

**LIC**

लाइफ इन्स्योरन्स कर्पोरेशन (नेपाल) लिमिटेड
Life Insurance Corporation (Nepal) Ltd.
(A Joint Venture of Life Insurance Corporation of India)



23rd ANNUAL REPORT



जीवन रहंदा पनि, जीवन पश्चात् पनि



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LIC-NEPAL

घन वृष्टि योजना

जीवन बीमाको साथमा घनवृष्टि ३-३ वर्षमा

Plan No. 358*

मुख्य विशेषताहरू:

- ३-३ वर्षमा जीवित लाभ बापतको अग्रिम भुक्तानी (घनफिर्ता) प्राप्त गर्न सकिने ।*
- मृत्यु लाभ भुक्तानी गर्दा जीवित लाभ बापत प्रदान गरेको रकम कट्टा नगरी पुरै बीमाङ्क रकम र सो अघिको अर्जित बोनस रकम एकमुष्ट प्रदान गरिने ।

अन्य विशेषताहरू:

- १३ देखि ६० वर्ष सम्मका व्यक्तिले बीमा लिन सक्ने ।
- १० र १५ वर्ष अवधिको बीमा छनौट गर्न सकिने ।
- १० वर्षे अवधिमा बीमाङ्कको ३२% र १५ वर्षे अवधिमा बीमाङ्कको १५% को दरले रकम फिर्ता हुँदै जाने ।*
- बीमाशुल्क वार्षिक, अर्धवार्षिक, त्रैमासिक तथा मासिक तरीकाबाट भुक्तानी गर्न सकिने ।
- न्यूनतम १,००,००० बीमाङ्क देखि बीमा लिन सकिने ।
- आकर्षक बोनस प्रतिफल ।
- रु. १ करोडसम्मको दुर्घटना लाभ र स्थायी अशक्तता लाभ उपलब्ध हुने ।

*सर्वोपरम मृत्यु दुर्घटना ।



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(भारतीय जीवन बीमा निषेधको बाहुक बगानिया स्वयंसेवक)

कर्मरिट कार्यालय: पो. म. नं. २९९०५, पोषा कला, स्टार मल, पुतलीबडक, काठमाडौं, नेपाल

फोन: ९७९२९९२, ९७९२९९४, ३-मैन: licorporate@licnepal.com.np

प्रवेश-पत्र

मिति २०८२ आषाढ ३० गते, सोमबारका दिन हुने लाइफ इन्स्योरेन्स कर्पोरेशन (नेपाल) लिमिटेडको तेईसौं वार्षिक साधारण सभामा उपस्थित भई भाग लिनका लागि जारी गरिएको प्रवेश पत्र ।

शेयरधनीको नाम: शेयर प्रमाण पत्रमा उल्लेखित हितग्राही खाता नं. शेयर संख्या

शेयरधनीको दस्तखत

द्रष्टव्य: शेयरधनी आफैले खाली कोठहरू भर्नुहोला । सभा कक्षमा प्रवेश गर्न यो प्रवेश-पत्र प्रस्तुत गर्नु अनिवार्य छ ।


सुदर्शन गिरी
कम्पनी सचिव

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लाइफ इन्स्योरेन्स कर्पोरेशन (नेपाल) लिमिटेड

(भारतीय जीवन बीमा निषेधको बाहुक बगानिया स्वयंसेवक)

कर्मरिट कार्यालय: पो. म. नं. २९९०५, पोषा कला, स्टार मल, पुतलीबडक, काठमाडौं, नेपाल

फोन: ९७९२९९२, ९७९२९९४, ३-मैन: licorporate@licnepal.com.np

प्रोक्सी फारम

श्री संचालक समिति,

लाइफ इन्स्योरेन्स कर्पोरेशन (नेपाल) लि.

कर्मरिट कार्यालय, स्टार मल, पुतलीबडक, काठमाडौं ।

विषय : प्रतिनिधि नियुक्त गरेको बारे ।

महाशय,

..... जिल्ला न.पा./गा.पा. वडा नं. बस्ने म/हामी

..... ले त्यस कम्पनीको शेयरवालाको हैसियतले २०८२ साल आषाढ ३० गते, सोमबारका दिन हुने २३ औं वार्षिक साधारण सभामा स्वयं उपस्थित भई छलफल तथा निर्णयमा सहभागी हुन नसक्ने भएकोले उक्त सभामा भाग लिन तथा मतदान गर्नका लागि

..... जिल्ला न.पा./गा.पा. वडा नं. बस्ने त्यस कम्पनीका शेयरधनी

श्री लाई मेरो हाम्रो प्रतिनिधि मनोनित गरी पठाएको छु/छौं ।

प्रोक्सी तिक्तेले भर्ने :

दस्तखत :

नाम :

ठेगाना :

शेयरधनी/हितग्राही खाता नं.

शेयर संख्या : किता

मिति :

निवेदक (प्रोक्सी दिनेले भर्ने) :

दस्तखत :

नाम :

शेयरधनी/हितग्राही खाता नं.

शेयरहोल्डर नं.

शेयर संख्या : किता

मिति :

द्रष्टव्य: (१) एउटैमा बढी प्रोक्सीको नाम उल्लेख गरेमा फारम रद्द हुनेछ । (२) प्रोक्सी नियुक्त गर्दाको दस्तखत कर्मरिट कार्यालयमा सभा हुनुभन्दा ४८ घण्टा अघि पठाई गरिनुपर्नेछ ।



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२३औं वार्षिक साधारण सभा सम्बन्धी सूचना

श्री शेयरधनी महानुभावहरू,

यस लाइफ इन्स्योरन्स कर्पोरेशन (नेपाल) लिमिटेडको मिति २०८२/०३/०४ गते बसेको सञ्चालक समितिको १४२ औं बैठकको निर्णय अनुसार निम्न लिखित मिति, स्थान र समयमा देहायका प्रस्तावहरू उपर छलफल गरी पारित गर्नका लागि यस कम्पनीको २३ औं साधारण सभा बस्ने भएको हुँदा कम्पनी ऐन २०६३ को दफा ६७ बमोजिम सम्पूर्ण शेयरधनी महानुभावहरूको जानकारी तथा उपस्थितिका लागि अनुरोध गर्दै यो सूचना प्रकाशित गरिएको छ ।

सभा हुने मिति, समय र स्थान:

मिति: २०८२ साल आषाढ ३० गते सोमबार (तदनुसार १४ जुलाई, २०२५)

समय: बिहान ११:४५ बजेबाट शुरू ।

रजिष्ट्रेशन: बिहान १०:०० बजेबाट शुरू ।

स्थान: नेपाल प्रशासनिक प्रशिक्षण प्रतिष्ठान, जावलाखेल, ललितपुर ।

घसफलका विषयहरू:

(क) साधारण प्रस्तावहरू:

- (१) अध्यक्षद्वारा संचालक समितिको वार्षिक प्रतिवेदन २०८०/८१ प्रस्तुत गरी अनुमोदन गर्ने ।
- (२) लेखापरीक्षकको प्रतिवेदन सहित २०८१ आषाढ मसान्तसम्मको वासलात र आव. २०८०/८१ को नाफा-नोक्सान हिसाब तथा नगद प्रवाह विवरणमाथि छलफल गरी पारित गर्ने ।
- (३) लेखा परिषद समितिको सिफारिस बमोजिम आव. २०८१/८२ को लागि लेखापरीक्षक नियुक्ति गर्ने र निजका पारिश्रमिक तोक्ने । (कम्पनी ऐन, २०६३ को दफा १११ बमोजिम बहालवाला लेखापरीक्षक श्री के.जे. एशोशिएट्स पुनः नियुक्त हुन योग्य हुनुहुन्छ)
- (४) सञ्चालक समितिबाट प्रस्तावित ०.१२६३१६७८० प्रतिशत नगद लाभांश पारित गर्ने (बोनस शेयरको कर प्रयोजनार्थ) ।
- (५) सर्वसाधारण शेयरधनीतर्फ (समूह ख) बाट १ जना संचालकको निर्वाचन गर्ने ।
- (६) संस्थापक शेयरधनीको तर्फबाट नियुक्त सञ्चालकको नियुक्तिलाई अनुमोदन गर्ने ।

(ख) विशेष प्रस्तावहरू:

- (१) सञ्चालक समितिले प्रस्ताव गरे बमोजिम हालको चुक्ता पूँजीको १० प्रतिशत बोनस शेयर जारी गर्ने प्रस्ताव पारित गर्ने । बोनस वितरणपछि कायम हुन आउने दशमलवपछिको अंकलाई सम्बन्धित शेयरधनीको नाममा पछि समायोजन गर्ने गरी यथावत राख्ने ।
- (२) विशेष प्रस्ताव नं. १ बमोजिम बोनस शेयर जारी गरे पश्चात् हुने शेयर संरचनामा कम्पनीको अधिकृत पूँजी, जारी पूँजी तथा चुक्ता पूँजी बृद्धि हुने हुँदा सोही मुताबिक कम्पनीको प्रबन्धपत्र र नियमावलीको आवश्यक दफाहरू संशोधन गर्ने प्रस्ताव पारित गर्ने ।
- (३) कम्पनीको प्रबन्धपत्र र नियमावलीमा आवश्यक संशोधन गर्ने सन्दर्भमा नियमनकारी निकायहरू (कम्पनी रजिष्ट्रारको कार्यालय, नेपाल बीमा प्राधिकरण, नेपाल धितोपत्र बोर्ड, आदि) ले आवश्यक सुझाव वा निर्देशन दिएमा सो अनुरूप आवश्यक समायोजन गर्ने सञ्चालक समितिले अघिकार प्रत्यायोजन गर्ने ।

(ग) अव्यक्तको अनुमतिले अन्य कुनै विषयहरू ।



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साधारण सभा सम्बन्धी थप जानकारी

- यस साधारण सभा प्रयोजनका लागि बीमकको शेयरधनी दर्ता पूरितका मिति २०८२ आषाढ १६ गते एक दिन बन्द रहनेछ । मिति २०८२ आषाढ १५ गतेसम्म नेपाल स्टक एक्सचेन्ज लि. मा कारोबार भई नियमानुसारको अवधि भित्र यस बीमकको शेयर रजिष्ट्रार नेपाल एसबिआई मर्चेन्ट एन्ड बैकिङ्ग लि. ले प्राप्त शेयर नामसारीको लिखत विवरणको आधारमा शेयर दाखिल खारेज भई शेयरधनी दर्ता किताबमा कायम शेयरधनीहरू मात्र साधारण सभामा भाग लिन योग्य हुनेछन् ।
 - नाबालक वा होस ठेगानमा नरहेको शेयरधनीको तर्फबाट संरक्षकले सभामा भाग लिन, छलफल गर्न र प्रतिनिधि नियुक्त गर्न समेत सक्नेछन् । शेयरबालाको दर्ता किताबमा संरक्षकको रूपमा नाम लेखिएको व्यक्तिलाई मात्र संरक्षक मानिनेछ । संयुक्त रूपमा शेयर खरिद गर्न शेयरधनीको हकमा शेयर लगतमा जसको नाम पहिला उल्लेख गरिएको छ, सो व्यक्ति वा संयुक्त शेयरधनीको सर्वसहमतितबाट आफूहरूमध्ये नियुक्त व्यक्तिले मात्र सभामा भाग लिन, छलफल गर्न, प्रतिनिधि नियुक्त गर्न र मतदान गर्न सक्नु हुनेछ ।
 - सञ्चालक निर्वाचन सम्बन्धी कार्यक्रम निर्वाचन अधिकृतले सूचना प्रकाशित गरे बमोजिम हुनेछ । उक्त निर्वाचन सम्बन्धी सूचना तथा कार्यक्रम कम्पनीको केन्द्रीय कार्यालय, स्टारमल, (चौथो तल्ला) पुतलीसडक, काठमाडौंको सूचना पाटीमा टाँस गरिनेछ ।
 - साधारण सभामा भाग लिन प्रतिनिधि (प्रोक्सी) नियुक्त गर्न चाहने शेयरधनीहरूले प्रचलित कम्पनी ऐनले तोकेको ढाँचामा प्रतिनिधिपत्र (प्रोक्सी) फारम भरी सभा शुरू हुनुभन्दा कम्तीमा ७२ घण्टा अगावै बीमकको कर्पोरेट कार्यालय, स्टार मल, पुतलीसडकमा कार्यालय समयमा दर्ता गरी सक्नु पर्नेछ । बीमकको शेयरधनी बाहेक अन्य व्यक्तिलाई प्रोक्सी दिन र एकभन्दा बढी व्यक्तिलाई आफ्नो शेयर विभाजन गरी तथा अन्य कुनै किसिमबाट छुट्याई प्रोक्सी दिन पाइने छैन, यसरी दिइएको प्रोक्सी बदर हुनेछ । तर, प्रतिनिधि नियुक्त गर्न शेयरधनीले आफुले अगाडि दिएको प्रतिनिधी (प्रोक्सी) बदर गरेको स्पष्ट उल्लेख गरी निवेदन दिई अर्को शेयरधनीलाई प्रतिनिधि नियुक्त गरेमा त्यसरी नियुक्त प्रतिनिधिले सभामा भाग लिन र मतदान गर्न पाउने छन् यस्तो अवस्थामा अघिल्लो प्रतिनिधि (प्रोक्सी) स्वतः बदर भएको मानिनेछ ।
 - प्रतिनिधि (प्रोक्सी) नियुक्त गरिसक्नु भएको शेयरधनी आफैँ सभामा उपस्थित भई तोकिएको समय भित्र हाजिरी किताबमा दस्ताखत गरी सभामा भाग लिएमा अगाडि दिएको प्रोक्सी स्वतः बदर भएको मानिनेछ ।
 - यस बीमकको शेयर खरिद गरेको संगठित संस्था वा कम्पनीले यस बीमकको कुनै अर्को शेयरधनीलाई प्रतिनिधि (प्रोक्सी) मुकरर गर्न सक्नेछ । त्यसरी प्रतिनिधी (प्रोक्सी) मुकरर नगरिएको अवस्थामा त्यस्तो संगठित संस्था वा कम्पनीले मनोनित गरेको प्रतिनिधिले शेयरबालाको हैसियतले सभामा भाग लिन सक्नेछन् ।
 - छलफलको विषयमध्ये विविध शीर्षक अन्तर्गत छलफल गर्न इच्छुक शेयरधनीहरूले सभा हुनुभन्दा ७ दिन अगावै छलफलको विषय कम्पनी सचिवमार्फत लिखितरूपमा सञ्चालक समितिको अव्यञ्जलाई जानकारी दिनुपर्नेछ ।
 - सभामा भाग लिन इच्छुक शेयरधनी महानुभावहरूलाई आफ्नो आधिकारिक परिचयपत्र सहित शेयरधनी नंबर वा अनौतिकरण गरिसकेको शेयरको हकमा BOID (डिजिटल परिचय नम्बर) साथमा लिई आउनु हुन अनुरोध छ ।
 - शेयरधनीहरूले व्यक्त गरेको मन्तव्य वा प्रश्नहरूका सम्बन्धमा सञ्चालक समितिका तर्फबाट सामूहिक रूपले उत्तर दिइनेछ ।
- द्रष्टव्यः कम्पनीको संक्षिप्त वार्षिक आर्थिक विवरण यसै सूचना साथ प्रकाशित गरिएको व्यहोरा जानकारी गराउँदछौं । कम्पनीको वार्षिक प्रतिवेदन कम्पनीको कर्पोरेट कार्यालय, स्टारमल, (चौथो तल्ला) पुतलीसडक, काठमाडौंमा वा साधारण सभा स्थलबाट शेयरधनी महानुभावहरूलाई उपलब्ध गराउने व्यवस्था मिलाइने छ । साथै साधारण सभासंग सम्बन्धित वार्षिक प्रतिवेदन र छलफलका विषयहरू यस कम्पनीको वेबसाइटमा पनि राखिने हुँदा त्यहाँबाट समेत हेर्न तथा प्राप्त गर्न सकिने व्यहोरा जानकारी गराउँदछौं ।

Keshant

सञ्चालक समितिको निर्णयानुसार
कम्पनी सचिव

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कम्पनीको अवलोकन

Overview of Company



> Vision, Mission & Corporate Focus.

Vision Statement

Ensure and enhance the quality of life of people through financial security by providing products and services of aspired attributes with competitive returns and by rendering resources for economic development.

Mission Statement

Our mission is to offer high-quality insurance products while upholding strong ethical standards in our business operations, ensuring valuable benefits for policyholders, shareholders, and society.

Corporate Focus

Our focus is on delivering customer-centric, innovative, and inclusive life insurance solutions while maintaining financial strength, operational excellence, and sustainable growth. We are committed to supporting national development through prudent risk management, responsible governance, and the mobilization of long-term financial resources.

> Strategic Objective

The objectives / Goals of the Company are stated as follows:

- Contribute for the economic development of the nation by providing life insurance services of all kinds and operating life insurance business pursuing the existing Insurance Act, 2079 and the Insurance Regulation 2081 of Nepal.
- Spread Life Insurance awareness widely keeping the view for reaching all insurable people of the nation and providing them adequate financial coverage against death at a reasonable cost.
- Meet the various life insurance needs of the community that would arise with the changing social and economic environment.
- Carry out, or cause to carry out the work related to whole life, term or periodic life insurances for people.
- Bear in mind, in the investment of funds, the primary obligation to its policyholders, whose money it holds in trust, without losing sight of the interest of the community as a whole; the funds to be deployed to the best advantage of the investors as well as the community, keeping in view national priorities and obligations of attractive return.
- Conduct business with the utmost economy and with the full realization that the money belongs to the policyholders.
- To create a field force of highly professional agents who are dedicated towards policyholders, company and the nation.
- Promote amongst all agents and employees of the Corporation a sense of participation, pride and job satisfaction through discharge of their duties with dedication towards achievement of Corporate Objective.

> Core Values

Core values of the organization are outlined below:

- | | |
|------------------------|----------------|
| 1. Teamwork | 2. Commitment |
| 3. Excellence | 4. Integrity |
| 5. Customer-Centricity | 6. Reliability |
| 7. Innovation | 8. Caring |

> Ethics & Compliance

Life Insurance Corporation Nepal Ltd. (LIC Nepal) upholds ethics and compliance as core pillars of its operations, ensuring trust, transparency, and long-term value for policyholders, stakeholders, and the community.

1. Ethical Business Practices

We are committed to conducting its business with integrity, honesty, and fairness. This includes:

- ✓ Transparent communication with policyholders.
- ✓ Ethical sales practices by agents and representatives.
- ✓ Fair handling of claims and customer concerns.

2. Regulatory Compliance

We strictly adhere to the Act, rules, regulations, circulars and directives set by the Nepal Insurance Authority (NIA). This includes:

- ✓ Proper product disclosures.
- ✓ Maintaining adequate solvency margins.
- ✓ Compliance with licensing, reporting, and operational guidelines.

3. Customer-Centric Integrity

Upholding ethical standards means prioritizing customer interests. We ensure:

- ✓ Responsible marketing of insurance products.
- ✓ Timely servicing of policies and claims.
- ✓ Safeguarding policyholders' rights and benefits.

4. Data Privacy and Confidentiality

In a digitalizing world, we value the confidentiality of client information. We have implemented systems to:

- ✓ Protect personal and financial data.
- ✓ Comply with emerging data protection norms.

5. Governance and Accountability

We promote strong corporate governance through:

- ✓ Transparent decision-making.
- ✓ Accountability at all organizational levels.
- ✓ Regular audits and risk management practices.

In essence, ethics and compliance at our organization are not just regulatory requirements but a commitment to earning and maintaining the trust of our all stakeholders.

**LIC**

COMPANY PROFILE



Name, Address & Authorization of Principal Activities:

Name:

Life Insurance Corporation (Nepal) Limited

Registered Office:

Kathmandu Metropolitan City
Kathmandu Nepal

Principal Activities:

Life Insurance Business

Registered with

Nepal Insurance Authority on:
2058/04/23

Registered Number:

765/057-58

PAN Number:

500213148

Chairperson of Board:**Convener of Audit Committee:**

Shri Praveen K. Molri,
Independent Director

Chief Executive Officer:

Mr. Pranay Kumar

Company Secretary:

Mr. Sudarshan Giri

**Consultants:****Actuaries:**

Ms. Raunak Jha
RJ Actuaries & Consultants

Lawyers:

Adv. Mithlesh Kumar Singh
Singh Law Company

**Reinsurer & Financial Partner:****Reinsurer:**

M/S Hanover Re. Malasia
Nepal Reinsurance Co.
Himalayan Reinsurance Co.

Bankers:

Global Ime Bank Ltd.
Nepal SBI Bank Ltd.

Merchant Bankers:

Nepal SBI Merchant Banking Limited.

**Capital and Governance Details:****Authorized Capital:**

5,000,000,000*

Paid up Capital:

5,000,000,000*

External Auditor:

M/S KJ & Associates
Chartered Accountants.

Internal Auditor:

M/S B.K. Agrawal & Co.
Chartered Accountants.

(* Updated to 5,000,000,000
after right issue on FY 2081/82)

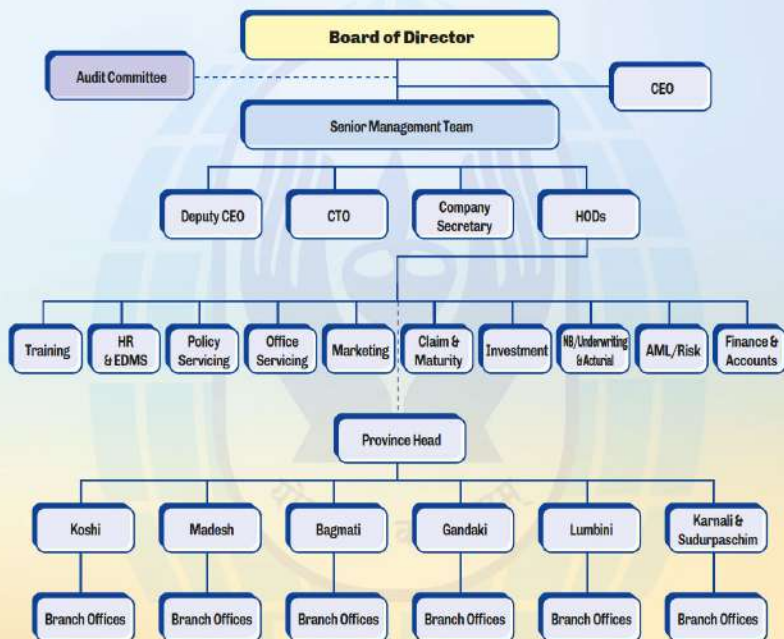
**Corporate Office:**

Star Mall, Putalisadak, P.O. Box 21905, Kathmandu, Nepal

Provincial Offices:

- Koshi:** Mahendra Rajmanga, Ward No. 8, Itahari, Nepal
- Gandaki:** Prithvi Chowk, Nagdhunga, Pokhara, Nepal
- Madhesh:** Kadam Chowk, Janakpurdham, Nepal
- Lumbini:** Dhambojhee-1, Nepalgunj, Nepal
- Bagmati:** Naxal, Kathmandu, Nepal
- Karnali & Sudur Paschim:** Dhangadhi-2, Traffic Chauraha, Kailali, Nepal

No. of Branch Office: 76 Branch/Sub Branch with 1 Agent Office at Siraha.



सञ्चालक समिति

Board of Directors



श्री रत्नाकर पटनायक
Mr. Ratnakar Patnaik
(In the Chair)

प्रबन्ध निर्देशक, भारतीय जीवन बीमा निगम
Managing Director, LIC of India

श्री रत्नाकर पटनायक भारतीय जीवन बीमा निगममा (LIC of India) को प्रबन्ध निर्देशकको रूपमा कार्यरत हुनुहुन्छ । भारतीय जीवन बीमा निगममा ३५ वर्ष लामो समयदेखि सेवारत श्री पटनायक सन् १९८० को सेप्टेम्बरमा LIC of India मा अधिकृतको रूपमा सेवा प्रारम्भ गर्नुभएको हो । उहाँ भौतिकशास्त्र (आनर्स) मा स्नातक तथा सार्वजनिक प्रशासनमा स्नातकोत्तर उपाधि प्राप्त व्यक्तित्व हुनुहुन्छ । उहाँ बीमा संस्थान अफ इन्डियाका फेलो हुनुहुन्छ र स्वास्थ्य बीमामा डिप्लोमा पनि उपाधि हासिल गर्नुभएको छ । प्रबन्ध निर्देशकको रूपमा कार्यभार सम्हालनु अघि, श्री पटनायक निगमको कार्यकारी निर्देशक (निवेश-ग्रन्ट अफिस) तथा प्रमुख लगानी अधिकृत (CIO) को जिम्मेवारीमा हुनुहुन्थ्यो । उहाँले विभिन्न भुगोलमा जस्तै इन्दौर र जमशेदपुर शाखाका वरिष्ठ विभागीय प्रबन्धक रहनुका साथै पूर्वी क्षेत्रीय कार्यालयमा क्षेत्रीय प्रबन्धक (बजार/CLIA) को रूपमा महत्वपूर्ण जिम्मेवारीहरू कुशल रूपमा सम्पादन गरी आफ्नो पहिचान स्थापित गर्नुभएको छ ।



श्री अशोक कुमार अग्रवाल
Mr. Ashok Kumar Agrawal

प्रबन्ध निर्देशक, विशाल ग्रुप लिमिटेड
Managing Director, Vishal Group Ltd.

श्री अशोक कुमार अग्रवाल विशाल ग्रुप अफ इन्टरस्ट्रीजका प्रबन्ध निर्देशक हुनुहुन्छ । वाणिज्य शास्त्रमा स्नातक उपाधि हासिल गर्नु भएका श्री अग्रवाल Emerging Nepal Limited को सञ्चालक सदस्य, नेपाल चेम्बर अफ कमर्सका कार्यकारी सदस्य र प्रुडेन्सियल क्यापिटल म्यानेजमेन्ट प्रा. लि. को वर्तमान डाइरेक्टर समेत हुनुहुन्छ । विगत ३० वर्षदेखि व्यापार, उद्योग, वित्तीय र सेवाका क्षेत्रहरूमा संलग्न रहनु भएका श्री अग्रवाल नेपाल समुन्द्रपार निकासी पैठारी (NFTA) को पूर्व अध्यक्ष हुनुहुन्छ । यसका साथै, नेपाल इन्फ्रास्ट्रक्चर बैंक, एनआईसी एसिया बैंक, आईजीआई प्रुडेन्सियल इन्स्युरेन्स कम्पनी लि., स्वदेशी लघुवित्त वित्तीय संस्था लि., मैनावती स्टील इन्डस्ट्रीज प्रा. लि., कमला रोलेङ्ग मिल्स प्रा. लि. गोरखन्दास कमलावति परोपकारी प्रतिष्ठान र VG Foundation मा पनि आबद्ध भई कार्यानुभव संगाल्नु भएको छ ।



श्री प्रवीन कुमार मोलरी
Mr. Praveen Kumar Molri

स्वतन्त्र सञ्चालक
Independent Director

श्री प्रवीन कुमार मोलरीले सन् १९८५ मा भारतीय जीवन बीमा निगममा सेवा आरम्भ गरी ३४ वर्षसम्म काम गरेको गहन अनुभव छ । व्यवसायिक चार्टर्ड एकाउन्टेन्टको उपाधि हासिल गर्नु भएका श्री मोलरीले भारतीय जीवन बीमा निगममा रहँदा Investment Operation, Chief Risk Officer and Senior Divisional Manager तथा कार्यकारी निर्देशक जस्तो महत्वपूर्ण पदमा सफलतापूर्वक आफ्नो जिम्मेवारी सम्हाल्नु भएको थियो ।

सञ्चालक समिति

Board of Directors



श्रीमती कोमल अग्रवाल
Mrs. Komal Agrawal

सञ्चालक, सर्वसाधारण श्रेयस्वनी समूहबाट
Director, Public Nominee

कम्पनीको १८ औं वार्षिक साधारणसभाबाट सर्वसम्मतिले वि. सं. २०७७ फागुनदेखि लागू हुने गरी श्रीमती कोमल अग्रवालले पब्लिक डाइरेक्टरको रूपमा निर्वाचित भई कार्य गरिरहनु भएको छ ।

श्रीमती अग्रवालले मार्केटिङ्गमा कार्यकारी एम.बी.ए. वित्तशास्त्रमा बीबीएको उपाधि हासिल गर्नु भएको छ र हाल उहाँ युनाइटेड डिस्ट्रिब्युटर्स नेपाल प्रा. लि. मा फाइनान्स एण्ड सफ्टवेयर मैनेजमेन्टको रूपमा कार्यरत हुनुहुन्छ । उहाँसँग अन्तर्राष्ट्रिय व्यापार, कर्पोरेट फाइनान्स, सफ्टवेयर चैन आदिमा ५ वर्षभन्दा बढी कार्य गरेको व्यवसायिक अनुभव छ ।



श्री प्रणय कुमार
Mr. Pranay Kumar

सञ्चालक एवं प्रमुख कार्यकारी अधिकृत
Director/Chief Executive Officer

सन् १९८३ बाट एलआईसी अफ इण्डियामा सेवा आरम्भ गर्नु भएका श्री प्रणय कुमारसँग बीमा क्षेत्रमा काम गरेको ३० वर्षभन्दा बढीको अनुभव छ । मार्केटिङ्ग र प्रशासनमा देखेर राख्ने श्री कुमार एलआईसी नेपालको प्रमुख कार्यकारी अधिकृत पदको जिम्मेवारी सम्हाल्नु अघि भारतीय जीवन बीमा निगमको नागपुर शाखामा वरिष्ठ डिभिजनल म्यानेजर पदमा प्रमुखको हैसियतमा कार्यरत हुनुहुन्थ्यो ।

अर्थशास्त्रमा स्नातक गरेका श्री कुमारले भारतको एलआईसी र इन्डियन इन्स्ट्रिब्युट अफ म्यानेजमेन्ट, अहमदाबादसँगको सहकार्यमा २०१२-१३ मा स्नातकोत्तर कार्यकारी कार्यक्रम (पीजीईपी) पूरा गर्नु भएको छ र यसका साथै उहाँ भारतको बीमा संस्थानका fellow पनि हुनुहुन्छ । श्री कुमारले आफ्नो सेवाकालमा जम्मु, श्रीनगर डिभिजनमा प्रबन्धक, उत्तर मध्य क्षेत्र कानपुरमा सचिव (Mktg.) र मेरठ डिभिजनमा प्रबन्धक (सेल्स) जस्ता महत्वपूर्ण पदहरूमा रही आफ्नो जिम्मेवारीलाई कुशलतापूर्वक बहन गर्नु भएको अनुभव छ ।

अध्यक्षज्यूबाट प्रस्तुत प्रतिवेदन (In the Chair)

Chairman's Message (In the Chair)



आदरणीय शेयरधनी महानुभावहरू,

आज सम्पन्न हुन गइरहेको यस "लाइफ इन्श्योरन्स कर्पोरेशन (नेपाल) लिमिटेड" को २३ औं वार्षिक साधारण सभामा यहाँ उपस्थित सम्पूर्ण शेयरधनी महानुभावहरूलाई सञ्चालक समितिको तर्फबाट स्वागत एवं सम्बोधन गर्न पाउंदा मलाई अत्यन्तै हर्षको अनुभूति भएको छ । प्रतिकूल परिस्थितिहरूका बीच आ.व. २०८०/८१ (२०७३/७४) लाई व्यवसायिक हिसाबले सफल वर्षका रूपमा सम्पन्न गर्नु भएकोमा न यहाँहरू सबैप्रति हार्दिक कृतज्ञता प्रकट गर्न चाहन्छु ।

विगत केही वर्षहरूदेखि विश्व अर्थतन्त्र प्रतिकूल र चुनौतीपूर्ण अवस्थाबाट गुजिरहेको छ । भव्यमकानिन आर्थिक बृद्धिद्वि, वस्तु तथा सेवामा भएको मूल्य बृद्धि, लगानीमा संकुचन र भू-राजनीतिक परिस्थितिका कारण सिर्जित अवरोधहरूले नेपालको अर्थतन्त्रमा समेत गहिरो प्रभाव पारेका छन् ।

विश्व अर्थतन्त्रको प्रभावको छायाँको कारण नेपाली अर्थतन्त्रले पनि आर्थिक बृद्धि र स्थिरतामा तीव्र चुनौतीहरूको सामना गर्नु पर्यो । छपभोला मूल्य चुन्दाहरूको भएको बृद्धि, लगानी लागतमा भएको बृद्धि, लगानीका असमान अवसरहरूले समग्र आर्थिक परिदृश्यमा निराशा थपेका छन् ।

वित्तीय चुनौतीहरूका बावजुद, कम्पनीको व्यवसायमा भएको बृद्धि, प्राप्त उपलब्धिहरू तथा कम्पनीले बालेका विभिन्न कदमहरूको विरुद्ध विवरण वार्षिक प्रतिवेदनमा समावेश गरेका छौं । सञ्चालक समितिको प्रतिवेदन र आ.व. २०८०/८१ को लेखा परिक्षण गरिएको वित्तीय विवरण प्रतिवेदन तथा बृद्धिहरू समग्र प्रस्तुत गरिएको र यहाँहरूले अध्ययन गर्नु भएको नम्रो मेरो विश्वास गर्दै यहाँहरूको अनुमति लिएर छत्त प्रतिवेदन प्रस्तुत गर्न चाहन्छु ।

यस पृष्ठभूमिमा न कम्पनीको आर्थिक वर्ष २०८०/८१ को समग्र प्रगति विवरणको संक्षिप्त विवरण प्रस्तुत गर्न चाहन्छु ।

न जम्मात हर्षका साथै वर्ष बरी देखमा प्रतिकूल आर्थिक परिस्थिति कायम रहँदा पनि, कम्पनीका बजार प्रतिनिधि र दामा कर्मचारीहरूको अनुत्तरीय समर्पणका कारण व्यवसायमा सकारात्मक बृद्धिलाई निरन्तरता दिन सफल भएको जानकारी गराउन चाहन्छु । आर्थिक वर्ष २०८०/८१ मा कम्पनीको कुल नाफा १०.११ प्रतिशतले बृद्धि भई रु. ६२.८६ करोड पुगेको छ, जुन अघिल्लो वर्ष रु. ७१.२५ करोड रहेको थियो । चुनौतीका पहाडहरूलाई छिमेकीले र विषमक निकासका सम्पूर्ण निवेदनहरूको पालना गर्दै कम्पनी सञ्चालन गरिएको कारण कम्पनीको वित्तीय स्थिति क्रमशः सुदृढ बन्दै गएको छ । समिन्ता अवधिमा कुल सम्पत्ति रु. १२,८३८.१९ करोड पुगेको छ, जुन अघिल्लो वर्ष रु. ११,४४३.१० करोड रहेको थियो ।

आ.व. २०८०/८१ मा कम्पनीले ६४,४०८ नयाँ बीमालेखहरू बिक्री गरी रु. २१०.४७ करोड प्रथम बीमाशुल्क दापत संकलन गर्न सफल भएको यहाँहरूलाई जानकारी गराउन चाहन्छु । अघिल्लो आ.व. संग तुलना गर्दा प्रथम बीमाशुल्कमा ८.१६ प्रतिशतले बृद्धि भएको छ भने बिक्री गरिएका

Dear Shareholders,

It gives me immense pleasure to deliver the key note address of LIC (Nepal) Ltd. to all shareholders present here. On behalf of the entire LIC family, I extend my greetings to you all and a warm welcome to the 23rd Annual General Meeting of Life Insurance Corporation (Nepal) Ltd. being held today. I would like to express my humble gratitude to all for closing the year 2023/2024 as a successful business year despite the odds and challenges.

The past few years have been marked by significant challenges in the global economy, characterized by weaker medium-term growth, rising commodity prices, reduced investment, and disruptions resulting from Geo-Political situations. These factors collectively contributed to economic weakness in Nepal's economy.

Amid the global economic slowdown, Nepalese economy has also faced severe challenges in growth and stability. Rising consumer price index, rising cost of investment, uneven investment opportunities have been the reasons of gloomy economic outlook.

The business growth and the details of accomplishments and initiatives of the Company among other things, have already been provided in the Annual Report for the year. The Directors' Report and the Consolidated Audited Financial Statements for the Financial Year 2023-24, have already been shared with you and with your permission, I take them as read.

Against this background, I would like to present a synopsis of the company's performance during the fiscal year 2023-24.

I am pleased to report that despite a tangible economic crisis that hit the country throughout the year, the Company was able to sustain its positive trend of growth in business, with the unwavering dedication of the field force and staff members. In 2023/24, our net profit grew by 10.11 percent and stands at NPR 82.96 Crores which was NPR 75.35 Crores in 2022/23. Despite the challenges and complying with all the instructions of our regulators, the financial strength of our Company gradually increased having the total assets standing at NPR 12,838.13 Crores in 2023/24 against NPR 11,443.10 Crores in 2022/23.

It is my pleasure to report to you that LIC (Nepal) Ltd. has been able to collect NPR 260.47 Crores as First Year Premium Income by selling 65,509 Policies in the financial year 2023/24. In terms of first year premium collected and number of policies sold, the Company has shown a growth of 9.18 percent and negative variance of (14.36 percent) respectively. Our total premium collection for the year 2080-81 was NPR 1,810.75 Crores and market share on total premium was 11.58 percent.

Similarly in the year 2023/24, Life Fund of the Company has grown to new heights of NPR 11,922.7 Crores. There has been a growth of 12.52 percent in Life Fund while the total investments have increased

बीमालेखको संख्यामा १४.३६ प्रतिशतले गिरावट आएको छ । जा.व. २०८०/८१ मा यूएल बीमाशुल्क संकलन रु. १,८१०.७५ करोड रहेको छ र कम्पनीको बजार हिस्सा ११.४८% रहेको छ ।

यसै गरी, कम्पनीको जीवन बीमा कोषमा १२.४२ प्रतिशतले बृद्धि भई रु. १९६२.४ करोड पुगेको छ । कुल लगानी रु. ६४४ प्रतिशतले बृद्धि भई रु. १०,९०९ करोड पुगेको छ । लगानीबाट प्राप्त आम्दानीमा १३.१३ प्रतिशतले बृद्धि भई रु. ८३४.८५ करोड पुगेको छ । यसै लगानी योग्य रकम नेपालमा प्राप्तिमा प्रविष्टिगन्तवा जारी गरिएको निर्देशन अनुसार उच्च प्रतिकार प्राप्त गर्ने उद्देश्यले नेपालमा गरिएको र लगानीबाट प्राप्त लाभमा हान्ना अमूल्य बीमागतहरूको हित संरक्षणका अवधारणा प्रयोग गरिएको को

संस्थालाक समितिने खुब मुनाफाबाट विद्यमान भुक्ता पंजीकी १०५२६ प्रतिशत बराबर रकम लामांशकी रूपमा हाता आदरणीय होयरवनीहलहली वितरण गर्ने प्रस्ताव गरेको छ, जसमा १० प्रतिशत योशर होयर र बाकी ०५२६ प्रतिशत नगद लामांश (छर प्रयोजनकी लामि) हनेछ ।

कम्पनीले यस आ.य.मा “बाल उन्नति” नामक बाल बीमा योजना प्रचलनमा ल्याएको छ । यो एक सुनिश्चित लाभ सहितको नाफामा सरिक नहुने नियमित बीमामुलक नृशाली गर्नुपर्ने एक सामयिक बीमा योजना हो जसमा संवृत्त समयमा प्रस्तावक (अभिभावक) र बच्चा दुवैको जोखिम स्वतः बहन हुन्छ ।

नेपाली बीमा प्राधिकरणको निर्देशन अनुसार, कम्पनीले रु. १ अर्ब न्यूनतम मुल्य भुजी इन्सुरन्स शेयर जारी गरी कायम गर्न सफल भएको छ । इन्सुरन्स शेयर निष्काशनमा शेयरधर्मा नभन्नुमाथहरूको उत्साहजनक सहभागिताले कम्पनीको भुजी पर्याप्ततामा मात्र सुदृढ गरेको छैन, शेयरधर्माहरूको विश्वास र प्रतिक्रियालाई थप गहन रूपमा परिरेको गरेको छ ।

म आज गर्व र आशावादी हुँदै एजुआर्डीसीको यात्रामा तपाईंहरूसँग एक महत्वपूर्ण छलफल गर्न पाउँदा अत्यन्तै खुसी छु । रेडिङ गर्न संस्था IGRA नेपालले हाम्रो कम्पनीलाई "A" श्रेणीबाट "A+" श्रेणीमा स्तरान्वित गरेको छ, जसको हाम्रो सबैभन्दा बढी प्रतिक्रिया, मुद्राङ्कन जेडिङ व्यवस्थापन अध्ययनहरू, र प्राकृतिक सन्तुष्टिहरूको अद्वय प्रविष्टिहरूमा प्रतिक्रिया मिलेको छ ।

कम्पनी स्थापना कालदेखि नै हामी नेपालको बीमा कम्पनीहरूमध्ये सबैभन्दा नियम पालनमा कटिबद्ध भएरपर्ने कम्पनीको रूपमा अग्रणी स्थानमा रहने गर्छौं। आ.व. २०८०/८१ मा मात्र कम्पनीले रु. १०,८२,१८ करोड मूल्य भएको परिपक्वता दावी भुक्तानी, जीवित खर्च लगायत अन्य दाबीहरूमा भुक्तानी गर्दैछौं। जीवित खर्च दावी भुक्तानी र मूल्य पावीहरूमा मूल्य बढेकोता कायम राखी सेवा माग्नका लागि कर्मिमान कायम गर्न सफल भएका छौं।

हाल कम्पनीले आफ्ना २१ वटा बीमा योजनाहरू देशभर ७६ वटा शाखा उपशाखाहरू मार्फत २६१ व्षीया कर्मचारीहरूलाई प्रदान गरिरहेको छ । देशव्यापी सञ्जाल मार्फत शाहकहरूलाई सजिलो सेवा दिन कम्पनीले ५८७८ सक्रिय अधिकारताहरू कार्यरत छन्, जसले नयाँ व्यवसाय मिलाउन तथा बीमालेख सिर्जना पछिको सेवा प्रदान गरिरहेका छन् ।

अन्यथा, म हास्रो आघरणवी सेवरणी तथा ब्राह्म महानुभवल्लहई निरन्तर सत्त्व, सहयोग र समभावका लागि हार्दिक धन्यवाद ज्ञान गन्ध र आगामी विमलरुपा प्रति त्यही समवेतको ज्ञान गन्ध । त्यसोचि, नेपाल सरकार, अरु मन्त्रालय, नेपाल राष्ट्र बैंक, नेपाल बीमा प्राधिकरण, कम्पनी रजिष्ट्रारको कार्यालय, नेपाल विद्युतबोर्ड, नेपाल स्टार एन्टरटेनमेन्ट, CDS तथा विश्वविश्व वि. र अन्य सबै सम्बन्धित सरकारी विभागहरूलाई कम्पनी प्रतिको मार्ग दर्शन, सहयोग र निर्देशनका लागि हार्दिक धन्यवाद विन चाहन्छु । हास्रो बीमागो, लेखापरीक्षक (आन्तरिक तथा बाह्य), र अन्य व्यावसायिक सम्बन्धितहरू प्रति पनि आभार प्रकट गर्दछु ।

म अन्त्यमा एलआईसी (नेपाल) लिमिटेडको सन्पूर्ण कर्मचारीलाई कम्पनी र राष्ट्रको सेवामा पुन्याउनु भएको समर्पण तथा अधिक प्रयासका लागि हार्दिक धन्यवाद दिन चाहन्छु ।

धन्यवाद

by 15.94 percent in the year to reach NPR 10,030 Crores. The income from investments in the year 2023-24 was NPR 934.95 Crores, which has shown growth of 13.13 percent. All the funds have been invested in Nepal as per the guidelines set by Nepal Insurance Authority and efforts are being made to get the maximum advantage of higher returns on investments from the market so that same can be channeled to our policyholders.

The Board of Directors proposed 10.526 percent of existing paid-up capital as dividend out of the profit and the same will be apportioned towards bonus share of 10 percent, 0.526 percent cash dividend for adjustment against tax liabilities on dividend declared to our valued shareholders.

The Company launched a new product "Baal Unnati" in this financial year. "Baal Unnati" is a non-participating child endowment insurance product designed to secure the financial future of a child while safeguarding the proposer (parent or guardian) through integrated risk coverage.

In alignment with the directives issued by Nepal Insurance Authority, we have successfully maintained our capital base NPR 500 crore by issuing right shares. This move not only reinforced our capital adequacy but also demonstrated the trust and commitment of our esteemed shareholders. We will continue to uphold the highest standards of governance, financial discipline and customer centricity.

I am pleased to share you today with a sense of pride and optimism as we witness a significant milestone in LIC's journey. Our company has been upgraded from an A rating to A+ by the rating agency, ICRA Nepal, reflecting our strong financial performance, sound risk management practices, and unwavering commitment to customer satisfaction.

Since inception, we have consistently maintained our position as one of the most compliant and trusted insurance companies in Nepal. This achievement is a testament of our unwavering commitment of providing our customers with superior products and services. The Company has paid over NPR. 10,891.83 million as claim payments for Death, Maturity, Survival Benefit and other claims which has set benchmarks for excellent servicing standards in the insurance industry by achieving zero outstanding in settlement of survival benefit and death claims.

As on date, the Company delivers its 21 insurance products and services through 77 outlets manned by 261 full-time employees across the entire nation. Our comprehensive product portfolio is made available through a wide-ranging distribution network in the country. We have a vast network to give our customers easy access to our products and services. The Company has strong field force of total 5,979 active Agents across the nation for procuring New Business and extending post-sale services.

At the end, I would like to express my immense appreciation to the shareholders and customers for their continuous support and goodwill, and look forward to the same in the years to come. Also, I would like to share my thanks to the honorable Government of Nepal, Ministry of Finance, Nepal Rastra Bank (NRB), Nepal Insurance Authority, Office of Company Registrar, Securities Board of Nepal, Nepal Stock Exchange Limited, CDS and Clearing Ltd. and all the other departments of the government for their guidance, support and direction given to the company. Also heartfelt thanks to our Actuaries, Auditors both statutory and internal and other business associates.

Before I take my leave, I would like to thank the entire team of LIC (Nepal) Ltd. for their committed service and unrelenting efforts to serve the Company and the nation.

Ladies and Gentlemen, I once again extend a warm welcome to each one of you present here.

