

P. L. Shrestha & Co.

Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

TO THE SHAREHOLDERS OF LIFE INSURANCE CORPORATION (NEPAL) LIMITED

Report on the Audit of the Financial Statements

We have audited the accompanying financial statements of Life Insurance Corporation (Nepal) Limited (hereafter referred to as "LICN" or "the Company") which comprise Statement of Financial Position as at Ashad 31, 2078 (July 15, 2021), and statement of profit or loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and a Summary of Significant Accounting Policies and other explanatory notes (hereafter referred to as "the financial Statements").

In our opinion, the financial statement presents fairly, in all material respects, the financial position of Life Insurance Corporation (Nepal) Limited, as at Ashad 31, 2078 (July 15, 2021), and its financial performance, cash flows, changes in equity for the year then ended, and a summary of significant accounting policies and other explanatory information, in accordance with Nepal Financial Reporting Standards.

Basis for Opinion

We conducted our audit of the financial statements 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 Handbook of The Code of Ethics for Professional Accountants issued by The Institute of Chartered Accountants of Nepal (ICAN), and we have fulfilled our other ethical responsibilities in accordance with 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 judgement, were of most significance in the audit of the financial statements and include the most significant assessed risks of material misstatement (whether or not due to fraud) identified, including those which had the greatest effect on: the overall audit strategy; the allocation of resources in the audit; and directing the efforts of the engagement team. We summaries below the key audit matters, in decreasing order of audit significance, in arriving at our audit opinion above, together with our key audit procedures to address those matters and, as required for public interest entities, our results from those procedures. These matters were addressed, and our results are based on procedures undertaken, in the context of, and solely for the purpose of, our audit of the financial statements, and in forming our opinion thereon, and consequently are incidental to that opinion, and we do not provide a separate opinion on these matters.

Key audit matter	Key Audit Procedure
<p>Investments</p> <p>The investment portfolio of company includes investment in bond of public companies, fixed deposits of commercial banks, development banks and investment in shares.</p> <p>Total Financial Investments: NPR 66,163.96 million as on 15th July 2021 (NPR 54,815.93 Million as on 15th July 2020)</p> <p>Total Financial Investment represents 75.39% of total assets of the company.</p> <p>Investments are made as per Company's Investment Policy strictly adhering to investment directive issued by Insurance Board.</p>	<ul style="list-style-type: none">• We have checked the compliance of the Financial Investment made by the Company with the Investment Directive issued by Insurance Board and company's internal policy as well as tested the effectiveness of internal control with regards to decisions and procedures related to financial investment.• We have assessed the appropriateness of the valuation made of financial investments and checked whether required impairment loss has been booked or not.• We have verified the adequacy of disclosure made in the financial statement regarding the financial investments. <p>Our results: We considered the valuation and disclosure of Financial Investment to be acceptable.</p>



<p>Valuation of Insurance Contract Liabilities</p> <p>The Valuation of the liabilities for insurance contracts involves complex and subjective judgements about future events, both internal and external to the business for which small changes can result in a material impact to the valuation of these liabilities.</p> <p>Economic assumptions such as investment return and associated discount rates and operating assumption such as expenses, mortality and lapse rates are the key input</p>	<ul style="list-style-type: none"> • Our audit procedures consisted of focus on appropriateness of actuarial assumptions, models and methodology. <p>Our results: The valuation of the liabilities of insurance contract and presentation are fairly made.</p>
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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 Management report, Report of the Board of Directors and Chairman's statement but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

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

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Auditor's Responsibilities 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 misstatement, 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 NSAs 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 based on these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Obtain an understanding of internal controls 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 on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the 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 conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

Based on our examination, we would like to further report that:

- We have obtained all the information and explanations, which were considered necessary for the purpose of our audit.
- The financial statements agree with the books of account maintained by the Company.
- In our opinion, proper books of accounts as required by the law have been kept by the Company.
- During our examination of the books of account of the Company, we have not come across the cases where the Board of Directors or any member thereof or any representative or any office holder or any employee of the company has acted contrary to the provisions of law or caused loss or damage to the company.
- The details of the branches are adequate for the purpose of our audit, and
- We have not come across any fraudulence in the accounts, so far as it appeared from our examination of the book.

Place: Kathmandu
Date: June 9, 2023
UDIN: 230614CA000813PyWT

Rajesh Poudel

CA. Rajesh Poudel
Partner









LIFE INSURANCE CORPORATION (NEPAL) LIMITED
Balance sheet As On 31st Ashad 2078 (15th July 2021)

S.N. Particulars	Schedule	Current Year	Previous Year
Sources			
1 Paid up capital	16	2,211,000,000	2,010,000,000
2 Reserves & Surplus	17	1,654,063,989	1,155,193,295
3 Life Insurance Fund	11	79,662,551,044	66,849,683,591
4 Catastrophe Reserve	18	417,135,447	339,372,037
5 Long term loans & Borrowings	19	-	-
Total Sources		83,944,750,481	70,354,248,923
Uses			
6 Fixed Assets (Net)	20	258,472,044	258,340,213
7 Long Term Investments	21	55,158,848,869	50,728,350,762
8 Policy Loans	3	14,152,729,454	13,046,959,230
9 Other Long Term Loans	23	67,115,988	65,764,298
Current Assets, Loans and advances:			
10 Cash and Bank Balance	22	1,636,992,849	1,532,769,353
11 Short Term Investments	21	11,382,313,750	4,385,404,383
12 Other Short Term Loans	23	383,117,467	417,548,229
13 Other Assets	24	7,464,984,779	5,208,276,270
Total (A)(10+11+12+13)		20,867,408,844	11,543,998,235
Current liabilities and provisions:			
14 Current Liabilities	25	5,986,507,426	4,742,593,971
15 Provision for Unexpired Risk	26	15,581,151	33,158,452
16 Provision For outstanding Claims	9	257,231,238	202,840,328
17 Other Provision	26a	300,504,903	310,571,064
Total (B)(14+15+16+17)		6,559,824,718	5,289,163,815
18 Net Current Assets C = (A-B)		14,307,584,126	6,254,834,420
19 Miscellaneous Expenses (To the extent not written off)	27	-	-
20 Loss Transferred From Profit & Loss Account		-	-
Total Uses (6+7+8+9+18+19+20)		83,944,750,481	70,354,248,923
Contingent Liabilities and Schedule 3,9,11& 16 to 29 are integral part of this Balance Sheet.			
Contingent Liabilities			
S.N.	Particulars	Current year	Previous Year
1	Unpaid Investment	-	-
2	Underwriting Commitment	-	-
3	Claim other than insurance business not accepted by the company (Income Tax)	64,456,212.00	58,964,833
4	Guarantee issued by insured or on behalf of insured	-	-
5	Other (Death Claims Reputed)	50,178,445.00	32,696,819
Total		114,634,657	91,661,652



