                                 | -                                  |
| <b>2</b> | <b>Provision &amp; Other Expenses ( From 2.1 to 2.8)</b> | <b>131,85,891</b>                 | <b>59,35,202</b>                  | <b>134,09,169</b>                  |
| 2.1      | Management Expenditure                                   | 131,02,889                        | 58,54,383                         | 125,78,604                         |
| 2.2      | Written Off Expenses                                     | 7,962                             | 5,719                             | 1,01,385                           |
| 2.3      | Other Expenses   | 75,100                            | 75,100                            | 7,29,180                           |
| 2.4      | Provision for Loss                                       | -                                 | -                                 | -                                  |
| 2.5      | Provision for Employee's Housing                         | -                                 | -                                 | -                                  |
| 2.7      | Adjusted Income tax                                      | -                                 | -                                 | 0                                  |
| <b>3</b> | <b>Operating Profit</b>                                  | <b>241,80,211</b>                 | <b>122,70,643</b>                 | <b>81,69,474</b>                   |
| 4        | Provision Written Back                                   | 39,16,389                         | 1,17,830                          | 102,78,887                         |
| <b>5</b> | <b>Profit Transferred from Previous year</b>             | <b>-</b>                          | <b>-</b>                          | <b>-</b>                           |
| <b>6</b> | <b>Profit before Bonus and Tax</b>                       | <b>279,96,599</b>                 | <b>123,88,473</b>                 | <b>184,48,361</b>                  |
| 7        | Provision for Employee's Bonus                           | 25,44,080                         | 11,51,296                         | 16,77,173                          |
| 8        | Provision for Income tax                                 | 36,66,095                         | 22,51,047                         | 15,11,010                          |
| <b>9</b> | <b>Net Profit up to the 3rd quarter</b>                  | <b>217,86,424</b>                 | <b>89,86,130</b>                  | <b>152,60,178</b>                  |

**Integrated Revenue Account**

| S.N.     | Particulars  | Un-Audited                        | Un-Audited                        | Audited                            |
|----------|--|-----------------------------------|-----------------------------------|------------------------------------|
|          |  | Up to 2nd Quarter of Current year | Up to 1st Quarter of Current year | Up to 2nd Quarter of Previous Year |
| <b>1</b> | <b>Income ( From 1.1 to 1.6)</b>                                 | <b>31083,74,818</b>               | <b>14898,38,446</b>               | <b>23437,43,867</b>                |
| 1.1      | Insurance Premium (Net)  | 23579,43,697                      | 11136,56,768                      | 17400,26,170                       |
| 1.2      | Re-insurance Commission Income                                   | 31,44,726                         | 15,16,833                         | 20,77,828                          |
| 1.3      | Income from Investment, Loans & Others                           | 5862,64,311                       | 2826,65,241                       | 5145,26,193                        |
| 1.4      | Income from Loans against Insurance Policies                     | 1012,45,041                       | 496,07,395                        | 622,53,657                         |
| 1.5      | Other Direct Income  | 236,42,689                        | 110,74,621                        | 194,05,035                         |
| 1.6      | Provision for Outstanding Claims at the Beginning of the Quarter | 72,15,454                         | 72,15,454                         | 54,54,984                          |
| 1.7      | Provision for Unexpired Risks at the Beginning of the Quarter    | 259,18,900                        | 152,02,135                        | -                                  |
| <b>2</b> | <b>Expenditure ( From 2.1 to 2.12)</b>                           | <b>7787,28,675</b>                | <b>3574,28,154</b>                | <b>5950,32,143</b>                 |
| 2.1      | Claim Payment (Net)  | 2367,34,279                       | 1016,51,575                       | 1981,43,061                        |
| 2.2      | Agent Commission   | 2745,61,153                       | 1157,63,545                       | 2038,62,401                        |
| 2.3      | Medical Fee  | 62,64,510                         | 24,41,792                         | 55,00,643                          |
| 2.4      | Re-insurance Commission Expenses                                 | -                                 | -                                 | -                                  |
| 2.5      | Service Charge (Net)   | 235,79,437                        | 111,36,568                        | 174,00,262                         |
| 2.6      | Other Direct Expenditure   | -                                 | -                                 | -                                  |
| 2.7      | Management Expenditure   | 1179,26,003                       | 526,89,450                        | 941,93,408                         |
| 2.8      | Income Tax   | 723,25,259                        | 406,10,870                        | 705,69,384                         |
| 2.9      | Provision for Outstanding Claims at the End of the Quarter       | 72,15,454                         | 72,15,454                         | 53,62,984                          |
| 2.10     | Provision for Unexpired Risks at the End of the Quarter          | 381,21,580                        | 259,18,900                        | -                                  |
| <b>3</b> | <b>Surplus (1-2)</b>   | <b>23286,46,143</b>               | <b>11235,10,292</b>               | <b>17487,11,724</b>                |
| 3.1      | Surplus Transferred to Life Insurance Fund                       | 23281,94,399                      | 11239,46,614                      | 17487,11,724                       |
| 3.2      | Surplus/ Loss Transferred to Profit & Loss Account               | 4,51,744                          | -4,36,322                         | -                                  |

**Other**

| S.N. | Particulars                | This Quarter Ending | Previous Quarter Ending | Corresponding Quarter of Previous Year Ending |
|------|----------------------------|---------------------|-------------------------|---|
| 1    | Total Premium Income (000) | 23,96,245.88        | 11,31,084.24            | 17,47,382.42                                  |
| 2    | No. of Inforced Policies   | 4,43,318.00         | 4,25,945.00             | 3,51,507.00                                   |
| 3    | Vested Bonus Rate          | -                   | -                       | -   |
| 4    | Interim Bonus Rate         | 61.75               | 61.75                   | 61.75   |