Best Wishes

Senior Management Team



MR. PRANAY KUMAR
Chief Executive Officer



MR. ANIRBAN DATTA
Deputy Chief Executive Officer



MR. ROHIT BUDIYA
Chief Technical Officer



MR. SUDARSHAN GIRI
Company Secretary/Compliance Officer



MR. SHREEKHANDA SHRESTHA
Claims & Maturity



MRS. SIRJANA NEPAL
HOD Training & Bagmati Province Head



MRS. GERANIUM SHRESTHA
Human Resource & EDMS



MRS. MAMTA POUDYAL
Policy Servicing & Re-insurance



MR. GIRI RAJ GHIMIRE
Office Servicing



MR. PRAKASH BHAKTA UPADHYAY
Marketing



MRS. SANGEETA MAINALI
Investment



MRS. SABINA SHRESTHA
NB/Uderwriting & Actuarial



MR. DAMODAR PAUDYAL
Finance & Accounts



MR. DHYANI MANDAL
AML & Risk



MRS. CHANCHALA JOSHI
Manager - Claim



MR. SUJIT THAKUR
Madhes Province



MR. RITESH REGMI
Koshi Province



MR. HEMRAJ JOSHI
Gandaki Province



MR. SURAJ PRATAP SHAH
Lumbini Province



MR. LAL B. AAR
Sudurpaschim & Karnali Province

Head of Department & Managers

Province Head

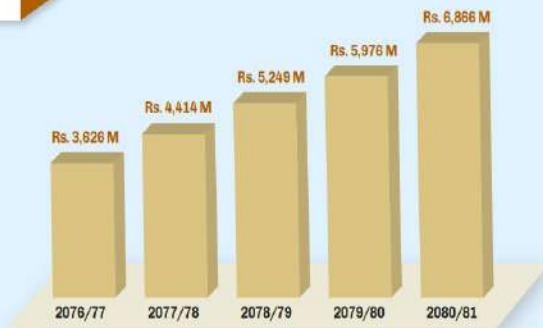
सरोकारवालाको जानकारी

Stakeholders Information



> Financial Highlights

Net Worth



Composition of Net worth





Net Profit

Rs. 720 M

Rs. 745 M

Rs. 1,010 M

Rs. 753 M

Rs. 830 M

2076/77

2077/78

2078/79

2079/80

2080/81

Earning per Share



Book Value per Shares



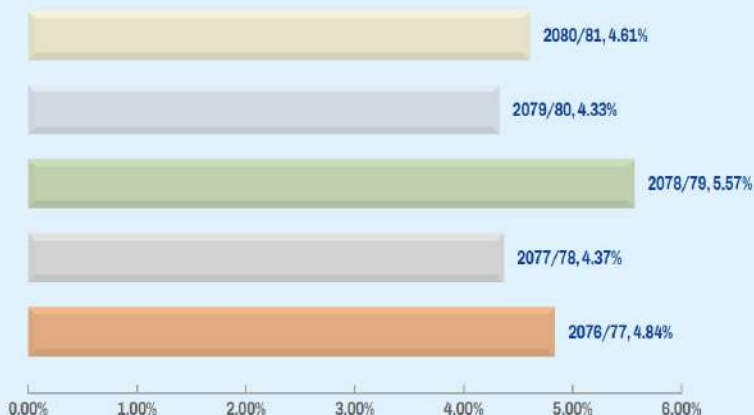
Dividend per Shares



Return on Equity



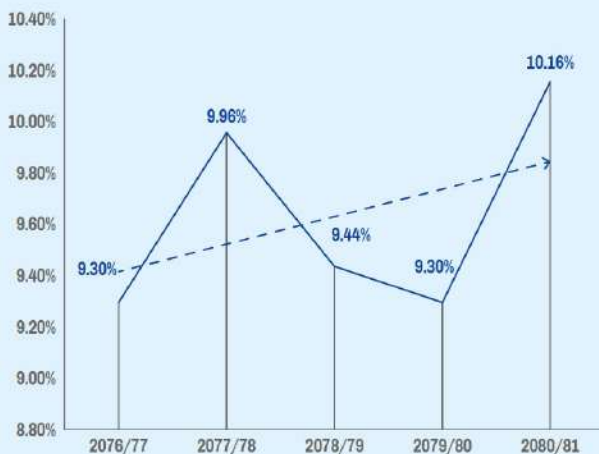
Net Earning to Premium



Gross Insurance Premium/Total Assets



Return on Investment & Loan



Solvency Margin Ratio



Net Premium Received



Total Assets



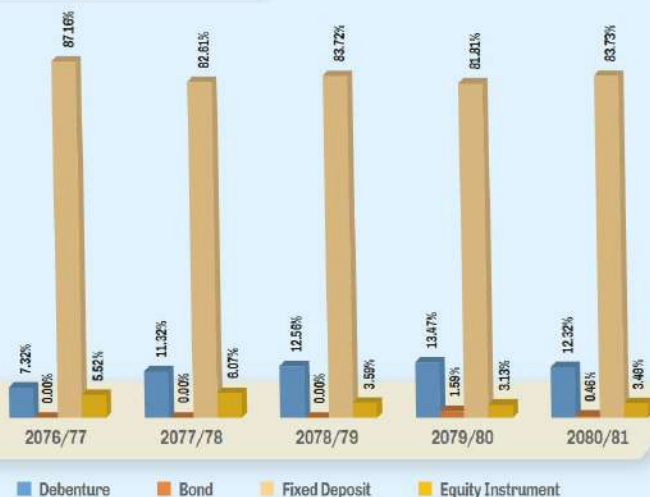
Investments



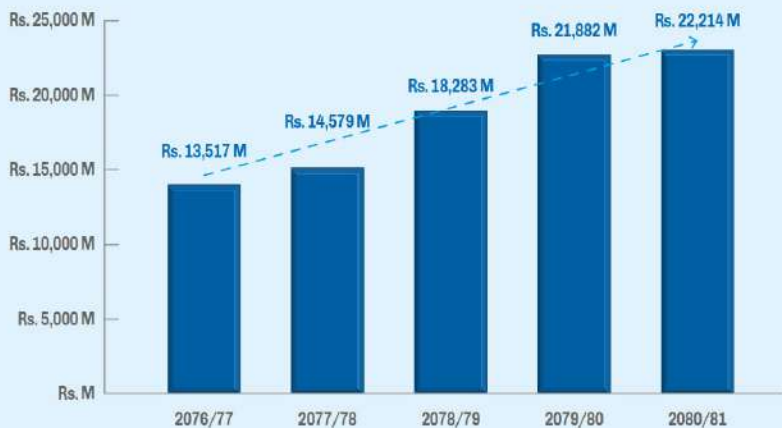
Investment Composition & Diversification



Investment Composition & Diversification



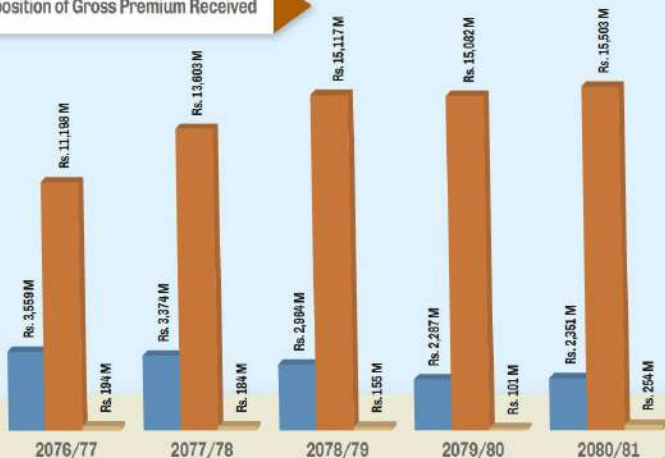
Loan Investment



Gross Insurance Contract Liabilities



Composition of Gross Premium Received



■ First Year Premium

■ Renew at Premium

■ Single Premium

5 Years Trend Analysis of Premium Received



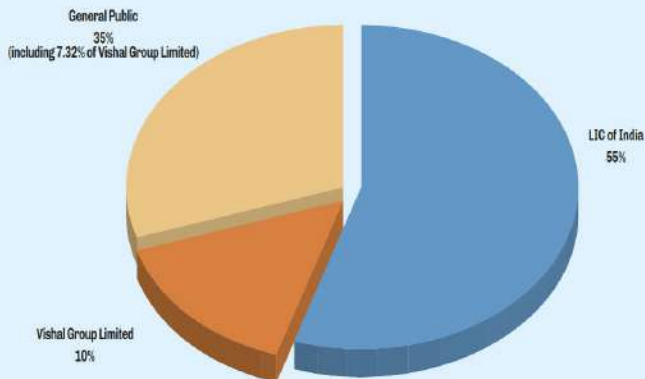
■ First Year Premium

■ Renew at Premium

■ Single Premium

> Composition & Distribution of Shareholding

Share holding Composition



> Disclosure of Dividends distribution Policy

The Company is committed to maintaining a balanced dividend distribution policy that ensures sustainable returns to shareholders while retaining adequate earnings for future growth and financial stability.

Dividends are proposed by the Board of Directors after evaluating the Company's profitability, capital adequacy, liquidity position, future expansion plans, and applicable regulatory requirements. The proposed dividend is subject to approval by the Annual General Meeting (AGM) of shareholders and may be distributed in the form of cash or bonus shares, or a combination thereof.

The Company aims to provide a consistent and reasonable return to shareholders, aligning with its long-term strategic objectives and ensuring compliance with the prevailing laws and directives issued by the regulatory authorities.

> Horizontal Analysis

i. Statement of Financial Position

Particulars	FY 2080-81	%	FY 2079-80	%	FY 2078-79
Assets					
Goodwill & Intangible Assets	97,200	-30%	138,192	-29%	194,692
Property and Equipment	424,229,329	-8%	461,401,762	77%	261,415,256
Investment Properties	-	0%	-	0%	-
Deferred Tax Assets	-	-100%	120,544,690	354%	26,575,709
Investment in Subsidiaries	-	0%	-	0%	-
Investment in Associates	-	0%	-	0%	-
Investments	100,302,577,745	16%	86,515,391,113	13%	76,364,953,328
Loans	22,213,684,173	2%	21,882,162,802	20%	18,283,372,029
Reinsurance Assets	-	0%	-	0%	-
Current Tax Assets	276,532,389	0%	-	-100%	144,263,455
Insurance Receivables	28,942,871	29%	22,350,904	-25%	29,809,914
Other Assets	8,236,838	-27%	11,350,971	-63%	30,319,163
Other Financial Assets	3,269,414,425	10%	2,968,074,917	27%	2,342,313,636
Cash and Cash Equivalent	1,857,624,512	-24%	2,449,593,817	24%	1,978,526,514
Total Assets	128,381,339,463	12%	114,431,009,169	15%	99,461,743,696

i. Statement of Financial Position (Contd.)

Particulars	FY 2080-81	%	FY 2079-80	%	FY 2078-79
Equity & Liabilities					
Equity					
Share Capital	2,653,200,000	0%	2,653,200,000	0%	2,653,200,000
Share Application Money Pending Allotment	-	0%	-	0%	-
Share Premium	61,151,801	0%	61,151,801	0%	61,151,801
Catastrophe Reserves	654,081,882	16%	561,598,449	14%	494,767,487
Retained Earnings	3,163,905,187	35%	2,344,327,517	33%	1,765,460,142
Other Equity	333,618,407	-6%	356,060,631	30%	274,797,781
Non Controlling Interest	-	0%	-	0%	-
Total Equity	6,865,957,257	15%	5,976,338,398	14%	5,249,377,221
Liabilities					
Provisions	98,835,270	185%	34,732,803	24%	28,037,791
Gross Insurance Contract Liabilities	119,633,798,005	13%	106,340,298,210	15%	92,522,109,892
Deferred Tax Liabilities	18,450,239	0%	-	0%	-
Insurance Payable	85,613,711	191%	29,463,461	274%	7,878,888
Current Tax Liabilities	-	-100%	112,573,584	0%	-
Borrowings	-	0%	-	0%	-
Other Liabilities	593,165,793	-1%	596,263,951	-53%	1,261,774,178
Other Financial Liabilities	1,085,519,188	-18%	1,341,338,768	242%	392,566,725
Total Liabilities	121,515,382,207	12%	108,454,670,772	15%	94,212,386,474
Total Equity and Liabilities	128,381,339,463	12%	114,431,009,169	15%	99,461,743,696

ii. Statement of Profit/(Loss)

Particulars	FY 2080-81	%	FY 2079-80	%	FY 2078-79
Income:					
Gross Earned Premiums	18,107,497,178	4%	17,470,067,480	-4%	18,235,745,643
Premiums Ceded	112,085,568	38%	80,964,779	-180%	90,025,629
Net Earned Premiums	17,995,411,610	3%	17,389,102,701	-4%	18,145,720,014
Commission Income	14,912,567	-1%	15,133,162	28%	11,826,532
Other Direct Income	240,125,879	-11%	270,526,368	1%	268,684,152
Interest Income on Loan to Policyholders	2,371,230,553	0%	2,364,864,977	41%	1,678,811,873
Income from Investments and Loans	9,349,529,759	13%	8,264,441,870	23%	6,717,841,370
Net Gain/(Loss) on Fair Value Changes	-	0%	-	0%	-
Net Realised Gains/(Losses)	-	0%	-	-100%	233,541,653
Other Income	150,882	-2%	154,355	-99%	14,819,116
Total Income	29,971,361,250	6%	28,304,223,433	5%	27,071,244,710
Expenses:					
Gross Benefits and Claims Paid	10,891,832,451	21%	8,985,500,274	-2%	9,123,465,054
Claims Ceded	34,684,996	32%	26,376,545	-144%	59,862,690
Gross Change in Contract Liabilities	13,222,208,131	-4%	13,820,241,131	10%	12,594,376,883
Change in Contract Liabilities Ceded to Reinsurers	-	0%	-	0%	-
Net Benefits and Claims Paid	24,079,155,586	6%	22,779,364,860	5%	21,657,978,247
Commission Expenses	1,394,228,097	-3%	1,435,375,609	-15%	1,692,662,030
Service Fees	134,965,587	-8%	143,598,863	-21%	181,396,656
Other Direct expenses	-	0%	-	0%	-
Employee Benefits Expenses	472,423,651	23%	382,627,689	5%	363,918,953
Depreciation and Amortization Expenses	54,296,035	-2%	55,192,790	299%	13,840,721
Impairment Losses	-	-100%	12,080,571	-11%	13,609,315
Other Operating Expenses	558,358,222	-24%	733,552,269	13%	647,838,294
Finance Cost	20,546,728	-14%	23,918,512	0%	-
Total Expenses	26,713,971,906	4%	25,565,711,162	4%	24,571,246,216

ii. Statement of Profit/(Loss) (Contd.)

Particulars	FY 2080-81	%	FY 2079-80	%	FY 2078-79
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax	3,257,389,344	19%	2,738,512,271	10%	2,499,998,494
Share of Net Profit of Associates accounted using Equity Method	-	0%	-	0%	-
Profit Before Tax	3,257,389,344	19%	2,738,512,271	10%	2,499,998,494
Income Tax Expense	2,427,782,159	22%	1,985,063,106	33%	1,489,865,674
Net Profit/(Loss) For the Year	829,607,185	10%	753,449,165	-25%	1,010,132,820

➤ Vertical Analysis

i. Statement of Financial Position

Particulars	%	FY 2080-81	%	FY 2079-80	%	FY 2078-79
Assets						
Goodwill & Intangible Assets	0.0%	97,200	0.0%	138,192	0.0%	194,692
Property and Equipment	0.3%	424,229,329	0.4%	461,401,762	0.3%	261,415,256
Investment Properties	0.0%	-	0.0%	-	0.0%	-
Deferred Tax Assets	0.0%	-	0.1%	120,544,690	0.0%	26,575,709
Investment in Subsidiaries	0.0%	-	0.0%	-	0.0%	-
Investment in Associates	0.0%	-	0.0%	-	0.0%	-
Investments	78.1%	100,302,577,745	75.6%	86,515,391,113	76.8%	78,364,953,328
Loans	17.3%	22,213,684,173	18.1%	21,882,162,802	18.4%	18,283,372,029
Reinsurance Assets	0.0%	-	0.0%	-	0.0%	-
Current Tax Assets	0.2%	276,532,389	0.0%	-	0.1%	144,263,465
Insurance Receivables	0.0%	28,942,871	0.0%	22,350,904	0.0%	29,809,914
Other Assets	0.0%	8,236,838	0.0%	11,350,971	0.0%	30,319,163
Other Financial Assets	2.6%	3,269,414,425	2.6%	2,968,074,917	2.4%	2,342,313,636
Cash and Cash Equivalent	1.4%	1,857,624,512	2.1%	2,448,593,817	2.0%	1,878,526,514
Total Assets	100.0%	128,381,339,463	100.0%	114,431,009,169	100.0%	99,461,743,696
Equity & Liabilities						
Equity						
Share Capital	2.1%	2,653,200,000	2.3%	2,653,200,000	2.7%	2,653,200,000
Share Application Money Pending Allotment	0.0%	-	0.0%	-	0.0%	-
Share Premium	0.0%	61,151,801	0.1%	61,151,801	0.1%	61,151,801
Catastrophe Reserves	0.5%	654,081,882	0.5%	561,598,449	0.5%	494,767,497
Retained Earnings	2.6%	3,163,905,187	2.0%	2,344,327,517	1.8%	1,785,460,142
Other Equity	0.3%	333,618,407	0.3%	356,060,631	0.3%	274,797,781
Non Controlling Interest	0.0%	-	0.0%	-	0.0%	-
Total Equity	5.3%	6,865,957,257	5.2%	5,976,338,398	5.3%	5,249,377,221
Liabilities						
Provisions	0.1%	98,835,270	0.0%	34,732,803	0.0%	28,037,791
Gross Insurance Contract Liabilities	93.2%	119,633,798,005	92.9%	106,340,298,210	93.0%	92,522,109,892
Deferred Tax Liabilities	0.0%	18,450,239	0.0%	-	0.0%	-
Insurance Payable	0.1%	85,613,711	0.0%	29,463,461	0.0%	7,878,888
Current Tax Liabilities	0.0%	-	0.1%	112,573,584	0.0%	-
Borrowings	0.0%	-	0.0%	-	0.0%	-
Other Liabilities	0.5%	593,165,793	0.5%	586,263,651	1.3%	1,261,774,178
Other Financial Liabilities	0.8%	1,085,519,188	1.2%	1,341,338,768	0.4%	392,565,725
Total Liabilities	94.7%	121,515,382,207	94.8%	108,454,670,772	94.7%	94,212,366,474
Total Equity and Liabilities	100.0%	128,381,339,463	100.0%	114,431,009,169	100.0%	99,461,743,696

ii. Statement of Profit/(Loss)

Particulars	%	FY 2080-81	%	FY 2079-80	%	FY 2078-79
Income:						
Gross Earned Premiums	60%	18,107,497,178	62%	17,470,067,480	67%	18,235,745,643
Premiums Ceded	0%	112,085,588	0%	80,964,779	0%	- 90,025,629
Net Earned Premiums	60%	17,995,411,610	61%	17,389,102,701	67%	18,145,720,014
Commission Income	0%	14,912,587	0%	15,133,162	0%	11,826,532
Other Direct Income	1%	240,125,879	1%	270,526,368	1%	268,684,152
Interest Income on Loan to Policyholders	8%	2,371,230,553	8%	2,364,864,977	8%	1,678,811,873
Income from Investments and Loans	31%	9,349,529,759	29%	8,264,441,870	25%	6,717,841,370
Net Gain/(Loss) on Fair Value Changes	0%	- 0%	- 0%	- 0%	- 0%	-
Net Realised Gains/(Losses)	0%	- 0%	- 0%	- 1%	- 1%	233,541,653
Other Income	0%	150,882	0%	154,355	0%	14,819,116
Total Income	100%	29,971,361,250	100%	28,304,223,433	100%	27,071,244,710
Expenses:						
Gross Benefits and Claims Paid	38%	10,891,832,451	32%	8,985,500,274	34%	9,123,465,054
Claims Ceded	0%	34,684,996	0%	26,376,545	0%	- 59,862,690
Gross Change in Contract Liabilities	44%	13,222,208,131	49%	13,820,241,131	47%	12,594,375,883
Change in Contract Liabilities Ceded to Reinsurers	0%	- 0%	- 0%	- 0%	- 0%	-
Net Benefits and Claims Paid	80%	24,079,155,588	80%	22,779,384,860	80%	21,657,978,247
Commission Expenses	5%	1,394,226,097	5%	1,435,375,609	6%	1,692,862,030
Service Fees	0%	134,965,587	1%	143,588,863	1%	181,398,656
Other Direct expenses	0%	- 0%	- 0%	- 0%	- 0%	-
Employee Benefits Expenses	2%	472,423,651	1%	382,627,689	1%	363,918,953
Depreciation and Amortization Expenses	0%	54,296,035	0%	55,192,790	0%	13,840,721
Impairment Losses	0%	- 0%	0%	12,080,671	0%	13,609,315
Other Operating Expenses	2%	558,358,222	3%	733,552,269	2%	647,838,294
Finance Cost	0%	20,546,728	0%	23,918,512	0%	-
Total Expenses	89%	26,713,971,906	90%	25,565,711,162	91%	24,571,246,216
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax	11%	3,257,389,344	10%	2,738,512,271	9%	2,499,998,494
Share of Net Profit of Associates accounted using Equity Method	0%	- 0%	- 0%	- 0%	- 0%	-
Profit Before Tax	11%	3,257,389,344	10%	2,738,512,271	9%	2,499,998,494
Income Tax Expense	8%	2,427,782,159	7%	1,985,063,106	6%	1,489,865,674
Net Profit/(Loss) For The Year	3%	829,607,185	3%	753,449,165	4%	1,010,132,820

➤ Value Added Statement

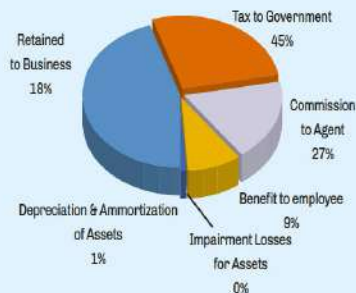
A Value-Added Statement (VAS) presents how the wealth created by the company is distributed among key stakeholders—such as employees, the government, and shareholders—and the portion retained for reinvestment and future development. It underscores the company's overall contribution to the economy and society.

Particulars	FY 2080-81	FY 2079-80	FY 2078-79	FY 2077-78	FY 2076-77
Income:					
Gross Earned Premiums	18,107,497,178	17,470,067,480	18,235,745,643	17,161,217,734	14,951,384,953
Premiums Ceded	112,085,588	80,964,779	-	-	-
			90,025,629	94,623,305	85,334,144
Net Earned Premiums	17,995,411,610	17,389,102,701	18,145,720,014	17,066,594,428	14,866,050,809
Commission Income	14,912,587	15,133,162	11,826,532	14,065,861	31,423,374
Other Direct Income	240,125,879	270,526,368	268,684,152	241,251,784	226,563,444
Interest in Income on Loan to Policyholders	2,371,230,553	2,364,864,977	1,678,811,873	1,438,859,913	1,174,032,561
Income from Investments and Loans	9,349,529,759	8,264,441,870	6,717,841,370	5,598,915,185	4,817,428,751
Net Gain/(Loss) on Fair Value Changes	-	-	-	-	-
Net Realised Gains/(Losses)	-	-	233,541,653	781,799,328	83,065,765
Other Income	150,882	154,355	14,819,116	7,067,768	342,579
Total Income	29,971,361,250	28,304,223,433	27,071,244,710	25,148,554,068	21,198,907,283

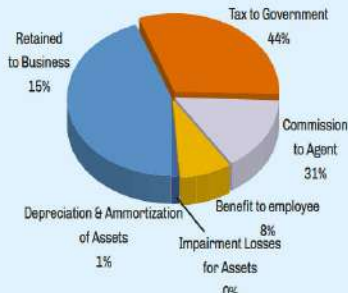
Particulars	FY 2080-81	FY 2079-80	FY 2078-79	FY 2077-78	FY 2076-77
Expenses:					
Gross Benefits and Claims Paid	10,891,832,451	8,985,500,274	9,123,465,054	7,474,351,078	3,762,135,048
Claims Ceded	34,884,996	26,376,545	-	-	-
			59,862,690	137,482,424	21,585,377
Gross Change in Contract Liabilities	13,222,208,131	13,820,241,131	12,594,375,883	12,867,258,375	13,054,289,729
Net Benefits and Claims Paid	24,079,155,586	22,779,364,860	21,657,978,247	20,204,127,029	16,794,839,398
Less: Operating and other expenses					
Other Operating Expenses	558,358,222	733,552,269	847,838,294	663,070,044	810,253,648
Finance Cost	20,546,728	23,918,512	-	-	-
Service Fees	134,965,587	143,588,863	181,398,656	170,490,171	148,385,253
Total of Operating & Other Service Expenses	713,870,537	901,069,644	829,236,950	833,560,215	958,638,901
Total Value Added	5,178,335,127	4,623,788,929	4,584,029,513	4,110,866,823	3,445,428,984
Distribution of Value Added to:					
i) Commission to Agent	1,394,226,097	1,435,375,609	1,692,662,030	1,685,746,441	
ii) Benefit to Employee	472,423,651	382,627,689	363,918,953	344,023,043	
iii) Depreciation and Amortization of Assets	54,296,035	55,192,790	13,840,721	14,852,423	
iv) Impairment Losses for Assets	-	12,080,571	13,809,315	5,912,101	
v) Tax to Government (Exc. DTL/DTA Effect)	2,338,079,917	2,051,791,936	1,516,441,383	1,315,211,281	
vi) Retained in the Business	921,309,427	686,720,334	983,557,111	745,121,534	
Total	5,178,335,127	4,623,788,929	4,584,029,513	4,110,866,823	3,445,428,984

Distribution of Value Added to Stakeholders

FY 2080/81



FY 2079/80



➤ Market Value Added Statement (MVAS)

Market Value Added (MVA) is the difference between the equity market value of a company and the book value of equity invested in the company. A high MVA indicates that the company has created substantial wealth for the shareholders. MVA is equivalent to the present value of all future expected Economic Value Added (EVA). The market equity value of the company stood at Rs. 38,857 million whereas the book value of equity stood at Rs. 6,865 million, resulting in a Market Value Added of BDT. 31,791 million as of Ashadh 31, 2081, as against Rs. 35,281 million in 2080.

Particulars	FY 2080-81	FY 2079-80	FY 2078-79	FY 2077-78	FY 2076-77
Market Value Per Share (MPS)	1,438	1,555	1,415	2,342	1,330
Total Equity Shares	26,532,000	26,532,000	26,532,000	22,110,000	20,100,000
Market Value of Equity (Rs.)	38,153,016,000	41,257,260,000	37,542,780,000	51,781,620,000	26,733,000,000
Book Value Per Share	258.78	225.25	197.85	199.62	180.41
Book Value of Equity (Rs.)	6,865,957,257	5,976,338,398	5,249,377,221	4,413,687,889	3,626,172,140
Market Value Added (Rs.)	31,287,058,743	35,280,921,602	32,293,402,779	47,367,932,111	23,106,827,860

Book Value Vs Market Value of Equity



➤ Economic Value-Added Statement (EVAS)

Economic Value Added (EVA) is a tool for improving Shareholders value. Positive EVA means that Shareholders value is being built. Organization is committed to maximize wealth of their Shareholders and other equity providers. EVA is equal to Surplus available to shareholders minus Cost of Equity. This cost of equity (10 %) is considered upon reviewing the risk-free rate plus other risk premiums.

Particulars	FY 2076-77	FY 2077-78	FY 2078-79	FY 2079-80	FY 2080-81
i. Average Shareholders' Equity at the Year End	RS 3,537 M	RS 4,020 M	RS 4,832 M	RS 5,613 M	RS 6,421 M
ii. Cost of Equity	10%	10%	10%	10%	10%
iii. Surplus Available to Shareholder's for the Year	RS 720 M	RS 745 M	RS 1,010 M	RS 753 M	RS 830 M
iv. Capital Charge or Cost of Equity (i * ii)	RS 354 M	RS 402 M	RS 483 M	RS 561 M	RS 642 M
v. Economic Value Added (iii - iv)	RS 366 M	RS 343 M	RS 527 M	RS 192 M	RS 187 M

Input

Financial Capital

- 89.2% return on Equity
- 8.06% Return on Assets
- 39.27 Earnings Per Share
- 80.7455 Market Price with MVA of 38,657 M



Human Capital

- 282 Employees
- Continuous Training and Capacity Building Programs



Manufactured Capital

- 76 Branches, Extension Agency Office, 6 Province Offices & 1 Corporate Office
- 425 M Investment in PPE



Social & Capital Relation

- 690,002 Embroidered Policies
- 5,979 Active Agents



Intellectual Capital

- A Trusted Brand with Coordinated support of LIC India
- 100+ Experience of team



Natural Capital

- Efficient Consumption of Water, Electricity and Fuel
- Focused on protection of natural resources



Digital Capital

- Continuous investment on upgrading system and software

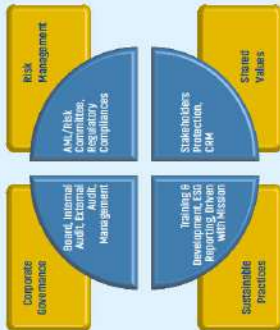


Process

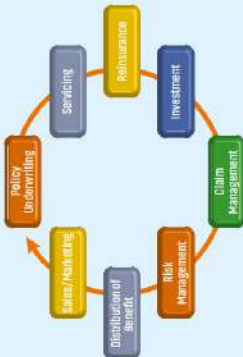
Mission

Short & Long Term Strategies

Vision



Core Business Cycle of LIC Nepal



1. Value Proposition

We offer a range of value-added services to meet the diverse financial needs of customers. These services go beyond just life coverage and are essential for long-term financial planning.

- Provides financial protection to beneficiaries in the event of the policyholder's death.
- Offers investment and savings-oriented insurance products.
- Delivers tax-saving opportunities under government laws.
- Supports retirement planning through pension and annuity plans.
- Allows loans against policy surrender value for emergency needs.

2. Customer Segments

We have wide range of customer profiles, each with unique financial protection and investment needs.

- Individual customers (e.g., salaried employees, business owners, parents).
- Corporate clients seeking group insurance for employees.
- High Net-Worth Individuals (HNIs) seeking wealth protection and tax benefits.
- Senior citizens and retirees looking for pension and annuity plans.

3. Channels

Our insurance products are distributed through both traditional and modern channels to maximize reach and convenience.

- Licensed insurance agents and financial advisors including corporate clients.
- Official company website and mobile applications for online transactions.
- Aggregator portals that offer insurance policy comparisons and purchases.
- Physical branch offices and customer service call centers.

4. Customer Relationships

Building long-term relationships with customers is vital in the insurance sector, emphasizing trust, service, and engagement.

- Personalized consultations through agents and advisors.
- Fast and transparent claims assistance process.
- Timely reminders for policy renewals.
- Digital policy payment system and effective customer support.
- Bonuses for long-term participatory policyholders.

5. Revenue Streams

Revenue is primarily generated through premiums and investments, with additional income from service-related fees.

- Collection of regular and single-premium payments
- Returns from investments in equities, bonds, and other financial instruments

- Fees from policyholders for early surrender or withdrawals
- Charges for policy administration and service
- Commission on reinsurance ceded etc.

6. Key Activities

The core operations of a life insurance company revolve around policy design, risk management, and regulatory adherence.

- Designing and pricing new insurance products
- Assessing and underwriting policyholder risk profiles
- Managing policy issuance, updates, and renewals
- Verifying and settling claims efficiently
- Investing collected premiums to maximize returns
- Ensuring compliance as prescribed by prevailing laws and Nepal Insurance Authority.

7. Key Partnerships

Strategic collaborations help improve operational efficiency and manage risk more effectively.

- Reinsurance firms to share and mitigate risk exposure
- Hospitals and clinics for conducting medical examinations
- Banks for financial services
- IT service providers for CRM systems and digital platforms
- Government regulators and compliance bodies

8. Key Resources

Our essential assets and capabilities are required to successfully run and scale a life insurance operation:

- Skilled personnel, including underwriters, actuaries, and agents
- A strong, trusted brand image that builds customer confidence
- Digital infrastructure including mobile apps and data management systems
- Financial reserves to cover future claims and policy obligations
- A wide-reaching distribution and service network

9. Cost Structure

Costs are managed across acquisition, servicing, operations, and compliance to maintain profitability.

- Commissions paid to agents and employee salaries
- Claims payments to beneficiaries
- Expenses on advertisements and promotional campaigns
- Costs of legal services, compliance, and regulatory reporting
- IT maintenance, software subscriptions, and corporate & branch operation expenditures.

सञ्चालक समितिको प्रतिवेदन

Director's REPORT



आदरणीय शेयरधनी महानुभावहरू,

यस लाइफ इन्सुरेन्स कर्पोरेशन (नेपाल) लिमिटेडको २३ औं वार्षिक साधारण सभामा उपस्थित सम्पूर्ण शेयरधनीज्यूहरूलाई हामीहरू (सञ्चालक समिति) सहर्ष स्वागत एवं अभिवादन गर्दछौं ।

यस कम्पनीको आर्थिक वर्ष २०८०/८१ को कम्पनीको लेखापरीक्षण भएको वित्तीय विवरणहरू यस गरिसामय सभा समक्ष प्रस्तुत गर्न पाउँदा हामी अत्यन्तै हर्षित भएका छौं । आर्थिक वर्ष २०८०/८१ को सञ्चालक समितिको प्रतिवेदन कम्पनी ऐन, २०६३ को दफा १०८ बमोजिम छलफल तथा अनुमोदनको लागि यहाँहरू समक्ष पेश गर्न चाहन्छौं ।

व्यवसायको प्रकृति

यो कम्पनी नेपालको प्रचलित कानून, बीमा ऐन तथा नियमावली र नेपाल बीमा प्राधिकरणको प्रत्यक्ष नियमनमा रही जीवन बीमा व्यवसायमा संलग्न रहेको छ ।

नेपालको अर्थतन्त्रको अवस्था

केन्द्रीय तथ्याङ्क विभागका अनुसार आ.व. २०८०/८१ मा देशको आर्थिक वृद्धिदर ३.८७ प्रतिशत रहेको छ । कृषि, उद्योग र सेवा क्षेत्रको वृद्धि क्रमशः ३.०५ प्रतिशत, १.२५ प्रतिशत र ४.५० प्रतिशत रहेको छ । आ.व. २०८०/८१ मा कुल गार्हस्थ्य उत्पादनमा कृषि, उद्योग र सेवा क्षेत्रको हिस्सा क्रमशः २४.१० प्रतिशत, १३.०० प्रतिशत र ६२.८० प्रतिशत रहेको छ ।

आ.व. २०८०/८१ मा विप्रेषण आप्रवाह अघिल्लो वर्षमा भएको २३.२ प्रतिशत वृद्धिको तुलनामा समीक्षा वर्षमा १६.५ प्रतिशतले बढेर रु. १४४५ अर्ब ३२ करोड पुगेको छ । अमेरिकी डलरमा विप्रेषण आप्रवाह अघिल्लो वर्ष १३.५ प्रतिशतले बढेको तुलनामा समीक्षा वर्षमा १४.५ प्रतिशतले वृद्धि भई १० अर्ब ८६ करोड पुगेको छ ।

औसत उपभोक्ता मूल्य मुद्रास्फीति अघिल्लो वर्षको ७.७४ प्रतिशतको तुलनामा आ.व. २०८०/८१ मा ५.४४ प्रतिशत रहेको छ ।

राष्ट्रिय र अन्तर्राष्ट्रिय परिस्थितिबाट कम्पनीको कारोबारमा परेको प्रभाव:

विश्व अर्थतन्त्रले समीक्षा वर्षमा उल्लेखनीय सुदृढ आर्थिक वृद्धिदर प्राप्त गर्‍यो, जसको विशेषता सकारात्मक आर्थिक वृद्धिसँगै मुद्रास्फीतिलाई लक्षित स्तरमा कायम राख्न सफल भयो । यस अवधिमा केही महत्वपूर्ण घटनाहरू घटेका छन्, जसमा मध्य-पूर्वमा जारी द्वन्द्वका कारण आपूर्ति शृङ्खलामा भएको अवरोधले ऊर्जा र खाद्य पदार्थलगायत अत्यावश्यक कच्चा पदार्थहरूको आपूर्तिमा प्रभाव पारेको छ ।

राष्ट्रिय अर्थतन्त्रमा पूँजीगत पूर्वाधार परियोजनाहरूमा सरकारी खर्च न्यून भए पनि, २०८०/८१ को अवधिभर समग्र तरलता उच्च नै रह्यो, जसको मुख्य कारण बढ्दो विप्रेषण आप्रवाह र ऋणको मागमा भएको गिरावट थियो । प्रणालीमा अत्यधिक तरलता रहँदा पनि निजी क्षेत्रको ऋण प्रवाह न्यून नै रहेको छ, यद्यपि ऋणको ब्याजदर ऐतिहासिक रूपमा न्यून स्तरमा भरेको छ । निकट भविष्यमा जोखिमरहित र दीर्घो लगानीका अवसरहरूको अभावले गर्दा यसले हाम्रो लगानीबाट हुने प्रतिफलमा नकारात्मक प्रभाव पार्न देखिन्छ ।

Respected Shareholders,

We (the Board of Directors) would like to warmly welcome and greet all the shareholders and all the dignitaries present at the 23rd Annual General Meeting (AGM) of Life Insurance Corporation (Nepal) Ltd.

We have the privilege of presenting the Audited Financial Statements of the Company of financial year 2080/81 (2023/24). We now present the report of the Board of Directors for the fiscal year 2080/81 for discussion and approval. This is in compliance with the provisions of section 109 of the prevailing Companies Act, 2063.

Nature of Business

The Company is engaged in Life Insurance Business in Nepal since 2058 (2001) under the regulations of Nepal Insurance Authority (NIA) and other prevailing laws of the Nepal.

The State of Nepal's economy

According to National Statistics office, the economic growth of 3.87 percent for 2023/24. Agriculture, industry and service sectors are estimated to grow 3.05 percent, 1.25 percent and 4.50 percent respectively. Share of agriculture, industry and service sectors in GDP stands 24.10 percent, 13.00 percent and 62.90 percent respectively in 2023/24.

Remittance inflows increased 18.5 percent to Rs.1445.32 billion during 2023/24 compared to an increase of 23.2 percent in the previous year. In the US Dollar terms, remittance inflows increased 14.5 percent to 10.86 billion in the review year compared to an increase of 13.9 percent in the previous year.

The annual average consumer price inflation stood at 5.44 percent in FY 2023/24 compared to 7.74 percent a year ago.

Impacts Caused on the transaction of the company, if any, from National and International Situation:

The global economy demonstrated remarkable resilience, characterized by steady growth as inflation

has been moderated to targeted level. This journey has been marked by significant events, including continued supply-chain disruptions owing to ongoing middle-east conflicts impacting adequacy of essential input materials including energy and food.

On the domestic front, despite low level of government spending on capital infrastructure projects, overall liquidity remained buoyant throughout 2023/24 owing to increased inward remittances and depressed demand for credit off take. The excessive liquidity prevailing in the system with private credit off-take remaining at its low despite the interest rate on borrowing dropping to its historic low. This is going to negatively impact our return on investments due to unavailability of risk free & sustainable avenues for investments in near term.

व्यवसायको सिंहावलोकन

बीमालेखहरूको बिक्री संख्या

Year	2076/77	2077/78	2078/79	2079/80	2080/81
No. of Policy	1,49,627	1,15,167	1,02,457	76,499	65,509
FPI (In Millions NPR)	3752.9	3558.3	3119.1	2386.07	2804.71

यस कम्पनीमा २०८१ आषाढ मसान्तसम्मको कुल सक्रिय बीमालेखको संख्या ६,८०,००७ रहेको सहर्ष जानकारी गराउन चाहन्छौं ।

प्रथम बीमाशुल्क आम्दानी

Year	2079/80	2080/81	Growth Rate
No. of Policy	76,499	65,509	(14.37)%
FPI (In Millions NPR)	2386.07	2804.71	9.16%

आ.व. २०८०/८१ मा आन्तरिक एवं बाह्य तत्वहरूले अर्थतन्त्रमा पारेको प्रतिकूल असरको कारण बीमालेखहरूको बिक्री संख्यामा नकारात्मक असर परेको भएता पनि प्रथम बीमा शुल्क आम्दानीमा ९.१६ प्रतिशतको बृद्धिदर हासिल भएको माथिको तालिकामा देख्न सक्दछौं ।

प्रतिवेदन मितिसम्म चालु वर्षको उपलब्धि

S.No.	Particulars	Till the end of 31 Chaitra, 2081
1.	Total Number of insurance policies	681,985
2.	Total premium income (For C.Y. only)	14,038 million
3.	Total life fund (in NPR)	129,809 million
4.	Total Investment (in NPR)	114,009 million

व्यापार संचालन परिदृश्य

यस आ.व. मा कुल ७६ शाखा उपशाखाहरू र १ अधिकृत कार्यालय मार्फत देश भर आफ्नो व्यवसाय संचालन भएको थियो । आ.व. २०८०/८१ को अन्त्यमा जीवन बीमा क्षेत्रमा अनुभवी तीन भारतीय र अन्य नेपालीहरू सम्मिलित जम्मा २४४ जना कर्मचारीहरू यस कम्पनीमा कार्यरत थिए । संचालक समितिको साथ सहयोग र हौसलाबाट निर्देशित कम्पनीका उच्च पदाधिकारीहरूले आफ्ना मातहत एवं अन्य कर्मचारीहरूलाई कुशलतापूर्वक संचालन गर्दछन् । कम्पनीमा उच्च तहका कार्यकारीसँग सबै कर्मचारीहरू घुलमिल गर्न सक्ने सहज वातावरण विद्यमान रहेको छ । कर्मचारी र अधिकारीहरूको दक्षता बृद्धि गरी थप प्रतिस्पर्धी, सबल र जिम्मेदार बनाउनका लागि वर्षभरी विभिन्न तालिम र मार्ग निर्देशनका कार्यक्रमहरू संचालन हुदै आएका छन् ।

संचालक समिति परिदृश्य

भारतीय जीवन बीमा निगमबाट प्रतिनिधित्व गर्नुहुने संचालक अध्यक्ष श्री सिद्धार्थ महान्ति सेवा निवृत्त हुनुभएकोले अध्यक्षको स्थान रिक्त रहेको छ । यसै गरी अर्का संचालक सदस्य श्री तबलेश पाण्डे पनि सेवा निवृत्त हुनुभएको हुँदा निजको स्थानमा श्री रत्नाकर पटनायक संचालक समितिको सदस्यमा नियुक्त हुनुभएको छ ।

बीमा व्यवसायलाई असर पार्ने आन्तरिक र बाह्य तत्वहरू

तरलतामा आएको संकुचन र दीर्घकालीन लगानीका औजारहरूको अभाव आ.व. २०८०/८१ भरि नै विद्यमान रह्यो । कम्पनीको व्यवसायलाई असर गर्ने प्रमुख कारकहरूलाई तल संक्षेपमा प्रस्तुत गरिएको छ:

क. सानो आकारको अर्थतन्त्र र उच्च प्रतिस्पर्धा

Overview of Performance

Number of Policies sold & First Premium Income

Year	2076/77	2077/78	2078/79	2079/80	2080/81
No. of Policy	1,49,627	1,15,167	1,02,457	76,499	65,509
FPI (In Millions NPR)	3752.9	3558.3	3119.1	2386.07	2804.71

The Company has 690,007 in-force policies in its book of account as at the end of Ashadh, 2081.

Performance in Financial Year 2080/81

Year	2079/80	2080/81	Growth Rate
No. of Policy	76,499	65,509	(14.37)%
FPI (In Millions NPR)	2386.07	2804.71	9.16%

From the table above, we observe that there is de-growth in NOP, however, there is growth in FPI. The business of entire financial sector was adversely affected during the fiscal year 2080/81 due to economic slowdown caused by a contraction in the growth of construction, production-oriented industries, and wholesale and retail trade during the fiscal year.

Performance of the Company as of the date of preparation of the report

S.No.	Particulars	Till the end of 31 Chaitra, 2081
1.	Total Number of insurance policies	681,985
2.	Total premium income (For C.Y. only)	14,038 million
3.	Total life fund (in NPR)	129,809 million
4.	Total Investment (in NPR)	114,009 million

Operational Overview

At present, the company operates through its 76 branches sub-branches with 1 agent office across the country. As at the end of Ashadh, 2081, the company has 242 staff members, three of whom are expatriates deputed from India with ample experience & knowledge in life insurance marketing and administration, while all others are from Nepal itself. The top executives of the company, ably supported by the Board, guide the employees and field force, and are easily accessible at any time. Several training and handholding sessions are conducted throughout the year, in addition to periodic reviews, in order to enhance the skills of the employees and agents so that they become vibrant and responsive in addition to remaining competitive in the market.

Changes in the Board of Directors

The position of Chairman is currently vacant as the Chairman, Mr. Siddhartha Mahanti, representing the Life Insurance Corporation of India, has retired. Similarly, another board member, Mr. Tablesh Pandey, has also retired and Mr. Ratnakar Patnaik has been appointed as a member of the board of directors in his place.

Internal and External Factors Impacting Insurer's Activities

The major factors affecting the company's business have been summarized below:

- High Competition in small economy.
- Volatile financial market and economic slowdown.

- ख. अस्थिर पूँजीबजार र सुस्त आर्थिक गतिविधि ।
- ग. बजारमा नयाँ लघु बीमा कम्पनीहरूको आगमन ।
- घ. दीर्घकालिन लगानीयोग्य क्षेत्रको अभाव र उच्च मुद्रास्फीति दर ।
- च. संभावित अस्थिर राजनीतिक प्रणालीसँग सम्बन्धित जोखिमहरू ।
- छ. बीमा व्यवसायमा देखिएका अस्वस्थ प्रतिस्पर्धा एवं अभ्यासहरू ।
- ज. प्राकृतिक प्रकोपहरू ।

भविष्यमा गर्नुपर्ने कुराको सम्बन्धमा संचालक समितिको धारणा

आर्थिक अवस्था र भविष्यका अपेक्षाहरूलाई केन्द्रविन्दुमा राख्दै, एलआइसी (नेपाल) लिमिटेडको संचालक समितिले प्रतिस्पर्धात्मक बजारमा उचित प्रतिफलयुक्त ग्राहक मैत्री बीमा योजना तथा सेवाहरू प्रदान गर्दै नेपाली जनताको जीवनस्तर उकास्ने आफ्नो प्रतिबद्धतामा अडिग रहेको जोड दिन चाहन्छ । वर्तमान आर्थिक अवस्था र भविष्यप्रतिको अपेसालाई ध्यानमा राख्दै, लाइफ इन्स्योरेन्स कर्पोरेशन (नेपाल) लिमिटेडको संचालक समितिले प्रतिस्पर्धात्मक प्रतिफलसहित चाहना अनुरूपका गुणस्तरीय बीमा योजना उत्पादन तथा सेवा प्रदान गरी नेपाली जनताको जीवनस्तर उकास्न प्रतिबद्ध रहेको छ ।

- बजारमा नविन बीमा योजनाहरूको विकास गरी प्रचलनमा ल्याउने ।
- सेवा प्रवाहमा प्रभावकारिता र दक्षता ल्याउन प्रयोगकर्ता मैत्री डिजिटल प्लेटफर्महरूको विकासमा ध्यान केन्द्रित गर्ने ।
- कम्पनीको सबै तहहरूमा पारदर्शिता, जवाफदेहिता र नैतिक जवाचन सुनिश्चित गर्न संस्थागत गुशासललाई सुदृढ पार्ने ।
- बीमा योजनाहरूको बजारीकरण एवं ब्रान्डिङ गर्ने ।
- मानव साधन स्रोतको विकास गर्ने ।
- जीवन बीमा सम्बन्धी सचेतना फैलाउँदै सबै बीमायोग्य व्यक्तिहरूलाई वित्तीय सुखाका फाइदाहरूको बारेमा जानकारी दिने ।

लेखापरीक्षक

श्री के जे एण्ड एसोसिएट्स प्रा. लि. आर्थिक वर्षदेखि लगातार यस कम्पनीको वैधानिक लेखा परीक्षक हुनुहुन्थ्यो । संचालक समितिले लेखापरीक्षण समितिको सिफारिसमा आर्थिक वर्ष २०८१/८२ (२०२४/२५) का लागि रु. १२,००,०००/- (अक्षरेपी रु बाह्र लाख) मु.अ. कर बाहेक सेवा शुल्क भुक्तान गर्ने गरी श्री के जे एण्ड एसोसिएट्सलाई वैधानिक लेखा परीक्षक नियुक्त गर्न सिफारिस गरेको छ ।

लेखापरीक्षकको प्रतिवेदन

यसै प्रतिवेदनसाथ संलग्न गरिएको लेखापरीक्षकको मन्तव्य सहितको प्रतिवेदनद्वारा यस कम्पनीको हिसाबकिताब प्रचलित कानून एवं प्रचलन अनुसार राखेको साथै लगानी वर्तमान कानून एवं निर्देशिका अनुसार गरेको सहर्ष जानकारी गराउँदै कम्पनीको यस्तो पेशागत एवं प्रणालीगत कार्यशैलीले हामीलाई अझ बढी आत्मविश्वास र झैसला समेत प्रदान गरेको छ ।

शेयरको जफत

कम्पनीको शुरुवातदेखि हालसम्म कुनै पनि शेयरधनीको शेयर कम्पनीले जफत गरेको छैन ।

जीवन बीमा कोष

आ.व. २०८० आषाढ मसान्तसम्ममा जीवन बीमा कोषमा रु. १०५.८५ करोड रहेकोमा त्यसमा १२.५२ % ले बृद्धि भई २०८१ आषाढ मसान्तसम्ममा जीवन बीमा कोषमा रु. ११८.२२ करोड रहेको सहर्ष

- c. Implications of introduction of new micro insurance companies.
- d. Lack of Investment opportunity
- e. Risks associated with possible political instability.
- f. Increasing unhealthy practices in the insurance business.

Opinion of the Board of Directors on matters to be done in future

Taking into consideration the present economic conditions and future expectations, the Board of Directors of Life Insurance Corporation (Nepal) Limited reaffirms its dedication to enhancing the quality of life for the people of Nepal by providing products and services of aspired attributes with competitive returns.

- Development and launching new and innovative product in to the market.
- Focusing on developing user-friendly digital platforms for bringing efficiency and effectiveness in delivering services.
- Strengthening Corporate Governance to ensure transparency, accountability, and ethical conduct across all levels of the organization.
- Marketing and branding of product and services.
- Development of human resources.
- Spreading life insurance awareness, ensuring that all insurable individuals are informed about the benefits of financial protection.

Auditors

Mr. K.J. & Associates has been the statutory auditor of this company continuously for last one financial year. The Board of Directors, on the recommendation of the Audit Committee, has recommended the appointment of Shri K.J. & Associates as the Statutory Auditor for the financial year 2081/82 (2024/25) with a service fee of Rs. 12,00,000/- (Rs. Twelve Lakhs in words) excluding VAT.

Auditor's Report

The opinion of the auditors on the financial statement and internal control systems of the company is appended to this report. The Auditors have opined that the financial statement and books of account of the company have been presented and maintained properly and the investments are made in accordance with the laws of the land. This gives us an ample confidence about our professional working and well laid down systems.

Forfeiture of Shares

Since the inception of the Company, no shares belonging to anyone have been forfeited.

Life Fund

As at the end of financial year 2080/81, the life fund of the company grew at 12.52% and stood at NPRs 119,227 million as against NPRs 105,957 million at the end of last financial year 2079/80.

Life Fund in Million NPR



जानकारी गराउन चाहन्छौ ।

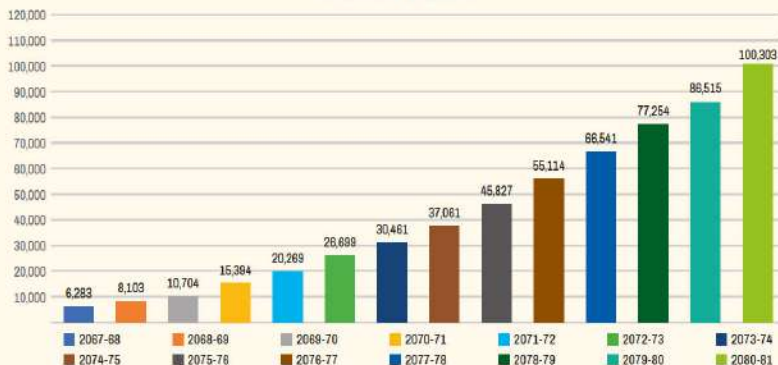
लगावी

आ.व. २०८० को आषाढ मसान्तसम्ममा कुल लगानी रु. ८,६२१.५ करोड रहेकोमा मिति २०८१ आषाढ मसान्तसम्ममा कुल लगानी (बीमालेख फर्जा तथा छोटो अवधिको लगानी गरि) रु. १०,०२०.२ करोड पुगेको छ । यस अनुसार कम्पनीको लगानीमा १२.८४ प्रतिशतले ले वृद्धि भएको देखिन्छ । सम्पूर्ण लगानीहरू प्रचलित ऐन, संचालक समितिको निर्देशन र श्री नेपाल बीमा प्राधिकरणको लगानी सम्वन्धी निर्देशिकाको अखिनमा रही गरिएका छन् । कम्पनीले यस वर्ष आफ्नो लगानी प्रतिफलमा १३.१३ प्रतिशतको वृद्धिदर हासिल गरेको छ । कम्पनीले उपलब्ध जगेडा रकमलाई लगानी गर्दा विवेकपूर्ण ढङ्गले सुरक्षित र उच्चतम प्रतिफल दिने स्थानहरूमा मात्र लगानी गरिरहेको छ ।

Investments

The total investments of the Company as at the end of F.Y. 2080/81 stood at NRs 100,302 million as against NRs 86,515 million as at the end of F.Y. 2079/80. There is an increase of 15.94%. All investments have been done strictly as per the existing guidelines and rules in the country, as well as, as per directions of the Board of Directors and directives of the Regulator (Nepal Insurance Authority) from time to time. The investments have been made in fixed deposits with various Commercial Banks, Development Banks, Finance Companies, Citizen's Investment Trust, and in Preference Shares and Debentures of Banks and reputed public limited Companies and in the equities of reputed public limited Companies. Due to strict investment norms followed by the Company, the investment income has shown an increase of 13.13% in the just concluded financial year even though the market conditions were not so conducive. It is our endeavor to invest our surplus in a prudent manner keeping the safety of funds uppermost in our mind, but without losing sight of higher returns.