As per our report of even date
 CA. Rajesh Poudel
 Partner
 For PL Shrestha & Co.
 Chartered Accountants

 Komal Agrawal
 Director
 L.P. Das
 CEO/Director
 Siddhartha Mohanty
 Chairman
 T. Burnawal
 DCEO
 Ashok K. Agrawal
 Director
 Demodar Paudyal
 HOD(Accounts)
 Praveen K. Molri
 Director



Date : 09/06/2023

LIFE INSURANCE CORPORATION (NEPAL) LIMITED
Profit and Loss Account for the year of 2077/78 (2020/2021)

S.N.	Particular	Schedule	Current Year	Previous Year
	Income			
1	Transferred from Revenue A/c	10	29,327,529	32,088,387
2	Transferred from Life Insurance fund	11	627,435,528	752,884,743
3	Income From Investment Loan and Others	2	337,484,445	250,416,786
4	Written Back Provision	12	56,442,043	5,620,927
5	Other Income			
	Total Income (A)		1,050,689,544	1,041,010,843
	Expenses			
6	Management expenses	7	91,616,657	101,272,443
7	Written off expenses	13	179	31,453
8	Share related expenses	13(A)	1,367,599	2,594,348
9	Other expenses	14	7,182,047	-
10	Provision for loss	15	5,912,101	3,903,829
11	Provision for Employees housing	26(A)	-	-
12	Provision for Employees Bonus	26(A)	94,461,096	83,689,568
13	Adjusted Income tax (B+C)	8	72,515,761	32,619,402
14	B. Income Tax		59,087,079	
15	C. Deferred Tax		13,428,682	
16	Transferred to Life Fund	11	-	96,313,090
	Total Expenses (B)		273,055,440	320,424,132
17	Net profit/(loss) C = (A-B)		777,634,104	720,586,710
18	Expenses pertains to Previous year			
19	Profit transferred from previous year			
	Amount available for Appropriation		430,616,897	248,269,041
	(a) Deferred tax reserve	17	1,208,251,002	968,855,750
	(b) Capital reserve	17	(13,428,682)	706,498
	(c) Special reserve	17		
	(d) Other reserve	17		
	(e) Proposed dividend			
	(f) Bonus Share	17		442,200,000
	(g) Cash dividend	26(A)		23,273,684
	(h) Catastrophy reserve	18	77,763,410	72,058,671
	Profit transferred to Balance sheet		1,143,916,273	430,616,897

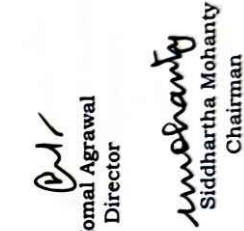
Schedule 2,7,8 & 10 to 15,17,18 & 26A are integral part of this Profit & Loss Account.

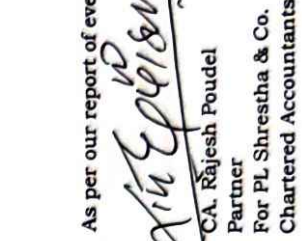

Damodar Paudyal
HOD(Accounts)


T. Burnawal
DCEO


L.P. Das
SEO/Director


Komal Agrawal
Director


Siddhartha Mohanty
Chairman


CA. Rajesh Poudel
Partner
For PL Shrestha & Co.
Chartered Accountants

As per our report of even date




Date: 09/06/2023

LIFE INSURANCE CORPORATION (NEPAL) LIMITED
Consolidated Revenue Account For the F. Y. 2077/78 (2020/2021)


S.N.	Particular	Schedule	Current Year	Previous Year
	INCOME			
1	Net Premium	1	17,049,017,127	14,838,525,291
2	Re- Insurance Commission Income		14,065,661	31,423,375
3	Investment, Loan And Other Income	2	6,044,230,981	4,649,372,163
4	Income From Policy Loan	3	1,438,859,913	1,174,032,561
5	Other Direct Income		241,251,784	226,563,444
6	Provision for outstanding claims at the begin of year	9	202,840,328	160,924,596
7	Provision for unexpired risk at the beginning of the year	26	33,158,452	60,683,971
	Total Income (A)		25,023,424,246	21,141,525,400
	Expenditure			
8	Claim Payment (Net)	4	7,336,868,654	3,740,549,669
9	Agent commissions	5	1,685,746,438	1,559,674,133
10	Medical Fees		8,929,607	9,203,412
11	Re- Insurance Commission Expenses		-	-
12	Service Charges (Net)	6	170,490,173	148,385,255
13	Other Direct Expenses		-	-
14	Management Expenses	7	824,549,914	911,451,984
15	Income Tax	8	1,254,396,561	835,228,131
16	Provision for Outstanding claim to be paid at the end of the year	9	257,231,238	202,840,328
17	Provision for unexpired Risk at the end of the year	26	15,581,151	33,158,452
	Total Expenditure (B)		11,553,793,737	7,440,491,364
18	Surplus Transferred to Life Fund (A-B)		13,440,302,980	13,668,945,649
19	Surplus / Loss Transferred to Profit & Loss Account		29,327,529	32,088,387


Schedule 1 to 9 are integral part of this Revenue Account.


 Damodar Paudyal
 HOD(Accounts)


 T. Burmawal
 DCEO

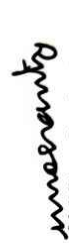

 L.P. Das
 CEO/Director


 Komal Agrawal
 Director


 Praveen K. Molri
 Director



 Ashok K. Agrawal
 Director


 Tablesch Pandey
 Director


 Siddhartha Mohanty
 Chairman

As per our report of even date




 CA. Rajesh Poudel
 Partner
 For PL Shrestha & Co.
 Chartered Accountants



Date : 09/06/2023

LIFE INSURANCE CORPORATION (NEPAL) LTD.
Details of Changes in Equity for F. Y. 2077/78 (2020/2021)

Particulars	Share Capital		Retained Earning	Proposed Bonus		Capital Share		Special Reserve	Other Reserve (Deferred Tax Reserve)	Catastrophe Reserve	Total Amount
				Share	Reserve	Premium	Reserve				
Opening Balance	2,010,000,000	-	430,616,897	643,200,000	61,151,801	-	20,224,597	339,372,037	3,504,565,332		
Adjustment:											
Net profit For the Year	-	-	777,634,104	-	-	-	-	-	777,634,104		
Transferred To Life Fund	-	-	-	-	-	-	-	-	-		
Proposed Dividend	-	-	-	-	-	-	-	-	-		
Issued Bonus Share	201,000,000	-	-	(201,000,000)	-	-	-	-	-		
Issued Right Share	-	-	-	-	-	-	-	-	-		
Share Premium	-	-	-	-	-	-	-	-	-		
Deferred Tax Reserve	-	-	13,428,682	-	-	-	(13,428,682)	-	-		
Catastrophe Reserve	-	-	(77,763,410)	-	-	-	-	77,763,410	-		
Closing Balance	2,211,000,000	-	1,143,916,273	442,200,000	61,151,801	-	6,795,915	417,135,447	4,282,199,436		

LIFE INSURANCE CORPORATION (NEPAL) LTD.
Details of Changes in Equity for the F. Y. 2076/077

Particulars	Share Capital		Retained Earning	Proposed Bonus		Capital Share		Special Reserve	Other Reserve (Deferred Tax Reserve)	Catastrophe Reserve	Total Amount
				Share	Reserve	Premium	Reserve				
Opening Balance	1,494,838,800	-	248,269,041	716,161,200	61,151,801	-	19,518,099	267,313,366	2,807,252,307		
Adjustment:											
Net profit For the Year	-	-	816,899,799	-	-	-	-	-	816,899,799		
Transferred To Life Fund	-	-	(96,313,090)	-	-	-	-	-	(96,313,090)		
Proposed Dividend	-	-	(465,473,684)	442,200,000	-	-	-	-	(23,273,684)		
Issued Bonus Share	515,161,200	-	-	(515,161,200)	-	-	-	-	-		
Issued Right Share	-	-	-	-	-	-	-	-	-		
Share Premium	-	-	-	-	-	-	-	-	-		
Deferred Tax Reserve	-	-	(706,498)	-	-	-	706,498	-	-		
Catastrophe Reserve	-	-	(72,058,671)	-	-	-	-	72,058,671	-		
Closing Balance	2,010,000,000	-	430,616,897	643,200,000	61,151,801	-	20,224,597	339,372,037	3,504,565,332		

Damodar Paudyal
 Damodar Paudyal
 HOD(Accounts)

Praveen K. Molri
 Praveen K. Molri
 Director

T. Burnawal
 T. Burnawal
 DCEO

Ashok K. Agrawal
 Ashok K. Agrawal
 Director

L.P. Das
 L.P. Das
 CEO/Director

Tablesh Pandey
 Tablesh Pandey
 Director

Komal Agrawal
 Komal Agrawal
 Director

Siddhartha Mohanty
 Siddhartha Mohanty
 Chairman

As per our report of even date

CA Rajesh Poudel
 CA Rajesh Poudel
 Partner
 For PL Shrestha & Co.
 Chartered Accountants



Date: 09/06/2023



LIFE INSURANCE CORPORATION (NEPAL) LTD.
Cash Flow Statement F.Y. 2077/78 (2020/2021)