Investment in Million NPR



संचालकहरूद्वारा वित्ति खरोबार

आर्थिक वर्ष २०८०/८१ मा प्रमुख कार्यकारी अधिकृत जो संचालक समेत रहनु भएको छ, उहाँहरूलाई दिइएको पारिश्रमिक र अरु संचालकहरूलाई प्रदान गरिएको बैठक भत्ता बाहेक कम्पनीसँग सम्बन्धित वित्तीय कारोबारमा सञ्चालक र निजको नातेदारको कुनै संलग्नता रहेको छैन ।

आम्दानी र व्यवस्थापन खर्च

आ.व. २०८०/८१ मा लगानीबाट प्राप्त भएको आम्दानीमा १३.१३ प्रतिशतको बृद्धि गर्दै कम्पनीले कूल आम्दानी रु. २०८७.१० करोड आर्जन गर्न सफल भएको छ र यो कूल आम्दानी गत वर्षभन्दा ५.८५ प्रतिशत बढी भएको जानकारी गराउन चाहन्छौं । उक्त आ.व. मा यस कम्पनीको कूल व्यवस्थापकीय खर्च अनुपात ६.११ प्रतिशत रहेको छ ।

संचालक तथा पदाधिकारीहरूलाई गरिएको भुक्तानी

कम्पनीको नियमानुसार आ.व. २०८०/८१ मा कम्पनीको सञ्चालकहरू, प्रमुख कार्यकारी अधिकृत तथा अन्य पदाधिकारीहरूलाई जम्मा रु. २,३५,८७,४३४ भुक्तानी गरिएको छ ।

Name	Designation	Amount Paid (NRs.)	Type of Payment
Mr. Siddhartha Mohanty	Chairperson	144,000	Sitting Fee*
Mr. Tablesch Pandey	Director	185,000	Sitting Fee*
Mr. Ashok Kumar Agrawal	Director	130,000	Sitting Fee
Mrs. Komal Agrawal	Public Director	185,000	Sitting Fee
Mr. Praveen Kumar Molri	Independent Director	170,000	Sitting Fee
Mr. Pranay Kumar	Director & CEO	120,000	Sitting Fee*
		**11,944,314	Salary and other amenities
Mr. L.P. Das	Ex-CEO	**2,714,097	Salary and other amenities
Mr. A. Datta	Deputy CEO	**6,287,872	Salary and other amenities
Mr. T. Burnawal	Ex-DCEO	**5,747,151	Salary and other amenities
Total		2,75,87,434	

उहाँहरू भारतीय जीवन बीमा निगमको कर्मचारीहरू भएको हुँदा उक्त बैठक भत्ताहरू निगमको नाममा भुक्तानी गरिएका छन् ।

सम्पति खरिद

कम्पनी ऐन, २०६३ को दफा १४१ बमोजिम संचालक समितिले पारित गरेको योजना बमोजिम सवारी कारहरू कम्पनीको अधिकृतहरूको प्रयोजनार्थ किनिएका छन् सो बाहेक अरु कुनै पनि सम्पति खरिद वा बिक्री गरिएको छैन ।

बीमाकोषको मूल्याङ्कन

नेपाल बीमा प्राधिकरणबाट जारी निर्देशिका बमोजिम जीवन बीमा कम्पनीले प्रत्येक वर्ष आफ्नो कोषको वार्षिक मूल्यांकन स्वीकृत बीमाझुबबाट गराउनु पर्ने प्रावधान छ । आर्थिक वर्ष २०८०/८१ को मूल्यांकन प्रतिवेदनका आधारमा जीवन बीमा कोषमा रु. १३२७ करोडको बृद्धि देखिएको छ ।

विमितहरूको लागि बोनस

यस कम्पनीले आ.व. २०८०/८१ का लागि विमितहरूलाई निम्नानुसारको बोनसदर प्रदान गर्ने निर्णय गरेको छ ।

Financial Transactions by Directors

During the financial year 2080/81, the Company has not entered into any financial transactions with either the Directors of the Company or their relatives in any manner what so ever except the payment of salary & other statutory payments to the CEO, who is also a director and payment of sitting fees to all the Directors.

Income and Management Expenses

The total income of the Company during the year was NPRs 29,971 million, showing a growth of 5.89% over that of the last year, with income from investment registering 13.13% growth during the year. The total management expense ratio of the Company is 6.11%

Payment to Directors and other Executives

A sum total of NPRs 27,587,434 has been paid to Directors, CEO and other Executives of the Company as per laid down rules in the year 2080/81.

Statement of Remuneration of Directors and Executives are as under:

* These payments are made to LIC of India as these Directors are in service employees of LIC of India.

** includes tax and other statutory payments.

Purchase of Property

No property has been purchased or sold by the Company during the year as per section 141 of the Companies Act, 2083.

Valuation of Life Fund

As per the instruction of Nepal insurance Authority, a Life Insurance Company is required to undertake valuation of its fund by an actuary on yearly basis. Based on valuation report of the financial year 2080/81, there is increase in life fund by NPRs 13,270 million.

Bonus to Policyholders

The Bonus rates (per 1000 sum assured per year) of the Company for 2080/81 declared are as below:

Insurance Plans	Term	FY 2022-23	FY 2023-24	Insurance Plans	Term	FY 2022-23	FY 2023-24
Jeevan Vidya (352), Jeevan Saathi (357), Jeevan Shree (363)	15 to 19	53	53	Bal Mamta (340) & Bal Sneha (341)	16 to 20	57	57
	10 to 14	52	52		Up to 15	55	55
	5 to 9	51	51		20	45	55
Savadhik (333)	45 and above	61	65	Jeevan Tarang (345)	15	41	51
	35 to 44	61	63		10	40	50
	25 to 34	61	61		20	55	55
	20 to 24	55	55	New Jeevan Tarang (360)	15	51	51
	15 to 19	53	53		10	50	50
	10 to 14	52	52		25 and above	61	63
	5 to 9	51	51	Jeevan Bachat (359)	20 to 24	56	57
Jeevan Anand (342)	25	60	60		15 to 19	52	53
	20 to 24	57	57		10 to 14	49	49
	15 to 19	55	55	Jeevan Labh (361)	5 to 9	41	41
	10 to 14	52	52		25	55	57
	5 to 9	50	50		20	53	55
Child Endowment (349)	30 and above	64	64		15	52	53
	25 to 29	63	63	Endowment Micro (354)	10	51	51
	20 to 24	55	55		All Term	41	41
	15 to 19	51	51	Baal Samridhee (362)	Up to 15	-	55
Dhan Bristi (358)	15	57	57		16 to 20	-	56
	10	55	55				
Dhan Firta (334, 335, 336, 337, 339, 343)	25	60	60				
	20	57	57				
	15	56	56				

Product Line	Annual Premium Band	Loyalty Addition
Jeevan Saral (350)	Upto 5,000	255
	5,001 to 20,000	310
	20,001 to 50,000	365
	50,001 and above	405

शेयरधनीहरूलाई लाभान्तर र बोनस

कम्पनीको आ.ब. २०८०/८१ को वार्षिक बीमाजीय मूल्यांकनप्रश्चात कम्पनीको नाफा नोक्सान हिसाबबाट शेयरधनी खातामा रु. ८२.८६ करोड प्राप्त हुन आएको छ । संचालक समितिले यस आ.ब. मा आर्जित मुनाफाबाट शेयरधनीहरूलाई झल कायम रहेको चुक्ता पूँजी रु. ५ अर्बको १०.५२६ प्रतिशत (रु. ५२,६३,१५,९८८ बराबर रकम) लाभान्तरको रूपमा शेयरधनीहरूलाई वितरण गर्न प्रस्ताव गरेको छ जस अन्तर्गत १० प्रतिशत बोनस शेयर र ०.५२६ प्रतिशत नगद लाभान्तर (कर प्रयोजनार्थ) रहेका छन् ।

नयाँ बीमा योजना

कम्पनीले आ.ब. २०८०/८१ मा नयाँ बीमा योजना "बाल उन्नति" प्रचलनमा ल्याएको छ । "बाल उन्नति" बीमा योजना सुनिश्चित लाभ सहितको नाफामा सरिक नहुने नियमित बीमाशुल्क भुक्तानी गर्नुपर्ने एक सावधिक बीमा योजना हो बाल बीमा योजना हो । यो बीमा योजनाले संयुक्तरूपमा प्रस्तावक (अभिभावक) र बच्चा दुवैको जोखिम स्वतः बहन गर्दछ । यस बीमा योजनाले ८-१४ र १५-२५ वर्षे बीमा

Dividend & Bonus for shareholders

The audited financial statement after the inclusion of the valuation results for financial year 2080-81 has shown net profit of NPR 829.61 million. The Board of Directors has proposed 10.528 % of existing paid-up capital (5 billion) amounting to NPRs 526,315,789 as dividend out of this profit to our valued Shareholders, and from this dividend, 10% as Bonus Share, 0.528 % as cash dividend (including tax liability) on the total dividend so declared are to be apportioned.

New Product

In the fiscal year 2080/81, the company introduced a new insurance plan called "Baal Unnati". The "Baal Unnati" insurance plan is a child endowment life insurance, non-profit participating policy but provides guaranteed benefits and requires regular premium payments.

This insurance plan automatically covers the risks of both the proposer (parent/guardian) and the child. For insurance terms of 8-14 years and 15-25 years, the plan provides an

अवधिको लागि प्रति १००० रुपैयाँ बीमाङ्कको लागि वार्षिक रूपमा क्रमशः रु ५५ र रु ६० थप सुनिश्चित प्रदान गर्दछ ।

त्यसै गरी बीमा अवबिपर प्रस्तावको मृत्यु भएमा, बीमाङ्क रकमको १ प्रतिशत मासिक आय लाभ प्रदान गर्दै सम्पूर्ण बीमाशुल्क मिनाहा गरिन्छ ।

कम्पनीको औद्योगिक एवं व्यवसायिक सम्बन्ध

एलआईसी नेपालको व्यावसायिक सम्बन्धहरू सबल संस्थागत सुशासन संयन्त्रद्वारा निर्देशित एवं नियन्त्रित छन्, जसले पारदर्शिता, जवाफदेहीपन, र नैतिक आचरणमा जोड दिन्छ । विविध विशेषज्ञता एवं ज्ञान भएका सदस्यहरूको सञ्चालक समितिले कम्पनीको सञ्चालन एवं निरीक्षण गर्दै, कर्मचारी, बीमित, र शेयरधनीहरूको हितसंग मेल खाने निर्णयहरू गर्दछ ।

एलआईसी नेपालले आफ्ना शेयरधनीहरू, बीमितहरू, कर्मचारीहरू, नियामक निकायहरू र अन्य सरोकारवालाहरूसँग सौहार्दपूर्ण सम्बन्ध कायम राख्दै आएको छ । कम्पनी विभिन्न औद्योगिक तथा व्यावसायिक संस्थाहरूको सदस्य भएको कारणले व्यवसायिक अवसरहरू प्राप्त गर्न र उद्योग तथा समुदायमा राम्रो सम्बन्ध कायम गर्न सहयोग पुऱ्याएको छ । कम्पनीका औद्योगिक तथा व्यवसायिक सम्बन्धहरू अझ ऐनको पालना, कर्मचारी हितप्रति प्रतिबद्धता, र नैतिक एवं प्रभावकारी व्यवस्थापन अन्त्यस सुनिश्चित गर्ने सबल संस्थागत सुशासन संरचनाद्वारा विशेषता प्राप्त छन् ।

कर्मचारी सम्बन्ध

समीक्षा अवधिमा व्यवस्थापन पक्ष र कर्मचारीहरूबीच सुमधुर सम्बन्ध रहेको जानकारी गराउन पाउँदा संचालक समिति खुशी व्यक्त गर्न चाहन्छ । कम्पनीको प्रागतिलाई केन्द्रबिन्दुमा राख्दै, हाम्रा विद्यमान कर्मचारीहरूलाई उत्तेजित गर्दै नयाँ जनशक्तिलाई नियुक्त गर्ने कार्य अधि बढाईएको छ ।

ग्राहक सेवा

हाम्रा मूल्यवान् बीमितहरू एवं अन्य सरोकारवालाहरूलाई विभिन्न सञ्चार च्यानलहरू मार्फत आफ्ना राय सुझाव एवं गुनासाहरू सम्बोधन गर्न व्यवस्था मिलाईएको छ । कम्पनीले आवधिक प्रतिक्रिया प्रयोग गरी सेवाग्राहीहरूलाई सहज, छिटो, भरपर्दो र फन्कटमुक्त सेवाहरू उपलब्ध गराउन सक्ने प्रयासरत छ ।

शेयरधनीहरू सँग सम्बन्ध

कम्पनीले सबै शेयरधनीहरूसँग सम्पर्कमा रहन प्रभावकारी सञ्चारको महत्त्वलाई मान्यता दिएको छ । शेयरधनीहरूको जानकारीका लागि कम्पनीद्वारा नियमित रूपमा वित्तीय तथा गैर-वित्तीय प्रतिवेदनहरू प्रकाशित गर्ने गरिएको छ । वार्षिक साधारणसभा सबै शेयरधनीहरूसँग प्रत्यक्ष रूपमा संवाद गर्ने अवसरको रूपमा प्रयोग गरिन्छ ।

नेटवर्क, बीमाशुल्क भुक्तानी र मोबाइल एसएसएमएस सेवा

कम्पनीले अत्याधुनिक सूचनाप्रविधिको माध्यमबाट सबै शाखा कार्यालयहरूलाई अनलइन नेटवर्कबाट आबद्ध गर्न सफल भएको छ । बीमा पोलिसी जुनसुकै शाखाबाट लिइता पनि आधुनिक सूचना प्रविधिको प्रयोग गर्दै ग्राहकहरूलाई सफलतापूर्वक "जुनसुकै शाखाबाट बीमाशुल्क भुक्तानी गर्न मिल्ने सेवा" उपलब्ध गरिदै आएको छ । साविकमा कम्पनीले बिमितहरूलाई बीमा समाप्ति, बीमाशुल्क भुक्तानी र बीमाशुल्क भुक्तानी प्राप्त भएको जानकारी गराउने, बीमालेख कर्जा, समर्पण र जीवित एवं परिपक्वता लाभ सम्बन्धमा

additional guaranteed benefit of NPR 55 and NPR 80 per NPR 1,000 sum assured, respectively, on an annual basis.

Similarly, in the event of the proposer's death during the policy term, a monthly income benefit equivalent to percent of the sum assured is provided, and all future premium payments are waived.

Industrial or professional relations of the company

LIC Nepal's professional relationships are governed by a robust corporate governance framework that emphasizes transparency, accountability, and ethical conduct. The Board of Directors, comprising members with diverse expertise, oversees the company's operations, ensuring that management decisions align with the interests of employees, policyholders, and shareholders.

LIC Nepal has maintained a cordial relationship with its shareholders, policyholders, employee, regulators and other stakeholders. The company is a member of various industrial and business organizations, which has helped grabbing the business opportunities and in maintaining good relationship in the industry and community. Company's industrial and professional relationships are characterized by adherence to national labor laws, a commitment to employee welfare, and a strong corporate governance structure that ensures ethical and effective management practices.

Employee Relations

The Board is pleased to report that during the year under review the Management Employee relation has remained harmonious. In view of Company's expansion, the recruiting of new human resource as well as motivating our existing employees is proceeding apace.

Customer Care:

Our valued customers are being facilitated to address their queries/concern/grievances etc. by means of different communication channels. Company is always with its instinct to provide easy, fast, reliable and hassle-free services to its customers and also striving to continuously improve its customers service experience, fulfill the customers' needs by implementing modern technology.

Relations with shareholders:

The Company recognizes the importance of good communication with all the shareholders. There is regular information, financials as well as non-financial reports, published by the company for the shareholders' information. The Annual General Meeting is used as an opportunity to communicate with all the shareholders.

Networking, Premium Payment & Mobile SMS

The Company has been maintaining a modern IT system and all branches have been linked with the online networking system. LIC Nepal has successfully introduced "Anywhere Premium Payment" system in last year and has a successful result so far. The customers are happy and well satisfied to pay the premium in any branch of LIC Nepal irrespective of where he/ she has taken the policy from. Likewise, the Company has been delivering "Mobile SMS Information

जानकारी दिन मोबाइल एसएमएस सेवा तथा वेबसाइटमा अनलाइन पोर्टल सेवा प्रदान गर्दै आएकोमा गत वर्ष देखि Connect IPS, खल्ती र इ-सेवा माफ्त प्रिमियम फुकाउन सकिने व्यवस्था मिलाईएको छ ।

त्यसै गरी बीमा सम्बन्धी सम्पूर्ण कागजातलाई डिजिटलाइजेशन गरी सेवा प्रवाहलाई झुस्त दुरुस्त बनाउन प्रतिवेदन गितिसम्म ३२ वटा शाखाको कागजपत्रलाई स्वयान्द गरी करिब १५ लाख तस्वीर विद्युतिज माध्यममा अपलोड गरेको र बाँकी शाखाहरूको पनि क्रमशः गरिने जानकारी गराउन चाहन्छौं ।

दावी भुक्तानी

आ.व. २०८०/८१ मा कम्पनीले जम्मा १००४ वटा मृत्यु दावीहरूमा रु. ३४.६६ करोड रकम भुक्तानी गरेको छ । त्यसै गरी कम्पनीले आ.व. २०८०/८१ मा भुक्तानी गर्नु पर्ने सबै परिपक्वता लाभहरूको भुक्तानी सोही आ.व. भित्रै सम्पन्न गरी नेपालको जीवन बीमा बजारमा एउटा अद्वितीय उपलब्धि हासिल गरेको जानकारी गराउन चाहन्छौं । यस वर्ष भुक्तानी भएको कूल दावी (मृत्यु + परिपक्वता + जिवित लाभ + सर्पण र अन्य दावी) रकम रु. ६६२.०२ करोड रहेको जानकारी गराउँदछौं ।

अन्य व्यापारिक क्रियाकलापहरू

आ.व. २०८०/८१ मा कम्पनीमा १,६६१ जना नयाँ अभिकर्ताहरू नियुक्त भएका छन् । त्यसै गरी २०८१ आषाढ मसान्तसम्ममा ५,८३८ जना सक्रिय अभिकर्ताहरूले बीमा व्यवसायमा सक्रिय योगदान पुर्‍याउनु भएको जानकारी गराउन चाहन्छौं । यस वर्ष १४३ जना अभिकर्ताहरू सतकर्मी र १३१जना बीमा पेशाको सम्मानित मन्च-२०२२ बन्नु सफल भएका छन् । कम्पनीको बिक्री बढाउन उद्देश्यले नयाँ अभिकर्ताहरूलाई नियमित रूपमा तालिम र बिद्यमान अभिकर्ताहरूलाई अझ बढी व्यवसायिक बनाउन अत्यन्त सामाग्रीहरू, पुनर्ताजी तालिम तथा बिक्री कलाका कार्यक्रमहरू संचालन गरिदै आएको छन ।

संस्थागत सुशासन

सञ्चालक समितिको बैठक नियमित रूपमा प्रचलित कानून अनुसार बस्ने गरेको छ । आर्थिक वर्ष २०८०/८१ मा सञ्चालक समितिको कुल आठ वटा बैठक सम्पन्न भएका छन् । नीतिगत विषयहरूका साथै, सञ्चालक समितिले रणनीतिक मार्गनिर्देशन प्रदान गर्ने, वित्तीय अनुशासन र जवाफदेहिता सुनिश्चित गर्ने, साथै बीमित तथा अन्य सरोकारवालाहरूको हितको संरक्षण गर्ने कार्य पनि गर्दछ । सञ्चालक समितिले नेपाल बीमा प्राधिकरणले जारी गरेको बीमहरूको संस्थागत सुशासन निर्देशन, २०८० मा भएका व्यवस्थाहरूलाई हुबहु पालना गरेको छ ।

आन्तरिक नियन्त्रण प्रणाली

कम्पनीको प्रतिष्ठाका हानी पुर्‍याउनु सक्ने संभावित जोखिमहरूलाई न्युनिकरण गरेर नाफामुखी व्यवसायिक अवसरहरूलाई अधिकतम बनाउनुको लागि वित्तीय गतिविधिहरूलाई सन्तुलित एवं पारदर्शी तवरले संचालन गर्न प्रतिबद्ध रहेको छ । विस्तृत रूपमा, यसले विद्यमान कानून र नियमहरूको पालना गर्दै र बाह्य तत्वहरूसँग सामञ्जस्यता राख्दछ ।

यसका लागि संचालक समितिले नेपाल बीमा प्राधिकरणका निर्देशनहरू कार्यान्वयन गर्नुका साथै जोखिम व्यवस्थापन समितिले गठन गरी जोखिम पहिचान, जोखिम मूल्यान्कन, जोखिम न्यूनिकरण र नियन्त्रण/अनुगमनका केही कार्यविधिहरू निर्माण गरेको छ ।

संचालक समिति, उपसमिति, व्यवस्थापन समूह र आन्तरिक लेखापरीक्षणबाट नियमित रूपमा कम्पनीको सञ्चालनको समीक्षा गर्ने गरिएको छ । लेखापरीक्षण समितिले समिक्षा अवधिमा कम्पनीको

Service' and "Online Portal" service through website to inform the policyholders regarding the policy completions, premiums dues and premiums received details and also for payment of policy loans, surrenders, survival benefits & maturity claims.

Similarly, with a view to collect insurance premium in a timely manner, an arrangement introduced in last year has a tremendous result and customers are happy to pay the premium amount through E-sewa, Khalti and Connect IPS.

Claims

During the fiscal year 2080-81, the Company has settled 1004 number of death claims amounting NPRs 346.66 million. All the maturity and survival benefit claims of the Company due in the financial year 2080-81 were settled in the fiscal year itself which is a unique feat in the Life Insurance Market of Nepal. The total claim amount (for Death, Maturity, Survival Benefit and other claims) paid during the year is NPRs 6,620.27 million.

Other Marketing Activities

During the year of review, the Company recruited 1,861 new agents. As at the end of Ashad, 2081, we had 12,071 licensed agents, out of which 5,879 have contributed to the business of the Company. During the financial year 2080/81, 147 Agents have become Centurions and 131 Agents have qualified to be the members of prestigious MDRT-2024 club of insurance professionals. A continuous exercise is being undertaken to enhance the selling skills of the agents, with refresher trainings, by providing them with literature on marketing and allied subjects and keeping them engaged through various innovative competitions.

Corporate Governance

The Board of Directors held regular meetings as per the prescribed rules. Eight meetings of Board of Director's were held in the FY 2080/81. In addition to policy matters, the Board also provides strategic direction, ensures financial discipline and accountability, and also ensures protection of interest of the policy holders and other stakeholders. The Board of Directors strictly acts as per the terms laid out in the Insurer's Corporate Good Governance Directive, 2080 issued by Nepal Insurance Authority.

Internal Control System

The Company is committed to control its business and financial activities in order to maximize profitable business opportunities by avoiding or reducing risks which can cause loss or reputational damage. Further it ensures compliance with applicable laws and regulations, and enhance resilience to external events.

To achieve this, the Board has formed Risk Management Committees and adopted some procedures of risk identification, risk evaluation, risk mitigation and control/monitoring, besides implementation of the Nepal Insurance Authority directives.

The operation of the company is reviewed regularly by the Board, its Committees, Management and Internal Audit. The Audit Committee has reviewed the effectiveness of the Company's system of internal control during the year, and provided feedback to the Board as appropriate. Internal Audit reports are forwarded periodically to the Audit Committee.

आन्तरिक नियन्त्रण प्रणालीको प्रभावकारिताको समीक्षा गर्दै संचालक समिति उचित राय सुभाष पेश गरेको छ । आन्तरिक लेखापरीक्षण प्रतिवेदन समय समयमा लेखा समितिमा पठाइन्छ । लेखापरीक्षण प्रतिवेदनले जील्याएका सुभावहरूमा तत्काल सुधार गर्नका लागि प्रमुख कार्यकारी अधिकृत र व्यापार प्रमुखहरूलाई जानकारी गराइन्छ ।

लेखापरीक्षण समिति

कम्पनीको नियमावलीमा व्यवस्था भए बमोजिम संचालक समितिले स्पष्ट कार्यदेश (त्यत्र) सहितको लेखापरीक्षण समिति गठन गरेको छ। लेखापरीक्षण समितिको कर्तव्य र जिम्मेवारीहरू नेपाल बीमा प्राधिकरणको निर्देशन, बीमा ऐन २०७८, कम्पनी ऐन र अन्य प्रचलित कानून बमोजिम रहेका छन् ।

स्वतन्त्र संचालक श्री प्रविन कुमार मोलरी लेखापरीक्षण समितिको संयोजक हुनुहुन्छ र समिधा अवशिमा कूल ८ वटा लेखा परिक्षण समितिको बैठक बसेको र बैठक भत्ता वापत कूल रु १,७५,०००/- खर्च भएको छ ।

S.No.	Name	Designation for Audit Committee
1.	Shri Praveen K. Molri, Independent Director	Co-ordinator
2.	Shri Tablesh Pandey, Director	Member
3.	Shri Ashok K. Agrawal, Director	Member
4.	Smt. Komal Agrawal, Director	Member

S.No.	Meeting Dates	Remarks
1.	28-July-2023	• All AC Members were present in these meetings.
2.	11-Sept-2023	
3.	31-Oct-2023	
4.	21-Dec-2023	• Member, Shri Ashok K. Agrawal remained absent at a meeting held on 08/02/2024.
5.	6-Feb-2024	
6.	7-March-2024	• The Audit Committee has been regularly reporting to the Board.
7.	29-April-2024	
8.	24-May-2024	• A sum total of NRs 1,75,000 has been paid to Directors as sitting fee as per rules in the year 2080/81.
9.	18-June-2024	

लेखा परिक्षण समितिले आ.व. २०८०/८१ मा लिवाँह गरेको भूमिकाहरू

- आन्तरिक लेखा परिक्षण योजना/कार्यक्रमको स्वीकृति ।
- कम्पनीको त्रैमासिक वित्तीय विवरणहरूको समिक्षा ।
- कम्पनीको त्रैमासिक वित्तीय विवरणहरूको समिक्षा गरी कम्पनीको संचालक समिति समक्ष सिफारिस ।
- बाह्य लेखापरिक्षकको नियुक्तिका लागि वार्षिक साधारण सभा समक्ष सिफारिस ।
- आन्तरिक लेखापरिक्षकको नियुक्तिका लागि सिफारिस ।
- बाह्य लेखापरिक्षकको प्रारम्भिक लेखापरीक्षण प्रतिवेदनको समिक्षा ।
- आन्तरिक लेखापरिक्षकको प्रारम्भिक लेखापरीक्षण प्रतिवेदनको समिक्षा ।
- नेपाल बीमा प्राधिकरणको निरीक्षण प्रतिवेदनको अनुपालनाको स्थिति सहितको कम्पनी व्यवस्थापनको प्रतिक्रिया उपर समिक्षा गरी कम्पनी संचालक समिति समक्ष सिफारिस ।

लेखा परिक्षण समितिले प्रदान गरेका सुभावहरू

- बाह्य लेखापरिक्षकको म्यानेजमेन्ट लेटर (Management Letter) मा जील्याइएका कैफियतहरूको अनुपालना गराउन आवश्यक कार्यहरू गर्ने ।

The findings of all audits are reported to the CEO and Business Heads for initiating immediate corrective measures.

Details as to the Audit Committee

As mandated by the regulations, the Board has formed an Audit Committee with clear Terms of Reference (ToR). The duties and responsibilities of the Audit Committee are in congruence with the framework defined by Nepal Insurance Authority Directives, Insurance Act 2079, Companies Act and other prevailing laws.

In-house Internal Audit Department is in place in the Company for conducting internal audit, which carries out its functions as per the prevailing regulations as well as Company's Audit Policy and Manual.

The Audit Committee is chaired by a Non-Executive Director and other members ensuring complete independence. The Composition of the Audit Committee as on 31 Asadh, 2081 was as below:

Role played by the Audit Committee during FY 2080/81(2023-24):

- Approval of internal audit plan/program.
- Review of quarterly financial statements of the company.
- Review of quarterly financial statements of the company and recommendation to the BODs.
- Recommendation for appointment of statutory Auditor of the company to the Annual General Meeting of the company.
- Recommendation for appointment of internal Auditor of the company.
- Review of Preliminary Audit Report issued by statutory Auditor of the company.
- Review of quarterly internal Audit Report issued by internal Auditor of the company.
- Review of Management response with compliance status of the Inspection Report issued by Nepal Insurance Authority and recommendation to the BODs.

Suggestion given by the Audit Committee to the management:

- Appropriate and needful action to be taken for complying the observations reported in Management Letter of Statutory Audit.

- समान प्रकृतिका कैफियतहरूको पुनरावृत्ति हुन नदिन आवश्यक उपायहरू अवलम्बन गर्ने ।
- रिपोर्टिङ संयन्त्रलाई ध्यानमा राख्दै कर्मचारीहरूको पेशागत दक्षता अभिवृद्धिको लागि पर्याप्त तालिम सम्बन्धी कार्यक्रमहरूको व्यवस्था गर्ने ।
- लेखापरीक्षण प्रतिवेदनमा उल्लिखित कैफियतहरू समयमै सुधार गर्ने सुनिश्चितताको लागि थप बलियो अनुगमन संयन्त्र स्थापना गर्ने ।

कम्पनीको रेटिङमा स्तरोन्नति

समिक्षा अवधिमा कम्पनीको रेटिङ A बाट A+ मा स्तरोन्नति भएको छ जसले हाम्रो बलियो वित्तीय कार्यसम्पादन, असल जोखिम व्यवस्थापन अभ्यासहरू, र ग्राहक सन्तुष्टिप्रतिको अटल प्रतिबद्धतालाई प्रतिबिम्बित गर्छ । यो उन्नत रेटिङले हाम्रा बीमितहरू, लगानीकर्ता, र सरोकारवालाहरूले हामीमाथि राखेका विश्वास र दीर्घकालीन स्थिरता र वृद्धिप्रतिको विश्वासलाई अझ प्रगाढ़ बनाएको छ ।

सञ्चालकहरूद्वारा शेयरको खरीद

आर्थिक वर्ष २०८०/८१ मा यस कम्पनीका संचालक तथा पदाधिकारीहरूद्वारा कुनै शेयर खरीद नगरिएको तथा शेयर कारोबारमा निजहरूको संलग्नता रहेको छैन ।

शेयरधनीहरूबाट प्राप्त जानकारी

शेयरधनी महानुभावहरूबाट प्राप्त हुने सुझावलाई कम्पनी सदैव स्वागत गर्दछ । शेयरधनीहरूबाट प्राप्त उचित सुझावहरूलाई कम्पनीको वृत्ति विकासमा योगदान पुर्‍याउनको निम्ति अवलम्बन गर्ने तर्फ हाम्रो प्रयत्न सदैव रहिरहने छ ।

अन्य खुलाउनु पर्ने कुराहरू

प्रचलित ऐन तथा कानून बमोजिम कम्पनीको अन्य कुनै कुरा खुलाउनु पर्ने छैन ।

आभार व्यक्त

आजको यस गरिमामय सभामा संचालक समिति सबै शेयरधनी महानुभावहरूलाई निरन्तर सहयोग र मार्गदर्शनको लागि धन्यवाद दिदै मूल्यवान् बीमितहरूलाई उहाँहरूको अटुट भरोसाको लागि साथै नेपाल सरकारको समन्वित विभाग, नेपाल राष्ट्र बैंक, नेपाल बीमा प्राधिकरण, नेपाल वित्तोपत्र बोर्ड, कम्पनी रजिष्ट्रारको कार्यालय, नेपाल स्टक एक्सचेन्ज लिमिटेड, सीडीएस एण्ड क्लियरिङ लिमिटेडका पदाधिकारीहरू र सम्पूर्ण कर्मचारीहरूलाई हार्दिक आभार व्यक्त गर्न चाहन्छ । कम्पनीको लेखा प्रणालीलाई उत्कृष्ट स्तरमा कायम राख्न सहयोग र मार्ग निर्देशन गर्नु हुने बीमाङ्गी र चार्टर्ड एकाउन्टेन्ट एवं लेखापरीक्षक र भारतीय जीवन बीमा निगमका विभिन्न विभागहरूलाई संचालक समिति हार्दिक कृतज्ञता ज्ञापन गर्न चाहन्छ । त्यस्तै गरी यस कम्पनीलाई सफलताको यस उचाइमा पुर्‍याउन गर्नु भएको कडा परिश्रम र समर्पणको लागि हामी, हाम्रा अभिकर्ताहरू र एजेन्सी म्यान्डजरहरूलाई धन्यवाद व्यक्त गर्न चाहन्छौं ।

अन्त्यमा, कम्पनीलाई सफलताको नयाँ उचाइमा पुर्‍याउन कम्पनीले भविष्यमा पनि सम्पूर्ण सरोकारवालाहरूबाट यस्तै प्रकारको निरन्तर सहयोग र सहकार्यको अपेक्षा गरेको छ ।

धन्यवाद ।

सञ्चालक समिति

- Measures to be taken for avoiding recurrence of similar observations
- Conducting adequate training activities for professional development of staff in consideration of reporting mechanisms
- Establish a more structured follow-up mechanism to ensure timely remediation of audit findings.

The Audit Committee provides feedback to the Board of Directors by tabling Audit Committee meeting minutes at the subsequent Board meeting for review.

Upgrade in the company's rating

Our company has been upgraded from an A rating to A+, reflecting our strong financial performance, sound risk management practices, and unwavering commitment to customer satisfaction. The upgraded rating underscores the trust that our policyholders, investors, and stakeholders place in us, and the confidence in our long-term stability and growth.

Share purchased by Directors

During the financial year 2080/81, neither Directors nor Officers of the Company have purchased any shares of the Company and they have not been involved in any transactions related thereto.

Information/Suggestion from Shareholders

To boost open and transparent functioning, suggestions from shareholders are always welcomed. We would be delighted to receive suggestions from your good selves for furthering the growth of the Company and would definitely give due consideration to those suggestions.

Any other matter to be disclosed

Apart from the above-mentioned facts, the other mandatory disclosures by the Company in accordance with any of the existing laws of Nepal are included in Annual Report.

Expression of Gratitude

On this occasion, the Board of Directors would like to thank all the shareholders for their continuous support and guidance. We also take this opportunity to extend thanks to our valued customers for their patronage. Further, we express our sincere gratitude to the officials of concerned Department of Nepal Government, Nepal Rashtira Bank (NRB), Nepal Insurance Authority (NIA), Securities Board of Nepal, Office of Company Registrar, Nepal Stock Exchange Limited, CDS & Clearing Limited for their patronage and all the employees, agents and agency managers, actuary, auditors and other stakeholders of the company for their hard work and dedication.

To conclude, we are confident that the company shall continue to get the same support and co-operation from all of you in the future which will be a source of inspiration in our endeavor to take our company to newer heights of success in the times to come.

Thank you once again.

Board of Directors

Annexure to BOD report
**DISCLOSURE RELATED TO SUB-CLAUSE (2)
OF RULE 26 OF SECURITIES REGISTRATION AND ISSUE REGULATION, 2073**

1. Report of the Board of Directors:

Included in Annual Report.

2. Auditor's Report:

Included in Annual Report.

3. Audited Financial Reports:

Balance Sheet, Profit and Loss Account, and Cash Flow Statement and related Schedules are included in Annual Report.

4. Details relating to Legal Action:

(a) A law-suit filed by/against the Company: None of the active litigations of the company is affecting the market value of shares as provided under rule 26(5) of Securities Registration and Issue Regulation, 2073.

(b) A law-suit filed by/against the promoter or director of the body corporate Involving statutory rules or criminal offence: No such information has been received by the company till date.

(c) A law-suit, if any, filed against the promoter and director for committing economic crimes: No such information has been received by the company till date.

5. Analysis of share transaction and progress of the Company:

(a) Management's view on the performance of the stock of the company in the Stock Exchange: As the Nepal Stock Exchange is operating under the supervision of Securities Board of Nepal, management has no comment on the same.

(b) High, Low and Closing price of the stocks of the company during each quarter of the 2080/81 along with total volume of trading of shares and number of days traded (as per the table):

Quarter	Maximum price (in NPR)	Minimum price (in NPR)	Closing price (in NPR)	No. of trade	No. of Trading Days
First Quarter	1,855	1,291	1,318	268,290	61
Second Quarter	1,572	1,290	1,425	160,356	49
Third Quarter	1,499	1,291	1,352	136,372	58
Fourth Quarter	1,515	1,240	1,438	231,761	61

6. Problems and Challenges:

(a) Problems and Challenges faced:

Internal

i. Maintaining a steady growth in Return on Equity.

ii. Rise in cost of operation.

iii. Challenges for premature surrender of policies.

External

i. Limited avenue for long term investment.

ii. Cut-throat competition in insurance industry

iii. Average impact of global pandemic COVID-19 on various sectors of economy resulting into problems in collection of premiums.

(b) Strategy to solve such problems and challenges:

i. Strengthening Distribution channels.

ii. Development of Digital Platforms.

iii. Regular In-House training to staff to enhance work performance.

iv. Good Industrial relations.

v. Launch of innovative products.

7. Corporate Governance

The Company has been fully complying with the directives and guidelines issued by Nepal Insurance Authority regarding Corporate Governance. Board of Director's and its Committees' meeting are conducted on regular basis for ensuring transparency, accountability, which in turn helps to build trust with policyholders and stakeholders.

SUMMARY OF ANNUAL COMPLIANCE REPORT RELATING TO THE CORPORATE GOVERNANCE

For the FY 2080-81 (2023-24)

(Pursuant to Corporate Governance Directive Issued by SEBON for listed Institution, 2074)

Name of the Institution	Life Insurance Corporation (Nepal) Ltd.
Address (including email and website)	Ward No. 30, Kathmandu Metropolitan City, Putalisadak Email: liccorporate@licnepal.com.np Website: www.licnepal.com.np
Phone No.	01-4012613, 01-4012614
Report of the Fiscal Year	2080/81 (2023-24)

1. Details relating to Board of Directors:

(a) Chairperson of the Board of Directors:

Name of Chairperson: **Shri Siddhartha Mohanty**

Date of appointment: **26/03/2023**

(b) Share structure of the company:

Name of Shareholder	Shareholding Percentage
LIC of India	55% (Promoter Share)
Vishal Group Limited	10% (Promoter Share)
General Public	35% (7.32% Ordinary share of Vishal Group Ltd.)

(c) Details of the Board of Directors:

S.No.	Name and address of Director	Group Represented	No. of Shares	Date of appointment	Date of oath of office and secrecy	Procedure of appointment
1.	Shri Siddhartha Mohanty, Chairperson	Promoter	-	26/03/2023	26/03/2023	Nominated by LIC of India
2.	Shri Tablesh Pandey, Director	Promoter	-	18/04/2023	18/04/2023	Nominated by LIC of India
3.	Shri Ashok K. Agrawal, Director	Promoter	-	01/09/2021	01/09/2021	Nominated by Vishal Group Ltd.
4.	Shri Praveen K. Molri, Director	Independent Director	-	30/09/2021	30/09/2021	Appointed by BOD as Independent Director
5.	Smt. Komal Agrawal, Director	General Public	Representation of Golden Barites Industries Pvt. Ltd.	10/03/2021	10/03/2021	Elected by AGM (General Public)
6.	Shri Pranay Kumar, Director & CEO	Promoter	-	09/06/2023	09/06/2023	Nominated by LIC of India

S.No.	Date of meeting	No. of Directors Present	Remarks
1.	27-July-2023(By circulation)	6	<ul style="list-style-type: none"> 12 meetings of Board of Director were held during the fiscal year. None of the directors were absent in the meeting of Board of Directors without leave of absence. Director, Shri Ashok K. Agrawal had taken leave of absence for the meeting dated 06.02.2024 and 20.06.2024. None of the Directors signed minutes of the meetings with dissenting opinion. None of the meeting of Board of Directors was cancelled due to lack of Quorum. Maximum interval in between two consecutive meetings of the Board of Directors was 53 days. Meeting allowance of Chairman was Rs. 18,000/- and that of director was Rs. 15,000/- per meeting.
2.	2-August-2023	6	
3.	11-Sept-2023	6	
4.	31-Oct-2023	6	
5.	8-Nov-2023 (By circulation)	6	
6.	21-Dec-2023	6	
7.	18-Jan-2024 (By circulation)	6	
8.	8-Feb-2024	5	
9.	7-March-2024	6	
10.	29-April-2024	6	
11.	26-May-2024 (By circulation)	6	
12.	20-June 2024	5	

Note: A sum total of NRs 7,14,000 has been paid to Directors as meeting fees & allowances, of the Company as per laid down rules in the year 2080/81.

2. Details related to conduct of Directors and other details:

- More than one Director has not been appointed/nominated in the Board from undivided family.
- Each of the directors has submitted written declaration to be furnished by him/her as per the prevailing laws within 15 days from the date of appointment/nomination.
- None of the Directors has held the position of director, salaried official, chief executive or employee of any other listed institutions with similar nature in Nepal.
- No information has received in regard to action on director by regulatory body or any other bodies.

3. Details related to risk management and internal control system of the Company:

(a) Risk Management:

Risk management is key to the success of LIC Nepal. The Board is responsible for determining the acceptable level of risk which includes risks to the business model and future performance; potential threats to policyholder security; operational risk; and adverse outcomes for members and customers.

The company has risk management solvency and reinsurance committee headed by Deputy Chief Executive Officer comprising with following members:

S.No.	Name	Risk management solvency and reinsurance committee
1.	Shri A. Datta, Dy. CEO	Coordinator
2.	Shri Ashok K. Agrawal, Director	Member
3.	Shri Dhyani Mandal, HOD Risk and AML & CFT	Member
4.	Smt Mamata Poudyal, HOD PS and Reinsurance	Member

The Risk Committee, on behalf of the Board, regularly monitors the operational effectiveness of the company to ensure that it continues to drive a strong risk culture across Company. In FY 2022-23, the Company has also done its Cyber Security Insurance from the leading insurer of the country as part of the company's cyber-risk strategy. As well as monitoring near-term risks, senior management and the Board also consider emerging risks and opportunities which may impact Company in the future.

(b) Risk And Control Assessment:

Management undertakes regular assessments and conducts Internal Audit every quarter to help determine whether the risk and control environment continues to operate in line with expectations. This helps ensure that the risks that company faces are identified, understood and managed effectively. The conclusions of these assessments and audits are used to inform our senior management and the Board as to whether there is an increasing likelihood that a single risk or group of risks could impact the business or our members and customers. The company has developed the Risk Based Internal Audit policy of the company which helps to complete the audit of our process, departments and locations in risk-based approach.

4. Details regarding dissemination of notice and information:

- Annual Report, quarterly reports, information/notice requiring timely disclosure/dissemination as well as price sensitive notice affecting price of securities have been duly published through newspaper and/or website and notified to regulators as required under prevailing laws.
- Notice regarding 22nd Annual General Meeting (AGM) was published on 05/06/2024 & 17/06/2024 on two different national dailies and website of the company.
- 22nd Annual General Meeting (AGM) was held on 27/06/2024. No Special General Meeting (SGM) was held during the fiscal year.
- Quarterly Financial Reports of last fiscal year were published on 16/11/2023, 12/02/2024, 11/05/2024 & 14/08/2024 respectively. No action has been taken against the Company for not disclosing information or any other reason by Securities Board of Nepal or other bodies.

5. Details related to organizational structure and employees:

- The Company has formulated and implemented its own Employee Personnel Manual.
- The Company has its organizational structure. It has formed senior Management team for the smooth and effective operation of the business, which comprises CEO, Deputy CEO & Chief Technical Officer, Head of Departments & others as decided by CEO.
- The Company has formulated succession plan of Employees.

8. Details related to Accounting, Auditing and other Details:

(a) Details as to Accounts:

- The Company has prepared its financial statements as per NFRS.
- The Company has not availed any loan or borrowing or fund in any other form from any person, bank or financial institution with whom director or his/her undivided family has financial interest.
- Company's assets have not been possessed by persons, firm, company, employee, advisor or consultant of the Company who has financial interest on the Company except the facilities and benefits derived in the capacity of director, shareholder, employee, advisor, consultant as per the prevailing laws.
- The Company has complied with the terms and conditions of license issued to it by the regulatory body.
- The Company has taken necessary initiatives/action on directions issued by regulatory body during regulatory inspection or supervision and submitted the status of compliance to the regulator issuing such directions.
- No information has been received in regard to any suit/case sub-judice against director.

(b) Details as to the Audit Committee (Committee):

As mandated by the regulations, the Board has formed an Audit Committee with clear Terms of Reference (ToR). The duties and responsibilities of the Audit Committee are in congruence with the framework defined by Nepal Insurance Authority Directives, Insurance Act 2079, Companies Act and other prevailing laws.

In-house Internal Audit Department is in place in the Company for conducting internal audit, which carries out its functions as per the prevailing regulations as well as Company's Audit Policy and Manual.

The Audit Committee is chaired by a Non-Executive Director and other members ensuring complete independence. The Composition of the Audit Committee as on 31 Asadh 2081 was as below:

S.No.	Name	Designation for Audit Committee
1.	Shri Praveen K. Molri, Independent Director	Chairperson
2.	Shri Tablesh Pandey, Director	Member
3.	Shri Ashok K. Agrawal, Director	Member
4.	Smt. Komal Agrawal, Director	Member

Nine number of Audit Committee meetings were conducted during the FY 2080/81.

S.No.	Meeting Dates	Remarks
1.	28-July-2023	<ul style="list-style-type: none"> All AC Members were present in these meetings. Member, Shri Ashok K. Agrawal remained absent at a meeting held on 06/02/2024.
2.	11-Sept-2023	
3.	31-Oct-2023	
4.	21-Dec-2023	
5.	6-Feb-2024	<ul style="list-style-type: none"> The Audit Committee has been regularly reporting to the Board.
6.	7-March-2024	
7.	29-April-2024	<ul style="list-style-type: none"> A sum total of NRs 1,75,000 has been paid to Directors as sitting fee as per rules in the year 2080/81.
8.	24-May-2024	
9.	18-June-2024	

The Audit Committee provides feedback to the Board of Directors by tabling Audit Committee meeting minutes at the subsequent Board meeting for review.

(Note: This is the summary of the Compliance Report prepared as per the Corporate Governance Directives Issued for Listed Institution, 2074 issued by Securities Board of Nepal.)

Name of Compliance officer: Sudarshan Giri

Auditor's Name: Bishesh Chaudhary

Designation: Company Secretary/Compliance officer

Designation: K.J. & Associates

Date: 16/01/2025

Date: 16/01/2025

Company's Seal:

Company's Seal:

Date of Approval of BOD's:

Review and responsibility statement of Senior Management Team



Mr. Pranay Kumar
Chief Executive Officer

At Life Insurance Corporation (Nepal) Limited, our core philosophy is centered on delivering comprehensive life insurance solutions that ensure financial protection and long-term security for our policyholders. As a leading life insurer in Nepal, we are steadfast in our commitment to providing value-driven, need-based, and innovative insurance products designed to meet the evolving financial goals and protection needs of individuals across all demographics.

Our strategic vision is aligned with the Sustainable Development Goals (SDGs), particularly in promoting financial inclusion, social protection, and economic resilience. Through our broad-based initiatives and inclusive product design, we strive to achieve universal insurance coverage, ensuring that no individual is left uninsured. The domestic economy, like many others worldwide, has been challenged by global economic headwinds including the COVID-19 pandemic, inflationary pressures, and sluggish macroeconomic growth. In such times, the importance of insurance as a financial safety net has never been more critical. At LIC Nepal, we are dedicated to supporting national recovery and resilience through our financial expertise, disciplined capital deployment, and continued contributions to the national exchequer.

Our suite of life insurance offerings plays a pivotal role in:

- Providing financial risk mitigation during health emergencies, income disruptions, or sudden death.
- Enabling wealth accumulation and retirement planning through disciplined savings products.
- Supporting capital formation, thereby fueling economic growth and business sustainability.
- Encouraging a culture of financial literacy and long-term planning among citizens.

Beyond individual protection, we contribute to national development by mobilizing long-term investable funds, stabilizing financial markets, and generating employment opportunities within the insurance and allied sectors. Our strategic focus remains on driving sustainable business growth, expanding new business premiums, enhancing customer engagement, and optimizing operational efficiency.

It is with great pride and a strong sense of responsibility that I present to you the Annual Report of Life Insurance Corporation (Nepal) Limited (LIC Nepal) for the fiscal year 2080/81. The past five years have been transformative for the company, marked by significant growth, prudent financial management, robust governance practices, and enhanced customer confidence. Our sustained progress reflects LIC Nepal's enduring mission—to protect lives, create financial security, and contribute to the development of Nepal's life insurance industry.

Review of Financial Statements

Over the last five years, LIC Nepal has demonstrated remarkable financial performance and stability, even amidst fluctuating economic conditions.

Our key financial metrics showcase our commitment to long-term growth and operational excellence:

- Total Income increased to **NPR 29.97 billion** in FY 2080/81, up from NPR 21.19 billion in FY 2076/77—an impressive **41% growth**.
- Gross Earned Premiums grew steadily to **NPR 18.11 billion**, reflecting growing policyholder trust and strong distribution networks.
- Net Investment and Loan Income surged to **NPR 11.72 billion** (Interest on loans and investments combined), up from NPR 5.99 billion in 2076/77—showcasing our disciplined investment strategy and prudent asset management.
- Net Profit reached **NPR 829.61 million**, maintaining profitability across successive years and reflecting robust underwriting and cost management.
- Earnings Per Share (EPS) remained stable and competitive, reinforcing LIC Nepal as a value-generating entity for its shareholders.

Further, total assets have grown significantly from NPR 73.31 billion in 2076/77 to NPR 128.38 billion in 2080/81—registering over 75% growth, driven by the steady expansion of the insurance business and investment base. Our Life Insurance Fund now stands at NPR 119.23 billion, up from NPR 67.46 billion five years ago, ensuring long-term obligations to policyholders are fully backed and securely managed.