S.N	Particulars	Current year	Previous year
A	Cash flow from operating activities:		
	Premium Income	17,143,640,433	14,923,859,436
	Late fee Income	-	-
	Re-Insurance Income	-	-
	Re-Insurance Commission Income	14,065,661	31,423,375
	Other Direct Income	241,251,784	226,563,444
	Claimed recovery from Re-Insurer	86,055,711	26,808,375
	Re-Insurance Premium Paid	(107,887,029)	(82,162,364)
	Re-Insurance commission payment	-	-
	Agent commission payment	(1,753,449,289)	(1,416,424,174)
	Medical examination fee payment	(11,360,785)	(7,861,374)
	Death claim payment	(650,050,242)	(181,582,864)
	Maturity claim payment	(3,023,164,589)	(2,128,846,143)
	Partial-maturity claim payment	(258,537,750)	(224,250,125)
	Surrender value claim payment	(3,538,675,458)	(1,222,586,998)
	Other claim payment	(3,923,039)	(4,868,915)
	Service fee payment	(148,433,017)	(133,263,227)
	Other Direct Expenses	(1,367,600)	(2,594,349)
	Management expenditure payment	(893,984,239)	(981,640,243)
	Bonus Paid to Employees	(55,532,493)	(1,289,469)
	Income Tax Paid	(894,815,359)	(710,879,933)
	(Increase)/decrease in current assets	(1,019,183,454)	(353,315,121)
	(Increase)/decrease in current liabilities	(8,229,587)	516,583,185
	Net Cash Flow from Operating activities (A)	5,116,419,658	8,273,672,516
B	Cash flow from Investing Activities:		
	(Increase) Decrease in fixed assets	(16,381,173)	(14,237,135)
	(Increase) Decrease in investment in government guaranteed securities.	-	276,275,000
	(Increase) Decrease in investment in fixed deposit of bank and financial institution.	(6,761,500,000)	(6,646,800,000)
	(Increase) Decrease in investment in other deposit of bank and financial institution.	(781,425,486)	(164,945,937)
	Increase/Decrease in Equity Share Investments	(408,360,071)	(47,202,164)
	(Increase) Decrease in investment in preference share/debenture	(3,476,121,916)	(2,704,237,916)
	(Increase) Decrease in other investment (Premium On Investment)	-	-
	(Increase) Decrease in loans against insurance Policy	(1,105,770,403)	(3,696,503,826)
	(Increase) Decrease in other loans and advances	33,079,072	(97,152,836)
	Interest Income From Investment	5,517,078,927	4,726,902,918
	Dividend Received	27,587,162	46,352,354
	Rental income	-	-
	Interest On Policy Loan	1,184,158,514	712,399,454
	Others Indirect Income	4,238,831	3,547,163
	Gain on sale of Investment	781,799,328	83,065,766
	Net Cash Flow from Investing Activities (B)	(5,001,617,215)	(7,522,537,159)
C	Cash flow from Financing Activities		
	Amount received from Shares	-	-
	(Increase) Decrease in o/s debt	-	-
	Increase/Decrease in short term debt	-	-
	Interest Paid on Loan and Debt	-	-
	Dividend paid	(10,578,947)	(531,225,962)
	Net cash flow from Financing Activities (C)	(10,578,947)	(531,225,962)
	Net cash flow from overall activities of this year = (A + B + C)	104,223,495	219,909,396
	Opening Balance of Cash & Bank Balance	1,532,769,353	1,312,859,956
	Closing Balance of Cash & Bank Balance	1,636,992,849	1,532,769,353


Damodar Paudyal
HOD(Accounts)


T. Burnawal
DCEO


L.P. Das
CEO/Director


Komal Agrawal
Director


As per our report of even date


Praveen K. Molri
Director


Ashok K. Agrawal
Director


Tablesh Pandey
Director


Siddhartha Mohanty
Chairman


CA Rajesh Poudel
Partner
For PL Shrestha & Co.
Chartered Accountants



Date : 09/06/2023


LIFE INSURANCE CORPORATION (NEPAL) LIMITED
Revenue Account of Endowment Policy For the F. Y. 2077/78 (2020/2021)

S.N.	Particular	Schedule	Current Year	Previous Year
	INCOME			
1	Net Premium	1	7,128,208,684	5,919,537,765
2	Re- Insurance Commission Income		2,283,160	7,375,494
3	Investment, Loan And Other Income	2	2,452,136,597	1,874,516,351
4	Income From Policy Loan	3	478,088,265	436,254,071
5	Other Direct Income		95,674,581	56,362,336
6	Provision for outstanding claims at the begin. Of year		131,142,246	100,825,166
7	Provision for unexpired risk at the beginning of the year		-	-
	Total Income (A)		10,287,533,532	8,394,871,183
	Expenditure			
8	Claim Payment (Net)		3,060,965,013	2,112,798,950
9	Agent commissions	4	691,690,015	587,092,130
10	Medical Fees	5	3,862,302	3,222,650
11	Re- Insurance Commission Expenses		-	-
12	Service Charges (Net)	6	71,282,087	59,195,378
13	Other Direct Expenses		-	-
14	Management Expenses	7	344,416,606	365,161,882
15	Income Tax	8	506,528,402	337,261,165
16	Provision for Outstanding claim to be paid at the end of the year	9	154,644,328	131,142,246
17	Provision for unexpired Risk to be paid at the end of the year		-	-
	Total Expenditure (B)		4,833,388,753	3,595,874,399
18	Surplus Transferred to Life Fund (A-B)		5,454,144,779	4,798,996,783
19	Surplus/ loss Transferred to Profit & Loss Account		-	-

Schedule 1 to 9 are integral part of this Revenue Account.


 Damodar Paudyal
 HOD(Accounts)



 T. Burnawal
 DCEO


 L.P. Das
 CEO/Director


 Praveen K. Molri
 Director


 Tablesen Pandey
 Director


 Komal Agrawal
 Director


 Siddhartha Mohanty
 Chairman

As per our report of even date


 CA. Rajesh Poudel
 Partner
 For PL Shrestha & Co.
 Chartered Accountants




Date : 09/06/2023



LIFE INSURANCE CORPORATION (NEPAL) LIMITED
Revenue Account of Anticipated Endowment Policy For the F. Y. 2077/78 (2020/2021)