Our strong solvency position, consistent growth in catastrophe reserves (now at NPR 654 million), and prudent provisioning practices reinforce our commitment to financial soundness and risk resilience.

Regulatory Compliance and Governance Excellence

As a licensed insurer under the Nepal Insurance Authority, LIC Nepal has maintained full compliance with all statutory provisions, regulatory frameworks, and reporting guidelines. We have not only implemented the Reinsurance Manual as mandated but have also taken a proactive approach in strengthening our catastrophic reinsurance coverage, ensuring that policyholder interests are safeguarded against large-scale risks.

Our commitment to governance is embedded in every function of the organization—from board-level oversight to operational execution. Transparency, accountability, and ethical conduct continue to be the cornerstones of our corporate ethos.

Digital Security and Operational Controls

Recognizing the growing significance of digital infrastructure, we have placed robust IT systems and cybersecurity controls to safeguard our data and operations. We have also conducted a comprehensive Information Systems (IS) Audit, affirming our preparedness to withstand evolving digital threats and ensuring operational integrity across all systems.

Operating effectiveness of the established control frameworks & Strategies

As of this fiscal year, our distribution strength is supported by 5,979 licensed insurance agents, and our active policy portfolio reached 690,007 policies, forming the backbone of our market outreach and policyholder engagement. Our branch expansion strategy—centered on a cluster model—enables us to synergize operations, penetrate underserved markets, and improve service delivery across Nepal.

Key operational pillars driving our continued success include:

- A streamlined and transparent claims settlement framework, ensuring prompt support to our policyholders.
- A reputation for expeditious disbursement of legitimate claims, reinforcing trust and confidence in our brand.
- A deep understanding of customer needs, enabling the design of affordable, accessible, and need-specific insurance products.
- Strong capital adequacy and solvency management, ensuring financial stability well beyond regulatory requirements.

Our long-term strategy focuses on deepening customer relationships, enhancing policy persistence, and expanding our risk-covered base through inclusive and sustainable growth practices. By remaining agile and responsive to the dynamic economic landscape, LIC Nepal is well-positioned to support individuals, communities, and the nation in building a financially secure future.


Recognition of our duties and unwavering pursuit of excellence

We the management are responsible for the preparation of financial statements that give a true and fair view in accordance with Nepal Financial Reporting Standards (NFRS), and for such internal control as the management determine 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, the management is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable.

The management of LIC Nepal remains deeply committed to a path of continuous improvement, innovation, and stakeholder-centric growth. Whether it is enhancing service delivery to our valued policyholders, generating sustainable returns for our shareholders, or contributing to national economic development, our focus remains clear and resolute.

We reaffirm our mission to deliver protection, stability, and peace of mind to every Nepalese household through life insurance. With continued innovation, responsible governance, and unwavering customer focus, we are laying the foundation for LIC Nepal's sustained growth and relevance in an ever-changing world.

On Behalf of Senior Management



Mr. Pranay Kumar
Chief Executive Officer

Review & Responsibility statement of Chief Financial Officer



CA. Damodar Poudyal
Chief Finance Officer

Mr. Damodar Poudyal is a Chartered Accountant with over 7 years of dedicated experience in the life insurance corporation (Nepal) Limited. His expertise in financial management and regulatory compliance has significantly contributed to the strong financial position and sustainable growth of LIC Nepal.

➤ Review of Financial Statement

I am pleased to present the financial highlights of Life Insurance Corporation (Nepal) Limited for the fiscal year ended 31st Ashadh 2081. This year marks yet another milestone in LIC Nepal's journey of consistent growth, sound financial discipline, and sustained trust from our policyholders and stakeholders.

LIC Nepal achieved remarkable growth in total assets, which rose to NPR 128.38 billion, representing a significant increase from NPR 114.43 billion in the previous year. This expansion reflects prudent investment strategies and disciplined underwriting practices.

Total income for the fiscal year reached NPR 29.97 billion, supported by:

- Net earned premiums of NPR 17.99 billion,
- Interest income from policy loans amounting to NPR 2.37 billion,
- Income from investments and loans totaling NPR 9.35 billion.

Despite increasing market challenges, LIC Nepal posted a net profit of NPR 829.61 million, underlining our resilience, efficient operations, and long-term financial sustainability. Our total equity stands at NPR 6.87 billion, demonstrating a strong capital base. Shareholders' equity has consistently increased, driven by retained earnings, steady profit generation, and a growing catastrophe reserve of NPR 654.08 million, highlighting our readiness to absorb potential shocks and fulfill policyholder obligations.

LIC Nepal has implemented a Reinsurance Manual in alignment with the Nepal Insurance Authority's framework, ensuring effective risk transfer mechanisms. This reinforces our commitment to maintaining adequate protection against catastrophic and large losses. In today's digital landscape, data security is paramount. LIC Nepal has placed strong IT controls to address cybersecurity risks and ensure data integrity. To validate the effectiveness of these measures, an Information Systems (IS) Audit was conducted, affirming our IT governance and operational readiness. The company has fully complied with all regulatory directives and frameworks issued by the Nepal Insurance Authority. We continue to uphold transparency, accountability, and timely disclosures as part of our corporate governance.

In conclusion, FY 2080-81 has been a year of financial strength, operational improvements, and strategic focus. LIC Nepal remains committed to value creation for all stakeholders while safeguarding the trust placed in us by millions of policyholders.

Declaration on Financial Statements for the Year Ended 31st Ashadh 2081

To the Stakeholders;

Pursuant to the directive issued by the Securities Board of Nepal for the Listed Institution – 2074 and addressing the circular issued by Nepal Insurance authority, I hereby make the following declarations with respect to the financial statements of Life Insurance Corporation (Nepal) Ltd. for the year ended 31st Ashadh 2081:

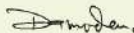
1. The financial statements have been prepared in compliance with Nepal Financial Reporting Standards (NFRS), as applicable in Nepal. Any departures therefrom have been appropriately disclosed.
2. The estimates and judgments related to the preparation of the financial statements have been made on a prudent and reasonable basis to ensure the presentation of a true and fair view of the Company's financial position and performance.

3. The form and substance of all transactions, and the situation of the Company, have been fairly and reasonably presented in the financial statements.
4. To achieve the above, proper and adequate systems of internal control and maintenance of accounting records have been implemented by the Company.
5. Internal audits have been conducted periodically to provide reasonable assurance that the Company's policies and procedures are consistently followed.
6. The management's use of the going concern basis in preparing the financial statements is appropriate. There is no material uncertainty regarding any events or conditions that may cast significant doubt on the Company's ability to continue as a going concern.

Furthermore, I hereby certify that:

- A. I have reviewed the financial statements for the year ended 31st Ashadh 2081, and to the best of my knowledge and belief:
 - i. These statements do not contain any materially untrue statement or omit any material fact, nor do they contain statements that might be misleading.
 - ii. These statements present a true and fair view of the Company's financial position and are following prevailing accounting standards and applicable laws.
- B. To the best of my knowledge and belief, no transactions have been entered into during the year that are fraudulent, illegal, or in violation of the Code of Conduct for the Company's Board of Directors or its shareholders.

Sincerely,



CA. Damodar Poudyal
Chief Financial Officer

रणनीतिक योजना र विकास

Strategic Plan & Development



Short-Term, Medium-Term and Long-Term Strategies of the organization and resource allocation for achieving them.

1. Financial Capital Management



Short-Term Objectives:

- Enhance investment returns.
- Strengthening cost control and operational efficiency.
- Stabilize premium collection and cash flow.



Long-Term Objectives:

- Maintain long-term financial sustainability and solvency.
- Optimize capital structure to meet regulatory requirements.
- Diversify investment portfolio for risk mitigation.



Strategies:

- Implement risk-based pricing models.
- Align asset-liability management practices.
- Improve financial forecasting and budgeting systems.



KPIs:

- Return on Investment (ROI).
- Expense ratio.
- Solvency margin.
- Growth in premium income.

2. Human Capital Management



Short-Term Objectives:

- Conduct targeted training and skill enhancement programs.
- Improve employee satisfaction and productivity.
- Recruit skilled professionals to fill competency gaps.



Long-Term Objectives:

- Build a performance-driven and resilient workforce.
- Develop leadership pipelines and talent retention strategies.
- Institutionalize a culture of innovation and accountability.



Strategies:

- Implement performance-based appraisal systems.
- Design structured career development paths.
- Promote diversity, inclusion, and work-life balance.



KPIs:

- Employee retention rate.
- Training hours per employee.
- Employee engagement index.
- Internal promotion rate.

3. Customer Relationship Management (CRM)



Short-Term Objectives:

- Streamline customer service and reduce complaint turnaround time.
- Expand digital channels for customer interaction.
- Improve post-underwriting engagement.



Long-Term Objectives:

- Establish long-term customer loyalty and advocacy.
- Build a customer-centric culture across the organization.
- Enhance brand reputation through consistent service excellence.



Strategies:

- Deploy advanced CRM tools and analytics.
- Personalize communication and product offerings.
- Launch customer satisfaction and feedback programs.



KPIs:

- Customer satisfaction score (CSAT).
- Average complaint resolution time.
- Policyholders retention rate.

4. Financial Reporting and Disclosures

**Short-Term Objectives:**

- Increase financial reporting transparency.
- Organize regular communication and disclosures.

**Long-Term Objectives:**

- Regulatory Compliance.
- Strengthen long-term investor confidence and partnership.
- Establish a strong reputation as a high-performing insurance organization.

**Strategies:**

- Enhance investor relations through timely updates.
- Align business goals with shareholder interests.

**KPIs:**

- Accurate, Reliable and Timely Financial Reporting and related Disclosure
- Dividend Payout Ratio, Earning Per share and Return on Equity.
- Investor Satisfaction Score.

5. Agent Relation Management (ARM)

**Short-Term Objectives:**

- Recruit and train new insurance agents.
- Increase agent engagement and activity levels

**Long-Term Objectives:**

- Develop a professional and highly productive agent network.
- Retain top-performing agents through career growth incentives.

**Strategies:**

- Provide digital tools and structured training programs.
- Implement performance-based incentives.

**KPIs:**

- Active agent ratio.
- New business premium from agents.
- Agent retention rate.
- Agent productivity (policies sold per agent).

6. Corporate Social Responsibility (CSR)

**Short-Term Objectives:**

- Conduct insurance literacy and awareness campaigns.
- Provide community support during natural calamities and emergencies.

**Long-Term Objectives:**

- Establish LIC Nepal as a socially responsible and impactful institution.
- Expand Inclusive Insurance coverage across all demographics.

**Strategies:**

- Implement CSR programs focused on education, health, and financial inclusion.
- Partner with community-based organizations and local bodies.

**KPIs:**

- The number of people reached through awareness programs.
- CSR Investment as a percentage of profit.
- Number of inclusive/low-income policies issued.
- Community impact score.

7. Technology Adaptation

**Short-Term Objectives:**

- Upgrade digital platforms and core insurance systems
- Enable online onboarding and claims services.

**Long-Term Objectives:**

- Achieve digital transformation across all business operations.
- Leverage AI and big data for decision-making and customer experience.

**Strategies:**

- Invest in IT infrastructure and cybersecurity.
- Integrate advanced analytics, automation, and cloud services.

**KPIs:**

- System uptime percentage.
- Percentage of services available online.
- Customer adoption rate of digital platforms.



एल.आई.सी. नेपालको

जीवन आनन्द

एकभन्दा बढि परिपक्वता भएको योजना

Plan No. 342

जीवन रहँदा पनि, जीवन पश्चात् पनि

विशेषताहरू :

१

बीमा अवधि समाप्ति पश्चात् पूरा बोनस र बीमाङ्क रकम एक साथ पाईन्छ ।

२

त्यसपछि बीमाशुल्क नतिरी सोही बीमाङ्क बराबर रकमको Whole Life जीवन बीमा प्राप्त हुन्छ ।

३

बीमा परिपक्वता पश्चात् यदि बीमितको मृत्यु भएमा बीमाङ्क रकम इच्छाएको व्यक्तिले प्राप्त गर्छन् ।

४

अधिकतम रु. १ करोडसम्मको दुर्घटना लाभ, स्थायी अशक्तता लाभ र बीमा परिपक्वता पछि पनि समर्पण गर्न सकिने सुविधा उपलब्ध छ ।

* शर्तहरू लागू हुने ।



एन.आइ.सी. नेपालको

सन्ततिको उन्नति र प्रगतिको लागि



Plan No. 363



बीमालेख चातु रहेको अवस्थामा
प्रत्येक वर्षको अन्त्यमा अधिकतम
रु. ६०/- सम्म सुविश्वत् लाभ
बीमितलाई प्रदान गरिनेछ ।*



प्रस्तावकलाई दुईटमा लाभ तथा
स्थावी अंशतन्त्रता लाभको सुविधा ।*

मुख्य विशेषताहरू



प्रस्तावकको जीवनको
जोखिम स्वतः बढ्छ ।



प्रत्येक बीमालेख सहित दिइनेमा
बीमाहको १% रकम मासिक आम्दानी
लाभको रूपमा भुक्तानी गरिने
(बढि प्रस्तावकको मृत्यु भएमा) ।



बढि प्रस्तावकको मृत्यु भएमा सम्पूर्ण
बीमाभुक्तहरू मित्राहा भई बीमालेख
चातु अवस्थामा रहने ।

* चर्चकम लागू हुने ।

रहने छ साथ,
जीवन पश्चात् ।



बीमा अवधिमा बीमितको निधन भएमा बीमाङ्क र बोनस रकम इच्छाईएको व्यक्तिलाई प्रदान गरिने र बाँकी अवधिको लागि निजको पति/पत्नीलाई बीमाङ्कको ५०% निःशुल्क जीवन बीमा जोखिम बहन हुने ।*

एल.आई.सी. नेपालको



अनुपम विशेषताहरू:

- न्यून बीमाशुल्कमा उच्च लाभ सहितको सावधिक जीवन बीमा,
- आकर्षक बोनस प्रतिफल,
- अधिकतम रु. १ करोडसम्मको दुर्घटना लाभ प्राप्त हुने,
- लगानीमा सरल तरलता उपलब्ध हुने ।

FREE मा जीवन साथीको समेत जीवन बीमा जोखिम बहन हुने योजना ।*

*शर्तहरू लागू हुने ।

कपरेट उत्तरदायित्व

Corporate Responsibility



> Our Initiatives for Staff Welfare

At Life Insurance Corporation (Nepal) Limited, we believe that our employees are the foundation of our success. Our staff welfare initiatives are designed to promote their physical well-being, financial security, professional development, and overall job satisfaction.

Health & Wellbeing

- Comprehensive health insurance coverage for employees and their families.
- Annual health check-ups and wellness camps.
- Mental health support and stress management workshops.

Work-Life Balance

- Leave facilities.
- Special leave for personal milestones or emergencies.
- Decent working hours.

Skill Development & Training

- Regular in-house and external training programs.
- Leadership development for promising employees.

Financial Benefits

- Short term, & Retirement benefits.
- Staff loan facilities at concessional interest rates.
- Annual performance-based bonuses and incentives.

Safe & Inclusive Workplace

- Zero-tolerance policy.
- Toward harassment and discrimination.
- Gender-inclusive and culturally respectful work environment.

Employee Engagement & Recognition

- Annual staff appreciation events and awards.
- Team-building activities, retreats, and cultural programs.
- Open-door policy for feedback and suggestions.

➤ Contribution in the National Economy

1. Mobilization of Domestic Savings

- Collection and management of life insurance premiums contribute significantly to the national savings pool.
- Encourages a savings culture among citizens, promoting financial discipline and security.

2. Investment in National Development

- Funds are invested in government bonds, infrastructure projects, and productive sectors.
- Supports capital training and economic growth through long-term investments.

3. Employment Generation

- Direct employment of a growing workforce across Nepal.
- Indirect employment through agent networks, training institutions, and business partnerships.

4. Insurance Penetration & Financial Inclusion

- Expanding insurance access to rural and underserved populations.
- Enhancing financial inclusion and social protection through affordable insurance products.

5. Resilience & Risk Management

- Provides a financial safety net for families and businesses.
- Contributes to economic stability by mitigating the financial impact of unexpected life events.

6. Revenue Contribution

Description of Tax	Fiscal Year 2080/81	To
Advance Tax	Rs. 2,809 million	Federal Treasury Account
Tax deducted at Source	Rs. 578 million	Federal Treasury Account
Rental Payment	Rs. 3.1 million	Local Government
Total	Rs. 3,190.1 million	

➤ Disclosure in relation to corporate social responsibility

At Life Insurance Corporation (Nepal) Limited, we uphold our responsibility to contribute meaningfully to the social and economic development of the nation. While no CSR expenditures were made during the fiscal year 2080/81, we have maintained a strong commitment to future impact-driven initiatives. As of the end of the fiscal year, the Company has accumulated a CSR Reserve Fund totaling NPR 23.7 million. This reserve reflects our dedication to responsibly supporting initiatives in areas such as education, healthcare, environmental protection, and disaster relief.

The non-utilization of CSR funds during the reporting period was due to a strategic decision to consolidate resources for more impactful and sustainable programs. The Board is actively evaluating high-priority projects that align with national development goals and community needs. These projects will be rolled out in the upcoming fiscal periods in collaboration with credible partners and stakeholders.

We reaffirm our long-term commitment to corporate social responsibility and assure our shareholders that these funds will be deployed effectively and transparently to create measurable, lasting value for society.

जोखिम व्यवस्थापन र आन्तरिक नियन्त्रण

Risk Management & Internal Control



➤ Risk Management Framework.

Risk management is key to the success of LIC Nepal. The Board is responsible for determining the acceptable level of risk which includes risks to the business model and future performance; potential threats to policyholder security; operational risk; and adverse outcomes for members and customers. To achieve this LIC has Risk Management Guideline, Climate Risk Management Policy and Risk based internal Audit Policy.

The company has risk management solvency and reinsurance committee headed by Deputy Chief Executive Officer comprising with following members:

S.No.	Name	Designation
1.	Shri A. Datta, Dy. CEO	Coordinator
2.	Shri Ashok K. Agrawal, Director	Member
3.	Shri Dhyan Mandal, HOD Risk and AML & CFT	Member
4.	Smt Mamata Poudyal, HOD PS and Reinsurance	Member
5.	Smt Sabina Shrestha, HOD NB Underwriting & Actuarial	Member

The Risk Committee, on behalf of the Board, regularly monitors the operational effectiveness of the company to ensure that it continues to drive a strong risk culture across Company. In FY 2023-24, the Company has also done its Cyber Security Insurance from the leading insurer of the country as part of the company's cyber-risk strategy. As well as monitoring near-term risks, senior management and the Board also consider emerging risks and opportunities which may impact Company in the future.

Risk And Control Assessment:

Management undertakes regular assessments and conducts Internal Audit every quarter to help determine whether the risk and control environment continues to operate in line with expectations. This helps ensure that the risks that company faces are identified, understood and managed effectively. The conclusions of these assessments and audits are used to inform our senior management and the Board as to whether there is an increasing likelihood that a single risk or group of risks could impact the business or our members and customers. The company has developed the Risk Based Internal Audit policy of the company which helps to complete the audit of our process, departments and locations in risk-based approach.

Disclosure of climate related Risk:

Disclosure of climate related risk as specified in section 3 of climate related risk management directive 2078.

- The company has formulated and implemented the climate related risk management policy effective from 15th May 2023.

2. Physical Risk Management:

- Damages and losses from physical phenomena:

The company have catastrophe reinsurance arrangement. As on 15th July 2024, Rs. 65.4 Cr catastrophe reserve has been maintained.

- Risk related to investment:

- The company has very low amount of investments in climate sensitive sectors which is extremely low exposure.
- In order to have low exposure related to climate risk, concentration of investments with financial institutions with minimal climate vulnerability are considered by the company following the investment guidelines.
- Prior to any investments the company checks if the investee is exposed to any sort of climate risks.
- Regular monitoring and guidelines of the regulator has also ensure the accepted level of vulnerability of investment assumption and decision.

- Risk related to mortality, morbidity and pricing:

- Direct impact on death claim statistic due to climate risk is difficult to correlate due to lack of scientific study.
- Pricing methodology of the life insurance product is based on the published NALM table.
- To minimize the risk of high value of death claim, reinsurance agreement has been made with the reinsurance company.

3. Transition Risk Management:

The Company does not have direct exposure related to transition risk.

4. Liability Risk Management:

Liability risk has not been faced or anticipated on account of any legal claims related to insufficient disclosures or management of climate risk.

➤ Other Disclosure in respect of Risk Management as per direction on NIA

LIC Nepal hereby confirms that it has fully complied with all policies, directives, and frameworks issued by the Nepal Insurance Authority (NIA). The company remains committed to maintaining the highest standards of regulatory compliance and corporate governance.

LIC Nepal has:

- Aligned its operations, reporting practices, and internal controls with the regulatory requirements set forth by the NIA.
- Fully implemented its Reinsurance Manual in accordance with the reinsurance framework mandated by the Authority.
- Ensured timely and accurate submission of reports, disclosures, and returns as prescribed by regulatory guidelines.
- Adhered to the solvency margin, investment norms, risk management standards, and other operational directives issued by the NIA.

The company continues to engage proactively with the regulator and update its systems, policies, and procedures to reflect any new regulatory changes, thereby reinforcing its commitment to transparency, policyholder protection, and long-term sustainability.

Climate Risk Related Disclosure

Climate risk refers to the potential adverse impacts and consequences of climate change on various aspects of human society, ecosystems, and economic activities. Climate change is one of the most significant challenges of the present time. The world's key environment and social challenges such as population growth, energy security, loss of biodiversity, global warming, effects in health, the occurrence of catastrophic events and access to drinking water and food are closely intertwined with climate change. The commitment to sustainability to avoid the negative impacts of climate change, loss of biodiversity, social and environmental impacts will mainly attract principles related to managing climate risk related financial risk and acting of the company on Net-Zero future. To underpin these two main areas there are five strategic pillars which are described as follows:

- Governance:** The company has a strong system of governance, with effective and robust controls. The risk officer should report the activities carried out by the company to investment, risk management, and solvency committee about the climate-related risks and opportunities that are identified, measured, monitored, and managed based on the risk management framework and in line with the risk appetite.
- Protecting our policyholder:** Climate change is a global challenge posing material risk to society and the economy. The natural catastrophes show that currently around a quarter of total economic losses are caused by extreme weather and climate related events, leading to sustainable insurance. The insurability and pricing of climate related risk become increasingly critical concerns for the company. The company assumes the expected growth in physical risk exposures and insurance claims due to climate change will increase risk-based premium levels over time, potentially impairing mid-to-the-mount long-term affordability and availability of insurance products with coverage against climate related hazards.
- Protecting our own assets:** The company aims to invest in environment-friendly projects such as climate resilient infrastructures, renewable energy, clean transportation, water cleaning, and pollution control. The investment may be made on the Green Bonds that have a goal to achieve the sustainable development goals and are pivotal in supporting global net zero target.
- Allocation of catastrophe reserves:** The company transfers 10% of net profit amount to the catastrophe reserve for meeting losses arising from an unexpected catastrophic event. Further, the company has a policy for ceding catastrophic risk which will be covered in a reinsurance treaty of the company. In addition, the company aims to allocate reserves on climate related risk based on the actuarial calculation and reserve required to address.
- Reducing direct climate impacts:** The company has ecofriendly social initiatives through its corporate social responsibility program and is also focusing on using eco-friendly materials.

Insurer's re-insurance policy and qualitative and quantitative disclosure on adequacy of reinsurance coverage including catastrophic reinsurance.

LIC Nepal has formally introduced and effectively implemented its Reinsurance Manual, which serves as a comprehensive guiding document for managing reinsurance arrangements in line with the company's risk appetite, operational needs, and regulatory requirements. The manual outlines clear policies, procedures, and governance structures for reinsurance operations, ensuring robust risk transfer mechanisms and financial protection.

Key objectives of the Reinsurance Manual include:

- Strengthening risk mitigation through optimal reinsurance structuring.
- Defining clear retention limits and reinsurance coverage thresholds.
- Ensuring consistency, transparency, and accountability in reinsurance practices.
- Enhancing capacity to underwrite large or high-risk policies, including catastrophic exposures.

The manual also establishes roles and responsibilities for various departments and ensures compliance with both domestic regulatory norms and international best practices. Process of the Re-insurance is outlined below:



Disclosure related to Re-insurance contracts.

Re-insurance related ratios for the reporting year and comparative period are presented below:

Particulars	Indicator	Fiscal Year				
		2080/81	2079/80	2078/79	2077/78	2076/77
Reinsurance Ratio	%	0.6%	0.5%	0.5%	0.6%	0.6%
Retention Ratio	%	99.4%	99.5%	99.5%	99.5%	99.4%
Net Reinsurance inflow / (Outflow)	Rs.	-Rs 62,288 M	-Rs 39,455 M	-Rs 18,336 M	Rs 56,925 M	-Rs 32,325 M
RI Commission Income/ Premium Ceded	%	13.30%	18.69%	13.14%	14.86%	36.82%

➤ Internal Control System Framework

Life Insurance Corporation (Nepal) Limited has established a comprehensive internal control system that plays a critical role in safeguarding organizational assets, ensuring transparency, integrity, and accountability in its operations. In alignment with the directives of the Insurance Board of Nepal and the company's internal governance policies, the internal control framework has been implemented since its establishment.

The system is designed to ensure adherence to internal and external laws, regulations, policies, and procedures by proactively identifying operational risks and mitigating them effectively. To oversee and assess the effectiveness of this system, an Internal Control Committee has been formed under the direct supervision of senior management.

This committee conducts periodic field inspections of branch and sub-branch offices, verifying accounting records, reviewing operational procedures, and performing systems audits. Based on these assessments, the committee provides actionable recommendations aimed at strengthening internal controls.

➤ Effectiveness of the Internal Control System

The effectiveness of the internal control system is fundamentally influenced by the organization's operational framework, clarity in delegation of authority, communication practices, employee conduct, established written procedures, and the administrative capacity to implement and enforce controls.

The system has been instrumental in ensuring asset security, data protection, prevention of financial irregularities, and the smooth execution of operational functions. Its effectiveness is regularly evaluated through comprehensive field visits, financial reviews, internal audits, and risk-based monitoring procedures.

The Internal Control Committee consistently prepares summary reports by analyzing findings from branch-level inspections and operational reviews. These reports also assess accounting transactions and compliance with internal policies and systems. The insights are submitted to senior management for informed decision-making. This structured mechanism significantly contributes to strengthening internal governance and promoting a culture of accountability and control across the organization.

➤ IT System and Control

LIC Nepal has implemented a comprehensive and secure Information Technology (IT) framework to support its operational efficiency, data management, and customer service capabilities. In recognition of the increasing risks posed by cyber threats and digital vulnerabilities, the company has placed adequate IT controls to safeguard its systems and information assets.

To further strengthen its cybersecurity posture, LIC Nepal has conducted a formal Information Systems (IS) Audit. This audit evaluated the effectiveness of the IT infrastructure, control mechanisms, data protection protocols, and compliance with regulatory standards.

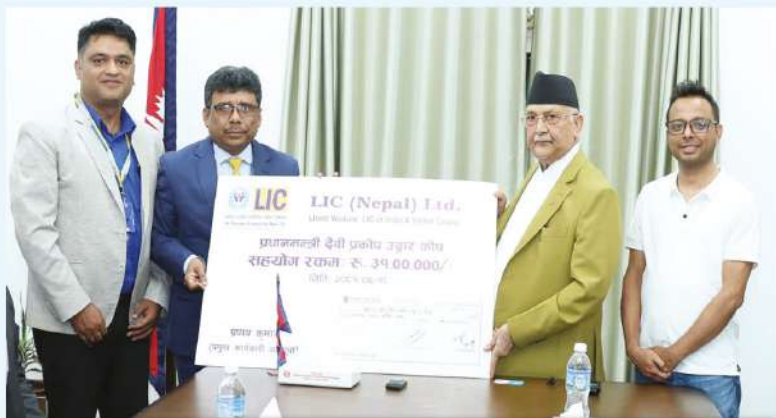
Key highlights of LIC Nepal's IT control environment include:

- Secure network and infrastructure, including firewalls, intrusion detection systems, and endpoint security solutions.
- Role-based access controls and multi-factor authentication to protect sensitive systems and data.
- Regular system monitoring, vulnerability assessments, and penetration testing to proactively manage risks.
- Data backup and disaster recovery systems to ensure business continuity.
- Well-defined IT governance policies and employee cybersecurity awareness training.

The IS Audit confirmed that LIC Nepal has adequately implemented and maintained the required technical and procedural controls to mitigate security threats and ensure the integrity, availability, and confidentiality of its information systems.

LIC Nepal remains committed to continuously enhancing its IT systems in line with evolving technologies and regulatory expectations.

केही भलकहरू GLIMPSES



२०८१ आश्विन १४ को विनाशकारी बाढीले क्षतिग्रस्त पुननिर्माणको लागि संस्वागत सामाजिक उत्तरदायित्व अन्तर्गत प्रधानमन्त्री दैवीप्रकोप उद्धार कोषमा रु. ३९ लाखको चेक सम्माननीय प्रधानमन्त्री केशी शर्मा ओलीलाई हस्तान्तरण गर्दै कम्पनीका प्रमुख कार्यकारी अधिकृत श्री प्रणय कुमार, कम्पनी सचिव श्री सुदर्शन गिरी र लेखा विभाग प्रमुख श्री दामोदर पौड्याल



नेपाल बीमा प्राधिकरणका अध्यक्ष श्री शरद ओभालाई कार्यक्रममा बधाई ज्ञापन गर्नु हुँदै प्रमुख कार्यकारी अधिकृत श्री प्रणय कुमार



अतिरिक्त हकप्रद रोगको गोप्य शिलबन्दी बोलपत्र खोल्ने कार्यक्रममा सहभागी हुँदै

केही भलकहरु GLIMPSES



नेपाल बीमा प्राधिकरण ५३ औं वर्षमा प्रवेश गरेको उपलक्ष्यमा आयोजित प्रभातफेरी कार्यक्रममा सहभागी हुँदै प्रमुख कार्यकारी अधिकृत श्री प्रणय कुमार लगायत अन्य कर्मचारीहरू



लेखापरिषद समितिको बैठकमा सम्पन्न बैठकमा सहभागी हुँदै संचालकप्रय श्री तनवेल पाण्डेय, श्री प्रतिन कुमार मोहरी, श्री योगेश खड्का, प्रमुख कार्यकारी अधिकृत श्री प्रणय कुमार, नायब प्रमुख कार्यकारी अधिकृत श्री ए दत्ता, कम्पनी सचिव श्री सुदर्शन गिरी र लेखा विभाग प्रमुख श्री दामोदर पाँड्याल



कम्पनीको कर्पोरेट कार्यालय तथा शाखा कार्यालयका कर्मचारीहरूको सामुहिक तस्वीर



द्वन्द्व सेजर बौधोडमा सहभागी हुँदै कम्पनीका प्रमुख कार्यकारी अधिकृत श्री प्रणय कुमार, संचालक योगेश खड्का, कम्पनी सचिव श्री सुदर्शन गिरी र नेपाल एसोसिएट्स मर्केट ब्रिकेड लि. का प्रमुख कार्यकारी अधिकृत श्री लेखनाथ पौड्याल



योग दिवसको अवसरमा कम्पनीको कर्पोरेट कार्यालय पुतलीसडकमा आयोजित कार्यक्रममा सहभागी कर्मचारीहरू

INDEPENDENT AUDITOR'S REPORT

TO THE SHAREHOLDERS OF LIFE INSURANCE CORPORATION (NEPAL) LIMITED

Report on the Audit of Financial Statements

Opinion

We have audited the accompanying financial statements of Life Insurance Corporation (Nepal) Limited (hereafter referred to as "LICN" or "the Company") which comprise of Statement of Financial Position as on Ashadh 31, 2081 (July 15, 2024), the Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year ended Ashadh 31, 2081 (July 15, 2024) and Notes to the financial statement, including a summary of significant accounting policies and other explanatory notes (hereafter referred to as "the financial statements").

In our opinion, the accompanying financial statements with the notes attached present fairly, in all material respect, the financial position of the company as at Ashad 31, 2081 (July 15, 2024) and its financial performance, the Statement of Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flow statement for the year then ended in accordance with the Nepal Financial Reporting Standards (NFRS)

Basis for Opinion

We conducted our audit in accordance with Nepal Standards on Auditing (NSAs). 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 Company in accordance with the ICAN's Handbook of The Code of Ethics for Professional Accountants together with the ethical requirements that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAN's Handbook of the Code of Ethics for professional Accountants. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Key Audit Matters

Key audit matters are those matters that in our professional judgment, 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 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.N.	Key Audit Matters	Auditor's Response
1.	<p>Investment</p> <p>The Investment of the company comprises of investment in quoted equity instruments, debentures, mutual funds, fixed deposits of financial institutions. The valuation of the aforesaid securities has been done in compliance with NAS 39 read with NFRS 9. The investment in the government and NRB bonds and T-Bills should be recognized on reporting date on Amortized cost basis whereas other investments in equity instruments, other than those held for trading, should be valued at Fair Value through Other Comprehensive Income.</p> <p>Given the varieties of treatments recommended for valuation of investment based on nature of cash flow, the business model adopted, complexity of calculations and the significance of amount involved i.e. 100,302,577,745 in such investments, same has been considered as Key Audit Matter in our audit.</p>	<p>Our audit approach regarding verification of process of investment:</p> <ol style="list-style-type: none"> Review of the investment of company and its valuation having reference to NFRS issued by the Accounting Standard Board of Nepal. We assessed the nature of expected cash flow of the investments as well as the business model adopted by the management on the basis of available evidence/circumstances and ensured that classification of investment is commensurate with nature of cash flow and management intention of holding the investment. 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 for quoted investment, we ensured that fair value has been done at the closing transaction rate in NEPSE as on 15.07.2024.
2.	<p>Valuation of Gross Insurance Contract Liabilities</p> <p>The valuation of the liabilities for insurance contract involves complex and subjective judgements about future events, both external and internal to the business for which small changes can result in a material impact on valuation of those liabilities.</p> <p>Economic assumptions such as investment return and associated discount rates and operating assumptions such as expenses, mortality and lapse rates are the key inputs.</p>	<p>Our audit approach regarding verification of Valuation of Gross Insurance Contract Liabilities included:</p> <ol style="list-style-type: none"> We assessed the appropriateness of actuarial assumptions, models, and methodologies applied by the Company in calculating policyholder liabilities, reserves, and other actuarial balances. We reviewed key assumptions including mortality rates, lapse rates, interest rates, and expense assumptions to ensure they were based on reasonable and supportable data. We evaluated whether the models and methodologies used by the Company were consistent with industry standards and regulatory requirements. We verified the presentation of insurance contract liabilities in the



		financial statements to ensure compliance with applicable regulatory frameworks.
3.	<p>Revenue Recognition</p> <p>The company recognizes insurance premium income as soon as the amount of premium is received, and policy paper is issued. First premium is recognized from the inception date and renewal premium is recognized once renewal premium is received.</p> <p>Net earned premium is derived after deducting ceded reinsurance premium from gross earned premium.</p> <p>The management considers revenue as a key measure of evaluation of performance and there is the risk of revenue being recorded before the receipt of premium amount and issue of policy.</p> <p>It was considered to be one of the areas which required significant auditor attention and was one of the matters of most significance in the financial statements as the amount of Net premium income is significant i.e. 18,107,497,178.</p>	<p>Our audit approach regarding Revenue Recognition included:</p> <ul style="list-style-type: none"> a) Tested the design and implementation and operating effectiveness of key control over revenue recognition. b) Verified the premium with the underwriting guidelines of the company and performed the tests through the sample policy files. c) Tested on sample basis premium received with the date stamp to confirm the recognition of revenue in correct accounting period.
4.	<p>Claims</p> <p>Insurance claim is the major area of expense for the amount. Total claims incurred include paid claims and outstanding claims for Death, Maturity or other benefits.</p> <p>The provision and payment of claims was considered to be one of the areas which required significant auditor attention and was one of the matters of most significance in the financial statements as the amount of claim expense is significant i.e. 10,891,832,451.</p>	<p>Our audit approach regarding Claim Expenses included:</p> <ul style="list-style-type: none"> a) Verified operational guidelines of the company in relation to the processing and payment of claims with respect to claim payment directive of regulator. b) Performed the test of controls, test of details through the sample review of claim files. c) Verified the claim paid on sample basis with the proof of payments.
5.	<p>Information Technology General Controls</p>	<p>Our audit approach regarding Information Technology of company is based upon the</p>



<p>IT Controls with respect to recording of transactions, generating various reports in compliance with Nepal Insurance Authority guidelines and other compliances to regulators is an important part of the process. Such reporting is highly dependent on the effective working of Software and other allied systems.</p> <p>We have considered this as key audit matter as any control lapses, validation failures, incorrect input data and wrong extraction of data may result in wrong reporting of data to the management shareholders, and regulators.</p>	<p>Guidelines issued by Nepal Insurance Authority and it included:</p> <ol style="list-style-type: none"> Understanding the coding system adopted by the company for various categories of the products. Understanding the feeding of the data in the system and going through the extraction of the financial information and statements from the IT system existing in the company. Checking of the user requirements for any changes in the regulations/policy of the company. Reviewed the reports generated by the system on sample basis. We verified the premium income/expense and claim payment in regard to policies issued and claim intimated on test basis.
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Emphasis of Matter Paragraph

We draw attention to Note 2(b) of the financial statements, which explains that the financial statements have been prepared in accordance with Nepal Financial Reporting Standards (NFRS), as modified by the directives issued by the Nepal Insurance Authority. This framework departs from the presentation and measurement requirements of NFRS such that 90% of the fair value changes, which would ordinarily be recognized through fair value reserves, have been allocated to the Policyholders' Fund. Our opinion is not modified in respect of this matter.

Information Other than the financial Statements and Auditor's Report Thereon

The Company's Management is responsible for the preparation of the other information. The other information comprises the information included in the Annual Report but does not include the financial statements and our auditor's report thereon.

The Annual Report is expected to be made available to us for our review after the date of this auditor's report. Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of financial statements, our responsibility is to read the other information identified above when it becomes available and in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the courses of our audit or otherwise appears to be materially misstated.

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 Nepal Financial Reporting Standards (NFRS), and for such internal controls as management determines is necessary to enable the preparation of financial statement that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company'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 intended to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error, and to issue an 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 NSA's will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risk of material misstatement of the financial statements whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtained audit evidence that is sufficient and appropriate to provide an opinion. The risk of not detecting a material misstatement resulting from fraud is higher than one resulting from error, as fraud may involve collusion, forgery, intentional omission, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion of the effectiveness of the Company's internal controls.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we concluded that a material uncertainty exists, we were required to draw attention in our auditor's report to the related disclosures were inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, further events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entity or business activities to express an opinion on the financial statement. We remain solely responsible for our audit opinion.
- We communicated with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant deficiencies in internal control that we identify during our audit.
- We also provided those charged with the governance with a statement that we have complied with relevant ethical requirements regarding independent, and communicated with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related standards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirement

On examination of the financial statement as aforesaid, we report that:

- a) We have obtained information and explanations asked for, which, to the best of our knowledge and belief, were necessary for the purpose of our audit.
- b) Proper books of account as required by Companies Act, 2063 have been kept by the Company.
- c) To the best of our information and explanations given to us and from our examination of the books of accounts of the company, we have not come across the causes where the board of directors or any members thereof or any employee of the company has acted contrary to the provisions of the law relating to accounts or caused loss or damage to the company deliberately.
- d) We did not come across any fraudulent causes causing fundamental effect relating to the company.
- e) Company's life assurance fund and other special reserves are as per prescribed provisions.
- f) To the best of our information, Company is able to meet its long-term liabilities from its assets.
- g) We have not come across any cases where the company is involved in any business other than those licensed by Nepal Insurance Authority or has issued any policies other than those approved by Nepal Insurance Authority.



- h) Reportable findings noted during the audit have been incorporated in our Preliminary Audit Report issued to Audit Committee of the company and responses have been obtained from Board of Directors accordingly.
- i) We have not come across any cases where the company has acted against the interest of the Assured.



Bishesh Chaudhary, FCA
(Partner)
K.J. & Associates
Chartered Accountants

Place: Lalitpur, Nepal
Date: 20th May 2025
UDIN: 250525CA01442amYqp

LIFE INSURANCE CORPORATION (NEPAL) LIMITED

Minimum Disclosure in Directors' Report

A. Information related to Life Insurer

Under this title following matters shall be disclosed

1. Date of establishment: 26/12/2000
2. Insurer license date: 07/08/2001
3. Insurance business type, nature: The company issues life insurance contracts.
4. Date of commencement of business: 01/09/2001
5. Company has listed in Nepal Stock Exchange on 21/03/2003

B. Insurer's Board of Directors shall approve following matters

1. Tax, service charges, fine and penalties has been paid & there is no any dues thereof.
2. There is no any change in share structure in financial year 2080/81.
3. Solvency ratio is maintained as prescribed by Nepal Insurance Authority i.e., 1.45 for FY 2080/81.
4. a. Statement regarding assets that financial amount contained in SOFP are in its fair value or cost, thus they are not over stated.
b. Measurement basis of the assets recognized in financial statements: The financial statement has been prepared on historical cost or fair value regarding the assets.
5. Number of claims settled within the year are 30,830 and outstanding claim number are 5,864 and all the outstanding claim shall be settled in FY 2081/82.
6. Investment made by company that are in line with prevailing laws.
7. Company has fully complied, the provision of Insurance Act 2079, Insurance Regulation, Company Act 2063, NFRSs and other prevailing laws & regulation.
8. Company has adopted appropriate accounting policy as guided by NFRS.
9. Company's Financial Position and Financial Performance reported in Financial Statements are presented true & fairly.
10. We have implemented adequate and appropriate provision to safeguard the assets and for identification and mitigation against losses due to fraud, embezzlement and irregularities. For the Agents loan & receivable on reinsurance we have made the adequate provision amounting to Rs. 50,435,683 & 2,682,085 respectively.
11. Management do not intend nor have any necessity to liquidate the company or cease company's operation for foreseeable future, so the financial statement have been prepared based on going concern basis.
12. Internal control system of company is perfect with the size, nature & volume of the business.
13. Declaration that companies has not conducted any transactions contrary to Insurance Act, 2079, Insurance Regulation, Companies Act, 2063, related regulations and directions with any person, firm, company and insurer's director or with any entity in which insurer's director has interest.
14. There are no any penalties, levied by Nepal Insurance Authority for the financial year 2080/81.

LIFE INSURANCE CORPORATION (NEPAL) LIMITED

STATEMENT OF FINANCIAL POSITION

As at Ashadh 31, 2081 (15th July, 2024)

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Assets			
Goodwill & Intangible Assets	4	97,200	138,182
Property and Equipment	5	424,229,329	461,401,762
Investment Properties	6	-	-
Deferred Tax Assets	7	-	120,544,680
Investment in Subsidiaries	8	-	-
Investment in Associates	9	-	-
Investments	10	100,302,577,745	86,515,391,113
Loans	11	22,213,684,173	21,882,162,802
Reinsurance Assets	12	-	-
Current Tax Assets	21	276,532,369	-
Insurance Receivables	13	28,942,871	22,350,904
Other Assets	14	8,238,838	11,350,971
Other Financial Assets	15	3,269,414,425	2,968,074,917
Cash and Cash Equivalent	16	1,857,624,512	2,449,593,817
Total Assets		128,381,339,463	114,431,009,169
Equity & Liabilities			
Equity			
Share Capital	17 (a)	2,653,200,000	2,653,200,000
Share Application Money Pending Allotment	17 (b)	-	-
Share Premium	17 (c)	61,151,801	61,151,801
Catastrophe Reserves	17 (d)	654,081,882	561,598,449
Retained Earnings	17 (e)	3,163,905,167	2,344,327,517
Other Equity	17 (f)	333,618,407	356,060,631
Non Controlling Interest	17(g)	-	-
Total Equity		6,865,957,257	5,978,338,388
Liabilities			
Provisions	18	98,835,270	34,732,803
Gross Insurance Contract Liabilities	19	119,633,798,005	106,340,298,210
Deferred Tax Liabilities	7	18,450,239	-
Insurance Payable	20	85,613,711	29,463,461
Current Tax Liabilities	21	-	112,573,584
Borrowings	22	-	-
Other Liabilities	23	593,165,793	596,263,951
Other Financial Liabilities	24	1,085,519,188	1,341,338,768
Total Liabilities		121,515,382,207	108,454,670,772
Total Equity and Liabilities		128,381,339,463	114,431,009,169

The accompanying notes form an Integral Part of Financial Statements.

As per our report of even date

Damodar Paudyal
HOD (Accounts)

Pranay Kumar
CEO/Director

Komal Agrawal
Director

Ashok K. Agrawal
Director

C.A. Bishesh Chaudhary
Partner

Praveen K. Molri
Director

Tablesh Pandey
Director

Siddhartha Mohanty
Chairman

For K.J. & Associates
Chartered Accountants

LIFE INSURANCE CORPORATION (NEPAL) LIMITED

STATEMENT OF PROFIT OR LOSS

For The Year Ended Ashadh 31, 2081

(For The Year Ended July 15, 2024)

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Income:			
Gross Earned Premiums	25	18,107,497,178	17,470,067,480
Premiums Ceded	26	112,085,568	80,964,779
Net Earned Premiums		17,995,411,610	17,389,102,701
Commission Income	27	14,912,567	15,133,162
Other Direct Income	28	240,125,879	270,526,368
Interest Income on Loan to Policyholders	11	2,371,230,553	2,364,864,977
Income from Investments and Loans	29	9,349,529,759	8,264,441,870
Net Gain/(Loss) on Fair Value Changes	30	-	-
Net Realised Gains/(Losses)	31	-	-
Other Income	32	150,882	154,355
Total Income		29,971,361,250	28,304,223,433
Expenses:			
Gross Benefits and Claims Paid	33	10,891,832,451	8,985,500,274
Claims Ceded	33	34,884,996	28,378,545
Gross Change in Contract Liabilities	34	13,222,208,131	13,820,241,131
Change in Contract Liabilities Ceded to Reinsurers	34	-	-
Net Benefits and Claims Paid		24,079,155,586	22,779,364,860
Commission Expenses	35	1,394,226,097	1,435,375,609
Service Fees	36	134,965,587	143,598,883
Other Direct expenses	37	-	-
Employee Benefits Expenses	38	472,423,651	382,627,689
Depreciation and Amortization Expenses	39	54,298,035	55,192,790
Impairment Losses	40	-	12,080,571
Other Operating Expenses	41	558,368,222	733,562,269
Finance Cost	42	20,548,728	23,918,512
Total Expenses		26,713,971,906	25,565,711,162
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax		3,257,389,344	2,738,512,271
Share of Net Profit of Associates accounted using Equity Method	9	-	-
Profit Before Tax		3,257,389,344	2,738,512,271
Income Tax Expense	43	2,427,782,159	1,985,063,108
Net Profit/(Loss) For The Year		829,607,185	753,449,165
Earning Per Share	51		
Basic EPS		31.27	28.40
Diluted EPS		31.27	28.40

The accompanying notes form an Integral Part of Financial Statements.

As per our report of even date

Damodar Paudyal
HOD (Accounts)Pranay Kumar
CEO/DirectorKomal Agrawal
DirectorAshok K. Agrawal
DirectorC.A. Bishesh Chaudhary
PartnerPraveen K. Molri
DirectorTablesh Pandey
DirectorSiddhartha Mohanty
ChairmanFor K.J. & Associates
Chartered Accountants

LIFE INSURANCE CORPORATION (NEPAL) LIMITED

STATEMENT OF OTHER COMPREHENSIVE INCOME

For The Year Ended Ashadh 31, 2081

(For The Year Ended July 15, 2024)

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Net Profit/(Loss) For the Year		829,607,185	753,449,165
Other Comprehensive Income			
a) Items that are or may be Reclassified to Profit or Loss			
Changes in Fair Value of FVOCI Debt Instruments		-	-
Cash Flow Hedge - Effective Portion of Changes in Fair Value		-	-
Exchange differences on translation of Foreign Operation		-	-
Share of other comprehensive income of associates accounted for using the equity method	9	-	-
Income Tax Relating to Above Items		-	-
Reclassified to Profit or Loss		-	-
b) Items that will not be Reclassified to Profit or Loss			
Changes in fair value of FVOCI Equity Instruments		200,478,249	(35,317,320)
Revaluation of Property and Equipment/Goodwill & Intangible Assets		-	-
Remeasurement of Post-Employment Benefit Obligations		(25,407,131)	-
Share of other comprehensive income of associates accounted for using the equity method	9	-	-
Income Tax Relating to Above Items		(43,767,779)	8,829,330
Total Other Comprehensive Income For the Year, Net of Tax		131,303,338	(26,487,990)
Total Comprehensive Income For the Year, Net of Tax		960,910,523	726,961,175

The accompanying notes form an Integral Part of Financial Statements.