S.N.	Particular	Schedule	Current Year	Previous Year
	INCOME			
1	Net Premium	1	1,848,336,146	1,291,010,250
2	Re- Insurance Commission Income		2,829,614	3,389,698
3	Investment, Loan And Other Income	2	629,829,533	489,809,563
4	Income From Policy Loan	3	92,357,281	77,713,130
5	Other Direct Income		22,409,365	12,791,181
6	Provision for outstanding claims at the begin. Of year		49,975,654	39,592,124
7	Provision for unexpired risk at the beginning of the year		-	-
	Total Income (A)		2,645,737,593	1,914,305,946
	Expenditure			
8	Claim Payment (Net)	4	770,910,863	651,887,937
9	Agent commissions	5	202,828,193	144,658,074
10	Medical Fees		1,434,990	1,401,008
11	Re- Insurance Commission Expenses		-	-
12	Service Charges (Net)	6	18,483,361	12,910,102
13	Other Direct Expenses		-	-
14	Management Expenses	7	88,337,156	78,627,476
15	Income Tax	8	130,131,739	91,877,523
16	Provision for Outstanding claim to be paid at the end of the ye	9	56,785,131	49,975,654
17	Provision for unexpired Risk to be paid at the end of the year		-	-
	Total Expenditure (B)		1,268,911,433	1,031,337,772
18	Surplus/ loss Transferred to Life Fund (A-B)		1,376,826,160	882,968,174
19	Surplus/ loss Transferred to Profit & Loss Account		-	-

Schedule 1 to 9 are integral part of this Revenue Account.


 Damodar Paudyal
 HOD(Accounts)



 T. Burnawal
 DCEO


 L.P. Das
 CEO/Director


 Komal Agrawal
 Director

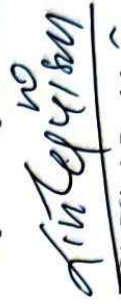

 Praveen K. Molri
 Director


 Ashok K. Agrawal
 Director


 Tablesh Pandey
 Director


 Siddhartha Mohanty
 Chairman

As per our report of even date


 CA. Rajesh Poudel
 Partner
 For PL Shrestha & Co.
 Chartered Accountants




Date : 09/06/2023



LIFE INSURANCE CORPORATION (NEPAL) LIMITED
Revenue Account of Modified Endowment Policy For the F. Y. 2077/78 (2020/2021)

S.N.	Particular	Schedule	Current Year	Previous Year
INCOME				
1	Net Premium	1	5,242,614,453	4,534,739,506
2	Re- Insurance Commission Income		2,543,145	12,237,801
3	Investment, Loan And Other Income	2	2,413,296,326	1,870,585,825
4	Income From Policy Loan	3	654,845,521	514,405,579
5	Other Direct Income		84,178,599	55,102,866
6	Provision for outstanding claims at the begin. Of year		18,460,816	17,355,930
7	Provision for unexpired risk at the beginning of the year		-	-
	Total Income (A)		8,415,938,860	7,004,427,508
Expenditure				
8	Claim Payment (Net)	4	1,665,280,098	532,466,278
9	Agent commissions	5	429,008,010	402,617,321
10	Medical Fees		1,596,358	1,240,316
11	Re- Insurance Commission Expenses		-	-
12	Service Charges (Net)	6	52,426,145	45,347,395
13	Other Direct Expenses		-	-
14	Management Expenses		-	-
15	Income Tax	7	258,507,295	284,089,066
16	Provision for Outstanding claim to be paid at the end of the year	8	517,840,059	354,498,400
17	Provision for unexpired Risk to be paid at the end of the year	9	42,661,674	18,460,816
	Total Expenditure (B)		2,967,319,639	1,638,719,592
18	Surplus Transferred to Life Fund (A-B)		5,448,619,221	5,365,707,916
19	Surplus/ loss Transferred to Profit & Loss Account		-	-

Schedule 1 to 9 are integral part of this Revenue Account.



 Damodar Paudyal
 HOD(Accounts)


 T. Burnawal
 DCEO



 L.P. Das
 CEO/Director


 Komal Agrawal
 Director

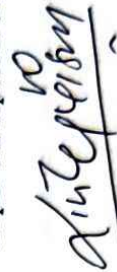

 Praveen K. Molri
 Director


 Ashok K. Agrawal
 Director


 Tablesh Pandey
 Director


 Siddhartha Mohanty
 Chairman

As per our report of even date


 CA. Rajesh Poudel
 Partner
 For PL Shrestha & Co.
 Chartered Accountants



Date : 09/06/2023



LIFE INSURANCE CORPORATION (NEPAL) LIMITED
Revenue Account of Whole Life Policy For the F. Y. 2077/78 (2020/2021)

S.N. Particular	Schedule	Current Year	Previous Year
INCOME			
1 Net Premium	1	2,637,438,400	2,891,452,753
2 Re- Insurance Commission Income		6,314,579	8,336,410
3 Investment, Loan And Other Income	2	492,637,891	358,800,867
4 Income From Policy Loan	3	208,661,893	139,918,155
5 Other Direct Income		38,933,826	102,250,189
6 Provision for outstanding claims at the begin. Of year		2,878,916	2,864,678
7 Provision for unexpired risk at the beginning of the year		-	-
Total Income (A)		3,386,865,505	3,503,623,052
Expenditure			
8 Claim Payment (Net)	4	1,692,217,613	310,853,952
9 Agent commissions	5	356,969,446	419,929,568
10 Medical Fees		1,946,220	3,250,604
11 Re- Insurance Commission Expenses		-	-
12 Service Charges (Net)	6	26,374,384	28,914,528
13 Other Direct Expenses		-	-
14 Management Expenses	7	123,240,249	170,100,324
15 Income Tax	8	88,773,840	42,164,625
16 Provision for Outstanding claim to be paid at the end of the year	9	2,641,085	2,878,916
17 Provision for unexpired Risk to be paid at the end of the year		-	-
Total Expenditure (B)		2,292,162,837	978,092,517
Surplus Transferred to Life Fund (A-B)		1,094,702,668	2,525,530,535
Surplus/ loss Transferred to Profit & Loss Account		-	-

Schedule 1 to 9 are integral part of this Revenue Account.