Damodar Paudyal
HOD (Accounts)

Pranay Kumar
CEO/Director

Komal Agrawal
Director

Ashok K. Agrawal
Director

As per our report of even date

C.A. Bishesh Chaudhary
Partner

Praveen K. Molri
Director

Tablesh Pandey
Director

Siddhartha Mohanty
Chairman

For K.J. & Associates
Chartered Accountants

LIFE INSURANCE CORPORATION (NEPAL) LIMITED
STATEMENT OF CHANGES IN EQUITY
 For The Year Ended Ashadh 31, 2081
 (For The Year Ended July 15, 2024)

Fig. in NPR

	Ordinary Share Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Reserves	Capital Reserves	Outstanding Reserves (OSR)	Insurance Fund	Fair Value Reserves	Actual Reserves	Deferred Tax Reserves	Regulatory Reserves	Total
Balance as on Shrawan 1, 2079	2,953,260,000	-	-	61,151,000	2,734,394,433	-	-	49,767,897	-	84,467,729	(11,576,123)	26,575,519	331,030,940	5,243,377,221
Profit/(Loss) For the Year	-	-	-	-	733,442,035	-	-	-	-	-	-	-	-	733,442,035
Other Comprehensive Income for the Year, Net of Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-
i) Changes in Fair Value of PVOCI Debt Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-
ii) Gains/(Losses) on Cash Flow Hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iii) Exchange differences on translation of Foreign Operation	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iv) Changes in fair value of PVOCI Equity Instruments	-	-	-	-	-	-	-	-	-	26,467,892	-	-	-	(26,467,892)
v) Revaluation of Property and Equipments, Goodwill & Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
vi) Reassessment of Post-Employment Benefit Obligations	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Reserves/Funds	-	-	-	-	63,277,629	-	-	663,030,653	1,446,300	-	-	-	-	-
Transfer to Deferred Tax Reserves	-	-	-	-	69,728,320	-	-	-	-	-	-	69,728,320	-	-
Transfer From Regulatory Reserve	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer of Depreciation on Revaluation of Property and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer on Disposal of Revalued Property and Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer on Disposal of Equity Instruments Measured at PVOCI	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to Insurance Contract Liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Share Issuance Costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contribution by Distribution to the owners of the Company	-	-	-	-	-	-	-	-	-	-	-	-	-	-
i) Bonus Share Issued	-	-	-	-	-	-	-	-	-	-	-	-	-	-
ii) Share Issue	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iii) Cash Dividend	-	-	-	-	-	-	-	-	-	-	-	-	-	-
iv) Dividend Distribution Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-
v) Others (To be specified)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as on Ashadh end, 2080	2,953,260,000	-	-	61,151,000	2,344,327,517	-	-	55,598,149	3,446,300	71,467,729	(11,576,123)	93,305,640	331,030,940	5,976,330,369
Prior period adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Restated Balance as at Shrawan 1, 2080	2,953,260,000	-	-	61,151,000	2,344,327,517	-	-	55,598,149	3,446,300	71,467,729	(11,576,123)	93,305,640	331,030,940	5,976,330,369

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As per our report of even date
C.A. Bishesh Chaudhary
 Partner
 For K.J. & Associates
 Chartered Accountants

LIFE INSURANCE CORPORATION (NEPAL) LIMITED

STATEMENT OF CASH FLOWS

For The Year Ended Ashadh 31, 2081

(For The Year Ended July 15, 2024)

Fig. in NPR

Particulars	Current Year	Previous Year
Cash Flow From Operating Activities:		
Cash Received		
Gross Premium Received	18,107,487,178	17,468,014,887
Commission Received	14,912,567	15,133,182
Claim Recovery Received from Reinsurers	34,884,996	26,376,545
Realised Foreign Exchange Income other than on Cash and Cash Equivalents	-	-
Other Direct Income	240,125,879	270,626,388
Others (to be specified)	-	-
Cash Paid		
Gross Benefits and Claims Paid	(10,881,832,451)	(8,985,500,274)
Reinsurance Premium Paid	(112,085,568)	(80,984,779)
Commission Paid	(1,355,847,841)	(1,477,542,312)
Service Fees Paid	(143,349,528)	(181,447,444)
Employee Benefits Expenses Paid	(628,550,577)	(487,291,850)
Other Expenses Paid	(658,358,222)	(530,077,910)
Others (to be specified)	-	-
Income Tax Paid	(2,721,860,962)	(1,813,385,719)
Net Cash Flow From Operating Activities [1]	2,085,935,873	4,243,860,354
Cash Flow From Investing Activities		
Acquisitions of Intangible Assets	-	-
Proceeds From Sale of Intangible Assets	-	-
Acquisitions of Investment Properties	-	-
Proceeds From Sale of Investment Properties	-	-
Rental Income Received	-	-
Acquisitions of Property and Equipment	(4,234,028)	(12,750,537)
Proceeds From Sale of Property and Equipment	-	-
Investment in Subsidiaries	-	-
Receipts from Sale of Investments in Subsidiaries	-	-
Investment in Associates	-	-
Receipts from Sale of Investments in Associates	-	-
Purchase of Equity Instruments	-	-
Proceeds from Sale of Equity Instruments	-	-
Purchase of Mutual Funds	-	-
Proceeds from Sale of Mutual Funds	-	-
Purchase of Preference Shares	-	-
Proceeds from Sale of Preference Shares	-	-
Purchase of Debentures	-	-
Proceeds from Sale of Debentures	-	-
Purchase of Bonds	-	-
Proceeds from Sale of Bonds	-	-
Investments in Deposits, bonds, securities	(13,881,568,352)	(12,132,217,271)
Maturity of Deposits	-	-
Loans Paid	(331,521,371)	(3,608,097,353)
Interest income from policy loan	2,094,046,048	1,866,068,885
Rental Income Received	-	-
Proceeds from Finance Lease	-	-
Interest Income Received	9,265,270,940	8,033,433,845
Dividend Received	58,863,843	85,688,417
Others (to be specified)	(78,760,957)	(498,376,137)
Total Cash Flow From Investing Activities [2]	(2,877,994,974)	(6,266,342,151)
Cash Flow From Financing Activities		
Interest Paid	-	-
Proceeds From Borrowings	-	-
Repayment of Borrowings	-	-
Payment of Finance Lease	-	-
Proceeds From Issue of Share Capital	-	-
Share Issuance Cost Paid	-	-
Dividend Paid	-	-
Dividend Distribution Tax Paid	-	-
Others (to be specified)	-	-
Total Cash Flow From Financing Activities [3]	-	-
Net Increase/(Decrease) in Cash & Cash Equivalents [1+2+3]	(91,059,101)	471,067,303
Cash & Cash Equivalents At Beginning of The Year/Period	2,449,593,817	1,978,526,514
Effect of Exchange Rate Changes on Cash and Cash Equivalents	-	-
Cash & Cash Equivalents At End of The Year/Period	1,857,024,512	2,449,593,817
Components of Cash & Cash Equivalents		
Cash In Hand	75,688,433	72,198,824
Change In Hand	8,568,502	8,203,028
Term Deposit with Banks (with initial maturity upto 3 months)	829,824,293	1,407,830,123
Balance With Banks	843,663,284	961,562,041

Damodar Paudyal
HOD (Accounts)

Pranay Kumar
CEO/Director

Komal Agrawal
Director

Ashok K. Agrawal
Director

As per our report of even date
C.A. Bishesh Chaudhary
Partner
For K.J. & Associates
Chartered Accountants

Praveen K. Molri
Director

Tablesh Pandey
Director

Siddhartha Mohanty
Chairman

LIFE INSURANCE CORPORATION (NEPAL) LIMITED

STATEMENT OF DISTRIBUTABLE PROFIT OR LOSS

For The Year Ended Ashadh 31, 2081

(For The Year Ended July 15, 2024)

Fig. in NPR

Particulars	Current Year	Previous Year
Opening Balance in Retained Earnings	2,344,327,517	1,736,884,433
Transfer from OCI reserves to retained earning in current year	-	-
Net profit or (loss) as per statement of profit or loss	829,607,185	753,449,186
Appropriations:		
i. Transfer to Insurance Fund	-	-
ii. Transfer to Catastrophe Reserve	(92,483,434)	(68,830,951)
iii. Transfer to Capital Reserve	-	-
iv. Transfer to CSR reserve	(9,248,343)	(14,446,300)
v. Transfer to/from Regulatory Reserve	-	-
vi. Transfer to Fair Value Reserve	-	-
vii. Transfer of Deferred Tax Reserve	91,702,242	(66,728,831)
viii. Transfer to OCI reserves due to change in classification	-	-
ix. Others (to be Specified)	-	-
Deductions:		
i. Accumulated Fair Value Gain on each Financial Assets Measured at FVTPL	-	-
a) Equity Instruments	-	-
b) Mutual Fund	-	-
c) Others (if any)	-	-
ii. Accumulated Fair Value gain on Investment Properties	-	-
iii. Accumulated Fair Value gain on Hedged Items in Fair Value Hedges	-	-
iv. Accumulated Fair Value gain on Hedging Instruments in Fair Value Hedges	-	-
v. Accumulated Fair Value gain of Ineffective Portion on Cash Flow Hedges	-	-
vi. Goodwill Recognised	-	-
vii. Unrealised Gain on fluctuation of Foreign Exchange Currency	-	-
viii. Accumulated Share of Net Profit of Associates accounted using Equity Method included in Investment Account	-	-
ix. Overdue loans	-	-
x. Fair value gain recognised in Statement of Profit or Loss	-	-
xi. Investment in unlisted shares as per sec 16 of Financial Directive	(7,280,000)	(2,500,000)
xii. Delisted share investment or mutual fund investment	-	-
xiii. Bonus share/dividend paid	-	-
xiv. Deduction as per Sec 17 of Financial directive	(50,435,683)	(53,441,335)
xiv. Deduction as per Sec 18 of Financial directive	(2,692,085)	-
xv. Transfer from Regulatory Reserve	-	-
Adjusted Retained Earning	3,103,507,399	2,288,386,182
Add: Transfer from Share Premium Account	-	-
Less: Amount apportioned for Assigned capital	-	-
Less: Deduction as per sec 15(1) of Financial directive	-	-
Add/Less: Others (to be specified)	22,710,176	82,721,850
Total Distributable Profit/(loss)	3,080,797,223	2,205,664,332

The accompanying notes form an integral part of Financial Statements.

As per our report of even date

Damodar Paudyal
HOD (Accounts)

Pranay Kumar
CEO/Director

Komal Agrawal
Director

Ashok K. Agrawal
Director

C.A. Bishesh Chaudhary
Partner

Praveen K. Molri
Director

Tablesh Pandey
Director

Siddhartha Mohanty
Chairman

For K.J. & Associates
Chartered Accountants

LIFE INSURANCE CORPORATION (NEPAL) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

4. Goodwill & Intangible Assets

Fig. in NPR

Particulars	Softwares	Licenses	Others (to be Specified)	Total
Gross carrying amount				
As at Shrawan 1, 2079	1,043,450	-	-	1,043,450
Additions during the year	-	-	-	-
Acquisition	-	-	-	-
Internal Development	-	-	-	-
Business Combination (to be Specified)	-	-	-	-
Disposals during the year	-	-	-	-
Revaluation/Adjustment	-	-	-	-
Balance as at Ashadh 31, 2080	1,043,450	-	-	1,043,450
Additions during the year	-	-	-	-
Acquisition	-	-	-	-
Internal Development	-	-	-	-
Business Combination (to be Specified)	-	-	-	-
Disposals during the year	-	-	-	-
Revaluation/Adjustment	-	-	-	-
Balance as at Ashadh 31, 2081	1,043,450	-	-	1,043,450
Accumulated amortization and impairment				
As at Shrawan 1, 2079	848,758	-	-	848,758
Additions during the year	56,500	-	-	56,500
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as at Ashadh 31, 2080	905,258	-	-	905,258
Additions during the year	40,992	-	-	40,992
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as at Ashadh 31, 2081	946,250	-	-	946,250
Capital Work-In-Progress				
As on Shrawan 1, 2079	-	-	-	-
Additions during the year	-	-	-	-
Capitalisation during the year	-	-	-	-
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as on Ashadh 31, 2080	-	-	-	-
Additions during the year	-	-	-	-
Capitalisation during the year	-	-	-	-
Disposals during the year	-	-	-	-
Impairment during the year	-	-	-	-
Balance as on Ashadh 31, 2081	-	-	-	-
Net Carrying Amount				
As on Ashadh 32, 2080	138,192	-	-	138,192
As on Ashadh 31, 2081	97,200	-	-	97,200

5. Property and Equipment

Fig in NPR

Particulars	Land	Buildings	Leasehold Improvement	Furniture & Fixtures	Computers and IT Equipments	Office Equipment	Vehicles	Other Assets	Total
Gross carrying amount									
As on Shrawan 1, 2079	183,692,395	1,138,000	22,242,111	34,228,358	42,838,790	17,090,018	47,288,096	5,768,303	354,738,761
Additions during the year	-	-	-	-	-	-	-	-	-
Acquisition	-	-	687,881	1,154,768	728,270	2,009,080	1,559,600	118,788	8,263,277
Capitalization	-	-	-	-	-	-	-	-	-
Deposits during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	(31,840)	(155,000)	(2,693,712)	-	(2,880,392)
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/adjustments	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 31, 2080	183,692,395	1,138,000	22,530,002	35,383,146	43,332,379	16,932,109	46,151,874	5,903,181	358,096,076
Additions during the year	-	-	-	-	-	-	-	-	-
Acquisition	-	-	1,013,065	730,614	1,161,763	1,721,286	-	56,220	4,974,868
Capitalization	-	-	-	-	-	-	-	-	-
Deposits during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	(117,600)	(409,077)	-	(626,677)
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/adjustments	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 31, 2081	183,692,395	1,138,000	23,543,066	36,123,760	44,464,123	20,655,687	45,742,647	5,961,401	392,240,117
Accumulated depreciation and impairment									
As on Shrawan 1, 2079	-	765,126	11,815,465	16,818,105	32,137,741	10,228,248	21,701,650	4,070,697	87,537,931
Additions during the year	-	32,588	1,716,586	1,543,422	3,873,208	2,208,273	4,180,375	559,884	13,757,250
Deposits during the year	-	-	-	-	(20,017)	(90,026)	(2,271,658)	-	(2,381,701)
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/adjustments	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 31, 2080	-	867,984	13,532,031	18,368,528	35,990,829	12,339,265	23,626,336	4,630,731	108,943,044
Additions during the year	-	32,427	1,687,240	2,382,437	3,128,719	1,781,027	3,353,680	388,117	12,750,337
Deposits during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	(107,743)	-	-	(107,743)
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/adjustments	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 31, 2081	-	890,421	15,219,261	20,751,006	38,716,848	14,012,539	26,973,616	5,022,848	121,586,038
Capital Work-In-Progress									
As on Shrawan 1, 2079	-	-	-	-	-	-	-	4,234,026	4,234,026
Additions during the year	-	-	-	-	-	-	-	-	-
Capitalization during the year	-	-	-	-	-	-	-	-	-
Deposits during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 31, 2080	-	-	-	-	-	-	-	4,234,026	4,234,026
Additions during the year	-	-	-	-	-	-	-	-	-
Capitalization during the year	-	-	-	-	-	-	-	-	-
Deposits during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 31, 2081	-	-	-	-	-	-	-	4,234,026	4,234,026
Net Carrying Amount									
As on Shrawan 1, 2080	183,692,395	218,606	9,997,671	17,024,578	7,943,941	6,812,864	22,531,536	5,402,178	284,381,650
As on Ashadh 31, 2081	183,692,395	248,179	9,322,624	15,972,755	5,767,475	8,543,268	45,768,631	5,172,179	294,867,500

5. Property and Equipment (Contd.)

Fig. in NPR

Particulars	Land	Buildings	Leasehold Improvement	Furniture & Fixtures	Computers and IT Equipments	Office Equipment	Vehicles	Other Assets	Total
Right-Use Assets After Implementation of WFS 18)									
Gross carrying amount									
As on Shrawan 1, 2079	-	-	-	-	-	-	-	-	-
Additions during the year	-	-	248,359,143	-	-	-	-	-	248,359,143
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 31, 2080	-	-	248,359,143	-	-	-	-	-	248,359,143
Additions during the year	-	-	18,661,963	-	-	-	-	-	248,359,143
Disposals during the year	-	-	(7,000,794)	-	-	-	-	-	(7,000,794)
Write-offs during the year	-	-	-	-	-	-	-	-	-
Revaluation during the year	-	-	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 31, 2081	-	-	262,020,302	-	-	-	-	-	262,020,302
Accumulated depreciation									
As on Shrawan 1, 2079	-	-	-	-	-	-	-	-	-
Depreciation	-	-	41,339,239	-	-	-	-	-	41,339,239
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/adjustments	-	-	-	-	-	-	-	-	-
Balance as on Ashadh 31, 2080	-	-	41,339,239	-	-	-	-	-	41,339,239
Depreciation	-	-	41,504,506	-	-	-	-	-	41,504,506
Disposals during the year	-	-	-	-	-	-	-	-	-
Write-offs during the year	-	-	-	-	-	-	-	-	-
Impairment during the year	-	-	-	-	-	-	-	-	-
Transfer/adjustments	-	-	(185,267)	-	-	-	-	-	(185,267)
Balance as on Ashadh 31, 2081	-	-	82,876,478	-	-	-	-	-	82,876,478
Net Carrying Amount	-	-	206,019,603	-	-	-	-	-	206,019,603
As on Ashadh 31, 2080	-	-	179,341,623	-	-	-	-	-	179,341,623
As on Ashadh 31, 2081	-	-	-	-	-	-	-	-	-
Grand Total									
As on Ashadh 31, 2080	183,692,395	278,606	218,017,875	17,024,578	7,741,441	6,612,854	22,531,538	5,502,476	461,401,762
As on Ashadh 31, 2081	183,692,395	246,179	186,866,648	16,972,755	5,767,475	6,943,383	18,784,931	5,172,979	424,228,329

6. Investment Properties at Cost

Fig. in NPR

Particulars	Land	Building	Total
Gross carrying amount			
As at Shrawan 1, 2079	-	-	-
Additions during the year	-	-	-
Acquisition	-	-	-
Subsequent Expenditure	-	-	-
Assets classified as held for sales	-	-	-
Disposals during the year	-	-	-
Transfer/Adjustments	-	-	-
Balance as at Ashadh 31, 2080	-	-	-
Additions during the year	-	-	-
Acquisition	-	-	-
Subsequent Expenditure	-	-	-
Assets classified as held for sales	-	-	-
Disposals during the year	-	-	-
Transfer/Adjustments	-	-	-
Balance as at Ashadh 31, 2081	-	-	-
Accumulated depreciation and impairment			
As at Shrawan 1, 2079	-	-	-
Addition during the year	-	-	-
Disposals during the year	-	-	-
Impairment during the year	-	-	-
Transfer/Adjustments	-	-	-
Balance as at Ashadh 31, 2080	-	-	-
Addition during the year	-	-	-
Disposals during the year	-	-	-
Impairment during the year	-	-	-
Transfer/Adjustments	-	-	-
Balance as at Ashadh 31, 2081	-	-	-
Capital Work-In-Progress			
As at Shrawan 1, 2079	-	-	-
Additions during the year	-	-	-
Capitalisation during the year	-	-	-
Disposals during the year	-	-	-
Impairment during the year	-	-	-
Balance as at Ashadh 31, 2080	-	-	-
Additions during the year	-	-	-
Capitalisation during the year	-	-	-
Disposals during the year	-	-	-
Impairment during the year	-	-	-
Balance as at Ashadh 31, 2081	-	-	-
Net Carrying Amount			
Net Balance As At Ashad 31, 2080	-	-	-
Net Balance As At Ashad 31, 2081	-	-	-

i. Amounts recognised in statement of profit or loss.

Fig. in NPR

Particulars	Current Year	Previous Year
Rental income	-	-
Direct operating expenses from property that generated rental income	-	-
Direct operating expenses from property that didn't generated rental income	-	-
Profit from investment properties before depreciation	-	-
Depreciation Change	-	-
Profit from investment properties	-	-

ii. Fair value of investment properties.

Fig. in NPR

Particulars	Current Year	Previous Year
Land	-	-
Building	-	-
Total	-	-

Notes on Fair Value :

Company has no Investment Properties as on 2081/03/31 and also as its comparative date on 2080/03/31.

iii. Disclosure on restriction on the realisability of investment properties.

iv. Contractual obligations.

7. Deferred Tax Assets/(Liabilities)

Fig. in NPR

Particulars	Current Year			Previous Year		
	Through SOPL	Through SOCI	Total	Through SOPL	Through SOCI	Total
Deferred Tax on Temporary Difference						
Goodwill & Intangible Assets	-	-	-	-	-	-
Property and Equipment	(49,126,930)	-	(49,126,930)	(4,657,322)	-	(4,657,322)
Financial Assets at FVPTL	-	-	-	-	-	-
Financial Assets at FVTOCI	-	(26,404,320)	(26,404,320)	-	23,715,242	23,715,242
Provision for Leave	12,930,571	-	12,930,571	6,205,965	-	6,205,965
Provision for Gratuity	(17,082,612)	8,351,783	(10,730,830)	-	3,524,908	3,524,908
Actuarial Gain/Loss	-	-	-	-	-	-
Impairment Loss on Financial Assets	4,363,255	-	4,363,255	91,755,897	-	91,755,897
Impairment Loss on Other Assets	-	-	-	-	-	-
Carry forward of unused tax losses	-	-	-	-	-	-
Changes in tax rate	-	-	-	-	-	-
Others (lease Liability - NFRS 18)	50,518,014	-	50,518,014	-	-	-
Total	1,602,298	(20,052,537)	(18,450,239)	93,304,540	27,240,150	120,544,690
Deferred Tax Assets	-	-	-	-	-	120,544,690
Deferred Tax Liabilities	-	-	18,450,239	-	-	-

Movements in deferred tax assets/(liabilities)

Fig. in NPR

Particulars	Current Year			Previous Year		
	SOPL	SOCI	Total	SOPL	SOCI	Total
As at Shrawan 1, 2080	93,304,540	27,240,150	120,544,690	8,164,888	18,410,820	26,575,709
Charged/(Credited) to Statement of Profit or Loss	(91,702,242)	-	(91,702,242)	85,139,651	-	85,139,651
Charged/(Credited) to Other Comprehensive Income	-	(47,292,888)	(47,292,888)	-	8,829,330	8,829,330
As at Ashadh 31, 2081	1,602,298	(20,052,537)	(18,450,240)	93,304,540	27,240,150	120,544,690

8. Investments in Subsidiaries

Fig. in NPR

Particulars	Current Year	Previous Year
Investment in Quoted Subsidiaries	-	-
Investment in Unquoted Subsidiaries	-	-
Less: Impairment Losses	-	-
Total	-	-

Investments in Quoted Subsidiaries

Fig. in NPR

Particulars	Current Year		Previous Year	
	Cost	Fair Value	Cost	Fair Value
..... Shares of Rs. each of Ltd.	-	-	-	-
..... Shares of Rs. each of Ltd.	-	-	-	-
Total	-	-	-	-

Investments in Unquoted Subsidiaries

Fig. in NPR

Particulars	Current Year		Previous Year	
	Cost	Fair Value	Cost	Fair Value
..... Shares of Rs. each of Ltd.	-	-	-	-
..... Shares of Rs. each of Ltd.	-	-	-	-
Total	-	-	-	-

Information Relating to Subsidiaries

Fig. in NPR

Particulars	Percentage of Ownership	
	Current Year	Previous Year
..... Shares of Rs. each of Ltd.	-	-
..... Shares of Rs. each of Ltd.	-	-
..... Shares of Rs. each of Ltd.	-	-
..... Shares of Rs. each of Ltd.	-	-

9. Investments in Associates

Fig. in NPR

Particulars	Current Year	Previous Year
Investment in Quoted Associates	-	-
Investment in Unquoted Associates	-	-
Less: Impairment Losses	-	-
Total	-	-

Investments in Quoted Associates

Fig. in NPR

Particulars	Current Year			Previous Year		
	Cost	Fair Value	(or) Equity Method	Cost	Fair Value	(or) Equity Method
..... Shares of Rs. each of Ltd.	-	-	-	-	-	-
..... Shares of Rs. each of Ltd.	-	-	-	-	-	-
Add: Share of Profit or Loss for Earlier Years	-	-	-	-	-	-
Add: Share of Profit or Loss for Current Year	-	-	-	-	-	-
Total	-	-	-	-	-	-

Investments in Unquoted Associates

Fig. in NPR

Particulars	Current Year			Previous Year		
	Cost	Fair Value	(or) Equity Method	Cost	Fair Value	(or) Equity Method
..... Shares of Rs. each of Ltd.	-	-	-	-	-	-
..... Shares of Rs. each of Ltd.	-	-	-	-	-	-
Add: Share of Profit or Loss for Earlier Years	-	-	-	-	-	-
Add: Share of Profit or Loss for Current Year	-	-	-	-	-	-
Total	-	-	-	-	-	-

Information Relating to Associates

Fig. in NPR

Particulars	Current Year	Previous Year
Name	-	-
Place of Business	-	-
Accounting Method	-	-
% of Ownership	-	-
Current Assets	-	-
Non-Current Assets	-	-
Current Liabilities	-	-
Non-Current Liabilities	-	-
Income		
Net Profit or Loss	-	-
Other Comprehensive Income	-	-
Total Comprehensive Income	-	-
Company's share of profits		
Net Profit or Loss	-	-
Other Comprehensive Income	-	-

10. Investments

Fig. in NPR

Particulars	Current Year	Previous Year
Investments measured at Amortised Cost	96,800,469,171	83,808,526,061
i. Investment in Preference Shares of Bank and Financial Institutions	-	-
ii. Investment in Debentures	12,355,374,117	11,655,430,000
iii. Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	465,625,000	1,373,779,900
iv. Fixed Deposits in "A" Class Financial Institutions	79,439,170,054	67,559,016,161
v. Fixed Deposits in Infrastructure Banks	-	-
vi. Fixed Deposits in "B" Class Financial Institutions	3,840,300,000	2,880,300,000
vii. Fixed Deposits in "C" Class Financial Institutions	700,000,000	340,000,000
viii. Others (to be Specified)	-	-
Less: Impairment Losses	-	-
Investments at FVTOCI	3,502,108,574	2,706,865,052
i. Investment in Equity Instruments (Quoted)	3,313,397,788	2,606,621,869
ii. Investment in Equity Instruments (Unquoted)	7,280,000	7,280,000
iii. Investment in Mutual Funds	181,430,788	92,963,183
iv. Investment in Debentures	-	-
v. Others (to be Specified)	-	-
Investments at FVTPL	-	-
i. Investment in Equity Instruments (Quoted)	-	-
ii. Investment in Equity Instruments (Unquoted)	-	-
iii. Investment in Mutual Funds	-	-
iv. Investment in Debentures	-	-
v. Others (to be Specified)	-	-
Total	100,302,577,745	86,515,391,113

a. Details of Impairment Losses

Fig. in NPR

Particulars	Current Year	Previous Year
Investment in Preference Shares of Bank and Financial Institutions	-	-
Investment in Debentures	-	-
Investment in Bonds (Nepal Government/NRB/Guaranteed by Nepal Government)	-	-
Fixed Deposit of "A" Class Financial Institutions	-	-
Fixed Deposit of Infrastructure Banks	-	-
Fixed Deposits in "B" Class Financial Institutions	-	-
Fixed Deposits in "C" Class Financial Institutions	-	-
Others (to be specified)	-	-
Total	-	-

b. Investments having expected maturities less than 12 months

Fig. in NPR

Particulars	Current Year	Previous Year
Investment in Equity Instruments (Quoted)	-	-
Investment in Equity Instruments (Unquoted)	-	-
Investment in Mutual Funds	-	-
Investment in Preference Shares of Bank and Financial Institutions	-	-
Investment in Debentures	-	237,689,000
Investment in Bonds (Nepal Government/NRB/Guaranteed by Nepal Government)	50,000,000	908,154,900
Fixed Deposit with "A" Class Financial Institutions	12,330,000,000	4,388,000,000
Fixed Deposit with Infrastructure Banks	-	-
Fixed Deposit with "B" Class Financial Institutions	110,000,000	80,000,000
Fixed Deposit with "C" Class Financial Institutions	30,000,000	80,000,000
Others (to be Specified)	-	-
Total	12,520,000,000	5,703,843,900

c. Information relating to investment in equity instruments

Fig. in NPR

Particulars	Current Year		Previous Year	
	Cost	Fair Value	Cost	Fair Value
Investment in Equity Instruments (Quoted)				
Agriculture Development Bank Limited	12,193,210	15,030,456	12,193,210	11,928,900
Api Power Company Ltd.	2,810,508	5,510,169	1,788,209	4,059,382
Chilime Hydropower Company Limited	66,299,922	78,572,910	66,299,922	82,443,580
Citizen Bank International Limited	152,397,269	113,952,537	152,397,269	101,938,936
Citizen Investment Trust	214,823,667	214,823,667	214,823,667	214,823,667
Everest Bank Ltd.	106,530,239	112,000,000	-	-
Garima Bikas Bank Ltd.	80,116,414	67,392,500	48,124,037	50,452,065
Global IME Bank Limited	113,224,966	79,143,880	101,052,899	64,001,856
Himalayan Bank Limited	36,878,554	26,298,305	36,878,554	27,405,874
Kumari Bank Limited	44,852,837	26,048,262	41,491,277	26,810,355
Kumari Bank Ltd. Promoter	21,132,300	49,210,616	21,132,300	53,800,452
Laxmi Bank Limited	88,593,955	63,621,075	72,647,185	45,369,423
Lumbini Bikas Bank Ltd.	78,777,305	83,320,000	42,267,953	42,539,522
Mahalaxmi Bikas Bank Ltd.	93,238,438	74,832,032	93,238,438	69,198,371
Nabil Bank Limited	90,028,120	136,240,000	19,001,882	37,642,343
Nepal Bank Limited	17,532,909	35,802,818	17,532,909	38,844,996
Nepal Film Development Bank Ltd.	1,540	1,540	1,540	5,236
Nepal Infrastructure Bank Ltd. Promoter	840,000,000	1,006,992,000	840,000,000	907,200,000
Nepal Insurance Company Ltd. (NICL)	-	151,360	-	22,140
Nepal Investment Mega Bank Limited	33,740,135	23,177,637	24,632,808	14,315,558
Nepal Investment Mega Bank Ltd. Promoter	184,888,928	169,438,971	184,888,928	187,736,916
Nepal Lube Oil Ltd.	84,500	179,861	84,500	121,976
Nepal Reinsurance Company Ltd. Promoter	71,895,167	92,123,100	71,895,167	87,945,567
Nepal SBI Bank Ltd. (SBI)	856,342	1,130,288	856,342	1,132,802
Nepal Share Market	3,077,900	-	3,077,900	-
NIG Insurance Company Ltd. Promoter	31,612	83,200	31,612	78,900
NMB Bank Limited	123,302,033	85,047,250	109,491,577	72,348,250
Prabhu Bank Limited	126,908,740	91,081,207	126,908,740	80,953,660
Prabhu Bank Ltd. Promoter	20,093,517	13,847,900	20,093,517	15,648,127
Prime Commercial Bank Ltd.	137,405,726	85,590,180	137,405,726	70,200,195
Prime Commercial Bank Ltd. Promoter	32,056,704	87,331,000	32,056,704	97,084,468
Rara Development Bank Ltd.	2,336	-	2,336	-
Sanima Bank Limited	117,582,939	132,525,000	66,100,865	65,047,371
Sanima Mai Hydropower Ltd.	13,032,423	18,672,500	13,032,423	17,750,000
Shine Resurgence Development Bank Ltd. (SHINE)	36,725,040	40,510,000	-	-
Shree Investment Finance Co. Ltd.	24,938,401	25,088,000	24,938,401	19,200,000
Siddhartha Bank Limited	125,886,115	134,425,000	89,389,608	83,326,058
Soltee Hotel Ltd.	-	180,888	-	-
Standard Chartered Bank Ltd.	112,553,926	120,400,000	-	-
Sunrise Bank Limited	-	-	16,046,770	13,417,673
Sunrise Bank Ltd. Promoter	484,328	1,641,800	484,328	1,830,272
Udhyan Bikash Bank Ltd.	220	-	220	-
Yeti Development Bank Ltd.	2,070	-	2,070	-
Investment in Mutual Funds				
Nabil Balanced Fund-3	3,497,352	3,586,736	-	-
NIBL Growth Fund	2,390,002	3,189,287	-	-
NIBL Samridhi Fund -2	11,922,287	12,817,547	-	-
NIBL Stable Fund	40,000,000	40,000,000	-	-
Sunrise Bluechip Fund	4,218,373	4,336,002	-	-
Sunrise Focused Equity Fund	5,211,107	5,360,120	-	-
Citizen Investment Trust (Unit Scheme)	16,000,000	16,000,000	16,000,000	16,000,000
Laxmi Equity Fund	29,247,920	27,697,780	29,247,920	28,048,755
NIC Asia Balanced Fund	20,000,000	19,200,000	20,000,000	18,660,000
NIC Asia Dynamic Debt Fund- NADDF	6,648,300	6,648,300	6,648,300	6,648,300
NIC Asia Growth Fund 2	20,000,000	16,400,000	-	-
NMB Hybrid Fund L-1	-	-	12,619,210	13,616,128
NMB Sula Investment Fund 2 (NMBSF2)	10,000,000	10,060,000	10,000,000	9,990,000
Sanima Large Cap Fund (SLOF)	3,533,163	4,160,769	-	-
Siddhartha Investment Growth Scheme-2 (SIGS2)	10,030,545	11,974,245	-	-
Investment in Equity Instruments (Unquoted)				
Care Ratings Nepal Ltd. Promoter	2,500,000	2,500,000	2,500,000	2,500,000
Insurance Institute of Nepal Ltd. Promoter	4,780,000	4,780,000	4,780,000	4,780,000
Total	3,396,491,294	3,502,108,574	2,801,726,021	2,706,865,052

d. The company has earmarked investments amounting to NPR 86,825,600,000 To Nepal Insurance Authority.

11. Loans

Fig. in NPR

Particulars	Current Year	Previous Year
Loans measured at Amortised Cost		
Loan to Employees	99,393,204	111,336,140
Loan to Agents	50,606,909	69,386,573
Loan to Policyholders	22,081,137,081	21,718,893,110
Others (to be Specified)	-	-
Less: Impairment Losses	(17,453,021)	(17,453,021)
Total	22,213,684,173	21,882,162,802

a. Loans to Policyholders

Fig. in NPR

Particulars	Loan Amount		Interest Income	
	Current Year	Previous Year	Current Year	Previous Year
Endowment	7,737,364,910	7,630,083,817	824,300,534	811,713,972
Endowment (Non Par)	-	-	-	-
Anticipated Endowment	1,291,529,796	1,308,409,991	143,855,650	146,310,312
Anticipated Endowment (Non Par)	-	-	-	-
Modified Endowment	10,121,379,770	9,915,431,653	1,090,419,476	1,104,217,816
Whole Life Policy	2,888,862,549	2,809,109,915	307,570,958	296,491,561
Term Insurance Policy	-	-	-	-
Special Term Policy	-	-	-	-
Endowment Single Premium	39,343,304	55,857,734	4,566,436	6,131,316
Endowment Single Premium (Non Par)	2,656,752	-	517,499	-
Micro Term insurance	-	-	-	-
Total	22,081,137,081	21,718,893,110	2,371,230,553	2,364,864,977

b. Expected repayment of loan within 12 months

Fig. in NPR

Particulars	Current Year	Previous Year
Loan to Employees	32,595,903	-
Loan to Agents	14,201,440	69,386,573
Loan to Policyholders	139,259,485	-
Others (to be Specified)	-	-
Total	186,056,828	69,386,573

12. Reinsurance Assets

Fig. in NPR

Description	Policy liabilities and provisions		Claim Payment Reserve		Impairment Losses		Net Reinsurance Assets	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	-	-	-	-	-	-	-	-
Anticipated Endowment	-	-	-	-	-	-	-	-
Endowment cum Whole Life	-	-	-	-	-	-	-	-
Whole Life	-	-	-	-	-	-	-	-
Foreign Employment Term	-	-	-	-	-	-	-	-
Micro Term	-	-	-	-	-	-	-	-
Special Term	-	-	-	-	-	-	-	-
Others (to be Specified)	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-

13. Insurance Receivables

Fig. in NPR

Particulars	Current Year	Previous Year
Receivable from Reinsurers	28,942,871	22,350,904
Receivable from Other Insurance Companies	-	-
Others (to be Specified)	-	-
Less: Impairment Losses	-	-
Total	28,942,871	22,350,904

a. Expected receivable within 12 months

Fig. in NPR

Particulars	Current Year	Previous Year
Receivable from Reinsurers	28,942,871	22,350,904
Receivable from Other Insurance Companies	-	-
Others (to be Specified)	-	-
Total	28,942,871	22,350,904

14. Other Assets

Fig. in NPR

Particulars	Current Year	Previous Year
Capital Advances	-	-
Prepaid Expenses	6,844,916	8,724,562
Claim Advances	-	-
Advance To Suppliers	-	-
Staff Advances	646,153	419,053
Printing and Stationary Stocks	-	-
Stamp Stocks	-	-
Deferred Expenses	-	-
Deferred Reinsurance Commission Expenses	-	-
Deferred Agent Commission Expenses	-	-
Lease Receivables	-	-
Others (to be specified)	-	-
i. Miscellaneous Debtors	-	-
ii. Share Application Money	-	1,250,000
iii. Other advances	745,769	957,356
iv. Prepaid Employee Benefit	-	-
Less: Impairment Losses	-	-
Total	8,236,838	11,350,971

a. Expected to be recovered/settled within 12 months

Fig. in NPR

Particulars	Current Year	Previous Year
Capital Advances	-	-
Prepaid Expenses	6,844,916	8,724,562
Claim Advances	-	-
Advance To Suppliers	-	-
Staff Advances	846,153	19,053
Printing and Stationary Stocks	-	-
Stamp Stocks	-	-
Deferred Expenses	-	-
Deferred Reinsurance Commission Expenses	-	-
Deferred Agent Commission Expenses	-	-
Lease Receivables	-	-
Others (to be specified)	-	-
i. Miscellaneous Debtors	-	-
ii. Share Application Money	-	1,250,000
iii. Other advances	745,769	957,356
iv. Prepaid Employee Benefit	-	-
Total	8,236,838	11,350,971

15. Other Financial Assets

Fig. in NPR

Particulars	Current Year	Previous Year
Security Deposits	281,000	281,000
Accured Interest	512,912,555	487,517,479
Interest Receivable from Loan to Policyholders	2,747,806,892	2,470,422,387
Other Receivables	-	-
Other Deposits	-	-
Sundry Debtors	9,075,815	10,315,888
Others (to be Specified)	-	-
Less: Impairment Losses	(461,837)	(461,837)
Total	3,269,414,425	2,968,074,917

Note:

Impairment loss disclosure has been presented on section 3 (e) of notes to account.

a. Expected maturities within 12 months

Fig. in NPR

Particulars	Current Year	Previous Year
Security Deposits	-	-
Accured Interest	512,912,555	487,517,479
Interest Receivable from Loan to Policyholders	2,747,806,892	2,470,422,387
Other Receivables	-	-
Other Deposits	-	-
Sundry Debtors	9,075,815	10,315,888
Other (to be Specified)	-	-
Total	3,269,595,262	2,968,255,754

16. Cash and Cash Equivalents

Fig. in NPR

Particulars	Current Year	Previous Year
Cash in Hand	75,588,433	72,198,624
Cheque in Hand	-	-
Bank Balances		
i. Balance With "A" Class Financial Institutions	797,397,708	908,810,640
ii. Balance With Infrastructure Banks	-	-
iii. Balance With "B" Class Financial Institutions	44,814,526	51,325,352
iv. Balance With "C" Class Financial Institutions	1,441,050	1,426,049
Less: Impairment Losses	-	-
Deposit with initial maturity upto 3 months	929,824,293	1,407,630,123
Others (Cheque deposited but credit not received)	8,558,502	8,203,029
Less: Impairment Losses	-	-
Total	1,857,624,512	2,449,593,817

17. a. Share Capital

Fig. in NPR

Particulars	Current Year	Previous Year
Ordinary Shares	-	-
As at Shrawan 1, 2080	2,653,200,000	2,653,200,000
Additions during the year	-	-
i. Bonus Share Issue	-	-
ii. Share Issue	-	-
As at Ashadh 31, 2081	-	-
Convertible Preference Shares (Equity Component only)	-	-
As at Shrawan 1, 2080	-	-
Additions during the year	-	-
As at Ashadh 31, 2081	-	-
Irredeemable Preference Shares (Equity Component only)	-	-
As at Shrawan 1, 2080	-	-
Additions during the year	-	-
As at Ashadh 31, 2081	-	-
Total	2,653,200,000	2,653,200,000

i. Ordinary Shares

Fig. in NPR

Particulars	Current Year	Previous Year
Authorised Capital:		
26,532,000 Ordinary Shares of Rs. 100/- each	2,653,200,000	2,653,200,000
Issued Capital:		
26,532,000 Ordinary Shares of Rs. 100/- each	2,653,200,000	2,653,200,000
Subscribed and Paid Up Capital:		
26,532,000 Ordinary Shares of Rs. 100/- each	2,653,200,000	2,653,200,000
Total	2,653,200,000	2,653,200,000

ii. Preference Share Capital

Fig. in NPR

Particulars	Current Year	Previous Year
Authorised Capital:		
..... Convertible Preference Shares of Rs. XXX each	-	-
..... Irredeemable Preference Shares of Rs. XXX each	-	-
Issued Capital:		
..... Convertible Preference Shares of Rs. XXX each	-	-
..... Irredeemable Preference Shares of Rs. XXX each	-	-
Subscribed and Paid Up Capital:		
..... Convertible Preference Shares of Rs. XXX each	-	-
..... Irredeemable Preference Shares of Rs. XXX each	-	-
Total	-	-

Shareholding Structure of Share Capital

Fig. in NPR

Particulars	Number of Shares		Percentage	
	Current Year	Previous Year	Current Year	Previous Year
Promoters				
Government of Nepal	-	-	-	-
Nepali Organized Institutions	3,979,800	3,979,800	15%	15%
Nepali Citizens	-	-	-	-
Foreigners	14,592,600	14,592,600	55%	55%
Others (to be Specified)	-	-	-	-
Total (A)	18,572,400	18,572,400	70%	70%
Other than Promoters				
General Public	7,959,600	7,959,600	30%	30%
Others (to be Specified)	-	-	-	-
Total (B)	7,959,600	7,959,600	30%	30%
Total (A+B)	26,532,000	26,532,000	100%	100%

Details of shareholders holding 1% or more than 1% of the aggregate shares in the Company

Fig. in NPR

Particulars	Number of Shares		Percentage	
	Current Year	Previous Year	Current Year	Previous Year
Life Insurance Corporation of India	14,592,600	14,592,600	55.00%	55.00%
Vishal Group (Nepal)	3,979,800	3,979,800	15.00%	15.00%

17. b. Share Application Money Pending Allotment

Fig. in NPR

Particulars	Current Year	Previous Year
Share Application Money Pending Allotment	-	-
Total	-	-

17. c. Share Premium

Fig. in NPR

Particulars	Current Year	Previous Year
As on Shrawan 1, 2080	61,151,801	61,151,801
Increase due to issue of shares at premium	-	-
Decrease due to issue of bonus shares	-	-
Transaction costs on issue of share	-	-
Others (to be Specified)	-	-
As on Ashadh 31, 2081	61,151,801	61,151,801

17. d. Catastrophe Reserves

Fig. in NPR

Particulars	Current Year	Previous Year
As on Shrawan 1, 2080	561,598,449	494,767,497
Additions	92,483,434	66,830,951
Utilizations	-	-
As on Ashadh 31, 2081	654,081,882	561,598,449

17. e. Retained Earnings

Fig. in NPR

Particulars	Current Year	Previous Year
As on Shrawan 1, 2080	2,344,327,517	1,738,884,433
Prior Period Adjustment	-	-
Net Profit or Loss	829,607,185	753,449,166
Items of OCI recognised directly in retained earnings	-	-
Remeasurement of Post-Employment Benefit Obligations	-	-
Transfer to reserves	-	-
Revaluation Reserves	-	-
Capital Reserves	-	-
Catastrophe Reserves	(82,483,434)	(66,830,951)
Corporate Social Responsibility (CSR) Reserves	(9,248,343)	(14,446,300)
Insurance Fund	-	-
Fair Value Reserves	-	-
Actuarial Reserves	-	-
Deferred Tax Reserve	91,702,242	(66,728,831)
Regulatory Reserve	-	-
Other Reserve (to be specified)	-	-
Transfer of Depreciation on Revaluation of Property and Equipment	-	-
Transfer of Disposal of Revalued Property and Equipment	-	-
Transfer of Disposal of Equity Instruments Measured at FVTOCI	-	-
Issue of Bonus Shares	-	-
Transaction costs on issue of Shares	-	-
Dividend Paid	-	-
Dividend Distribution Tax	-	-
Transfer to Insurance Contract Liability	-	-
Transfer From Regulatory Reserve	-	-
As on Ashadh 31, 2081	3,163,905,167	2,344,327,517

17. f. Other Equity

Fig. in NPR

Particulars	Current Year	Previous Year
Revaluation Reserves	-	-
Capital Reserves	-	-
Corporate Social Responsibility (CSR) Reserves	23,694,644	14,446,300
Insurance Fund	-	-
Fair Value Reserves	7,921,296	(71,145,726)
Actuarial Reserves	(30,631,472)	(11,576,123)
Deferred Tax Reserve	1,602,298	93,304,540
Regulatory Reserve	331,031,641	331,031,641
Total	333,618,407	356,060,631

18. Provisions

Fig. in NPR

Particulars	Current Year	Previous Year
Provision for employee benefits		
i. Provision for Leave	51,722,284	34,732,802
ii. Provision for Gratuity	42,923,318	-
iii. Termination Benefits	-	-
iv. Other Employee Benefit obligations (to be Specified)	-	-
Provision for tax related legal cases	-	-
Provision for non-tax related legal cases	-	-
Provision for employee training	4,189,688	-
Total	98,835,270	34,732,802

a. Movement of Provisions, Contingent Liabilities and Contingent Assets

Fig. in NPR

Description	Opening Balance	Additions During the Year	Utilised During the Year	Reversed During the Year	Unwinding of Discount	Closing Balance
Provision for employee benefits						
i. Provision for Leave	34,732,802	27,500,846	10,511,384	-	-	51,722,284
ii. Provision for Gratuity	-	42,273,608	7,791,468	-	-	34,482,140
iii. Termination Benefits	-	-	-	-	-	-
iv. Other Employee Benefit obligations (to be Specified)	-	-	-	-	-	-
Provision for tax related legal cases	-	-	-	-	-	-
Provision for non-tax related legal cases	-	-	-	-	-	-
Others (to be Specified)	-	-	-	-	-	-

b. Provision with expected payouts within 12 months

Fig. in NPR

Particulars	Current Year	Previous Year
Provision for employee benefits		
i. Provision for Leave	10,511,384	954,639
ii. Provision for Gratuity	7,791,468	-
iii. Termination Benefits	-	-
iv. Other employee benefit obligations (to be Specified)	-	-
Provision for tax related legal cases	-	-
Provision for non-tax related legal cases	-	-
Others (to be Specified)	-	-

19. Gross Insurance Contract Liabilities

Fig. in NPR

Particulars	Current Year	Previous Year
Life Insurance Fund as per Actuary Report (19.1)	119,227,067,313	106,957,963,504
Claim Payment Reserve including IBNR (19.2)	406,730,691	382,334,706
Transfer from:		
Fair Value Reserve	-	-
Actuarial Reserve	-	-
Revaluation Reserve	-	-
Other Reserve	-	-
Net gain on fair value changes on FVTPL instruments	-	-
Fair Value Gain on Investment Properties	-	-
Share of Profit of Associates accounted as per Equity Method	-	-
Share of Other Comprehensive Income of Associates Accounted for using the Equity Method	-	-
Total	119,633,798,005	106,340,298,210

The valuation of the technical provision of Insurance Company is carried out as at July 15, 2024 in accordance with the Risk Based Capital and Solvency Directive, 2022 (2078) ("RBC Directive") and circular: Regarding Risk Based Capital and solvency Direction, 2022 (2078) ("RBC Circular") issued by Nepal Insurance Authority ("NIA")

Annexure 19.1: Life Insurance Fund

Fig. in NPR

[illegible]

Annexure 19.2: Gross claim payment Reserve including IBNR/IBNER

Fig. in NPR

[illegible]

Note: Unclaimed fund includes all outstanding claim which have not been settled for more than one year from the date of intimation/maturity.