 Damodar Paudyal
 HOD(Accounts)


 T. Burnawal
 DCEO


 L.P. Das
 CEO/Director

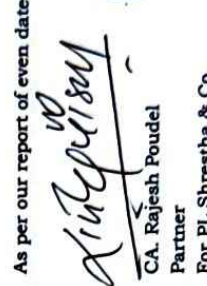

 Komal Agrawal
 Director


 Siddhartha Mohanty
 Chairman


 Ashok K. Agrawal
 Director


 Praveen K. Molri
 Director



As per our report of even date

 C.A. Rajesh Poudel
 Partner
 For P.L. Shrestha & Co.
 Chartered Accountants




Date : 09/06/2023


LIFE INSURANCE CORPORATION (NEPAL) LIMITED
Revenue Account of Term Policy For the F. Y. 2077/78 (2020/2021)


S.N.	Particular	Schedule	Current Year	Previous Year
INCOME				
1	Net Premium	1	6,629,512	6,200,003
2	Re- Insurance Commission Income		68,882	66,030
3	Investment, Loan And Other Income	2	3,553,270	8,503,817
4	Income From Policy Loan	3	-	-
5	Other Direct Income		15,182	15,198
6	Provision for outstanding claims at the begin. Of year		-	-
7	Provision for unexpired risk at the beginning of the year		-	-
	Total Income (A)		10,366,846	14,785,049
Expenditure				
8	Claim Payment (Net)	4	1,000,000	400,000
9	Agent commissions	5	231,246	173,412
10	Medical Fees		52,341	23,150
11	Re- Insurance Commission Expenses		-	-
12	Service Charges (Net)	6	66,295	62,000
13	Other Direct Expenses		-	-
14	Management Expenses	7	352,392	419,979
15	Income Tax	8	793,269	1,806,312
16	Provision for Outstanding claim to be paid at the end of the year	9	-	-
17	Provision for unexpired Risk to be paid at the end of the year		-	-
	Total Expenditure (B)		2,495,543	2,884,854
18	Surplus Transferred to Life Fund (A-B)		7,871,303	11,900,195
19	Surplus/ loss Transferred to Profit & Loss Account		-	-

Schedule 1 to 9 are integral part of this Revenue Account.


 Damodar Paudyal
 HOD(Accounts)

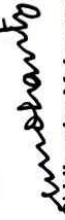

 T. Burmawal
 DCEO


 L.P. Das
 CEO / Director



 Komal Agrawal
 Director


 Ashok K. Agrawal
 Director


 Tablesh Pandey
 Director


 Siddhartha Mohanty
 Chairman

As per our report of even date


 CA. Rajesh Poudel
 Partner
 For PL Shrestha & Co.
 Chartered Accountants




Date : 09/06/2023

LIFE INSURANCE CORPORATION (NEPAL) LIMITED
Revenue Account of special term policy For the F. Y. 2077/78 (2020/2021)

S.N.	Particular	Schedule	Current Year	Previous Year
	INCOME			
1	Net Premium	1	2,707,388	2,286,367
2	Re- Insurance Commission Income		2,432	4,648
3	Investment, Loan And Other Income	2	6,869,400	2,578,902
4	Income From Policy Loan	3	-	-
5	Other Direct Income		40,230	41,674
6	Provision for outstanding claims at the begin. Of year		382,697	286,698
7	Provision for unexpired risk at the beginning of the year		-	-
	Total Income (A)		10,002,147	5,198,289
	Expenditure			
8	Claim Payment (Net)	4	332,942	194,899
9	Agent commissions	5	101,579	81,326
10	Medical Fees		3,520	640
11	Re- Insurance Commission Expenses		-	-
12	Service Charges (Net)	6	27,074	22,864
13	Other Direct Expenses		-	-
14	Management Expenses	7	139,577	151,162
15	Income Tax	8	1,617,315	542,472
16	Provision for Outstanding claim to be paid at the end of the year	9	499,020	382,697
17	Provision for unexpired Risk to be paid at the end of the year		-	-
	Total Expenditure (B)		2,721,026	1,376,060
18	Surplus Transferred to Life Fund (A-B)		7,281,121	3,822,229
19	Surplus/ loss Transferred to Profit & Loss Account		-	-

Schedule 1 to 9 are integral part of this Revenue Account.


 Damodar Paudyal
 HOD/(Accounts)


 T. Burnawal
 DCEO



 L.P. Das
 CEO/Director


 Komal Agrawal
 Director



 Praveen K. Molri
 Director


 Ashok K. Agrawal
 Director


 T. Bhandari
 Director


 Siddhartha Mohanty
 Chairman

As per our report of even date


 CA. Rajesh Poudel
 Partner
 For PL Shrestha & Co.
 Chartered Accountants




Date : 09/06/2023


LIFE INSURANCE CORPORATION (NEPAL) LIMITED
Revenue Account of other policy (Single Premium) For the F. Y. 2077/78 (2020/2021)

S.N.	Particular	Schedule	Current Year	Previous Year
	INCOME			
1	Net Premium	1	165,899,506	175,810,941
2	Re- Insurance Commission Income		23,849	13,293
3	Investment, Loan And Other Income	2	41,681,203	39,008,497
4	Income From Policy Loan	3	4,906,954	5,741,626
5	Other Direct Income		-	-
6	Provision for outstanding claims at the begin. Of year		-	-
7	Provision for unexpired risk at the beginning of the year		-	-
	Total Income (A)		212,511,511	220,574,356
	Expenditure			
8	Claim Payment (Net)	4	140,146,125	117,588,910
9	Agent commissions	5	3,199,792	3,283,795
10	Medical Fees		33,076	65,044
11	Re- Insurance Commission Expenses		-	-
12	Service Charges (Net)	6	1,658,995	1,758,109
13	Other Direct Expenses		-	-
14	Management Expenses	7	8,686,485	11,772,979
15	Income Tax	8	7,929,308	6,085,703
16	Provision for Outstanding claim to be paid at the end of the year	9	-	-
17	Provision for unexpired Risk to be paid at the end of the year		-	-
	Total Expenditure (B)		161,653,781	140,554,538
18	Surplus Transferred to Life Fund (A-B)		50,857,730	80,019,818
19	Surplus/ loss Transferred to Profit & Loss Account		-	-


Schedule 1 to 9 are integral part of this Revenue Account.