20. Insurance Payables

Fig. in NPR

Particulars	Current Year	Previous Year
Payable to Reinsurer	85,613,711	29,463,461
Payable to other Insurance Companies	-	-
Others (to be Specified)	-	-
Total	85,613,711	29,463,461

Payable within 12 months

Fig. in NPR

Particulars	Current Year	Previous Year
Payable to Reinsurer	85,613,711	29,463,461
Payable to other Insurance Companies	-	-
Others (to be Specified)	-	-
Total	85,613,711	29,463,461

21. Current Tax (Assets)/Liabilities (Net)

Fig. in NPR

Particulars	Current Year	Previous Year
Income Tax Liabilities	-	(112,573,584)
Income Tax Assets	276,532,369	-
Total	276,532,369	(112,573,584)

22. Borrowings

Fig. in NPR

Particulars	Current Year	Previous Year
Bonds	-	-
Debentures	-	-
Term Loan - Bank and Financial Institution	-	-
Bank Overdrafts	-	-
Others (to be Specified)	-	-
Total	-	-

Payable within 12 months

Fig. in NPR

Particulars	Current Year	Previous Year
Bonds	-	-
Debentures	-	-
Term Loan - Bank and Financial Institution	-	-
Bank Overdrafts	-	-
Others (to be Specified)	-	-
Total	-	-

23. Other Liabilities

Fig. in NPR

Particulars	Current Year	Previous Year
TDS Payable	107,851,611	88,339,305
Unidentified deposits	121,419,560	88,934,021
Advance Premiums	25,858,070	57,210,286
Insurance Service Fee Payable	135,964,496	144,348,435
Lease Liability	202,072,056	209,431,904
Deferred Reinsurance Commission Income	-	-
Deferred Income	-	-
Others (to be Specified)	-	-
Total	593,165,793	596,263,951

Payable within 12 months

Fig. in NPR

Particulars	Current Year	Previous Year
TDS Payable	107,851,611	96,339,305
Unidentified deposits	121,419,580	88,934,021
Advance Premiums	25,858,070	57,210,286
Insurance Service Fee Payable	135,984,496	144,348,435
Lease Liability	7,359,848	-
Deferred Reinsurance Commission Income	-	-
Deferred Income	-	-
Others (to be Specified)	-	-
Total	398,453,585	388,832,047

24. Other Financial Liabilities

Fig. in NPR

Particulars	Current Year	Previous Year
Redeemable Preference Shares	-	-
Irredeemable Cumulative Preference Shares	-	-
Refundable Share Application Money	-	-
Payable to Agents	267,360,197	228,781,741
Sundry Creditors	233,209,811	392,369,716
Retention and deposits	-	-
Short-term employee benefits payable		
i. Salary Payables	11,471,063	10,995,284
ii. Bonus Payables	128,522,091	184,649,017
iii. Other employee benefit payable (Gratuity)	-	-
Audit Fees Payable	1,358,767	2,417,819
Actuarial Fees Payable	-	-
Dividend Payable	-	-
Others (to be specified)		
i. Cheque issued But Not Encashed	443,597,259	522,125,191
ii. Medical Fee Payable	-	-
Total	1,085,519,188	1,341,338,768

Payable within 12 months

Fig. in NPR

Particulars	Current Year	Previous Year
Redeemable Preference Shares	-	-
Irredeemable Cumulative Preference Shares	-	-
Refundable Share Application Money	-	-
Payable to Agents	267,360,197	228,781,741
Sundry Creditors	233,209,811	392,369,716
Retention and deposits	-	-
Short-term employee benefits payable		
i. Salary Payables	11,471,063	10,995,284
ii. Bonus Payables	128,522,091	184,649,017
iii. Other employee benefit payable (to be Specified)	-	-
Audit Fees Payable	1,358,767	2,417,819
Actuarial Fees Payable	-	-
Dividend Payable	-	-
Others (to be specified)		
i. Cheque issued But Not Encashed	443,597,259	522,125,191
ii. Medical Fee Payable	-	-
Total	1,085,519,188	1,341,338,768

25. Gross Earned Premiums

Fig. in NPR

Particulars	Direct Premiums		Premiums on Reinsurance Accepted		Gross Change in Unearned Premiums		Gross Earned Premiums	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	7,879,838,190	7,841,526,192	-	-	-	-	7,879,838,190	7,841,526,192
Endowment (Non Par)	180,307,492	-	-	-	-	-	180,307,492	-
Anticipated Endowment	2,670,813,156	2,369,753,130	-	-	-	-	2,670,813,156	2,369,753,130
Anticipated Endowment (Non Par)	-	-	-	-	-	-	-	-
Modified Endowment	5,916,594,525	5,762,543,529	-	-	-	-	5,916,594,525	5,762,543,529
Whole Life Policy	1,194,658,872	1,384,171,370	-	-	-	-	1,194,658,872	1,384,171,370
Term Insurance Policy	9,032,621	8,005,188	-	-	-	-	9,032,621	8,005,188
Special Term Policy	2,272,310	2,811,864	-	-	-	-	2,272,310	2,811,864
Endowment Single Premium	41,422,148	94,413,714	-	-	-	-	41,422,148	94,413,714
Endowment Single Premium (Non Par)	211,458,836	-	-	-	-	-	211,458,836	-
Micro Term Insurance	1,107,028	6,942,493	-	-	-	-	1,107,028	6,942,493
Total	18,107,497,178	17,470,067,480	-	-	-	-	18,107,497,178	17,470,067,480

25.1: Gross Written Premiums

Fig. in NPR

Particulars	First Year Premium		Renewal Premium		Single Premium		Total Direct Premium	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	833,386,786	1,207,361,306	6,946,451,402	6,634,144,886	-	-	7,879,838,190	7,841,526,192
Endowment (Non Par)	180,307,492	-	-	-	-	-	180,307,492	-
Anticipated Endowment	555,615,977	410,418,875	2,115,197,178	1,959,394,156	-	-	2,670,813,156	2,369,753,130
Anticipated Endowment (Non Par)	-	-	-	-	-	-	-	-
Modified Endowment	667,441,630	644,716,576	5,248,142,896	5,117,826,953	-	-	5,916,594,525	5,762,543,529
Whole Life Policy	1,186,168	21,530,029	1,182,793,704	1,382,841,341	-	-	1,194,658,872	1,384,171,370
Term Insurance Policy	2,013,555	2,508,799	7,019,568	5,495,388	-	-	9,032,621	8,005,188
Special Term Policy	94,329	313,467	2,177,981	2,496,377	-	-	2,272,310	2,811,864
Endowment Single Premium	-	-	-	-	41,422,148	94,413,714	41,422,148	94,413,714
Endowment Single Premium (Non Par)	-	-	-	-	211,458,836	-	211,458,836	-
Micro Term Insurance	-	-	3,750	1,103,278	6,842,493	1,107,028	8,942,493	6,942,493
Total	2,350,725,439	2,286,870,172	15,602,788,477	15,081,941,101	253,965,262	101,256,207	18,107,497,178	17,470,067,480

26. Premiums Coded

Fig. in NPR

Particulars	Premium Coded To Reinsurers		Reinsurer's Share of Change in Unearned Premiums		Premium Coded	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	33,630,125	21,653,888	-	-	33,630,125	21,653,888
Endowment (Non Par)	234,792	-	-	-	234,792	-
Anticipated Endowment	21,893,532	13,459,861	-	-	21,893,532	13,459,861
Anticipated Endowment (Non Par)	1,129	-	-	-	1,129	-
Modified Endowment	42,805,394	32,237,410	-	-	42,805,394	32,237,410
Whole Life Policy	12,362,074	12,685,749	-	-	12,362,074	12,685,749
Term Insurance Policy	846,905	491,548	-	-	846,905	491,548
Special Term Policy	26,943	23,923	-	-	26,943	23,923
Endowment Single Premium	78,597	144,451	-	-	78,597	144,451
Endowment Single Premium (Non Par)	130,464	-	-	-	130,464	-
Micro Term Insurance	66,613	267,949	-	-	66,613	267,949
Total	112,085,568	80,964,779	-	-	112,085,568	80,964,779

26.1: Portfolio-wise detail of Net Earned Premium

Fig. in NPR

Particulars	Gross Earned Premium		Premium Ceded		Net Earned Premium	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	7,679,838,190	7,641,526,192	33,630,125	21,653,888	7,646,208,065	7,619,872,304
Endowment (Non Par)	180,307,492	-	234,792	-	180,072,700	-
Anticipated Endowment	2,670,613,156	2,369,753,130	21,893,532	13,459,961	2,648,919,624	2,356,293,269
Anticipated Endowment (Non Par)	-	-	1,129	-	(1,129)	-
Modified Endowment	5,816,694,526	5,782,543,526	42,805,394	32,237,410	5,873,779,131	5,730,306,119
Whole Life Policy	1,164,659,872	1,394,171,370	12,362,674	12,695,740	1,182,297,798	1,371,485,621
Term Insurance Policy	6,032,621	8,095,186	849,805	481,548	8,182,716	7,513,640
Special Term Policy	2,272,310	2,811,864	26,943	23,923	2,245,367	2,787,941
Endowment Single Premium	41,422,146	94,413,714	79,597	144,451	41,342,551	94,269,263
Endowment Single Premium (Non Par)	211,459,836	-	130,484	-	211,329,372	-
Micro Term insurance	1,107,026	6,842,483	69,613	267,940	1,037,415	6,574,544
Total	18,107,497,176	17,470,067,490	112,065,566	80,964,779	17,995,431,610	17,389,102,701

27. Commission Income

Fig. in NPR

Particulars	Reinsurance Commission		Profit Commission		Total Commission Income	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	3,100,211	4,148,358	-	-	3,100,211	4,148,358
Endowment (Non Par)	109,007	-	-	-	109,007	-
Anticipated Endowment	2,844,629	2,026,654	-	-	2,844,629	2,026,654
Anticipated Endowment (Non Par)	-	-	-	-	-	-
Modified Endowment	7,254,610	6,656,953	-	-	7,254,610	6,656,953
Whole Life Policy	1,422,886	2,165,144	-	-	1,422,886	2,165,144
Term Insurance Policy	147,213	111,618	-	-	147,213	111,618
Special Term Policy	2,852	4,449	-	-	2,852	4,449
Endowment Single Premium	1,909	6,610	-	-	1,909	6,610
Endowment Single Premium (Non Par)	25,249	-	-	-	25,249	-
Micro Term insurance	4,201	7,235	-	-	4,201	7,235
Total	14,912,567	15,133,162	-	-	14,912,567	15,133,162

28. Other Direct Income

Fig. in NPR

Particulars	Other Direct Income		Late Fee		Total Other Direct Income	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	160,008,546	115,130,973	-	-	160,008,546	115,130,973
Endowment (Non Par)	527	-	-	-	527	-
Anticipated Endowment	35,856,148	34,130,266	-	-	35,856,148	34,130,266
Anticipated Endowment (Non Par)	-	-	-	-	-	-
Modified Endowment	80,343,507	88,897,293	-	-	80,343,507	88,897,293
Whole Life Policy	23,873,494	32,505,430	-	-	23,873,494	32,505,430
Term Insurance Policy	11,556	17,789	-	-	11,556	17,789
Special Term Policy	26,101	41,517	-	-	26,101	41,517
Endowment Single Premium	-	-	-	-	-	-
Endowment Single Premium (Non Par)	-	-	-	-	-	-
Micro Term insurance	-	-	-	-	-	-
Total	240,125,879	270,526,368	-	-	240,125,879	270,526,368

29. Income from Investments and Loans

Fig. in NPR

Particulars	Current Year	Previous Year
Interest Income from Financial Assets Designated at Amortised Costs		
i. Fixed Deposit with "A" Class Financial Institutions	7,573,082,190	6,689,596,267
ii. Fixed Deposit with Infrastructure Bank	-	-
iii. Fixed Deposit with "B" Class Financial Institutions	350,115,493	279,321,283
iv. Fixed Deposit with "C" Class Financial Institutions	53,707,054	37,172,381
v. Debentures	1,165,005,170	1,022,383,654
vi. Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	101,094,672	71,256,726
vii. Bank Deposits other than Fixed Deposit	21,233,409	35,428,843
viii. Agent Loans	-	-
ix. Employee Loans	-	-
x. Other Interest Income (to be Specified)	14,947,312	15,679,770
Financial Assets Measured at FVTOCI		
i. Interest Income on Debentures	-	-
ii. Dividend Income	58,883,843	104,105,901
iii. Other Interest Income (to be specified)	-	-
iv. Realised Gains/ (Losses) on Derecognition of Financial Assets Measured at FVTOCI	-	-
Financial Assets Measured at FVTPL		
i. Interest Income on Debentures	-	-
ii. Dividend Income	-	-
iii. Other Interest Income (to be specified)	-	-
Rental Income	-	-
Others	11,500,616	9,517,045
Total	9,349,529,759	8,264,441,870

30. Net Gain/(Loss) on Fair Value Changes

Fig. in NPR

Particulars	Current Year	Previous Year
Changes in Fair Value of Financial Assets Measured at FVTPL	-	-
i. Equity Instruments	-	-
ii. Mutual Fund	-	-
iii. Others (to be specified)	-	-
Changes in Fair Value on Investment Properties	-	-
Changes in Fair Value on Hedged Items in Fair Value Hedges	-	-
Changes in Fair Value on Hedging Instruments in Fair Value Hedges	-	-
Others (to be specified)	-	-
Total	-	-

31. Net Realised Gains/(Losses)

Fig. in NPR

Particulars	Current Year	Previous Year
Realised Gain/(Losses) on Derecognition of Financial Assets Measured at FVTPL		
i. Equity Instruments	-	-
ii. Mutual Fund	-	-
iii. Debentures	-	-
iv. Others (to be specified)	-	-
Realised Gain/(Losses) on Derecognition of Financial Assets at Amortised Costs		
i. Debentures	-	-
ii. Bonds	-	-
iii. Others (to be specified)	-	-
Total	-	-

32. Other Income

Fig. in NPR

Particulars	Current Year	Previous Year
Unwinding of discount on Financial Assets at Amortised Cost		
i. Employee Loan	-	-
ii. Bonds	-	-
iii. Others (to be Specified)	-	-
Foreign Exchange Income	-	-
Interest Income from Finance Lease	-	-
Amortization of Deferred Income	-	-
Profit from disposal of Property and Equipment	150,882	154,355
Amortization of Deferred Income	-	-
Stamp Income	-	-
Provision For Loss on Loan Written Back	-	14,819,116
Total	150,882	154,355

33. Gross Benefits, Claims Paid and Claims Ceded

Fig. in NPR

Particulars	Gross Benefits and Claims Paid		Claims Ceded		Net Claims Paid	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	4,522,428,955	3,627,577,851	20,280,028	11,488,687	4,502,148,927	3,616,089,164
Endowment (Non Par)	1,212,227	-	-	-	1,212,227	-
Anticipated Endowment	2,088,175,600	2,044,735,967	5,221,668	6,504,545	2,082,953,932	2,038,231,422
Anticipated Endowment (Non Par)	24,415,850	-	-	-	24,415,850	-
Modified Endowment	3,348,184,589	2,105,443,928	5,067,423	3,653,333	3,343,117,166	2,101,790,595
Whole Life Policy	825,201,367	1,117,012,596	4,238,668	2,000,000	820,962,699	1,115,012,596
Term Insurance Policy	-	758,738	-	-	-	758,738
Special Term Policy	2,320,550	726,472	-	-	2,320,550	726,472
Endowment Single Premium	29,436,058	82,482,526	1,264	-	29,434,794	82,482,526
Endowment Single Premium (Non Par)	44,688,713	5,200,000	95,745	2,730,000	44,602,968	2,470,000
Micro Term Insurance	4,758,762	1,582,200	-	-	4,758,762	1,582,200
Total	10,881,832,451	8,985,500,274	34,884,806	26,376,545	10,856,947,655	8,959,123,729

33.1: Details of Gross Benefits and Claim Paid

Fig. in NPR

Particulars	Death Claims		Maturity Benefits		Partial Maturity Benefits	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	145,182,680	159,845,720	2,378,927,440	2,002,642,113	-	-
Endowment (Non Par)	549,694	-	-	-	-	-
Anticipated Endowment	29,102,626	31,885,396	812,303,748	567,711,202	1,224,841,523	1,277,232,000
Anticipated Endowment (Non Par)	-	-	17,943,312	-	6,825,000	-
Modified Endowment	133,668,967	125,370,997	1,882,947,893	1,175,871,606	-	-
Whole Life Policy	31,689,071	29,925,391	83,072,117	18,694,718	7,198,500	2,888,000
Term Insurance Policy	-	1,200,000	-	(441,265)	-	-
Special Term Policy	-	180,000	2,320,550	548,472	-	-
Endowment Single Premium	790,070	1,069,860	-	63,744,746	-	-
Endowment Single Premium (Non Par)	1,185,803	5,200,000	43,396,512	-	-	-
Micro Term Insurance	4,758,762	1,582,200	-	-	-	-
Total	340,807,673	354,192,824	4,996,611,673	3,628,759,590	1,238,465,023	1,280,221,000

Particulars	Surrender Claim		Other Claims and Benefits		Total Gross Benefits and Claims	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	1,982,376,048	1,459,418,313	7,982,786	5,671,105	4,522,428,955	3,627,577,851
Endowment (Non Par)	-	-	862,533	-	1,212,227	-
Anticipated Endowment	228,617,455	169,413,826	(489,753.15)	1,489,574	2,088,175,600	2,044,735,967
Anticipated Endowment (Non Par)	247,338	-	-	-	24,415,850	-
Modified Endowment	1,352,803,085	803,456,804	(335,479.20)	742,901	3,348,184,589	2,105,443,928
Whole Life Policy	762,302,295	1,089,313,489	1,039,384	-	825,201,367	1,117,012,596
Term Insurance Policy	-	-	-	-	-	758,738
Special Term Policy	-	-	-	-	2,320,550	726,472
Endowment Single Premium	28,645,988	17,547,330	-	-	29,436,058	82,482,526
Endowment Single Premium (Non Par)	116,398	-	-	-	44,688,713	5,200,000
Micro Term Insurance	-	-	-	-	4,758,762	1,582,200
Total	4,305,108,608	3,513,251,761	8,838,473	8,103,280	10,881,832,451	8,985,500,274

34. Change in Insurance Contract Liabilities

Fig. in NPR

Particulars	Gross Change in Insurance Contract Liabilities		Change in Reinsurance Assets		Net Change in Insurance Contract Liabilities	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	5,999,341,886	6,306,296,231	-	-	5,999,341,886	6,306,296,231
Anticipated Endowment	816,872,280	547,704,561	-	-	816,872,280	547,704,561
Modified Endowment	5,344,123,151	6,195,279,826	-	-	5,344,123,151	6,195,279,826
Whole Life Policy	849,187,507	741,948,882	-	-	849,187,507	741,948,882
Term Insurance Policy	343,949	1,561,073	-	-	343,949	1,561,073
Special Term Policy	5,356,726	1,146,443	-	-	5,356,726	1,146,443
Endowment Single Premium	32,577,358	25,896,806	-	-	32,577,358	25,896,806
Endowment Single Premium (Non Par)	179,541,557	217,408	-	-	179,541,557	217,408
Micro Term insurance	(5,116,082)	92,000	-	-	(5,116,082)	92,000
Total	13,222,208,131	13,826,241,131	-	-	13,222,208,131	13,826,241,131

35. Commission Expenses

Fig. in NPR

Particulars	Commission Expenses on First Year Premium		Commission Expenses on Renewal Premium		Commission Expenses on Single Premium		Total Commission Expenses	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	213,744,568	271,714,270	413,678,758	423,313,074	-	-	627,423,316	694,733,344
Endowment (Non Par)	36,651,002	-	-	-	-	-	36,651,002	-
Anticipated Endowment	94,716,130	72,364,688	130,773,303	132,855,545	-	-	225,489,433	205,210,233
Anticipated Endowment (Non Par)	-	-	-	-	-	-	-	-
Modified Endowment	158,888,255	153,130,663	282,301,348	297,337,336	-	-	439,189,604	450,467,999
Whole Life Policy	2,294,014	4,624,427	57,673,625	77,834,456	-	-	59,967,639	82,258,883
Term Insurance Policy	143,348	142,774	125,740	1,05,871	-	-	269,088	248,645
Special Term Policy	9,433	31,348	49,931	53,738	-	-	59,364	85,086
Endowment Single Premium	-	-	-	-	826,443	1,688,807	826,443	1,688,807
Endowment Single Premium (Non Par)	-	-	-	-	4,221,420	-	4,221,420	-
Micro Term insurance	-	-	-	-	116,788	482,612	116,788	482,612
Total	504,456,740	501,988,470	884,602,706	931,005,720	5,166,651	2,371,419	1,394,226,067	1,435,175,609

36. Service Fees

Fig. in NPR

Particulars	Service Fees		Reinsurer's Share of Service Fees		Net Service Fees	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	68,038,786	64,525,498	252,226	176,507	58,945,590	64,348,993
Anticipated Endowment	1,352,306	-	1,761	-	1,350,545	-
Anticipated Endowment	20,031,099	19,434,516	184,210	108,699	19,846,889	19,324,817
Modified Endowment	-	-	-	-	-	-
Modified Endowment	44,374,384	47,598,040	321,040	263,081	44,053,343	47,334,959
Whole Life Policy	8,959,949	11,818,456	92,716	107,657	8,867,233	11,710,799
Term Insurance Policy	67,745	62,938	6,374	3,897	61,370	59,042
Special Term Policy	17,042	23,479	217	192	16,825	23,287
Endowment Single Premium	310,666	780,181	597	1,168	310,069	779,015
Endowment Single Premium (Non Par)	1,585,949	-	978	-	1,584,970	-
Micro Term insurance	8,303	40,004	522	2,052	7,781	37,951
Total	135,806,229	144,293,114	840,642	664,252	134,965,587	143,598,863

Note: Service fees shall be calculated on the basis of Gross Written Premiums as per Note 25.1.

37. Other Direct Expenses

Fig. in NPR

Particulars	Reinsurance Commission Expenses		Other Direct Expenses		Total Other Direct Expenses	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Endowment	-	-	-	-	-	-
Anticipated Endowment	-	-	-	-	-	-
Modified Endowment	-	-	-	-	-	-
Whole Life Policy	-	-	-	-	-	-
Term Insurance Policy	-	-	-	-	-	-
Special Term Policy	-	-	-	-	-	-
Endowment Single Premium	-	-	-	-	-	-
Endowment Single Premium (Non Par)	-	-	-	-	-	-
Micro Term insurance	-	-	-	-	-	-
Total	-	-	-	-	-	-

38. Employee Benefits Expenses

Fig. in NPR

Particulars	Current Year	Previous Year
Salaries	132,489,971	117,501,458
Allowances	115,142,966	98,364,654
Festival Allowances	13,797,708	13,378,588
Defined Benefit Plans		
i. Gratuity	19,545,436	12,035,739
ii. Others (to be Specified)	-	-
Defined Contribution Plans		
i. Provident Fund/Social Security Fund	14,007,475	12,142,739
ii. Others (to be specified)	-	-
Leave Encashments	27,500,846	16,603,961
Termination Benefits	-	-
Training Expenses	5,923,625	1,403,738
Uniform Expenses	-	-
Medical Expenses	4,736,523	4,521,914
Insurance Expenses	2,087,676	1,766,582
Recruitment Expenses	3,000	8,500
Wages	21,036,036	18,453,405
Sub-Total	356,270,262	296,181,258
Employees Bonus	116,153,389	88,446,431
Total	472,423,651	382,627,689

39. Depreciation and Amortization Expenses

Fig. in NPR

Particulars	Current Year	Previous Year
Amortization of Goodwill & Intangible Assets (Refer Note. 4)	40,992	56,500
Depreciation on Property and Equipment (Refer Note.5)	54,255,043	55,136,290
Depreciation on Investment Properties (Refer Note. 6)	-	-
Total	54,296,035	55,192,790

40. Impairment Losses

Fig. in NPR

Particulars	Current Year	Previous Year
Impairment Losses on Property and Equipment, Investment Properties and Intangible Assets		
i. Property, Plant and Equipment	-	-
ii. Investment Properties	-	-
iii. Goodwill & Intangible Assets	-	-
Impairment Losses on Financial Assets		
i. Investment	-	-
ii. Loans	-	12,080,571
iii. Other Financial Assets	-	-
iv. Cash and Cash Equivalent	-	-
v. Others (to be Specified)	-	-
Impairment Losses on Other Assets		
i. Reinsurance Assets	-	-
ii. Insurance Receivables	-	-
iii. Lease Receivables	-	-
iv. Others (to be Specified)	-	-
Total	-	12,080,571

41. Other Expenses

Fig. in NPR

Particulars	Current Year	Previous Year
Rent Expenses	27,225	-
Electricity and Water	4,878,150	4,494,754
Repair & Maintenance	-	-
i. Building	25,524	59,112
ii. Vehicle	1,106,116	1,826,389
iii. Office Equipments	1,802,859	2,068,834
iv. Others(to be Specified)	89,917	164,113
Telephone & Communication	5,313,853	5,927,429
Printing & Stationary	15,766,608	21,237,707
Office Consumable Expenses	210,494	264,523
Travelling Expenses		
i. Domestic	1,584,236	3,533,312
ii. Foreign	764,574	1,018,486
Transportation Expenses	8,526,190	8,675,324
Agents Training	6,829,814	7,477,254
Agents Others	407,462,216	371,694,043
Insurance Premium	1,990,603	3,329,772
Security and Outsourcing Expenses	1,248,995	1,388,080
Legal and Consulting Expenses	375,000	691,250
Newspapers, Books and Periodicals	199,431	222,118
Advertisement & Promotion Expenses	13,055,593	17,885,099
Business Promotion	8,639,709	20,789,758
Guest Entertainment	103,510	456,136
Gift and Donations	473,778	575,703
Board Meeting Fees and Expenses		
i. Meeting Allowances	714,000	691,000
ii. Other Allowances	499,255	783,418
Other Committee/Sub-committee Expenses		
i. Meeting Allowances	270,000	265,000

41. Other Expenses (Contd.)

Fig. in NPR

Particulars	Current Year	Previous Year
ii. Other Allowances	-	-
General Meeting Expenses	1,062,028	210,801
Actuarial Service Fee	4,496,150	8,734,894
Other Actuarial Expenses	-	-
Audit Related Expenses		
i. Statutory Audit	1,570,700	1,740,200
ii. Tax Audit	-	-
iii. Long Form Audit Report	-	-
iv. Other Fees	-	-
v. Internal Audit	988,185	988,185
vi. Others (to be Specified)	622,478	469,996
Bank Charges	494,542	375,553
Fee and Charges	12,471,765	12,698,356
Postage Charges	1,079,177	1,195,720
Foreign Exchange Losses	-	-
Others		
i. Written Off Expenses (Fixed Assets)	-	-
ii. Documents Digitalisation Expenses	14,989,976	4,218,411
iii. Actuarial Service Fee	-	-
iv. Staff refreshment Expenses	5,188,947	5,511,565
v. Office Upkeep and Cleaning Expenses	5,113,794	5,172,418
vi. Conference Expenses (Admin)	1,637,069	-
vii. Conference Expenses (Marketing)	-	-
viii. Other Miscellaneous Expenses	4,584,553	6,363,051
ix. Battery Expenses For Inverter	-	154,840
x. Information Publication Expenses	509,875	217,423
xi. Office Shifting Expenses	-	80,230
xii. Rates & Taxes (Vehicles)	1,070,540	1,090,675
xiii. License Renewal Fee (Boera Samiti)	-	50,000
xiv. Building Committee Meeting Fee	45,000	30,000
xv. Municipality Tax	1,058,220	3,420,470
xvi. Loan Written Off	28,782	423,524
xvii. Share Related Expenses	1,366,429	1,633,024
xviii. Fine & Penalties	-	-
xx. Medical Expenses	-	-
Others (to be Specified)	-	-
Sub-Total	540,335,860	530,077,910
Medical examination fee	5,978,906	6,686,190
Fines, interest, Late Fees and Penalties	12,043,456	196,788,169
Total	558,358,222	733,552,269

42. Finance Cost

Fig. in NPR

Particulars	Current Year	Previous Year
Unwinding of discount on Provisions	-	-
Unwinding of discount on Financial Liabilities at Amortised Costs	-	-
Interest Expenses - Bonds	-	-
Interest Expenses - Debentures	-	-
Interest Expenses - Term Loans	-	-
Interest Expenses - Leases	20,546,728	23,918,512
Interest Expenses - Overdraft Loans	-	-
Others (to be Specified)	-	-
Total	20,546,728	23,918,512

43. Income Tax Expense

a. Income Tax Expense

Fig. in NPR

Particulars	Current Year	Previous Year
Current Tax		
i. Income Tax Expenses for the Year	2,332,555,009	2,070,202,757
ii. Income Tax Relating to Prior Periods	-	-
Deferred Tax For The Year		
i. Originating and reversal of temporary differences	95,227,150	(85,139,651)
ii. Changes in tax rate	-	-
iii. Recognition of previously unrecognised tax losses	-	-
iv. Write-down or reversal	-	-
v. Others (to be Specified)	-	-
Income Tax Expense	2,427,782,159	1,985,063,106

44. Employee Retirement Benefits

a. Post Employment Benefit - Defined Contribution Plans

For the year ended Ashadh 31, 2081 (July 15, 2024) the company has recognised an amount of NPR 14,007,475 as an expenses under the defined contribution plans in the Statement of Profit or Loss.

b. Post Employment Benefit - Defined Benefit Plans

For Defined Benefit Plans the cost of providing benefits is determined using the Projected Unit Credit Method with Actuarial Valuations being carried out.

c. Total Expenses Recognised in the Statement of Profit or Loss

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Current service cost	11,099,307	8,256,631	-	-
Past service cost	-	-	-	-
Net interest cost (a-b)	8,446,129	6,928,917		
a. Interest expense on defined benefit obligation (DBO)	8,446,129	6,928,917	-	-
b. Interest (income) on plan assets	-	-	-	-
Defined benefit cost included in Statement of Profit or Loss	19,545,436	15,185,548	-	-

d. Remeasurement effects recognised in Statement of Other Comprehensive Income (OCI)

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
a. Actuarial (gain)/loss due to financial assumption changes in DBO	-	-	-	-
b. Actuarial (gain)/loss due to experience on DBO	-	-	-	-
c. Return on plan assets (greater)/less than discount rate	-	-	-	-
Total actuarial (gain)/loss included in OCI	-	-	-	-

e. Total cost recognised in Comprehensive Income

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Cost recognised in Statement of Profit or Loss	19,545,436	15,185,548	-	-
Remeasurements effects recognised in OCI	-	-	-	-
Total cost recognised in Comprehensive Income	19,545,436	15,185,548	-	-

f. Change in Defined Benefit Obligation

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Defined benefit obligation as at the beginning of the year	88,357,026	77,654,640	-	-
Service cost	8,256,631	8,256,631	-	-
Interest cost	6,928,917	6,928,917	-	-
Benefit payments from plan assets	(1,333,353)	(1,333,353)	-	-
Actuarial (gain)/ loss - financial assumptions	-	-	-	-
Actuarial (gain)/ Loss - experience	(3,149,809)	(3,149,809)	-	-
Defined Benefit Obligation as at Year End	99,059,412	88,357,026	-	-

g. Change in Fair Value Of Plan Assets

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Fair value of plan assets at end of prior year	81,815,183	55,220,350	-	-
Interest Income	5,522,035	5,522,035	-	-
Expected return on plan assets	-	-	-	-
Employer contributions	22,434,290	22,434,290	-	-
Participant contributions	-	-	-	-
Benefit payments from plan assets	(1,333,353)	(1,333,353)	-	-
Transfer in/ transfer out	-	-	-	-
Actuarial gain/ (loss) on plan assets	(28,139)	(28,139)	-	-
Fair value of Plan Assets as at Year End	108,410,016	81,815,183	-	-

h. Net Defined Benefit Asset/(Liability)

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Defined Benefit Obligation	122,839,186	99,059,412	-	-
Fair Value of Plan Assets	(79,915,848)	108,410,016	-	-
Liability/(Asset) Recognised in Statement of Financial Position	42,923,318	207,469,428	-	-

i. Expected Company Contributions for the Next Year

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Expected company contributions for the next year	-	-	-	-

j. Reconciliation of amounts in Statement of Financial Position

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Net defined benefit liability/(asset) at prior year end	185,811,674	172,235,175	-	-
Defined benefit cost included in Statement of Profit or Loss	(19,545,436)	(8,857,791)	-	-
Total remeasurements included in OCI	-	-	-	-
Acquisition/ divestment	-	-	-	-
Employer contributions	22,434,290	22,434,290	-	-
Net defined benefit liability/(asset)	168,700,528	185,811,674	-	-

k. Reconciliation of Statement of Other Comprehensive Income

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Cumulative OCI - (Income)/Loss beginning of period	-	-	-	-
Total remeasurements included in OCI	-	-	-	-
Cumulative OCI - (Income)/Loss	-	-	-	-

l. Current/Non - Current Liability

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Current Liability	4,955,200	7,350,474	-	-
Non - Current Liability	117,883,968	81,006,552	-	-
Total	122,839,168	88,357,026	-	-

m. Expected Future Benefit Payments

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Within 1 year	5,173,381	7,709,242	-	-
Between 1-2 years	12,357,616	3,366,775	-	-
Between 2-5 years	14,911,085	14,064,335	-	-
From 6 to 10	356,410,488	310,541,003	-	-
Total	388,852,550	335,681,355	-	-

n. Plan Assets

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
	(% Invested)	(% Invested)	(% Invested)	(% Invested)
Government Securities (Central and State)	-	-	-	-
Corporate Bonds (including Public Sector bonds)	-	-	-	-
Mutual Funds	-	-	-	-
Deposits	-	-	-	-
Cash and bank balances	-	-	-	-
Others (to be Specified)	100%	100%	-	-
Total	100%	100%	-	-

o. Sensitivity Analysis

Fig. in NPR

Particulars	Employee Benefit Plan		Any Other Funded Liability	
	Current Year	Previous Year	Current Year	Previous Year
Effect in Defined Benefit Obligation Due to 1% Increase in Discount Rate	111,357,386	80,057,746	-	-
Effect in Defined Benefit Obligation Due to 1% Decrease in Discount Rate	136,211,521	98,053,485	-	-
Effect in Defined Benefit Obligation Due to 1% Increase in Salary Escalation Rate	136,502,050	98,362,758	-	-
Effect in Defined Benefit Obligation Due to 1% Decrease in Salary Escalation Rate	110,938,788	79,682,999	-	-
Effect in Defined Benefit Obligation Due to 1% Increase in Attrition Rate	122,530,423	88,821,130	-	-
Effect in Defined Benefit Obligation Due to 1% Decrease in Attrition Rate	123,026,251	87,700,393	-	-

p. Assumptions

Fig. in NPR

Particulars	Employee Benefit Plan	Any Other Funded Liability
Discount Rate	9%	-
Escalation Rate (Rate of Increase in Compensation Levels)	6%	-
Attrition Rate (Employee Turnover)	4.50%	-
Mortality Rate During Employment	NALM-2009	-

45. Fair Value Measurements

a. Financial Instruments by Category & Hierarchy

This section explains the judgements and estimates made in determining the Fair Values of the Financial Instruments that are (a) recognised and measured at fair value and (b) measured at Amortised Cost and for which Fair Values are disclosed in the Financial Statements.

Particulars	Level	Current Year			Previous Year		
		FVTPL	FVOCI	Amortised Cost	FVTPL	FVOCI	Amortised Cost
Investments							
i. Investment in Equity Instruments							
Investment in Equity Instruments (Quoted)	1	-	2,622,621,868	-	-	2,622,621,868	-
Investment in Equity Instruments (Unquoted)	3	-	7,280,000	-	-	7,280,000	-
ii. Investment in Mutual Funds	1	-	76,963,183	-	-	76,963,183	-
iii. Investment in Preference Shares of Bank and Financial Institutions		-	-	-	-	-	-
iv. Investment in Debentures	3	-	-	11,855,430,000	-	-	11,855,430,000
v. Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government)	3	-	-	1,373,779,900	-	-	1,373,779,900
vi. Fixed Deposits	3	-	-	70,779,316,161	-	-	70,779,316,161
vii. Others (to be specified)		-	-	-	-	-	-
Loans	3	-	-	21,882,162,802	-	-	21,882,162,802
Other Financial Assets	3	-	-	2,968,074,917	-	-	2,968,074,917
Cash and Cash Equivalents	3	-	-	2,449,593,817	-	-	2,449,593,817
Total Financial Assets		-	2,706,865,052	111,108,357,597	-	2,706,865,052	111,108,357,597
Borrowings		-	-	-	-	-	-
Other Financial Liabilities	3	-	-	1,341,338,768	-	-	1,341,338,768
Total Financial Liabilities		-	-	1,341,338,768	-	-	1,341,338,768

Level 1: Level 1 Hierarchy includes Financial Instruments measured using Quoted Prices.

Level 2: Fair Value of Financial Instruments that are not traded in an active market is determined using valuation techniques which maximises the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to determine Fair Value of an instrument are observable, the instrument is included in Level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3. There is no transfer of Financial Instruments between different levels as mentioned above during the year.

b. Valuation Technique Used to Determine Fair Value

- Use of quoted market prices or dealer quotes for similar instruments
- Fair Value of remaining financial instruments is determined using discounted cash flow analysis

c. Valuation Process

The finance and accounts department of the Company performs the valuation of financial assets and liabilities required for financial reporting purposes. Discussion on valuation processes and results are held at least once in a year.

The main level 3 inputs are derived and evaluated as follows:

- Discount rate is arrived at considering the internal and external factors.
- Discounting has been applied where assets and liabilities are non-current, and the impact of the discounting is material.

d. Fair Value of Financial Assets and Liabilities Measured at Amortised Cost

Particulars	Current Year		Previous Year	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Investments				
i. Investment in Preference Shares of Bank and Financial Institutions	-	-	-	-
ii. Investment in Debentures	11,655,430,000	11,655,430,000	-	9,590,882,000
iii. Investment in Bonds (Nepal Government/NRB/Guaranteed by Nepal Government)	1,373,779,900	1,373,779,900	-	100,000,000
iv. Fixed Deposit	70,779,316,161	70,779,316,161	-	63,833,122,110
v. Others (to be Specified)	-	-	-	-
Loans				
i. Loan to Associates	-	-	-	-
ii. Loan to Employees	111,336,140	111,336,140	-	68,909,904
iii. Loan to Agent	69,386,573	69,386,573	-	108,623,607
iv. Loan to Policyholders	21,718,893,110	21,718,893,110	-	18,111,249,281
v. Others (to be Specified)	-	-	-	-
Other Financial Assets	-	2,968,074,917	-	2,342,313,636
Total Financial Assets at Amortised Cost	105,708,141,884	108,676,216,801	-	94,254,900,538
Borrowings				
i. Bonds	-	-	-	-
ii. Debenture	-	-	-	-
iii. Term Loan - Bank and Financial Institution	-	-	-	-
iv. Bank Overdraft	-	-	-	-
v. Others (to be Specified)	-	-	-	-
Other Financial Liabilities	-	1,341,338,768	-	1,261,774,178
Total Financial Liabilities at Amortised Cost	-	1,341,338,768	-	1,261,774,178

The fair values of the above financial instruments measured at amortised cost are calculated based on cash flows discounted using current discount rate.

The carrying amounts of cash and cash equivalents are considered to be the same as their fair values due to their short-term nature.

Note: Insurers should have their own risk management policy and notes shall be prepared accordingly. However, the insurer should include all the headings and tables as prescribed in this recommendatory note.

46. Insurance Risk

Insurance risk includes the risk of incurring higher claims costs than expected owing to the random nature of claims, frequency and severity and the risk of change in the legal or economic conditions of insurance or reinsurance cover. This may result in the insurer having either received too little premium for the risks it has agreed to underwrite and hence has not enough funds to invest and pay claims, or that claims are in excess of those expected.

The Company seeks to minimise insurance risk through a formalised reinsurance arrangement with an appropriate mix and spread of business between classes of business based on its overall strategy. This is complemented by observing formalised risk management policies.

The Company considers insurance risk to be a combination of the following components of risks:

- Product development
- Pricing
- Underwriting and
- Claims Handling
- Reinsurance
- Reserving

a. Product development

The Company principally issues the following types of Life Insurance contracts:

- Endowment
- Anticipated Endowment
- Endowment Cum Whole Life
- Whole Life
- Foreign Employment Term
- Other Term
- Special Term
- Others (to be Specified)

The above risk exposure is mitigated by the diversification across a large portfolio of insurance contracts and geographical areas. The variability of risks is improved by careful selection and implementation of underwriting strategies, which are designed to ensure that risks are diversified in terms of type of risk and level of insured benefits.

Furthermore, strict claim review policies to assess all new and ongoing claims, regular detailed review of claims handling procedures and frequent investigation of possible fraudulent claims are put in place to reduce the risk exposure of the Company. The Company further enforces a policy of actively managing and promptly pursuing claims, in order to reduce its exposure to unpredictable future developments that can negatively impact the business.

b. Pricing

The pricing of an insurance product involves the estimation of claims, operational and financing costs and the income arising from investing the premium received. The pricing process typically comprises collecting data on the underlying risks to be covered, determining the pricing assumptions and the base rate, setting the final premium rate, and monitoring the review of the appropriateness of pricing.

The Company collects adequate data to validate the reasonableness of the underlying assumptions used for pricing. The base rate represents the amount required to meet the value of anticipated benefits, expenses, and margins for risks and profit. Data primarily relates to the company's own historical experience and that of the industry where relevant. These may be supplemented by other internal and external data, and could include trends observed in claims costs and expenses.

Pricing is done by modelling all identified risks, using appropriate methodologies depending on the complexity of the risks and available data. Adequate buffers are kept in the premiums to cushion against the risk that actual experience may turn out to be worse than expected.

c. Underwriting

The Company's underwriting process is governed by the internal underwriting procedures. Some of the actions undertaken to mitigate underwriting risks are detailed below:

- i. Investments are made on the training and development of underwriting and claims management staff, including those attached to the distribution network.
- ii. Application of Four-Eye principle on underwriting process.
- iii. Pre-underwriting inspections are made on new business over a predetermined threshold to evaluate risk prior to acceptance.
- iv. Post-underwriting reviews are conducted to ensure that set guidelines have been observed.
- v. Adequate reinsurance arrangements are in place and reviews are undertaken to ensure the adequacy of these covers.

d. Claims handling

The Company considers insurance claim risk to be a combination of the following components of risks:

- i. Mortality Risk – risk of loss arising due to policyholder death experience being different than expected
- ii. Longevity Risk – risk of loss arising due to the annuitant living longer than expected
- iii. Investment Return Risk – risk of loss arising from actual returns being different than expected
- iv. Expense Risk – risk of loss arising from expense experience being different than expected
- v. Policyholder Decision Risk – risk of loss arising due to policyholder experiences (lapses and surrenders) being different than expected

Assumptions

The assumptions that have the greatest effect on the statement of financial position and statement of profit or loss of the Company are listed below:

Particulars	Current Year				Previous Year			
	Mortality Rates	Investment Return	Lapse and Surrender Rate	Discount Rate	Mortality Rates	Investment Return	Lapse and Surrender Rate	Discount Rate
Life Insurance	90%	7.92%	3.16%	RFR as published by NIA	100%	7.74%	3.16%	6%

Sensitivities

The life insurance claim liabilities are sensitive to the key assumptions as mentioned in the table below.

The following analysis is performed for reasonably possible movements in key assumptions with all other assumptions held constant, showing the impact on gross and net liabilities, profit before tax and profit after tax. The correlation of assumptions will have a significant effect in determining the ultimate claims liabilities, but to demonstrate the impact due to changes in assumptions, assumptions had to be changed on an individual basis.

Particulars	Changes in Assumptions	Current Year		Previous Year	
		Increase/ (Decrease) on Gross Liabilities	Increase/ (Decrease) on Net Liabilities	Increase/ (Decrease) on Gross Liabilities	Increase/ (Decrease) on Net Liabilities
Mortality Rate	+50%	-	-	-	3,855,202,235
Longevity	+10%	-	-	-	-
Discount Rate	+1%	-	-	-	(9,702,490,443)
Mortality Rate	-50%	-	-	-	(5,060,572,981)
Longevity	-10%	-	-	-	-
Discount Rate	-1%	-	-	-	6,815,553,103

Particulars	Changes in Best Estimate Assumptions	Current Year	
		Increase/(Decrease) on Gross Liabilities	Increase/(Decrease) on Net Liabilities
Mortality Rate	+40%	-	4,727,112,830
Longevity	+45%	-	-
Morbidity	+25%	-	-
Lapse	+50%	-	1,543,692,969
Expense	+20%	-	1,213,384,700
Cat risk	+0.15%	-	1,682,833,808

e. Reinsurance

The Company purchases reinsurance as part of its risks mitigation programme. Premium ceded to the reinsurers is in accordance with the terms of the programmes already agreed based on the risks written by the insurance companies. Recoveries from reinsurers on claims are based on the cession made in respect of each risk and is estimated in a manner consistent with the outstanding claims provisions made for the loss. Although we mitigate our exposures through prudent reinsurance arrangements, the obligation to meet claims emanating from policy holders rests with the Company. Default of reinsurers does not negate this obligation and in that respect the Company carries a credit risk up to the extent ceded to each reinsurer.

f. Reserving

Insurance Contract Liabilities are created to cover this risk based on the actuarial valuation report.

The table below sets out the concentration of risk associated with above mentioned products. Risk as at year end has been measured as insurance contract liabilities and disclosed as below:

Particulars	Current Year			Previous Year		
	Gross Insurance Liabilities	Reinsurance Assets	Net Liabilities	Gross Insurance Liabilities	Reinsurance Assets	Net Liabilities
Endowment	48,843,794,567	586,840,222	48,047,154,345	42,246,754,037	47,466,400	42,201,267,638
Anticipated Endowment	8,243,743,677	12,822,771	8,230,920,906	7,176,310,781	23,612,863	7,152,797,918
Endowment Cum Whole Life	48,260,564,042	2,002,229,213	46,248,334,829	42,319,210,289	49,448,882	42,269,761,387
Whole Life	7,509,887,286	487,870,276	7,022,017,010	7,054,509,847	24,441,270	7,030,068,576
Foreign Employment Term	-	-	-	-	-	-
Other Term	6,228,838	581,567	5,847,271	5,605,343	1,086,227	4,519,116
Special Term	20,210,672	(119,823)	20,330,495	15,377,533	56,475	15,321,058
Others (Single)	759,390,500	23,221,992	736,168,508	634,005,590	272,439	633,733,150
Total	113,433,818,562	3,123,246,218	110,310,573,394	99,363,773,400	148,304,657	99,207,468,743

47. Financial Risk

The Company's activities expose it to Credit Risk, Liquidity Risk & Market Risk.

a. Credit Risk

Credit risk is the risk of financial loss as a result of the default or failure of third parties to meet their payment obligations to the Company. Thus, for an insurance contract, credit risk includes the risk that an insurer incurs a financial loss because a reinsurer defaults on its obligations under the reinsurance contract.

The following policies and procedures are in place to mitigate the Company's exposure to credit risk:

- Company has credit risk policy which sets out the assessment and determination of what constitutes credit risk for the Company. Compliance with the policy is monitored and exposures and breaches are reported to the Company's risk committee. The policy is regularly reviewed for pertinence and for changes in the risk environment.
- Reinsurance is placed with counterparties that have a good credit rating and concentration of risk is avoided by entering into agreement with more than one party. At each reporting date, management performs an assessment of creditworthiness of reinsurers and updates the reinsurance purchase strategy, ascertaining suitable allowance for impairment.
- The company deals with only creditworthy counterparties and obtains sufficient collateral where appropriate, as a means of mitigating the risk of financial loss from defaults.

Expected Credit Losses for Financial Assets at Amortised Costs as at Ashadh 31, 2080

Particulars		Asset Group	Gross Carrying Amount	Expected probability of Default	Expected Credit Losses	Carrying Amount After Provision
Credit Risk has not significantly increased since initial recognition	Loss allowance measured at 12 months expected credit losses					
Credit Risk has significantly increased and not credit impaired	Loss allowance measured at life-time expected credit losses					
Credit Risk has significantly increased and credit impaired						

Expected Credit Losses for Financial Assets at Amortised Costs as at Ashadh 31, 2081

Particulars		Asset Group	Gross Carrying Amount	Expected probability of Default	Expected Credit Losses	Carrying Amount After Provision
Credit Risk has not significantly increased since initial recognition	Loss allowance measured at 12 months expected credit losses					
Credit Risk has significantly increased and not credit impaired	Loss allowance measured at life-time expected credit losses					
Credit Risk has significantly increased and credit impaired						

Reconciliation of Loss Allowance Provision

Particulars	Measured at 12 months expected credit losses	Measured at life-time expected credit losses	
		Credit Risk has significantly increased and not credit impaired	Credit Risk has significantly increased and credit impaired
Loss Allowance on Ashadh 31, 2080	-	-	-
Changes in loss allowances	-	-	-
Write-offs	-	-	-
Recoveries	-	-	-
Loss Allowance on Ashadh 31, 2081	-	-	-

b. Liquidity Risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. In respect of catastrophic events there is also a liquidity risk associated with the timing differences between gross cash out-flows and expected reinsurance recoveries.

Maturity of Financial Liabilities:

The table below summarises the Company's Financial Liabilities into Relevant Maturity Groupings based on their Contractual Maturities for all Financial Liabilities.

Particulars	Current Year			Previous Year		
	Upto 1 year	1 year to 5 year	More than 5 year	Upto 1 year	1 year to 5 year	More than 5 year
Borrowings	-	-	-	-	-	-
Other Financial Liabilities	-	-	-	-	-	-
Total Financial Liabilities	-	-	-	-	-	-

c. Market Risk
a1. Foreign Currency Risk Exposure

Foreign exchange risk is the potential for the Company to experience volatility in the value of its assets, liabilities and solvency and to suffer actual financial losses as a result of changes in value between the currencies of its assets and liabilities and its reporting currency. The Company does not maintain foreign currency denominated assets in its investment portfolios and as such is not exposed to foreign exchange risk related to investments.

The Company has no significant concentration of currency risk. The amount with reinsurer is settled in Nepali Rupee.

Alternative note for Foreign Currency Risk Exposure (where there is Foreign Currency Risk)

Operation of the Company has exposed it to foreign exchange risk arising from foreign currency transactions, with respect to the USD and Currency A. The risk is measured through a forecast of highly probable foreign currency cash flows. The objective of the hedges is to minimise the volatility of the NPR cash flows of highly probable forecast transactions.

The Company's exposure to foreign currency risk at the end of the reporting period expressed in NPR, are as follows:

Particulars	Current Year		Previous Year	
	USD	Currency A	USD	Currency A
Investments	-	-	-	-
Loans	-	-	-	-
Insurance Receivables	-	-	-	-
Other Financial Assets	-	-	-	-
Less: Derivative Assets	-	-	-	-
i. Foreign exchange forward contracts - Sell Foreign Currency	-	-	-	-
ii. Foreign exchange option contracts - Sell Foreign Currency	-	-	-	-
Net Exposure to Foreign Currency Risk/(Assets)	-	-	-	-
Insurance Payables	-	-	-	-
Other Financial Liabilities	-	-	-	-
Less: Derivative Liabilities	-	-	-	-
i. Foreign exchange forward contracts - Buy Foreign Currency	-	-	-	-
ii. Foreign exchange option contracts - Buy Foreign Currency	-	-	-	-
Net Exposure to Foreign Currency Risk/(Liabilities)	-	-	-	-

a2. Foreign Currency Risk - Sensitivity

The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments and the impact on the other components of equity arising from foreign forward exchange contracts, foreign exchange option contracts designated as cash flow hedges

Particulars	Impact on profit after tax		Impact on other component of equity	
	Current Year	Previous Year	Current Year	Previous Year
USD sensitivity				
NPR/USD - Increases by 10%*	-	-	-	-
NPR/USD - Decreases by 10%*	-	-	-	-
Currency A sensitivity				
NPR/USD - Increases by 10%*	-	-	-	-
NPR/USD - Decreases by 10%*	-	-	-	-

* Holding all other Variable Constant

b1. Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The major interest rate risk that the Company is exposed to is the discount rate for determining insurance liabilities.

b2. Interest Rate Sensitivity

Profit or Loss is sensitive to changes in Interest Rate for Borrowings. A change in Market Interest Level by 1% which is reasonably possible based on Management's Assessment would have the following effect on the Profit After Tax.

Particulars	Current Year	Previous Year
Interest Rate - Increase By 1%*	-	-
Interest Rate - Decrease By 1%*	-	-

* Holding all other Variable Constant

c1. Equity Price Risk

Equity price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in equity prices (other than those arising from interest rate risk or currency risk), whether those changes

are caused by factors specific to the individual financial instrument or its issuer, or by factors affecting all similar financial instruments traded in the market.

The Company has invested in equity securities and the exposure is equity securities price risk from investments held by the Company and classified in the statement of financial position as fair value through OCI.

c2. Sensitivity

The table below summarises the impact of increase/decrease of the index in the Company's equity and impact on OCI for the period. The analysis is based on the assumption that the equity index had increased/decreased by 1% with all other variables held constant, and that all the Company's equity instruments moved in line with the index.

Particulars	Current Year	Previous Year
Interest Rate - Increase By 1%*	-	-
Interest Rate - Decrease By 1%*	-	-

* Other components of equity would increase/decrease as a result of gains/(losses) on equity securities classified as fair value through other comprehensive income.

48. Operational Risk

Operational Risk is the risk of direct or indirect loss, or damaged reputation resulting from inadequate or failed internal processes, people and systems or external events. When controls fail to perform, operational risks can cause damage to reputation, have legal or regulatory implications or can lead to financial loss. The Company cannot expect to eliminate all operational risks, but by initiating a rigorous control framework and by monitoring and responding to potential risks, the Company is able to manage the risks. Controls include effective segregation of duties, access controls, authorisation and reconciliation procedures, staff education and assessment processes, including the use of internal audit. Business risks such as changes in environment, technology and the industry are monitored through the Company's strategic planning and budgeting process.

49. Climate Risk

Climate risk refers to the potential adverse impacts and consequences of climate change on various aspects of human society, ecosystems, and economic activities.

Climate change is one of the most significant challenges of present time. The world's key environment and social challenge such as population growth, energy security, loss of biodiversity, global warming, effect in health, occurrence of catastrophic events and access to drinking water and food are closely intertwined with the climate change.

The commitment to sustainability to avoid the negative impacts of climate change, loss of biodiversity, social and environmental impacts will mainly attract principle related to managing climate risk related financial risk and taking action of the company on Net-Zero future. To underpinning these two main areas there are five strategic pillars which are described as follows:

- Governance:** The company has a strong system of governance, with effective and robust controls. The risk officer should report the activities carried out by the company to investment, risk management, and solvency committee about the climate related risks and opportunities that are identified, measured, monitored, and managed based on the risk management framework and in line with the risk appetite.
- Protecting our policyholder:** Climate change is a global challenge posing material risk to society and the economy. The natural catastrophes shows that currently around quarter of total economic losses are caused by the extreme weather and climate related events, leading to sustainable insurance. The insurability and pricing of climate related risk become increasingly critical concerns for the company. The company assumes the expected growth in physical risk exposures and insurance claims due to climate change will increase risk based premium levels over time, potentially impairing mid to long term affordability and availability of insurance products with coverage against climate related hazards.
- Protecting our own assets:** The company aims to invest in the environment friendly projects such as climate resilient infrastructures, renewable energy, clean transportation, water cleaning, and pollution control. The investment may be made on the Green Bonds that have a goal to achieve the sustainable development goals and are pivotal in supporting global net zero target.
- Allocation of catastrophe reserves:** The company transfers 10% of net profit amount to catastrophe reserve for meeting losses arising from an unexpected catastrophic event. Further, the company has policy for ceding catastrophic risk which will be covered in reinsurance treaty of the company. In addition, company aims to allocate reserve on climate related risk based on the actuarial calculation and reserve required to address.
- Reducing direct climate impacts:** The company has ecofriendly social initiatives through its corporate social responsibility program and is also focusing on using ecofriendly materials

50. Capital Management

The Company's objectives when managing Capital are to:

- Safeguard their ability to continue as a going concern so that they can continue to provide returns for shareholders and benefits for other stakeholders, and
- Maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders or issue new shares.

Regulatory minimum paid up capital

Life insurance companies were required by the Directive of Insurance Authority to attain a stipulated minimum paid up capital of NPR 5 billion. As on the reporting date, the company's paid up capital is NPR 2.65 billion. However, the company has completed its minimum paid up capital requirement in F.Y. 2081/82 through rights issues.

Dividend

Particulars	Current Year	Previous Year
i. Dividends recognised	-	-
ii. Dividends not recognised at the end of the reporting period		
In addition to the above dividends, since the year ended the directors have recommended the payment of a final dividend of 10.526% (10% Bonus share and 0.526% Cash dividend) on fully paid equity share of NPR 5 billion. This proposed dividend is subject to the approval of shareholders in the ensuing annual general meeting.	526,300,000	-
	526,300,000	-

51. Earning Per Share

Particulars	Current Year	Previous Year
Profit For the Year used for Calculating Basic Earning per Share	829,607,185	753,449,185
Less: Dividend on Preference Share	-	-
Add: Interest saving on Convertible Bonds	-	-
Profit For the Year used for Calculating Diluted Earning per Share	829,607,185	753,449,185
Weighted Average Number of Equity Shares Outstanding During the Year For Basic Earning per Share	26,532,000	26,532,000
Adjustments for calculation of Diluted Earning per Share:	-	-
i. Dilutive Shares	-	-
ii. Options	-	-
iii. Convertible Bonds	-	-
Weighted Average Number of Equity Shares Outstanding During the Year for Diluted Earning Per Share	26,532,000	26,532,000
Nominal Value of Equity Shares	-	-
Basic Earnings Per Share	31.27	28.40
Diluted Earnings Per Share	31.27	28.40
Proposed Bonus Share	-	-
Weighted Average Number of Equity Shares Outstanding During the Year for Restated Earning Per Share	26,532,000	26,532,000
Restated Basic Earning Per Share	31.27	28.40
Restated Diluted Earning Per Share	31.27	28.40

52. Operation Segment

Segment information is presented in respect of the Company's business segments. Management of the Company has identified portfolio as business segment and the Company's internal reporting structure is also based on portfolio. Performance is measured based on segment profit as management believes that it is most relevant in evaluating the results of segment relative to other entities that operate within these industries.

Segment asset is disclosed below based on total of all asset for each business segment.

The Company operates predominantly in Nepal and accordingly, the Management of the Company is of the view that the financial information by geographical segments of the Company's operation is not necessary to be presented.

Business Segments of the Company's are:

- a. Endowment
- b. Anticipated Endowment
- c. Whole Life Policy
- d. Term Insurance Policy
- e. Special Term Policy
- f. Endowment Single Premium
- g. Single Premium O.E.
- h. Micro Term insurance

a. Segmental Information for the year ended Ashadh 31, 2080 (July 16, 2023)

Particulars	Endowment	Artificialized Estimate	Modified Estimate	WholeLife Policy	Term Insurance Policy	Special Term Policy	Endowment Single Premium	Single Premium O.E.	Micro Term Insurance	Total
Income:										
Gross Earned Premiums	7,841,523,162	2,865,783,130	5,765,543,529	1,384,171,270	8,005,186	2,811,864	94,431,714	2,052,813	4,788,681	17,470,087,481
Premiums Ceded	21,653,898	13,458,861	30,237,410	12,985,748	491,548	20,523	344,451	-	287,949	80,994,179
Inter-Segment Revenue	-	-	-	-	-	-	-	-	-	-
Net Earned Premiums	7,819,870,264	2,852,324,269	5,735,306,119	1,371,185,522	7,513,640	2,791,341	94,087,263	2,052,813	4,500,732	17,389,102,702
Commission Income	4,148,359	2,024,654	6,650,093	2,165,144	111,618	4,449	8,610	-	7,285	15,133,162
Other Direct Income	115,130,073	34,130,268	88,897,293	32,503,430	17,769	41,517	-	-	-	270,528,268
Interest Income on Loan to Policyholders	811,713,972	1,46,210,312	1,104,217,818	236,491,161	-	-	6,131,316	-	-	2,304,964,917
Income from Investments and Loans	3,395,329,092	747,399,855	3,148,948,224	4,58,941,155	892,810	1,571,911	46,513,275	104,178	867,392	7,784,180,206
Net Gain/(Loss) on Fair Value Changes	-	-	-	-	-	-	-	-	-	-
Net Realised Gains/(Losses)	-	-	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-	-	-
Total Segmental Income	12,338,183,800	3,285,133,456	10,094,826,545	2,130,230,311	8,635,857	4,405,618	146,022,466	2,156,981	5,106,269	27,623,768,115
Expenses:										
Gross Benefits and Claims Paid	3,027,577,851	2,094,735,987	2,105,443,928	1,117,012,196	759,735	778,472	82,482,536	5,200,000	1,582,200	8,985,590,724
Claims Ceded	11,485,667	6,504,545	3,653,333	2,000,000	-	-	-	2,750,000	-	26,378,945
Gross Change in Contract Liabilities	6,298,296,231	547,799,591	6,136,279,925	791,941,692	1,581,073	1,148,443	25,998,906	217,408	92,000	13,820,241,121
Change in Contract Liabilities Ceded to Reinsurers	-	-	-	-	-	-	-	-	-	-
Net Benefits and Claims Paid	9,022,368,415	2,658,335,922	5,297,070,421	1,818,955,278	2,318,808	1,872,515	108,480,432	2,867,408	1,674,200	22,779,394,800
Commission Expenses	684,753,244	205,210,233	450,467,599	82,419,683	248,945	85,069	1,683,807	-	482,612	1,435,375,608
Service Fees	60,348,993	19,238,817	47,534,953	11,710,799	58,042	23,287	759,015	-	37,951	143,598,953
Other Direct expenses	-	-	-	-	-	-	-	-	-	-
Employee Benefits Expenses	126,120,028	404,172,774	81,212,565	13,134,482	71,165	25,348	5,542,442	-	39,918	265,593,122
Depreciation and Amortization Expenses	23,902,217	7,551,679	15,133,900	2,467,866	13,262	4,705	1,032,823	-	7,438	48,673,511
Impairment Losses	5,144,134	1,848,530	3,312,473	555,727	2,893	1,039	278,064	-	1,628	10,872,514
Other Operating Expenses	312,361,538	100,101,494	201,136,202	32,530,202	176,255	62,532	13,745,668	-	88,861	860,187,042
Finance Cost	10,184,991	3,283,951	6,558,423	1,061,680	5,747	2,039	447,597	-	3,224	21,528,651
Total Segmental Expenses	11,163,760,681	2,962,428,851	8,162,220,954	2,090,357,460	2,896,527	2,076,841	132,683,139	2,867,408	2,346,831	25,367,172,192
Total Segmental Results	977,413,119	322,718,565	992,605,591	138,666,291	5,739,000	2,326,777	14,633,326	(530,417)	2,860,438	2,498,615,920
Segment Assets	47,574,006,437	10,455,525,248	44,294,028,269	6,110,333,653	13,883,296	21,892,368	850,902,957	1,457,858	9,338,167	105,830,583,481
Segment Liabilities	47,114,206,058	10,401,568,650	44,047,143,470	6,076,024,078	13,817,128	21,876,156	847,333,315	1,446,863	9,268,957	105,353,508,063

Fig. in NPR

b. Segmental Information for the quarter ended Ashadh 31, 2001 (July 15, 2024)

Particulars	Endowment (Net-Pan)	Advised Endowment (Net-Pan)	Advised Endowment (Net-Pan)	Modified Endowment	Wakaf Policy	Term Insurance Policy	Special Term Policy	Endowment Single Premium	Endowment Single Premium (Net-Pan)	Single Premium (Net-Pan)	Micro Term Insurance	Total
Income:												
Gross Earned Premiums	78,79,338,190	1,30,307,482	26,70,813,156	-	5,61,65,94,526	1,39,65,65,672	9,03,821	2,272,310	41,422,438	21,46,828	1,10,728	1,31,07,487,178
Premiums Ceded	33,80,125	294,792	21,693,520	1,129	42,09,394	12,36,074	894,965	28,943	79,697	13,64,694	86,613	1,12,085,968
Inter-Segment Revenue												
Net Earned Premiums	78,46,036,065	1,30,012,690	26,48,619,636	(1,129)	5,67,17,93,131	1,18,29,77,986	8,142,716	2,243,397	41,38,051	21,123,872	1,00,715	1,30,991,519,110
Commission Income	3,10,211	106,071	2,844,829	-	7,75,610	1,42,288	147,213	2,862	1,969	25,249	4,701	14,912,887
Interest Income on Loan to Policyholders	8,34,300,554	-	14,855,550	-	1,99,419,476	307,57,958	-	-	4,59,438	61,469	-	2,37,123,955
Other Direct Income	1,00,06,945	927	36,899,149	-	8,04,35,077	23,87,934	11,659	26,101	-	-	-	2,40,12,679
Income From Investments and Loans	3,844,333,800	13,459,660	8,07,767,621	7,057,430	3,67,280,111	505,48,214	1,23,983	1,462,883	31,64,242	33,39,708	205,917	5,81,80,005,959
Net Gain/(Loss) on Fair Value Changes	31,38,747	-	6,517,941	-	23,119,456	4,14,271	-	-	267,540	-	-	71,291,894
Net Realised Gains/(Losses)												
Total Segmental Income	17,848,837,903	353,692,244	3,63,811,124	7,056,274	10,66,81,72,301	2,09,78,621	9,986,405	3,724,883	77,81,068	245,256,828	1,247,432	29,69,978,783
Expenses:												
Gross Benefits and Claims Paid	46,22,12,655	1,212,227	2,08,175,500	24,415,650	3,49,18,45,559	855,201,387	-	2,320,550	29,43,616	44,698,713	-	47,90,762
Claims Ceded	(20,49,028)	-	(5,221,898)	-	(5,087,428)	(4,238,899)	-	-	(1,294)	(96,745)	-	(3,48,84,990)
Gross Change in Contract Liabilities	5,68,017,796	1,22,501,448	970,995,120	(1,931,963)	5,61,78,81,071	894,886,650	8,098,605	885,116	32,26,623	1,57,827,979	-	1,34,04,034
Change in Contract Liabilities Ceded to Reinsurers												
Net Benefits and Claims Paid	10,39,136,864	123,713,875	3,05,369,672	5,995,991	8,882,000,147	1,765,331,349	8,298,605	3,185,668	62,64,117	202,430,848	-	81,81,727
Commission Expenses	877,423,215	58,651,002	225,489,433	-	431,189,934	59,587,339	299,065	59,264	83,443	4,221,430	-	1,18,758
Service Fees	59,48,680	1,350,546	13,896,889	-	44,613,343	8,987,226	91,270	18,265	30,049	1,594,970	-	77,81
Other Direct expenses												
Employee Benefits Expenses	1,38,154,040	27,30,651	48,900,559	-	105,06,656	21,776,307	1,67,410	42,831	775,964	3,976,894	-	19,001
Depreciation and Amortization Expenses	21,207,250	413,165	71,47,700	-	18,019,915	2,367,736	25,514	6,467	113,714	606,322	-	2,995
Impairment Losses												
Other Operating Expenses	1,61,711,591	27,338,334	59,499,548	-	131,759,119	8,24,071	398,889	27,931	63,98,656	32,198,570	-	1,67,144
Finance Cost	6,025,259	157,481	2,794,837	-	6,661,127	1,255,978	9,655	2,417	44,824	226,354	-	1,096
Total Segmental Expenses	11,227,754,079	1,92,27,842	3,452,484,422	5,095,591	9,704,18,245	1,808,940,013	9,300,531	3,911,033	71,07,879	245,264,128	-	1,133,702
Total Segmental Results	1,621,083,224	1,374,442	16,316,302	1,960,283	63,86,605	134,84,894	294,874	383,379	6,70,121	20,700	-	1,113,781
Segment Assets	12,097,768	-	1,243,348	-	1,07,75,515	3,422,978	1,434,150	4,371	-	-	-	26,942,389
Segment Liabilities	90,271,004,546	35,209,526	9,977,596,394	64,559,041	49,671,605,995	8,402,278,137	5,991,691	20,744,171	386,120,955	388,116,816	-	67,571,103,277,313

Fig. in NPR

c. Reconciliation of Segmental Profit with Statement of Profit or Loss

Fig. in NPR

Particulars	Current Year	Previous Year
Segmental Profit	2,707,246,149	2,456,615,923
Less: Employee Benefits expenses	80,526,383	(118,064,557)
Less: Depreciation and Amortization	(5,429,604)	(5,519,279)
Less: Impairment losses	-	(1,208,057)
Less: Other operating expenses	(53,894,065)	(73,355,227)
Less: Finance Cost	(2,054,673)	(2,391,851)
Add: Unallocable Other Income	530,995,173	480,435,319
Profit Before Tax	3,257,369,344	2,738,512,272

d. Reconciliation of Assets

Fig. in NPR

Particulars	Current Year	Previous Year
Segment Assets	28,942,869	22,350,904
Goodwill & Intangible Assets	97,200	138,192
Property and Equipment	424,229,329	461,401,782
Investment Properties	-	-
Deferred Tax Assets	-	120,544,690
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investments	100,302,577,745	86,515,391,113
Loans	22,213,684,173	21,882,162,802
Current Tax Assets	276,532,369	-
Other Assets	8,236,838	11,350,971
Other Financial Assets	3,269,414,425	2,966,074,917
Cash and Cash Equivalents	1,857,624,512	2,449,593,817
Total Assets	128,381,339,460	114,431,009,189

e. Reconciliation of Liabilities

Fig. in NPR

Particulars	Current Year	Previous Year
Segment Liabilities	119,719,411,716	106,369,761,671
Provisions	98,835,270	34,732,802
Deferred Tax Liabilities	18,450,239	-
Current Tax Liabilities	-	112,573,584
Other Financial Liabilities	1,085,519,188	1,341,338,768
Other Liabilities	593,165,793	596,263,951
Total Liabilities	121,515,382,207	108,454,670,776

53. Related Party Disclosure

a. Identify Related Parties

Holding Company:	Life Insurance Corporation of India
Subsidiaries:	N/A
Associates:	N/A
Fellow Subsidiaries:	N/A

Key Management Personnel

Name	Position
Mr. Siddhartha Mohanty	Chairman
Mr. Tablesh Pandey	Director
Mr. Ashok Kumar Agrawal	Director
Mrs. Komal Agrawal	Public Director
Mr. Praveen Kumar Molri	Independent Director

Name	Position
Mr. Pranay Kumar	Director & CEO
Mr. Anirban Datta	DCEO
Mr. T. Burnawal	Ex-DCEO
Mr. Rohit Budiya	CTO
Mr. Sanjeev Aggarwal	Ex-CTO

b. Key Management Personnel Compensation: Chief Technical officer & Deputy Chief Executive Officer

Fig. in NPR

Particulars	Current Year	Previous Year
Short-term employee benefits	28,304,633	30,823,448
Post-employment benefits	-	-
Other long-term benefits	-	-
Termination benefits	-	-
Total	28,304,633	30,823,448

Payment to Chief Executive Officer (CEO)

Fig. in NPR

Particulars	Current Year	Previous Year
Annual salary and allowances	11,944,316	11,422,210
Performance based allowances	-	-
i. Employee Bonus	-	-
ii. Benefits as per prevailing provisions	-	-
iii. Incentives	-	-
Insurance related benefits	-	-
i. Life Insurance	-	-
ii. Accident Insurance	-	-
iii. Health Insurance (including family members)	-	-
Total	11,944,316	11,422,210

c. Related Party Transactions

Fig. in NPR

Particulars	Holding Company	Subsidiaries	Associates	Fellow Subsidiaries	Key Managerial Personnel	Total
Premium Earned						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Commission Income						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Rental Income						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Interest Income						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Sale of Property & Equipment						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Purchase of Property and Equipment						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-

c. Related Party Transactions (Contd.)

Fig. in NPR

Particulars	Holding Company	Subsidiaries	Associates	Fellow Subsidiaries	Key Managerial Personnel	Total
Premium Paid						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Commission Expenses						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Dividend						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Meeting Fees						
Current Year	-	-	-	-	884,000	884,000
Previous Year	-	-	-	-	964,200	964,200
Allowances to Directors						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Others (Service Fee)						
Current Year	4,258,108	-	-	-	-	4,258,108
Previous Year	4,258,108	-	-	-	-	4,258,108

d. Related Party Balances

Fig. in NPR

Particulars	Holding Company	Subsidiaries	Associates	Fellow Subsidiaries	Key Managerial Personnel	Total
Receivables including Reinsurance Receivables						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Other Receivables (to be Specified)						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Payables including Reinsurance Payables						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-
Other Payables (to be Specified)						
Current Year	-	-	-	-	-	-
Previous Year	-	-	-	-	-	-

54. Leases

- a. The company has initially recognised the Right of Use assets at the amount of lease liability Plus any initial direct cost incurred by the group. Right of Use asset has been depreciated over the Period of Accumulated Lease term on straightline Basis. Right of Use Assets shall be measured at cost less any accumulated depreciation and any accumulated impairment and adjusted for any re-measurement of the lease liability. Right of Use assets has been presented on Property and Equipments on Note 5. The lease liability is initially measured at the present value of the lease payments payable over the lease term, discounted at incremental borrowing rate.

Depreciation on Right of Use Assets amounting to NPR. 41,504,506 and interest on lease liability amounting to NPR. 20,546,728 has been recognized on profit or loss account.

Future Minimum Lease Payments	Current Year	Previous Year
i. Not Later than 1 year	51,488,492	47,883,834
ii. Later than 1 year and not later than 5 years	221,756,887	176,853,850
iii. Later than 5 years	22,111,127	3,543,859
Total Future Minimum Lease Payments	295,356,506	228,281,544
Less: Effect of Discounting	93,284,450	18,849,640
Finance lease liability recognised	202,072,056	209,431,904

- b. Leases as Lessor: Company has not leased any assets on this reporting fiscal year and in its comparative year.

55. Capital Commitments

Company has no capital commitments as on reporting date.

56. Contingent Liabilities

Company has no contingent liabilities balance as on reporting date.

57. Events occurring after Balance Sheet

The management has assessed events occurring after the reporting period and up to the date of authorization of financial statement. No events have been identified that requires adjustments or disclosure in accordance with NAS 10.

58. Assets Pledged as Security (only if pledged)

Company has no any balance of Assets Pledged as security.

59. Corporate Social Responsibility

The company has allocated fund for Corporate Social Responsibility as per Insurer's financial statement related directives, 2080.

Particulars	Current Year	Previous Year
Opening Provision	14,446,300	-
Addition : Transfer From Retained Earning	9,248,343	14,446,300
Less : Utilization of Reserve	-	-
Add/ Less : Others	-	-
Closing Balance of Reserve	23,694,644	14,446,300

60. Miscellaneous

- All amounts are in Nepalese Rupees unless otherwise stated.
- All figures are in the Nearest Rupee & Rounded off.

61. Others (to be Specified)

None.

LIFE INSURANCE CORPORATION (NEPAL) LIMITED

ANNEXURE III

Major Financial Indicator

Fig. in NPR

S. No.	Particulars	Indicator	Fiscal Year				
			2080/81	2079/80	2078/79	2077/78	2076/77
	Equity:						
1.	Net worth	NPR	6,865,957,257	5,976,338,398	4,980,502,980	4,275,403,522	3,484,340,736
2.	Number of Shares	No.s	26,532,000	26,532,000	26,532,000	22,110,000	20,100,000
3.	Book value per shares	NPR	258.78	225.25	187.72	193.37	173.35
4.	Net Profit	NPR	829,807,185	753,449,165	776,320,501	777,634,104	720,586,710
5.	Earning per Shares (EPS)	NPR	31.27	28.40	29.26	35.17	35.85
6.	Dividend per Shares (DPS)	NPR	10.53	-	-	-	23.16
7.	Market Price per Shares (MPPS)	NPR	1,457	1,555	1,415	2,342	1,330
8.	Price Earning Ratio (PE Ratio)	Ratio	46.60	54.78	48.38	66.59	37.10
9.	Change in Equity	%	14.89%	13.76%	18.94%	21.72%	5.17%
10.	Return on Equity	%	12.92%	12.61%	14.78%	17.62%	19.87%
11.	Affiliate Ratio	%	-	-	-	-	-
12.	Market Share	%	11.58%	12.01%	14.62%	14.54%	16.37%
13.	Net Earning Ratio	%	4.61%	4.32%	4.28%	4.56%	4.85%
14.	Solvency Margin	%	145.60%	376.20%	450.82%	335.27%	349.63%
	Business:						
15.	Gross Earned Premium Growth Rate						
	Endowment	%	0.48%	-1.28%	11.11%	20.33%	2.91%
	Anticipated Endowment	%	12.70%	2.77%	24.01%	43.23%	17.02%
	Modified Endowment	%	2.67%	-2.02%	11.52%	15.50%	-0.83%
	Whole Life Policy	%	-13.66%	-28.36%	-27.56%	-8.48%	61.51%
	Term Insurance Policy	%	12.83%	7.64%	8.00%	8.44%	3.75%
	Special Term Policy	%	-19.19%	-3.11%	6.69%	18.43%	-0.01%
	Endowment Single Premium	%	187.84%	-34.11%	-13.67%	-5.61%	94.24%
	Micro Term Insurance	%	-83.82%	-60.17%	-33.28%	-1.96%	-10.90%
16.	First Year Premium Growth Rate						
	Endowment	%	-22.68%	-13.93%	-3.52%	27.26%	-29.99%
	Anticipated Endowment	%	35.36%	-32.31%	10.52%	4.81%	5.78%
	Whole Life Policy	%	-44.86%	-54.78%	-92.97%	-48.95%	30.74%
	Term Insurance Policy	%	-19.78%	23.59%	10.59%	34.63%	35.22%
	Special Term Policy	%	-69.91%	3.70%	-12.42%	126.52%	-28.21%
	Endowment Single Premium	%	-56.13%	-34.11%	-13.67%	-5.61%	94.24%
	Single Premium O.E	%	-	-	-	-	-
	Micro Term Insurance	%	-83.86%	-60.17%	-33.28%	-1.96%	-10.90%
17.	Renewal Premium Growth Rate						
	Endowment	%	4.71%	1.44%	14.84%	18.68%	15.88%

ANNEXURE III: Major Financial Indicator (Contd.)

Fig. in NPR

S. No.	Particulars	Indicator	Fiscal Year				
			2080/81	2079/80	2078/79	2077/78	2076/77
	Anticipated Endowment	%	7.95%	15.29%	29.66%	69.20%	26.07%
	Whole Life Policy	%	-13.20%	-27.69%	-5.36%	25.23%	100.95%
	Term Insurance Policy	%	27.74%	1.85%	7.06%	1.27%	-2.46%
	Special Term Policy	%	-12.82%	-3.91%	9.47%	10.75%	2.86%
	Endowment Single Premium	%	-	-	-	-	-
	Single Premium O.E	%	-	-	-	-	-
	Micro Term Insurance	%	-	-	-	-	-
18.	Single Premium Growth Rate						
	Endowment	%	43.87%	-34.11%	-13.67%	-5.61%	94.24%
19.	Reinsurance Ratio	%	0.62%	0.29%	0.46%	0.56%	0.57%
20.	Retention Ratio	%	99.38%	99.72%	99.51%	99.46%	99.43%
21.	Net Reinsurance inflow / (Outflow)	%	(62,288,005)	(39,465,072)	(18,338,407)	56,924,779	(32,325,393)
22.	RI Commission Income/ Premium Ceded	%	13.30%	18.69%	13.14%	14.86%	36.82%
23.	Gross Premium Revenue/ Equity	%	263.73%	292.29%	347.24%	400.98%	428.31%
24.	Net Premium Revenue/ Equity	%	262.10%	290.93%	345.53%	398.77%	425.86%
25.	Gross Insurance Premium/Total Assets	%	14.10%	15.27%	18.33%	20.42%	21.21%
26.	Return on Investments and Loan	%	10.16%	9.30%	9.44%	9.96%	9.30%
	Expenses:						
27.	Regulatory Expenses	%	18.24%	16.75%	15.25%	14.20%	17.58%
28.	Management expenses Ratio	%	6.11%	6.91%	5.66%	5.90%	6.79%
29.	Commission Ratio	%	7.70%	8.22%	9.3%	9.8%	10.5%
30.	Direct Business Acquisition Ratio	%	36.30%	36.62%	36.97%	33.98%	35.38%
31.	Agents Related Expenses to other operating expenses	%	360.2%	307.4%	260.12%	309.35%	415.05%
32.	Agents Related Expenses to gross earned premium	%	2.34%	2.29%	2.59%	2.92%	4.41%
33.	Employee Expenses to total expenses excluding claims & benefits	%	17.93%	13.73%	15.96%	16.77%	18.25%
	Assets:						
34.	Increment in Investment held	%	15.94%	13.29	16.10	20.73	20.27
35.	Increment In loan	%	1.52%	19.63%	25.36%	7.93%	38.96%
36.	Liquidity Ratio	%	179.80	184.8	259.05	318.11	218.26
37.	Return on Assets	%	0.68%	0.68%	0.78%	0.93%	1.02%
38.	Long term Investments/Total Investments	%	87.52%	93.41%	86.47%	82.89%	92.04%
39.	Short term Investments/Total Investments	%	12.48%	6.59%	13.53%	17.11%	7.96%
40.	Total Investment & Loan/Gross Insurance Contract Liabilities	%	102.76%	101.93%	102.30%	100.97%	101.95%
41.	Investment in Unlisted Shares and Debtors/ Total Net Assets	%	0.006%	0.006%	0.0007%	0.44%	1.20%
	Liabilities:						
42.	Increment in Gross Insurance Contract Liabilities	%	12.50%	14.93%	15.75%	19.15%	24.10%
43.	Increment in Life Insurance Funds	%	12.52%	14.95%	15.71%	19.17%	24.17%
44.	Claim Payment Reserve Including IBNR	%	6.38%	13.99%	30.39%	26.81%	26.05%
45.	Gross Technical Provisions/ Gross Earned Premium	%	638.10%	568.71%	507.37%	465.72%	451.22%

ANNEXURE III: Major Financial Indicator (Contd.)

Fig. in NPR

S. No.	Particulars	Indicator	Fiscal Year				
			2080/81	2079/80	2078/79	2077/78	2076/77
46.	Gross Technical Provisions/ Total Equity	%	1682.84%	1662.45%	1762.53%	1810.81%	1860.46%
47.	Insurance Debt/ Total Equity	%	-	-	-	-	-
48.	Loss Ratio	%	1.86%	2.03%	2.94%	3.79%	1.22%
49.	Persistency Ratio	%	92.49%	94.03%	94.86%	92.47%	92.21%
50.	Lapse Ratio	%	8.85%	3.18%	3.80%	5.30%	5.73%
51.	No. of Outstanding Claim/ No. of Intimated Claims	%	15.98%	21.11%	18.25%	19.00%	16.33%
52.	Total Number of Inforce Policies	No.s	690,007	699,528	693,498	674,779	764,378
53.	Number of Renewed Policy/ Last Year's Total Number of In Force Policies	%	62.72%	65.13%	66.94%	58.27%	58.56%
Others:							
54.	Declared Bonus Rate	Per '000	41-65	40-84	40-84	39-64	54-70
55.	Interim Bonus Rate	Per '000	40-84	40-84	40-84	39-64	54-70
56.	Number of Offices	No.s	81	81	81	76	78
57.	Number of Agents (Active)	No.s	5,979	7,596	7,285	6,238	5,947
58.	Number of Employees	No.s	242	244	236	242	248
59.	Employees Expenses/Number of Employees	No.s	1,952,164	1,568,146	1,601,774	1,437,135	1,135,179

Statement of Sum Assured (As per Actuarial Valuation Report)

Fig. in NPR

S. No.	Insurance Types	In Force Number of Policies		Sum Assured of In Force Policies		Sum at Risk		Sum at Risk Transferred to Reinsurer		Sum at risk retained by Insurer	
		Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
1.	Endowment	42,027	41,206	1,263,36,765.706	1,21,036,346,394	106,494,955,771	97,566,337,844	15,974,243,366	14,637,650,677	90,507,712,405	82,946,397,167
2.	Anticipated Endowment	57,712	50,268	22,983,265,716	22,282,786,468	50,672,123,773	41,343,085,080	7,600,813,666	6,291,464,294	43,071,305,207	35,651,630,827
3.	Modified Endowment	165,532	161,714	76,642,691,297	74,222,325,341	104,340,554,847	101,252,408,170	15,651,082,227	15,167,861,226	88,689,471,620	86,084,548,945
4.	Whole Life Policy	29,880	28,965	23,157,977,491	29,139,645,912	53,542,008,233	73,989,169,774	6,031,300,935	11,098,225,318	46,510,705,298	62,989,943,458
5.	Term Insurance Policy	3,524	2,886	1,215,300,000	1,079,650,000	1,700,850,000	1,281,375,000	295,127,500	192,208,250	1,445,722,500	1,086,168,750
6.	Special Term Policy	310	324	146,375,000	142,700,000	143,793,840	163,668,702	21,569,046	24,535,305	127,224,994	139,033,368
7.	Endowment Single Premium	3,808	3,716	6,92,270,000	631,435,000	447,823,053	3,666,667	67,174,208	596,000	380,653,846	3,371,667
8.	Single Premium O.E	-	7	-	7,000,000	-	-	-	-	-	-
9.	Micro Term Insurance	11,735	24,767	1,100,783,667	28,10,610,200	51,282,7398	469,639,333	76,324,110	68,930,750	435,933,288	390,507,583
	Total	699,528	633,466	252,944,468,307	250,334,677,316	317,354,939,715	316,678,458,580	47,678,340,967	47,501,798,787	270,176,698,798	263,176,699,793

LIFE INSURANCE CORPORATION (NEPAL) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For The Year Ended Ashadh 31, 2081

(For The Year Ended July 15, 2024)

1. General Information

Life Insurance Corporation (Nepal) Limited (herein after referred to as the 'Company') is a public limited company, incorporated on December 28, 2000 and operated as Life Insurance Company after obtaining license on August 7, 2001 under the Insurance Act 2049. The Life Insurance Corporation (Nepal) Limited Company is a Joint Venture of Life Insurance Corporation of India.

The registered office of the Company is located at Star Mall, Putalisadak, Kathmandu, Nepal. The Company's shares are listed on Nepal Stock Exchange on 21st March, 2003

The principal activities of the Company are to provide various life insurance products including participating and non-participating products through its province offices, branches, sub-branches, and network of agents.

2. Basis of Preparation

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Statement of Compliance

The Financial Statements of the Company comprises of Statement of Financial Position, Statement of Profit or Loss and Statement of Other Comprehensive Income shown as two separate statements, Statement of Changes in Equity, Statement of Cash Flows and Notes to the Financial Statements which have been prepared in accordance with the Nepal Financial Reporting Standards (NFRS) issued by the Nepal Accounting Standards Board (ASB) and in compliance with the requirements of the Companies Act, 2008, directives issued by Nepal Insurance Authority and required disclosures as per Securities Board of Nepal. The format used in the preparation and presentation of the Financial Statements and disclosures made therein also complies with the specified formats prescribed in the directives of Nepal Insurance Authority.

The Financial Statements have been prepared on a going concern basis. The term NFRS, includes all the standards and the related interpretations which are consistently used.

The financial statements are approved for issue by the Company's Board of Directors on 02.04.2025.

(b) Reporting Period and approval of financial statements

The Company reporting period is from 1st Shrawan 2080 to 31st Ashadh 2081 (17th July 2023 to 15th July 2024) with the corresponding previous year

from 1st Shrawan 2079 to 31st Ashadh 2080 (17th July 2022 to 16th July 2023).

(c) Basis of Measurement

The Financial Statements have been prepared on the historical cost basis except for following Assets & Liabilities which have been measured at Fair Value amount:

- Certain Financial Assets and Liabilities which are required to be measured at fair value
- Defined Employee Benefits
- Insurance Contract Liabilities which are required to be determined using actuarial valuation for Liability Adequacy Test (LAT).

Historical cost is generally Fair Value of the consideration given in exchange for goods and services.

Fair Value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

In addition, for Financial Reporting purposes, Fair Value measurements are categorized into Level 1, or 2 or 3 based on the degree to which the inputs to the Fair Value measurements are observable & the significance of the inputs to the Fair Value measurements in its entirety, which are described as follows:

- Level 1 - Inputs are quoted prices (unadjusted) in active markets for identical Assets or Liabilities that the entity can access at the measurement date;
- Level 2 - Inputs are inputs, other than quoted prices included within Level 1, that are observable for the Asset or Liability, either directly or indirectly; and
- Level 3 - Inputs are unobservable inputs for the Asset or Liability.

(d) Use of Estimates, Assumption, and Judgement

The preparation of these Financial Statements in conformity with NFRS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the reported balance of Assets & Liabilities, disclosures relating to Contingent Liabilities as at the date of the Financial Statements and the reported amounts of Income & Expenses for the year presented. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Changes in estimates are reflected in

the Financial Statements in the period in which changes are made and, if material, their effects are disclosed in the Notes to the Financial Statements.

(e) Functional and Presentation Currency

These Financial Statements are presented in Nepalese Rupees (NPR) which is the Company's functional currency. All financial information presented in NPR has been rounded to the nearest rupee except where indicated otherwise.

(f) Going Concern

The financial statements are prepared on going concern basis. The Board of Directors have considered a wide range of information relating to present and future conditions, including future projections of profitability, cash flows and capital resources while assessing the going concern basis. Furthermore, Board is not aware of any material uncertainties that may cast significant doubt upon Company's ability to continue as a going concern and they do not intend either to liquidate or to cease operation of it.

(g) Changes in Accounting Policies

Accounting Policies are the specific principles, bases, conventions, rules and practices applied by the Company in preparing and presenting financial statements. The Company is permitted to change an accounting policy only if the change is required by a standard or interpretation; or results in the financial statements providing reliable and more relevant information about the effects of transactions, other events or conditions on the entity's financial position, financial performance, or cash flow.

(h) Recent Accounting Pronouncements

Accounting standards issued and effective

All accounting standards issued by Institute of Chartered Accountants of Nepal (ICAN) except mentioned below are effective and has been applied in preparation of these Financial Statements.

Accounting standards issued and non-effective

Institute of Chartered Accountants of Nepal (ICAN) has issued NFRS 17 (Insurance Contracts) which is yet to be effective.

(i) Carve-outs

The Company has not applied any carve outs provided by the ASB except the accounting standard that are issued but not effective in our financial year.

(j) Presentation of financial statements

The assets and liabilities of the Company presented in the Statement of Financial Position are grouped by the nature and listed in an order that reflects their relative liquidity and maturity pattern.

(k) Offsetting

Financial assets and financial liabilities are offset and the net amount reported in the Statement of Financial Position, only when there is a legally

enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or to realize the assets and settle the liabilities simultaneously. Income and expenses are not offset in the Statement of Profit or Loss unless required or permitted by Nepalese Financial Reporting Standards or Interpretation (issued by the International Financial Reporting Interpretations Committee (IFRIC) and Standard Interpretations Committee (SIC) and as specifically disclosed in the Significant Accounting Policies of the Company.

(l) Materiality and Aggregation

Each material class of similar items is presented separately in the Financial Statements. Items of dissimilar nature or function are presented separately, unless they are immaterial as permitted by the Nepal Accounting Standard-NAS 1 on 'Presentation of Financial Statements'.

Notes to the Financial Statements are presented in a systematic manner which ensures the understandability and comparability of Financial Statements of the Company. Understandability of the Financial Statements is not compromised by obscuring material information with immaterial information or by aggregating material items that have different natures or functions.

3. Significant Accounting Policies

(a) Goodwill and Intangible Assets

i. Recognition

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and any accumulated impairment losses. Internally generated intangibles, excluding capitalized development costs, are not capitalized and the related expenditure is reflected in Statement of profit or loss in the year in which the expenditure is incurred.

Subsequent expenditure on intangible assets is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is expensed as incurred.

ii. Amortization

The useful lives of intangible assets are assessed to be either finite or indefinite. An intangible asset shall be regarded as having an indefinite useful life when, based on an analysis of all of the relevant factors, there is no foreseeable limit to the period over which the asset is expected to generate net cash inflow for the entity.

Amortization is recognized in statement of profit or loss on Balance Method (DBM), from the date that is available for use since this most closely

reflects the expected pattern of consumption of the future economic benefits embodied in the asset. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at each financial year end. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortization period or method, as appropriate, and are treated as changes in accounting estimates. The amortization expense on intangible assets with finite lives is recognized in the statement of profit or loss.

Useful Life of Intangible Assets based on DBM is categorized as stated below:

List of Asset Categories	"Useful Life (In Years) for SLM"
Software	25%
Licenses	Not Applicable

iii. Derecognition

An Intangible Asset is derecognized when no Future Economic Benefits are expected to arise from the continued use of the Asset. Any Gain or Loss arising on the derecognition is determined as the difference between the sales proceeds and the carrying amount of the Asset and is recognized in the Statement of Profit or Loss.

iv. Impairment of Assets

The Company assesses at each reporting date as to whether there is any indication that Intangible Assets may be impaired. If any such indication exists, the recoverable amount of an asset is estimated to determine the extent of impairment, if any. An impairment loss is recognized in the Statement of Profit or Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.

(b) Property and Equipment (P&E)

i. Recognition

Freehold land is carried at historical cost and other items of property, plant and equipment are stated at cost of acquisition or construction less accumulated depreciation when, it is probable that future economic benefits associated with the item will flow to the Company and it can be used for more than one year and the cost can be measured reliably.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it meets the recognition criteria as mentioned above. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

ii. Revaluation

After recognition as an assets, lands and buildings whose fair value can be measured reliably, have been carried at revalued amount at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. Valuations are being performed to ensure that the fair value of a revalued asset does not materially differ from its carrying amount as at the reporting date. Valuation of the land and buildings are undertaken by professionally qualified valuers.

An increase in the carrying amount as a result of revaluation, is recognized in other comprehensive income and accumulated in equity under the heading of revaluation reserve. However, the increase is recognized in profit or loss to the extent that it reverses a revaluation decrease of the same asset previously recognized in profit and loss. A decrease in the carrying amount as a result of revaluation, is recognized in profit or loss. However, the decrease is recognized in other comprehensive income to the extent of any credit balance existing in the revaluation surplus in respect of that asset.

Additionally, accumulated depreciation as at the revaluation date is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset. Upon disposal, any revaluation reserve relating to the particular asset being sold is transferred directly to retained earnings.

Difference between depreciation on the revalued carrying amount of the asset and depreciation based on the asset's original cost is transferred to retained earnings.

iii. Depreciation

Depreciation of Property, Plant and Equipment other than the Freehold Land i.e. the Company's Freehold Building, Plant & Machinery, Vehicles & Other Assets is provided on Diminishing Balance Method (DBM) based on Useful Life estimated by technical expert of the management.

The Assets Useful Life/Rate of Depreciation and Residual Values are reviewed at the Reporting date and the effect of any changes in estimates are accounted for on a prospective basis.

Useful Life of Property, Plant and Equipment based on SLM/DBM is categorized as stated below:

List of Asset Categories	Useful Life (In Years) for SLM/Rate for WDV
Land	Not Applicable
Buildings	Not Applicable
Leasehold Improvement	Lease Period
Furniture & Fixtures	25%
Computers and IT Equipments	25%
Office Equipment	25%
Vehicles	20%
Other Assets	25%

iv. Derecognition

An item of Property, Plant and Equipment is derecognized up to disposal or when no Future Economic Benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of Property, Plant and Equipment is determined as the difference between the sales proceeds and the carrying amount of the Asset and is recognized in the Statement of Profit or Loss.

v. Impairment of Assets

Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the Asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets. Assets that suffer an impairment are reviewed for possible reversal of the impairment at the end of each reporting period. In case of such reversal, the carrying amount of the asset is increased so as not to exceed the carrying amount that would have been determined had there been no impairment loss.

vi. Capital Work-In-Progress

These are expenses of capital nature directly incurred in the construction of buildings, major plant and machinery and system development which are to be capitalized. Capital Work in Progress would be transferred to the relevant asset when it is available for use. Capital Work in Progress is stated at cost less any accumulated impairment losses.

(c) Investment Properties

i. Cost Model

Property that is held for rental income or for capital appreciation or both, is classified as

investment property. Investment properties are measured initially at cost, including related transaction cost. It is subsequently carried at cost less accumulated depreciation. Subsequent expenditure is capitalized to the asset's carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the company and the cost can be measured reliably. All other repairs and maintenance costs are expensed when incurred.

Land is carried at historical cost; however, buildings are depreciated over their estimated useful lives as mentioned above.

Investment properties are derecognized either when they have been disposed of, or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal. Any gains or losses on the retirement or disposal of an investment property are recognized in the statement of profit or loss in the year of retirement or disposal.

Transfer is made to (or from) investment property only when there is a change in use. For a transfer from investment property, the Company accounts for such property in accordance with the policy stated under PPE up to the date of change in use.

Explanatory Notes

The company does not have any investment properties.

(d) Deferred Tax Assets and Liabilities

Deferred Tax Assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible Temporary difference and the carry forward of unused tax credits and unused tax losses can be utilized. Deferred Tax Liabilities are generally recognized for all taxable Temporary Difference.

The carrying amount of Deferred Tax Assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the Deferred Tax Asset to be utilized.

Particulars	Previous Year	Movement	Current Year
Property and Equipment	(4,657,322)	(44,461,561)	(49,118,824)
Financial Assets at FVTOCI	23,715,242	(50,118,562)	(26,404,320)
Provision for Lease	6,205,965	5,724,506	12,930,571
Provision for Gratuity	3,524,908	(14,255,738)	(10,730,830)
Impairment Loss on Financial Assets	91,755,697	(87,392,642)	4,363,255
Others (Lease Liability as per NRS 16)	-	50,518,014	50,518,014
Deferred Tax Assets/(Liabilities)	120,544,650	(138,986,823)	(18,442,133)

(e) Financial Assets

i. Initial Recognition & Measurement

Financial Assets are recognized when, and only when, the Company becomes a party to the contractual provisions of the Financial Instrument. The Company determines the classification of its Financial Assets at initial recognition.

When Financial Assets are recognized initially, they are measured at Fair Value, plus, in the case of Financial Assets not at fair value through profit or loss, transaction costs that are attributable to the acquisition of the Financial Asset. Transaction costs of Financial Assets carried at Fair Value through Profit or Loss are expensed in the Statement of Profit or Loss.

ii. Subsequent Measurement

a. Financial Assets carried at Amortized Cost (AC)

A Financial Asset is measured at amortized cost if it is held within a business model whose objective is achieved is to hold the asset in order to collect contractual cash flows and the contractual terms of the Financial Asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Interest income in these financial assets is measured using effective interest rate method.

b. Financial Assets at Fair Value through Other Comprehensive Income (FVTOCI)

A Financial Asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling Financial Assets and the contractual terms of the Financial Asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. These financial assets are measured at fair value and changes are taken to statement of other comprehensive income.

c. Financial Assets at Fair Value through Profit or Loss (FVTPL)

A Financial Asset which is not classified in any of the above categories are measured at FVTPL. These financial assets are measured at fair value and changes are taken to statement of profit or loss.

iii. De-Recognition

A Financial Assets is derecognized only when the Company has transferred the rights to receive cash flows from the Financial Assets. Where the Company has transferred an Asset, the

Company evaluates whether it has transferred substantially all risks and rewards of ownership of the Financial Asset. In such cases, the Financial Asset is derecognized. Where the Company has not transferred substantially all risks and rewards of ownership of the Financial Asset, the Financial Asset is not derecognized. Where the Company retains control of the Financial Asset, the Asset is continued to be recognized to the extent of continuing involvement in the Financial Asset.

iv. Impairment of Financial Assets

The Company assesses at each reporting date whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or group of financial assets is deemed to be impaired if, there is objective evidence of impairment as a result of one or more events that has occurred since the initial recognition of the asset (an incurred 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated. Evidence of impairment may include indications that a financial asset or a group of financial assets is experiencing significant financial difficulty, default or delinquency in interest or principal payments, the probability that they will enter bankruptcy or other financial reorganization and observable data indicating that there is a measurable decrease in the estimated future cash flows, such as changes in arrears or economic conditions that correlate with defaults.

Explanatory notes:

The company has investments in term deposits of banks and government bonds. These financial assets are carried at Amortized Cost. Insurance receivables and other financial assets are recognized at realizable value.

Detail of cumulative impairment loss on the financial assets has been presented below:

Financial Assets	Measured at	Gross Carrying Value	Cumulative Impairment	Net Balance	Impairment Disclosure
Loans to Agent	Amortized Cost	50,806,908	17,453,021	33,353,888	Incurred Basis
Sundry Debtors	Amortized Cost	9,075,815	481,837	8,593,978	Incurred Basis
Total		59,882,724	17,934,858	41,947,866	

Out of cumulative Impairment of NPR. 17,914,858 there is no impairment expense related to the financial year 2080/81.

(f) Reinsurance Assets

Reinsurance assets are the assets which are created against insurance contract liabilities of the amount which are recoverable from the reinsurer.

These assets are created for the reinsurer's share of insurance contract liabilities.

A reinsurance asset is impaired if there is objective evidence, as a result of an event that occurred after the initial recognition of the reinsurance asset, that the Company may not receive all amounts due to it under the terms of the contract, and the event has a reliably measurable impact on the amount that the company will receive from the re-insurer. If a reinsurance asset is impaired, the company reduce the carrying amount accordingly and is recognized in statement of profit or loss.

Explanatory notes:

The company has not created reinsurance assets for Claim Payment however insurance receivable is booked.

(g) Current Tax Assets

Current Tax Assets are the assets which are created against the excess amount paid as advance tax than the actual income tax liability.

(h) Cash & Cash Equivalent

Cash & Cash Equivalents includes Cash in Hand, Cheque in Hand, Bank Balances and short-term deposits with a maturity of three months or less.

(i) Financial Liabilities

i. Initial Recognition & Measurement

Financial Liabilities are recognized when, and only when, the Company becomes a party to the contractual provisions of the Financial Instrument. The Company determines the classification of its Financial Liabilities at initial recognition.

All Financial Liabilities are recognized initially at Fair Value, plus, in the case of Financial Liabilities not at fair value through profit or loss, transaction costs that are attributable to the issue of the Financial Liability.

ii. Subsequent Measurement

After initial recognition, Financial Liabilities are subsequently measured at amortized cost using the Effective Interest Method.

For trade and other payables maturing within one year from the date of Statement of Financial Position, the carrying amounts approximate Fair Value due to short maturity of these instruments.

iii. De-Recognition

A Financial Liability is de-recognized when the obligation under the liability is discharged or cancelled or expires. When an existing Financial Liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a de-recognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in the Statement of Profit or Loss.

(j) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the Statement of Financial Position where there is legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

Explanatory notes:

The company has not offset financial assets with liabilities in this reporting period.

(k) Equity

Financial Instruments issued by the Company are classified as Equity only to the extent that they do not meet the definition of a Financial Liability or Financial Asset.

(l) Reserves and Funds

i. Share Application Money Pending Allotment: Not Applicable

ii. **Share Premium:** If the Company issues share capital at premium, it receives extra amount other than share capital such amount is transferred to share premium. The amount in share premium is allowed for distribution subject to provisions of company act & regulatory requirement.

iii. **Catastrophe Reserve:** 10% of net profit before adjustment of deferred tax income/expense is transferred to this reserve as required by Insurer's Financial Statement Related Directive, 2080.

iv. **Fair Value Reserve:** The Company has policy of creating fair value reserve equal to the amount of fair value Gain recognized in statement of other comprehensive income.

v. **Actuarial Reserves:** This reserve is created against actuarial gain or loss on present value of defined benefit obligation resulting from experience adjustments (the effects of differences between the previous actuarial assumptions and what has occurred) and the effects of changes in actuarial assumptions. The company performs revaluation of defined benefit obligation in annual basis at the end of fiscal year.

vi. **Revaluation Reserves:** Reserve created against revaluation gain on property, plant & equipment & intangible assets, other than the reversal or earlier revaluation losses charged to profit or loss.