 Damodar Paudyal
 HOD(Accounts)


 T. Burnawal
 DCEO


 L.P. Das
 CEO/Director


 Komal Agrawal
 Director


 Praveen K. Molri
 Director


 Ashok K. Agrawal
 Director


 Tablesch Pandey
 Director


 Siddhartha Mohanty
 Chairman

As per our report of even date


 CA. Rajesh Poudel
 Partner

For PL Shrestha & Co.
 Chartered Accountants



Date: 09/06/2023

LIFE INSURANCE CORPORATION (NEPAL) LIMITED

Revenue Account of other policy (O.E Single Premium) For the F. Y. 2077/78 (2020/2021)

S.N.	Particular	Schedule	Current Year	Previous Year
	INCOME			
1	Net Premium	1	-	-
2	Re- Insurance Commission Income		-	-
3	Investment, Loan And Other Income	2	1,460,555	2,707,988
4	Income From Policy Loan	3	-	-
5	Other Direct Income		-	-
6	Provision for outstanding claims at the begin. Of year		-	-
7	Provision for unexpired risk at the beginning of the year		18,814,425	43,205,564
	Total Income (A)		20,274,980	45,913,552
	Expenditure			
8	Claim Payment (Net)	4	3,735,000	13,066,244
9	Agent commissions	5	-	-
10	Medical Fees		-	-
11	Re- Insurance Commission Expenses		-	-
12	Service Charges (Net)	6	-	-
13	Other Direct Expenses		-	-
14	Management Expenses	7	-	-
15	Income Tax	8	351,001	605,092
16	Provision for Outstanding claim to be paid at the end of the year	9	-	-
17	Provision for unexpired Risk to be paid at the end of the year		3,545,765	18,814,425
	Total Expenditure (B)		7,631,766	32,485,761
18	Surplus Transferred to Life Fund (A-B)		-	-
19	Surplus/ loss Transferred to Profit & Loss Account		12,643,213	13,427,791

Schedule 1 to 9 are integral part of this Revenue Account.


 Damodar Paudyal
 HOD(Accounts)


 T. Burnawal
 DCEO



 L.P. Das
 CEO/Director


 Komal Agrawal
 Director


 Praveen K. Molri
 Director


 Ashok K. Agrawal
 Director


 Tablesh Pandey
 Director


 Siddhartha Mohanty
 Chairman

As per our report of even date


 CA. Rajesh Poudel
 Partner
 For PL Shrestha & Co.
 Chartered Accountants



Date: 09/06/2023


LIFE INSURANCE CORPORATION (NEPAL) LIMITED
Revenue Account of other policy (Micro/Group Micro Term Insurance) For the F. Y. 2077/78 (2020/2021)

S.N.	Particular	Schedule	Current Year	Previous Year
INCOME				
1	Net Premium	1	17,183,038	17,487,706
2	Re- Insurance Commission Income		-	-
3	Investment, Loan And Other Income	2	2,666,206	2,860,352
4	Income From Policy Loan	3	-	-
5	Other Direct Income		-	-
6	Provision for outstanding claims at the begin. Of year		-	-
7	Provision for unexpired risk at the beginning of the year		14,344,028	17,478,406
	Total Income (A)		34,193,272	37,826,465
Expenditure				
8	Claim Payment (Net)	4	2,281,000	1,292,500
9	Agent commissions	5	1,718,158	1,838,508
10	Medical Fees		800	-
11	Re- Insurance Commission Expenses		-	-
12	Service Charges (Net)	6	171,830	174,877
13	Other Direct Expenses		-	-
14	Management Expenses	7	870,154	1,129,117
15	Income Tax	8	431,628	386,840
16	Provision for Outstanding claim to be paid at the end of the year	9	-	-
17	Provision for unexpired Risk to be paid at the end of the year		12,035,386	14,344,028
	Total Expenditure (B)		17,508,956	19,165,869
18	Surplus Transferred to Life Fund (A-B)		-	-
19	Surplus/ loss Transferred to Profit & Loss Account		16,684,316	18,660,596

Schedule 1 to 9 are integral part of this Revenue Account.