Explanatory notes:

The company has not created revaluation reserve in this reporting period.

vii. **Corporate Social Responsibility Reserves:** 1% of net profit before adjustment of deferred tax income/expense is transferred to this reserve as required by Insurer's Financial Statement Related Directive, 2080.

viii. **Deferred Tax Reserves:** Deferred tax is recognized in respect of temporary differences between the carrying amount of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Temporary difference arises from the item related to the statement of profit and loss are transferred to this reserve as per the financial directive issued by NTA.

ix. **Other Reserves:** Regulatory reserve represents the amount transferred to Regulatory Reserve due to excess profit generated from NFRS based financial statement over GAAP based financial statement as per regulatory provision. The company has regulatory reserve of NRs 331,031,641 which has not been transferred to retained earnings.

(m) **Gross Insurance Contract Liabilities**

Liability adequacy

At each reporting date, the Company reviews its unexpired risk and a liability adequacy test is performed to determine whether there is any overall excess of expected claims and deferred acquisition costs over unearned premiums. The calculation uses current estimates of future contractual cash flows after taking account of the investment return expected to arise on assets relating to the relevant life insurance technical provisions. If these estimates show that the carrying amount of the unearned premiums is inadequate, the deficiency is recognized in the statement of profit or loss by setting up a provision for liability.

(n) **Employee Benefits**

i. **Short Term Obligations**

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognized in respect of employees' services upto the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligation in the Statement of Financial Position.

ii **Post-Employment Benefits**

- Defined Contribution Plan

The Company pays Provident Fund contributions to publicly administered Provident Funds as per local regulations. The Company has no further payment obligations once the contributions have

been paid. The contributions are accounted for as defined contribution plans and the contribution are recognized as Employee Benefit Expenses when they are due.

- Defined Benefit Plan

For Defined Benefit Plan, the cost of providing benefits is determined using the Projected Unit Credit Method, with Actuarial Valuations being carried out at each Statement of Financial Position. Actuarial Gains & Losses are recognized in the Other Comprehensive Income in the period in which they occur. Past service cost is recognized immediately to the extent that the benefits are already vested and otherwise is amortized on a Straight-Line Basis over the average period until the benefits become vested. The retirement benefit obligation recognized in the Statement of Financial Position represents the present value of the defined benefit obligation as adjusted for unrecognized past service cost, as reduced by the Fair Value of plan Assets (If Any). Any Asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the plan.

iii. **Long Term Employee Benefits**

The liabilities for un-availed earned leaves are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. Leave Encashment has been computed using Actuarial Assumptions and these are measured at the present value of expected future payments to be made in respect of services provided by employees up to the end of the year using the Projected Unit Credit Method. The benefits are discounted using the market yields at the end of the year that have terms approximating to the terms of assumptions.

iv. **Termination**

Termination benefits are payable when employment is terminated by the Company before the normal retirement date, or when an employee accepts voluntary retirement in exchange of these benefits. The Company recognizes termination benefits at the earlier of the following dates:

- When the Company can no longer withdraw the offer of those benefits; and
- When the entity recognizes costs for a restructuring that is within the scope of NAS 37 and involves the payment of termination benefits. The termination benefits are measured based on the number of employees expected to accept the offer in case of voluntary retirement scheme.

(a) Revenue Recognition

i. Gross Premium

Gross premium income is recognized on a cash basis as and when it is due (Premium received but not due is shown as advance premium under other liabilities) in accordance with Insurance Act. Cash received in advance is recognized as premium income during the period to which they relate. Premium ceded to the reinsurer during the year has been separately recognized under "Premium ceded to Reinsurer". Entire single premium income is recognized on a cash basis and related reserve is booked as per Actuarial valuation directive, 2077 issued by the Nepal Insurance Authority.

Explanatory notes:

The above policy for recognition of gross premium income has been continued as NFRS 17 is yet to be adopted.

ii. Unearned Premium Reserves

Unearned premiums are those proportions of premiums written in a year that relate to periods of risk after the reporting date. Unearned premiums are calculated on a pro rate basis. The proportion attributable to subsequent periods is deferred as a provision for unearned premiums.

iii. Premiums on Reinsurance Accepted

Premium on reinsurance accepted comprise the total premiums payable for the whole cover provided by contracts entered into the period and are recognized on the date on which the policy incepts. Premiums include any adjustments arising in the accounting period in respect of reinsurance contracts incepting in prior accounting periods. Unearned reinsurance premiums are those proportions of premiums written in a year that relate to periods of risk after the reporting date.

Reinsurance premiums and claims on the face of the statement of profit or loss have been presented as negative items within premiums and net benefits and claims, respectively, because this is consistent with how the business is managed.

Explanatory notes:

The company has not accepted any reinsurance business in this reporting period.

iv. Commission Income

Commission Income is recognized on accrual basis. If the income is for future periods, then they are deferred and recognized over those future periods.

v. Investment Income

Interest income is recognized in the statement of profit or loss as it accrues and is calculated by

using the EIR method. Fees and commission that are an integral part of the effective yield of the financial asset are recognized as an adjustment to the EIR of the instrument.

vi. Net realized gains and losses

Net realized gains and losses recorded in the statement of profit or loss include gains and losses on financial assets and properties. Gains and losses on the sale of investments are calculated as the difference between net sales proceeds and the original or amortized cost and are recorded on occurrence of the sale transaction.

vii. Other Income

Other income includes profit on sale of property and equipment, finance income, and other miscellaneous income.

(p) Benefit, Claims and Expenses

i. Gross Benefits and Claims

Benefits and claims include the cost of all claims arising during the year, including external claims handling costs that are directly related to processing and settlement of claims. Benefits and claims that are incurred during the financial year are recognized when a claimable event occurs and/or the insurer is notified. Death, surrender and other benefits without due dates are treated as claims payable, on the date of receipt of intimation of death of the assured or occurrence of contingency covered.

ii. Reinsurance Claims

Reinsurance claims are recognized when the related gross insurance claim is recognized according to the term of the relevant contracts.

iii. Commission Expenses

Commission expenses are recognized on accrual basis. If the expenses are for future periods, then they are deferred and recognized over those future periods.

iv. Service Fees

Service fees are recognized on accrual basis as per the rates mentioned in Insurance act, 2079.

v. Finance Cost

Finance costs are recognized for the period relating to unwinding of discount and interest expenses due to re-measurement of liabilities.

(q) Product Classification

Insurance contracts are those contracts when the Company (the insurer) has accepted significant insurance risk from another party (the policyholders) by agreeing to compensate the policyholders if a specified uncertain future event (the insured event) adversely affects the policyholders. As a general guideline, the Company determines whether it has significant insurance risk by comparing benefits paid with benefits payable if

the insured event did not occur. Insurance contracts can also transfer financial risk.

The Company has following portfolios under which it operates its business:

i. Endowment

This is a with profit plan that makes provisions for the family of the Life Assured in event of his early death and also assures a lump sum at a desired age on maturity. It costs moderate premiums, has high liquidity and is savings oriented. This plan is opt for people of all ages and social groups who wish to protect their families from a financial setback that may occur owing to their demise.

ii. Anticipated

This scheme provides for specific periodic payments or partial survival benefits during the term of the policy itself so long as the policy holder is alive. It is therefore suitable to meet specified financial requirements needed for occasions like Brata Bandha, Academic Graduations etc. An important feature of plan is that in the event of death at any time within the policy term, the death claim comprises full sum assured without deducting any of the survival benefit amounts, which have already been paid. It is also with profit plan.

iii. Endowment Cum Whole Life

This plan is a combination of Endowment Assurance and Whole Life with profit plan. It provided financial protection against death throughout the lifetime of the life assured with the provision of payment of a lump sum at the maturity of the policy to the assured in case of his survival.

iv. Whole Life

Whole life is a type of life insurance contract that provides insurance coverage of the contract holder for his or her entire life. Upon the inevitable death of the contract holder, the insurance payout is made to the contract's beneficiaries. These policies also include a savings component, which accumulates a cash value. This cash value is one of the key elements of whole life insurance.

v. Other Term

Term life insurance, also known as pure life insurance, is life insurance that guarantees payment of a stated death benefit during a specified term. Once the term expires, the policyholder can renew it for another term, convert the policy to permanent coverage, or allow the policy to terminate.

vi. Special Term

Special Term insurance is modified version of term insurance with added benefits.

(r) Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their

intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

All other borrowing costs are recognized in statement of profit or loss in the period in which they are incurred.

(s) Cash Flow Statement

Cash Flows are reported using the direct method, whereby major classes of cash receipts and cash payments are disclosed as cash flows.

(t) Leases

The lease liability has been accounted for under NFRS 16 "Leases". For all the significant lease, the Right-of-Use assets has been recognized at its initial recognition under cash model. The Lease liability has been recognized at the present value of the lease payments that are not paid at that date. The lease payment has been discounted at the incremental borrowing rate in lease which is 10%.

After the commencement date, the right of use asset has been measured using cost model. The lease liability has been increased to reflect interest on the lease liability & has been reduced by the lease payment.

Expenses recognized as per NFRS 16:

Particulars	Amount
Depreciation on Right of Use (ROU) Assets	41,604,506
Finance Cost	20,546,728

Assets and Liabilities recognized as per NFRS 16:

Particulars	Amount
Right of Use (ROU) Assets	179,341,824
Lease Liability	202,072,056

Short-Term Lease

Any lease agreement with non-cancellable period of up-to 12 months and lease agreement with value of underlying assets identified as of low value have been identified and accounted for as Rent Expense. Lease payments under such leases are booked as expense in straight basis or other basis, where appropriate, normally in case of short-term leases. During the year, company has accounted Rs. 27,225 as rent expenditure in Statement of Profit/(Loss).

(u) Income Taxes

Income Tax Expense represents the sum of the current tax & Deferred Tax.

i. Current Tax

Current Tax Expenses are accounted in the same period to which the revenue and expenses relate. Provision for Current Income Tax is made for the Tax Liability payable on Taxable Income after considering tax allowances, deductions and exemptions determined in accordance with the applicable tax rates and the prevailing tax laws.

ii. Deferred Tax

Deferred Tax is recognized on temporary difference between the carrying amounts of Assets and Liabilities in the Statement of Financial Position and their Tax Base. Deferred Tax Assets & Liabilities are recognized for deductible and taxable temporary differences arising between the tax base of Assets & Liability in a transaction that is not a business combination and affects neither accounting nor taxable Profit nor Loss at the time of the transaction.

(v) Provisions, Contingent Liabilities & Contingent Assets

i. Provisions

Provisions are recognized when the Company has a present legal or constructive obligation as a result of past events, for which it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate to determine the present value is a Pre-Tax Rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognized as interest expenses.

Provisions for Contingent Liability are recognized in the books a matter of abundant precaution and conservative approach based on management's best estimate. However, Management believes that chances of these matters going against the company are remote and there will not be any probable cash outflow.

ii. Contingent Liabilities

Contingent Liabilities are recognized only when there is a possible obligation arising from past events due to occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made. Obligations are assessed on an ongoing basis and only those having a largely probable outflow of resources are provided for.

iii. Contingent Assets

Contingent assets where it is probable that future economic benefits will flow to the Company are not recognized but disclosed in the Financial Statements.

(w) Events After Reporting Period

Proposed Dividend

The Board of Directors, in its meeting held on May 14, 2025, proposed a dividend of 10.53%, for the financial year ended 2081/03/31 (July 15, 2024).

The proposed dividend is subject to approval by the shareholders at the upcoming Annual General Meeting (AGM).

In accordance with the provisions of NFRS 10 (NAS 10) - Events After the Reporting Period, Paragraphs 12 and 13, this dividend has not been recognized as a liability in the financial statements for the year ended 2081/03/31, since it was declared after the reporting period. However, it has been disclosed here as a significant non-adjusting event.

(w) Functional Currency & Foreign Currency Transactions

The Financial Statements of the Company are presented in Nepalese Rupees, which in the Company's Functional Currency. In preparing the Financial Statements of the Company, transactions in currencies other than the Company's Functional Currency i.e., Foreign Currencies are recognized at the rates of exchange prevailing at the dates of the transactions.

(x) Earnings Per Share

Basic Earnings per share is calculated by dividing the profit attributable to owners of the company by the Weighted Average Number of equities shares outstanding during the Financial Year.

For diluted earnings per share, the weighted average number of ordinary shares in issue is adjusted to assumed conversion of all dilutive potential ordinary shares.

(y) Operating Segment

Operating Segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM) as defined by NFRS 8, "Operating Segment".

Company's Income & Expenses including interest are considered as part of un-allocable Income & Expenses which are not identifiable to any business segment. Company's Asset & Liabilities are considered as part of un-allocable Assets & Liabilities which are not identifiable to any business.

The Company operates predominantly in Nepal and accordingly, the Management of the Company is of the view that the financial information by geographical segments of the Company's operation is not necessary to be however the company does financial planning for measuring business performance of geographical areas within Nepal (as called "province offices"). The company has portfolios that are measured as business segment Business Segments of the company are:

1. Endowment
2. Anticipated Endowment
3. Modified Endowment
4. Whole Life Policy
5. Term Insurance Policy
6. Special Term Policy
7. Endowment Single Premium
8. Single Premium O.E
9. Micro Term insurance

➤ Variance Report with Q4

Particulars	Notes	Audited	Unaudited	Variance	Remarks
Assets					
Goodwill & Intangible Assets	4	97,200	107,757	-9.80%	
Property and Equipment	5	424,229,330	448,976,023	-5.51%	
Investment Properties	6	-	-		
Deferred Tax Assets	7	-	123,483,76	-100.00%	The Other Comprehensive Income (OCI) was incorrectly calculated, which subsequently affected the computation of Deferred Tax. As a result, the error in the OCI figure led to an inaccurate determination of the corresponding deferred tax assets or liabilities.
Investment in Subsidiaries	8	-	-		
Investment in Associates	9	-	-		
Investments	10	100,302,577,745	100,079,631,814	0.22%	
Loans	11	22,213,684,173	22,213,677,722	0.00%	
Reinsurance Assets	12	-	-		
Current Tax Assets	21	276,532,369	289,547,731	2.59%	
Insurance Receivables	13	28,942,671	29,870,423	-3.11%	
Other Assets	14	8,236,838	8,654,988	-4.83%	
Other Financial Assets	15	3,269,414,425	3,283,232,594	0.19%	
Cash and Cash Equivalent	16	1,857,624,512	1,424,821,161	30.37%	The reconciliation process was not fully completed, and certain accounting entries were yet to be recorded. As a result, the cash balance reflected in the accounts was impacted and did not represent the final reconciled position..
Total Assets		128,381,339,463	127,862,103,980	0.41%	
Equity & Liabilities					
Equity					
Share Capital	17 (a)	2653200000	2,653,200,000	0.00%	
Share Application Money Pending Allotment	17 (b)	0	-		
Share Premium	17 (c)	61151801	61,151,801	0.00%	
Catastrophe Reserves	17 (d)	654081882	585,446,083	11.72%	The actuarial surplus has had a direct impact on the company's net profit, which in turn has also affected the calculation and allocation of the catastrophe reserve. Since the catastrophe reserve is determined based on a percentage of the net profit, any fluctuation in the actuarial surplus consequently influences the reserve amount as well.
Retained Earnings	17 (e)	3163905167	2,580,198,793	22.62%	
Other Equity	17 (f)	333626513	350,628,460	-4.85%	

Particulars	Notes	Audited	Unaudited	Variance	Remarks
Total Equity		6,865,965,363	6,230,628,138	10.20%	
Liabilities					
Provisions	18	98,835,270	41,791,861	138.48%	The accounting entries related to the provision for gratuity, leave encashment, and employee training expenses were recorded at a later stage. As a result, the overall provisions in the financial statements were initially understated and subsequently adjusted once the entries were recognized.
Gross Insurance Contract Liabilities	19	119,633,798,006	120,380,636,491	-0.62%	
Deferred Tax Liabilities	7	18,442,133	-	0.00%	
Insurance Payable	20	86,613,711	43,807,034	94.99%	There was some initial confusion regarding the interpretation of the Nepal Insurance Authority (NIA) directive related to re-insurance cession. As a result, the related accounting entries were not recorded immediately. The matter was clarified after receiving official confirmation and guidance from the NIA, following which the necessary transactions were booked and subsequently ratified by the Board of Directors the impact of which is not in the unaudited financials.
Current Tax Liabilities	21	-	-		
Borrowings	22	-	-		
Other Liabilities	23	593,185,793	473,761,464	25.20%	The balance under "Other Liabilities" is primarily impacted by provisions for employee bonuses and the amount related to unidentified premiums which was accounted in later stage.
Other Financial Liabilities	24	1,085,519,188	691,378,991	57.01%	Due to the incomplete reconciliation process, the accounting entries related to stale cheques were recorded at a later stage.
Total Liabilities		121,515,374,100	121,831,475,840	-0.10%	
Total Equity and Liabilities		128,381,339,463	127,862,103,978	0.41%	

I. CERTIFICATION BY APPOINTED ACTUARY AND CEO

AA Certification:

I, Raunak Jha, the Appointed Actuary of Life Insurance Corporation (Nepal) Limited, hereby certify that,

- I have complied with the Risk Based Capital and Solvency Directive, 2022 (2078) issued by the Nepal Insurance Authority;
- I have taken into account all contingencies appropriate to the business that is valued and that the assumptions employed in the valuation are appropriate;
- the mathematical reserves have been based on the data provided and verified by the company and have been calculated and reported accurately;
- I have calculated the Risk Based Capital accurately; and
- the mathematical reserves along with the Risk Based Capital make good and sufficient provision for all the unmatured obligations under the terms of the policies on the books of the insurer.




Appointed Actuary, Life Insurance Corporation (Nepal) Limited: RAUNAK JHA, FIAI, FIA

CEO Certification:

I certify that full and accurate data has been furnished to the Appointed Actuary (Raunak Jha) for the preparation of this RBC Valuation Note as on the 15th July, 2024



CEO, Life Insurance Corporation (Nepal) Limited: PRANAY KUMAR

Place:

Date:

Company Seal:



Other Disclosure

> Grievance Handling Mechanism

A robust grievance handling mechanism is essential for maintaining trust, transparency, and policyholder satisfaction in the life insurance sector. Life Insurance Corporation (Nepal) Limited, has adopted a structured and responsive framework to address customer grievances efficiently and in compliance with the regulatory standards set by the Nepal Insurance Authority (NIA).

1. Objectives of the Grievance Handling Mechanism

- To ensure prompt and fair resolution of complaints and queries from policyholders.
- To enhance customer satisfaction by addressing service deficiencies.
- To maintain transparency and accountability in customer service operations.
- To comply with the guidelines issued by the regulatory authority.

2. Structure of the Grievance Redressal Mechanism

LIC Nepal has implemented a multi-tier grievance redressal system comprising the following levels:

a. Frontline Resolution (Branch Office Level)

Policyholders can lodge complaints directly at branch offices through verbal, written, or electronic means. Trained customer service officers are responsible for resolving minor issues on the spot.

b. Centralized Grievance Cell

Unresolved or escalated issues are forwarded to a centralized grievance redressal cell at the Head Office. This cell is staffed with dedicated officers who monitor, review, and ensure the timely resolution of complaints as per the company's internal policies.

c. Online Grievance Portal

Life insurers provide an online complaint registration system through their official websites and mobile applications, allowing customers to lodge and track grievances conveniently.

d. Grievance Redressal Committee

For serious or unresolved matters, Senior management may constitute a Grievance Redressal Committee to review and provide decisions within a stipulated timeframe.

3. Modes of Registering Grievances

Policyholders can file complaints through the following channels:

- Walk-in at any branch office
- Customer care helpline
- Email or written application.
- Company website
- Nepal Insurance Authority's Grievance Portal

4. Timeline for Resolution

In accordance with regulatory norms, insurers are expected to acknowledge and provide resolution against the complaints within same working day and depending on the complexity of the issue/complaints LIC Nepal would resolve the complaint within 1 - 3 working days.

5. Monitoring and Reporting

- Regular internal audits are conducted to evaluate the effectiveness of the grievance handling process.
- A periodic grievance redressal report is submitted to the Nepal Insurance Authority.
- Key metrics such as complaint resolution time, number of grievances, and customer satisfaction feedback are monitored.

6. Escalation to Regulator

If a policyholder is not satisfied with the company's resolution, they have the right to escalate the complaint to the Nepal Insurance Authority (NIA) for independent review and redressal.

Reference Number: ICRAN/081/082/SURV/027

Date: October 30, 2024

Mr. Pranay Kumar
Chief Executive Officer
Life Insurance Corporation (Nepal) Limited
Kathmandu, Nepal

Dear Sir,

Re: Issuer Rating Surveillance of Life Insurance Corporation (Nepal) Limited

As you would be aware, ICRA Nepal is required to review all its ratings, on an annual basis or as and when the circumstances so warrant. The Rating Committee of ICRA Nepal, after due consideration of the latest development in your company, has upgraded the issuer rating of your company to "[ICRANP-IR] A+" (pronounced as ICRA NP Issuer Rating A Plus) from "[ICRANP-IR] A" (pronounced as ICRA NP Issuer Rating A). Issuers with this rating are considered to have an adequate degree of safety regarding timely servicing of financial obligations. The Rating is only an opinion on the general creditworthiness of the rated entity and not specific to any particular debt instrument. The rationale for the above rating has been enclosed with this letter.

The aforesaid rating will be valid up to one year from this letter date and due for surveillance any time before October 28, 2025. However, ICRA Nepal reserves the right to suspend, withdraw or revise the above rating at any time on the basis of new information or unavailability of information or such other circumstances, which ICRA Nepal believes, may have an impact on the rating assigned to you.

The rating as aforesaid, however, should not be treated as a recommendation to buy, sell or hold the instruments issued by you. You are required to inform us about any default or delay in repayment of interest or principal amount of any debt instruments/ borrowing. You are also required to keep us forthwith informed of any other developments which may have a direct or indirect impact on the debt servicing capability of the company including any proposal for re-schedulement or postponement of the repayment programmes of the dues/ debts of the company with any lender(s) / investor(s).

You are required to inform us immediately as and when the borrowing limit for the instrument rated, as above, or as prescribed by the regulatory authority (ies) is exceeded.

We thank you for your kind cooperation extended during the course of the rating exercise. Should you require any clarification, please let us know.

With kind regards,

Yours sincerely,
For ICRA Nepal Limited



Suresh Subedi
Assistant Vice President
Head-Rating Division
suresh@icranepal.com





नेपाल बीमा प्राधिकरण NEPAL INSURANCE AUTHORITY



मिति: २०८२/०२/१४

वि.वि.शा.: २४९ (२०८१/०८२) च.नं.६०६८
श्री लाइफ इन्स्योरेंस कर्पोरेशन (नेपाल) लिमिटेड,
पुतलीसडक, काठमाण्डौ ।

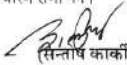
विषय: आ.व. २०८०/८१ को वित्तीय विवरणको स-शर्त स्वीकृति बारे ।

तहाँको मिति मिति २०८२/०२/११ (च.नं.२०८२-२-११-११३४) को पत्र साथ प्राधिकरणमा पेश भएको आ.व. २०८०/८१ को वित्तीय विवरण सम्बन्धमा लेखिदैछ ।

उपरोक्त सम्बन्धमा बीमक श्री लाइफ इन्स्योरेंस कर्पोरेशन (नेपाल) लिमिटेडबाट पेश भएको आ.व. २०८०/८१ को वित्तीय विवरण तथा अन्य कागजातहरू अध्ययन गर्दा बीमा ऐन, २०७९ को दफा ३८, ३९, ४० र ४१ तथा बीमकको वित्तीय विवरण सम्बन्धी निर्देशन, २०८० को दफा ११ बमोजिम बीमा कोष, अनिवार्य जगेडा कोष, महाविपत्ति कोष र दाबी भुक्तानी कोष तथा जगेडा कोष कायम गरेको देखिएकोले तहाँको आ.व. २०८०/८१ को वार्षिक वित्तीय विवरणलाई बीमा ऐन, २०७९ को दफा ८७ को उपदफा (८) तथा बीमकको वित्तीय विवरण सम्बन्धी निर्देशन, २०८० को दफा ७, ८ र ९ बमोजिम वार्षिक प्रतिवेदनमा समावेश गर्न, साधारण सभामा पेश गर्न तथा प्रकाशित गर्न देहायको शर्तहरू सहित स्वीकृति प्रदान गरिएको व्यहोरा निर्णयानुसार जानकारी गराउदछौं ।

शर्तहरू:

१. बीमकले NFRS-17 Insurance Contracts लागु गर्न आवश्यक तयारी गर्ने ।
२. बीमा ऐन २०७९ को दफा २५ को उपदफा ३ बमोजिमको व्यवस्था पूर्ण रूपमा पालना गर्ने ।
३. बीमकले बीमकको संस्थागत सुरासन सम्बन्धी निर्देशिका, २०८० को दफा ४४ को व्यवस्था पूर्ण रूपमा पालना गर्ने ।
४. बीमकको वित्तीय वीवरणमा देखिएको Unidentified Premium रकमलाई पहिचान गरी लेखाइकन गर्ने संकेत तयार गर्ने ।
५. बीमकको आर्थिक वर्षको चौथो त्रैमासिक अवधिको त्रैमासिक वित्तीय विवरण र वार्षिक वित्तीय विवरणको Statement of Financial Position, Statement of Profit or loss तथा Statement of Other Comprehensive Income विवरणको विभिन्न शिर्षकहरूमा दश प्रतिशत भन्दा बढी रकमले फरक भएको देखिएकोले आगामी दिनमा सो कैफियतलाई सुधार गर्ने ।
६. बीमकको जोखिमाइकन तथा दाबी भुक्तानी प्रक्रियालाई थप प्रभावकारी गराउने ।
७. बीमकले जोखिम व्यवस्थापनलाई थप प्रभावकारी बनाउने ।
८. बीमकले वार्षिक प्रतिवेदन तयार गर्दा मिति २०८१/०७/१३ गते प्राधिकरणबाट जारी परिपत्र (ने.बी.प्रा. ९५ (२०८१/०८२) च.नं. २०४०- वि.वि.शा. १) बमोजिमका बुँदाहरू समावेश गर्ने ।
९. बीमकले आ.व २०८१/८२ को वित्तीय विवरण बीमा ऐन २०७९ को दफा ८७(१) तथा ८७(५) ले तोकेको समय भित्र तयार गरी पेश गर्ने गरी आवश्यक तयारी गर्ने ।
१०. बीमकको लेखापरीक्षकहरूले औल्याएका कैफियतहरू सुधार गर्न तथा त्यस्ता कैफियतहरू पुनः दोहोरिन नदिन आवश्यक व्यवस्था गर्ने ।
११. बीमकले प्राधिकरणबाट वित्तीय विवरण स्वीकृत भएको मितिले ६०(साठी) दिन भित्र साधारण सभा गर्ने ।


(सन्तान्ध काकाँ)
चार्टर्ड एकाउन्टेन्ट

**LIC**

लाइफ इन्स्योरेंस कॉर्पोरेशन (नेपाल) लिमिटेड
Life Insurance Corporation (Nepal) Ltd.
(A Joint Venture of Life Insurance Corporation of India)



च.नं : २०८२-३-१०-१२७९

मिति : २०८२/०३/१०

श्री नेपाल बीमा प्राधिकरण

कृपण्डोल, ललितपुर ।

विषय : आ.व. २०८०/८१ को वित्तीय विवरणको सशर्त स्वीकृतीको जवाफ बारे ।

महोदय,

उपरोक्त सम्बन्धमा तहौको वि.वि.शा २४९ (२०८०/८१) च.नं. ६०६८ को पत्र मिति २०८२/०१/१४ मा प्राप्त भएको व्यहोरा अवगत भयो । आ.व. २०८०/८१ को वित्तीय विवरणको सशर्त स्वीकृतीमा उल्लेख गरिएका शर्तहरूमा कम्पनीको जवाफ निम्न बमोजिम रहेको छ :

१. कम्पनीले NFRS-17 Insurance Contract लागू गर्नका लागि RFP जारी गरि Consultant नियुक्ति गर्ने प्रक्रियामा रहेको यहाँ समक्ष जानकारी गराउँदछौं ।
२. बीमा ऐन २०७९ को दफा २५ को उपदफा ३ बमोजिम व्यवस्था लागू गर्नका निम्ती नेपाल धितोपत्र बोर्ड समक्ष १५ % भन्दा बढी शेयर पुजी हुनेको हकमा विक्री गर्न निवेदन पेश गरिएको यहाँ समक्ष जानकारी गराउँदछौं ।
३. संस्थागत सुशासन सम्बन्धी निर्देशिका, २०८० को निर्देशन ४४ अनुसार कर्मचारी दक्षता अभिवृद्धि गर्नका निमित्त यस आ.व. २०८१/८२ मा विभिन्न प्रकारका तालिम दिइएको साथै आगामी दिनहरूमा समेत निरन्तरता दिइने यहाँ समक्ष जानकारी गराउँदछौं ।
४. Unidentified Premium रकम पहिचान गरी लेखाङ्कन भइरहेको र आगामी दिनहरूमा यसको मौज्जात कम हुने यहाँ समक्ष प्रतिवद्धता व्यक्त गर्दछौं ।
५. चौधो त्रैमासिक अवधिको वित्तीय विवरण र वार्षिक वित्तीय विवरणमा आगामी वर्षमा सो कैफियत सुधार गर्ने यहाँ समक्ष प्रतिवद्धता व्यक्त गर्दछौं ।
६. जोखिमाङ्कन तथा दावी भुक्तानी प्रक्रिया प्रभावकारी बनाइएको साथै आगामी दिनमा थप प्रभावकारी बनाइने यहाँ समक्ष प्रतिवद्धता व्यक्त गर्दछौं ।

क्यापिटल ब्याङ्क: पो.च.नं. २१९०४, चौको जला, स्टार मल, पुतलीसडक, काठमाडौं, नेपाल
फोन: ४०१२६१३, ४०१२६१४, फ्याक्स: ९७७-१-४०१२६१४, ई-मेल: licorporate@licnepal.com.np

Corporate Office: P.B. No : 21905, 4th Floor, Star Mall, Putalisadak, Kathmandu, Nepal
Phone: 4012613, 4012614, Fax: 977-1-4012615, E-mail: licorporate@licnepal.com.np



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७. जोजिम व्यवस्थापन आगामी दिनहरूमा थप प्रभावकारी बनाउने प्रतिवद्धता यहाँ समक्ष व्यक्त गर्दछौं ।
८. तर्हावाट जारी परिपत्र (ने.बी.प्रा. ९५ - २०८१।८२ च नं: २०४० वि.वि.शा.१) बमोजिम वार्षिक प्रतिवेदन तयार गर्ने लागिएको यहाँ समक्ष जानकारी गराउँदछौं ।
९. तर्हावाट जारी बीमा ऐन २०७९ को दफा ८७ (१) तथा ८७ (५) बमोजिम तोकिएको समयावधिभित्र आगामी आ.व.को वित्तीय विवरण तयार गरी पेश गर्ने प्रतिवद्धता व्यक्त गर्दछौं ।
१०. लेखापरीक्षकहरूले औल्याएका कैफियतहरू धेरैजसो सुधार भएको र केही सुधार हुने प्रक्रियामा रहेको हुनाले सोही प्रकृतिका कैफियतहरू नदोहोरिने यहाँ समक्ष प्रतिवद्धता व्यक्त गर्दछौं ।
११. कम्पनीले यही २०८२ अषाढ ३० गतेका दिन साधारण सभा गर्ने गरी यही २०८२ अषाढ ५ गते सुचना प्रकाशित गरिएको यहाँ समक्ष जानकारी गराउँदछौं ।

धन्यवाद



प्रणय कुमार

प्रमुख कार्यकारी अधिकृत



Certificate of Registration

This certificate has been awarded to

Life Insurance Corporation (Nepal) Ltd.

Bhagbati Bahal, Naxal, Kathmandu, Nepal

In recognition of the organization's Quality Management System which complies with

ISO 9001:2015

The scope of activities covered by this certificate is defined below

Life Insurance Services

Certificate Number **42693/A/0001/UK/En**

A certificate number of 0001, signifies that this is a registration for their first time or when they re-apply to the Registrar with this a certificate number of 0001 or greater (e.g. 10000000000000000000) refers to a holder that has never been site visited with URS, as such, this following clause shall apply: The validity of this certificate depends on the validity of the non-site visit.

Date of Issue of Certification Cycle	Issue Number	Certificate Expiry Date	Certification Cycle
29 December 2022	6	26 December 2025	5
Revision Date	Revision Number	Original Certificate Issue Date	Scheme Number
29 December 2022	0	27 December 2010	n/a

For detailed explanation for the data fields above, refer to <http://www.urs-holdings.com/logos-and-regulations>

Issued by

Mulesh Singh - On behalf of the Schemes Manager



If there is any doubt as to the authenticity of this certificate, please do not hesitate to contact the Head Office of the Registrar or at office@urs-holdings.com. URS is a member of United Registrar of Schemes (URS) Ltd, United Group, 7 Prince Road, Scarborough, YO15 2DE, UK. Company Registration no. 10769894



Application

Date: 2081/09/24

To,
Chief Executive Officer (CEO)
LIC (Nepal) Limited
Putali Sadak, Kathmandu, Nepal

Subject: Report of Information Security/System Audit & VAPT

Dear Sir/ Madam,

On behalf of the entire team here, I want to thank you for the opportunity to earn your business as your service provider for IS Audit and Vulnerability and Penetration Testing Assessment Services.

We are pleased to inform you that **Cube Technologies Pvt. Limited** has successfully performed IS Audit and vulnerability Assessment which we committed to make your organization safe. Utilizing our combined knowledge and team expertise, we conducted security assessments designed to help organizations identify, prioritize, and remediate information technology vulnerabilities and risks that may expose sensitive data and create unnecessary risks to your business. The report we have submitted included the Executive summary, Scope of Audit, Findings, and Recommendation with LIC (Nepal) Limited's management response. Per your organization's response, we hope to go through as soon as possible. We believe our findings and recommendations will help your organization meet organization goals.

Thanks again for the opportunity, and I look forward to working for you!

On the Behalf of Cube Technologies,



Mr. Ridesh Rai
Lead Auditor
CISA, ISO 27001 LA/LI, CHFI, CEH, CEI, CCNP Sec
Email: ridesh.rai@cube.com.np



नेपाल सरकार

वर्ध मन्त्रालय

आन्तरिक राजस्व विभाग

ठूला करदाता कार्यालय

(आयकर नियमावली, २०५९ को नियम २६ सँग सम्बन्धित)

प.सं: २०८१.०८२

च.नं. १३४५२

कर चुक्ता नं. ८२५१७५५४६

यो पत्र मिति २०८२.०३.०२ मा तयार भएको छ।

प्रिन्ट मिति: २०८२.०३.०२



बिषय : कर चुक्ता प्रमाण पत्र ।

श्री लाइफ इन्स्योरेन्स कर्पोरेशन (नेपाल) लि.

३२- काठमाडौं,

स्थायी लेखा नं : ५००२१३१४८

यस कार्यालय अन्तर्गत दर्ता रहेका तपाईं ले आ.व २०८०.०८१ मा देहाय बमोजिमको आय रकमको आय विवरण मिति २०८२.०२.३० मा यस कार्यालयमा पेश गरी सो अनुसार देहाय बमोजिमको आयकर दाखिला गरेकोले यो कर चुक्ताको प्रमाण पत्र प्रदान गरिएको छ ।

आय विवरण पेश गरेको मिति	जम्मा आय (कारोबार) रकम रु.	कर योग्य आय रु.	दाखिला गरेको कर रकम रु.
२०८२.०२.३०	११,९३४,९६२,२०३.००	९,३५५,४०८,८५९.००	२,३३८,८५४,२१५.००

(Handwritten signature)
२०८२/०३/०२
(कर अधिकृत)
कर अधिकृत

पुनश्च:

- यो प्रमाणपत्र त्यस फर्म/ उद्योग कम्पनी / संस्थाले पेश गरेको विवरणको आधारमा जारी गरिएको छ । पेश भएको आय विवरण छानबिनमा परेमा आयकर ऐन, २०५८ को दफा १०१ बमोजिम संशोधित कर निर्धारण हुन सक्ने जानकारी गराइन्छ ।
- यो कर चुक्ताको प्रमाण-पत्र विभागको वेब साइट www.ird.gov.np मा कर चुक्ता रजु वा Tax Clear Search मा गएर रजु गरी यकिन गर्न सकिने छ।

प. नि. नं. ७६५/०५७-५८

मिति २०८२ आषाढ ३० गते हुने लाइफ इन्स्योरेन्स कर्पोरेशन (नेपाल) लि. को तेईसौं (२३) वार्षिक साधारण शभामा पेश हुने प्रबन्धपत्र तथा नियमावलीमा संशोधन प्रस्तावको विवरण

दफा	साविकको व्यवस्था	प्रस्तावित व्यवस्था	संशोधनको औचित्य
५ (क)	कम्पनीको अधिकृत पूँजी रु. ५,००,००,००,०००/- (पाँच अर्ब) हुनेछ, जुन प्रत्येक रु. १००/- को दरले ५,००,००,००० वटा साधारण शेयरमा विभाजन गरिएको छ । हाललाई अग्राधिकार शेयरको व्यवस्था गरिएको छैन ।	कम्पनीको अधिकृत पूँजी रु. ५,५०,००,००,०००/- (पाँच अर्ब पचास करोड) हुनेछ, जुन प्रत्येक रु. १००/- को दरले ५,५०,००,००० वटा साधारण शेयरमा विभाजन गरिएको छ । हाललाई अग्राधिकार शेयरको व्यवस्था गरिएको छैन ।	कम्पनीले प्रस्ताव गरेको १० प्रतिशत बोनस शेयर जारी गर्नका लागि जारी पूँजी बृद्धि गर्नु पर्ने भएकोले ।
५ (ख)	हाललाई कम्पनीको जारी पूँजी रु. ५,००,००,००,०००/- (पाँच अर्ब) हुनेछ ।	हाललाई कम्पनीको जारी पूँजी रु. ५,५०,००,००,०००/- (पाँच अर्ब पचास करोड) हुनेछ ।	कम्पनीले प्रस्ताव गरेको १० प्रतिशत बोनस शेयर वष हुँदा पूँजी सरचन्तामा परिवर्तन हुने भएकोले ।
५ (घ)	हाललाई कम्पनीको चुक्ता पूँजी रु. ५,००,००,००,०००/- (पाँच अर्ब) हुनेछ ।	हाललाई कम्पनीको चुक्ता पूँजी रु. ५,५०,००,००,०००/- (पाँच अर्ब पचास करोड) हुनेछ ।	कम्पनीले प्रस्ताव गरेको १० प्रतिशत बोनस शेयर वष हुँदा पूँजी सरचन्तामा परिवर्तन हुने भएकोले ।

नियमावलीमा संशोधन प्रस्ताव

नियम	साविकको व्यवस्था	प्रस्तावित व्यवस्था	संशोधनको औचित्य
५ (क)	कम्पनीको अधिकृत पूँजी रु. ५,००,००,००,०००/- (पाँच अर्ब) हुनेछ ।	कम्पनीको अधिकृत पूँजी रु. ५,५०,००,००,०००/- (पाँच अर्ब पचास करोड) हुनेछ ।	कम्पनीले प्रस्ताव गरेको १० प्रतिशत बोनस शेयर जारी गर्नका लागि जारी पूँजी बृद्धि गर्नु पर्ने भएकोले ।
५ (ख)	कम्पनीको जारी पूँजी रु. ५,००,००,००,०००/- (पाँच अर्ब) हुनेछ ।	कम्पनीको जारी पूँजी रु. ५,५०,००,००,०००/- (पाँच अर्ब पचास करोड) हुनेछ ।	कम्पनीले प्रस्ताव गरेको १० प्रतिशत बोनस शेयर वष हुँदा पूँजी सरचन्तामा परिवर्तन हुने भएकोले ।
५ (ङ)	कम्पनीको चुक्ता पूँजी कम्तीमा रु. ५,००,००,००,०००/- (पाँच अर्ब) हुनेछ ।	कम्पनीको चुक्ता पूँजी कम्तीमा रु. ५,५०,००,००,०००/- (पाँच अर्ब पचास करोड) हुनेछ ।	कम्पनीले प्रस्ताव गरेको १० प्रतिशत बोनस शेयर वष हुँदा पूँजी सरचन्तामा परिवर्तन हुने भएकोले ।

नोट/NOTE:

Addresses of Corporate Office, Branch Offices, Sub-Branch Offices and Agent Office

CORPORATE OFFICE

P.O. Box No. 21905, 4th Floor, Star Mall, Putalisadak, Kathmandu, Nepal | Tel.: 4012613, 4012634 | E-mail: hccorporate@hccnepal.com.np

BRANCH OFFICES

KATHMANDU BRANCH

Narayan Chowk, Naxal, Kathmandu, Nepal
Phone: 01-4595951

BIHARINAGAR BRANCH

Bihar Teke, Biharinagar-14, Nepal
Phone: 021-510071

POKHARA BRANCH

Prithvi Chowk - Nagdunga, Pokhara, Nepal
Phone: 061-509191

NEPALGUNJ BRANCH

Urbanchhapre-1, Nepalgunj, Nepal
Phone: 081-536047

BUTWAL BRANCH

Traffic Chowk, Butwal-8, Nepal
Phone: 071-553392

BIRGUNJ BRANCH

Main Road, Adarsh Nagar Chowk
Birgunj-6, Parsa, Nepal
Phone: 051-522371

JANAKPUR BRANCH

Ward No. 2, Kadom Chowk
Janakpur Mahanagarपालिका, Nepal
Phone: 041-526384

DHANGADI BRANCH

Dhangadi-2, Traffic Chauraha, Kailali, Nepal
Phone: 091-526082

MAHENDRANAGAR BRANCH

Bhimadatta Municipality, Golliko, 5,
Mahendranagar-4, Nepal
Phone: 099-525304

BIRATNAGAR BRANCH

Bhatrapur Road, Biratnagar-4, Nepal
Phone: 033-530404

NARAYANHAT BRANCH

Sahid Chowk, Bharatpur Metropolitan City-1
Chitwan, Nepal
Phone: 055-59471

LAHAN BRANCH

Lahan-4, Siraha, Nepal
Phone: 033-564976

DANG BRANCH

Sahid Gora, Ghorahi, Dang, Nepal
Phone: 082-563991

LALITPUR BRANCH

Yapa Bhanu, Lalitpur, Nepal
Phone: 01-549295

GULMI BRANCH

Tamghas-1, Campus Road, Gulmi, Nepal
Phone: 074-526748

NETAJI BRANCH

Karni Rajpur, Radha Krishna Bihawan
Netaji-4, Nepal
Phone: 051-521055

MALANGWA BRANCH

Hospital Road, Ward No. 9, Malangwa, Nepal
Phone: 046-521653

TAULIHAWA BRANCH

Purano Hat, Bazar-3, Taulihawa, Nepal
Phone: 074-560461

KAHMAPARASI BRANCH

Ram Gram Kaspapali-2, Adarsh Road
Kaspaparas, Nepal
Phone: 078-521030

GORKHA BRANCH

Karamtari, Gorkha-1, Nepal
Phone: 064-420190

RAJDIRAJ BRANCH

Neka Chowk, Ward No. 3, Main Road
Rajdiraj, Nepal
Phone: 031-533889

NEW BANESHWOR BRANCH

Block A, Atin One Mart, New Baneshwar
Kathmandu, Nepal
Phone: 01-426328

KALANDI BRANCH

Kalandi-13, Kathmandu, Nepal
Phone: 01-5234009

BHAIKAWA BRANCH

Airport Road-6, Galla Mandi
Siddhartha Nagar, Nepal
Phone: 071-575720

LEKHNATH BRANCH

Lekhnath Talichowk, Pokhara-22, Nepal
Phone: 061-501931

SUB-BRANCH OFFICES

BAGLUNG BRANCH

Mahendra Path, Baglung, Nepal
Phone: 068-522737

DADELDHURA BRANCH

Amargol Nagapalika-6
Tuphandanda, Daddeldhura, Nepal
Phone: 096-410053

DHARAN BRANCH

Mahendra Path, Dharan-12, Nepal
Phone: 025-524459

TIKAPUR BRANCH

1st Floor, Kishan Co-operative Bldg.
Siddhartha Chowk, Tikapur-1, Nepal
Phone: 091-501362

WALING BRANCH

VIP Teke, Waling-3, Syanja, Nepal
Phone: 063-441353

SURKHET BRANCH

Siddhartha Path, Birendranagar-6, Surkhet, Nepal
Phone: 083-523127

ITAHARI BRANCH

Ward No. 6, Mahendra Rajmarga, Itahari, Nepal
Phone: 025-522487

PALPA BRANCH

Tansen, Palpa, Nepal
Phone: 075-521519

BARTADI BRANCH

Dashrathchandi Municipality-4, Gothaliapani,
Bartadi, Nepal
Phone: 095-520455

SINDHULI BRANCH

Kamalmani Municipality-6
Nesadi (No. 2) Bazar, Nepal
Phone: 047-521316

KALANA BRANCH

Kalya Sub Municipality-4, Bara, Nepal
Phone: 053-551834

CHANGING BRANCH

Santa Bazar, Nijamthi-3, Chaudhary, Nepal
Phone: 072-527015

PHYATHAN BRANCH

Phyathan Municipality-4, Jumla, Nepal
Phone: 086-440314

TULSIPOUR BRANCH

Tulsiapur Sub Metro City-5, 'Isha' Line,
Adarshnagar, Dang, Nepal
Phone: 082-523476

CHANDRAGADHI BRANCH

Bhatrapur Municipality-10, Jhapa, Nepal
Phone: 082-545126

LALBAND BRANCH

Lalband Municipality-7, Sarlahi, Nepal
Phone: 084-503138

KAWASOTI BRANCH

Thana Chowk, Kawasoti-2, Nawalpur, Nepal
Phone: 079-541156

LAMAH BRANCH

Lamahi-5, Dang, Nepal
Phone: 082-540364

CHANDRAUTA BRANCH

Shivraj Municipality-5
Kishanagar Road, Kapilvastu, Nepal
Phone: 076-540650

SANDHIKHA BRANCH

Sandhi Kharka Municipality-1
Argakhanchi, Nepal
Phone: 077-420909

BANERA BRANCH

Banega-7, Kaphalnagar Chowk, Nepal
Phone: 071-443549

ILAM BRANCH

Nijam Path, Ward No. 2, Ilam, Nepal
Phone: 027-504899

NUWAKOT BRANCH

Ward No. 4, Bidur Nagar Palika, Nuwakot, Nepal
Phone: 070-567015

DANAK BRANCH

Beladga Road, Danak-6, Jhapa, Nepal
Phone: 023-580915

GADYIA BRANCH

Gadyia Municipality-6, Nepal
Phone: 084-420120

GAUSHAT BRANCH

Tirgusa Municipality-3, Udayapur, Nepal
Phone: 035-420338

NIJGAH BRANCH

Sahid Chowk, Nijgah-7, Bara, Nepal
Phone: 053-540170

BESSAHAR BRANCH

Tribeni-1, Bihmserhen
Bessahar Municipality-1, Nepal
Phone: 064-529426

BAHARISE BRANCH

Baharise Municipality-7, Nepal
Phone: 071-489142

SALYAN BRANCH

Sharada Municipality, Ward No. 1
Shreeganga, Salyan, Nepal
Phone: 088-430150

KIDHAL UP BRANCH

New Road, Kichapur Municipality-11, Nepal
Phone: 081-542086

INARUA BRANCH

Sunsari, Inarua-4, Nepal
Phone: 025-564636

BARAHATARA BRANCH

Barahatara Municipality-6, Sarlahi, Nepal
Phone: 044-541211

SIMARA PIPARA BRANCH

Jeebpur, Simara, Bara, Nepal
Phone: 053-525257

DHANESHWAR BRANCH

Tej Nagar VDC-1, Dhankusha, Nepal
Mob: 9853365569

PARSA BRANCH

Khairani-8, Parsa, Nepal
Phone: 046-582407

KUSMA BRANCH

Pragati Chowk, Kusma-5, Panch, Nepal
Phone: 061-421407

BENI BRANCH

New Road, Beni Municipality-6, Myagdi, Nepal
Phone: 069-522380

BARDAGHAT BRANCH

Shiva Nagar Colony,
Bardaghat Municipality-4, Nepal
Phone: 076-591967

PALUNG BRANCH

Thaha, Sundar Basti, Palung, Nepal
Phone: 057-400008

SUKHAD BRANCH

Bhodaghat-1, Sukhad, Kailali, Nepal
Phone: 077-403259

KIRTIPUR BRANCH

Kaya Bazar, Kirtipur-7,
Kathmandu, Nepal
Phone: 01-500895

KHALANGA BRANCH

Khalanga, Barchula, Nepal
Phone: 073-420278

JUMLA BRANCH

Chandanrath Na, Pa, Jumla Road,
Karnali Rajmarga, Jumla, Nepal
Phone: 087-521280

MIRCHAYA BRANCH

Mirchaya-6, Siraha, Nepal
Phone: 061-540566

BHAKTAPUR BRANCH

Gauresther, Bhaktapur, Nepal
Phone: 01-4435621

GAUR BRANCH

Ward No. 1, Gaur, Rautahat, Nepal
Phone: 055-527501

JALESHWAR BRANCH

Goswara Road, Jaleshwar-2, Mahottari, Nepal
Phone: 044-520115

CHABAHIL BRANCH

Chuchepati, Chabahil, Kathmandu, Nepal
Phone: 01-451586

BARDIBAS BRANCH

Bardibas-1, Mahottari, Nepal
Phone: 044-550755

DAMAU BRANCH

Vyasa Municipality-10, Damsau, Nepal
Phone: 065-562507

AGENT OFFICE

SIRAJA

एल.आई.सी. नेपालको



Plan No. 365

विशवास जुन पुस्तौसम्म रहिरहने छ।