 Damodar Paudyal
 HOD(Accounts)



 T. Burnawal
 DCEO


 Praveen K. Molri
 Director



 L.P. Das
 CEO/Director


 Tablesh Pandey
 Director


 Komal Agrawal
 Director


 Siddhartha Mohanty
 Chairman

As per our report of even date


 CA. Rajesh Poudel
 Partner
 For PL Shrestha & Co.
 Chartered Accountants



Date : 09/06/2023

(A) INSURANCE PREMIUM (NET)


S.N.	Types of Insurance	Gross Insurance Premium		Re-insurance Premium paid (ceded)		Insurance Premium (Net)	
		Current year	Previous year	Current year	Previous year	Current year	Previous year
1	Endowment	7,148,624,218	5,940,821,883	20,415,535	21,284,118	7,128,208,684	5,919,537,765
2	Anticipated Endowment	1,859,369,256	1,298,142,283	11,033,110	7,132,033	1,848,336,146	1,291,010,250
3	Modified Endowment	5,274,058,881	4,566,451,383	31,444,428	31,711,876	5,242,614,453	4,534,739,506
4	Whole Life Policy	2,667,974,436	2,915,562,423	30,536,036	24,109,670	2,637,438,400	2,891,452,753
5	Term Insurance Policy	6,886,082	6,350,266	256,570	150,263	6,629,512	6,200,003
6	Special Term Policy	2,720,246	2,296,857	12,858	10,490	2,707,388	2,286,367
7	Other Life Insurance (Endowment Single Premium)	165,984,935	175,851,530	85,429	40,589	165,899,506	175,810,941
8	Other Life Insurance (Single Premium O.E)	18,022,378	18,382,811	839,339	895,105	17,183,038	17,487,706
9	Other Life Insurance (Micro Term Insurance)	17,143,640,433	14,923,859,436	94,623,305	85,334,144	17,049,017,127	14,838,525,291
	Total						


(B) GROSS INSURANCE PREMIUM


S.N.	Types of Insurance	Direct Premium		Re-insurance Premium received (accepted)		Gross Insurance Premium	
		Current year	Previous year	Current year	Previous year	Current year	Previous year
1	Endowment	7,148,624,218	5,940,821,883	-	-	7,148,624,218	5,940,821,883
2	Anticipated Endowment	1,859,369,256	1,298,142,283	-	-	1,859,369,256	1,298,142,283
3	Modified Endowment	5,274,058,881	4,566,451,383	-	-	5,274,058,881	4,566,451,383
4	Whole Life Policy	2,667,974,436	2,915,562,423	-	-	2,667,974,436	2,915,562,423
5	Term Insurance Policy	6,886,082	6,350,266	-	-	6,886,082	6,350,266
6	Special Term Policy	2,720,246	2,296,857	-	-	2,720,246	2,296,857
7	Other Life Insurance (Endowment Single Premium)	165,984,935	175,851,530	-	-	165,984,935	175,851,530
8	Other Life Insurance (Single Premium O.E)	18,022,378	18,382,811	-	-	18,022,378	18,382,811
9	Other Life Insurance (Micro Term Insurance)	17,143,640,433	14,923,859,436	-	-	17,143,640,433	14,923,859,436
	Total						


(C) DIRECT INSURANCE PREMIUM


S.N.	Types of Insurance	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
1	Endowment	1,453,967,770	1,142,525,953	5,694,656,448	4,798,295,930	-	-	7,148,624,218	5,940,821,883
2	Anticipated Endowment	548,621,992	523,466,835	1,310,747,264	774,675,448	-	-	1,859,369,256	1,298,142,283
3	Modified Endowment	692,765,333	565,673,050	4,581,293,548	4,000,778,333	-	-	5,274,058,881	4,566,451,383
4	Whole Life Policy	676,741,504	1,325,553,910	1,991,232,932	1,590,008,513	-	-	2,667,974,436	2,915,562,423
5	Term Insurance Policy	1,836,374	1,364,020	5,049,708	4,986,246	-	-	6,886,082	6,350,266
6	Special Term Policy	345,187	152,387	2,375,059	2,144,470	-	-	2,720,246	2,296,857
7	Other Life Insurance (Endowment Single Premium)	-	-	-	-	165,984,935	175,851,530	165,984,935	175,851,530
8	Other Life Insurance (Single Premium O.E)	-	-	-	-	18,022,378	18,382,811	18,022,378	18,382,811
9	Other Life Insurance (Micro Term Insurance)	-	-	-	-	184,007,313	194,234,341	184,007,313	194,234,341
	Total	3,374,278,160	3,558,736,155	13,585,354,959	11,170,888,939	184,007,313	194,234,341	17,143,640,433	14,923,859,436


 Damodar Paudyal
 HOD(Accountants)


 Praveen K. Molri
 Director

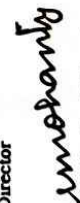
 Ashok K. Agrawal
 Director

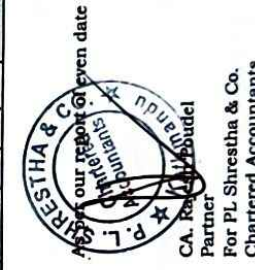
 T. Burnawal
 DCEO

 L.P. Das
 CEO/Director

 Tablach Pandey
 Director

 Komal Agrawal
 Director

 Siddhartha Mohanty
 Chairman




P.L. SHRESTHA & Co.
 Chartered Accountants
 For PL Shrestha & Co.
 Partner
 CA. Rajendra Prasad

Date: 09/06/2023



Income from Investment, Loans and Other Sources

S.N.	Particulars	Current year	Previous year
1	Income from Government Securities & Securities Guaranteed by Govt.	-	7,423,995
2	Income from fixed deposit of Commercial Banks	4,868,495,810	4,192,923,301
3	Income from fixed deposit of Development Banks	116,312,891	148,100,137
4	Income from investment in CIT/ Mutual Fund	1,126,575	1,244,932
5	Income from fixed deposit of Finance Company	33,628,941	24,595,069
6	Dividend income from the ordinary shares of housing finance company	-	-
7	Dividend income from ordinary shares of other public company	27,587,162	46,352,354
8	Dividend income from preference share of bank and financial institution	-	-
9	Income from debenture of bank and financial institution	492,749,384	296,642,791
10	Income from Others (Loans & Advances)	40,007,326	39,360,273
11	Income from Loan	-	-
12	Income from Other Deposit (Except Fixed)	-	-
13	Profit on sale of investment	14,768,266	57,232,055
14	Less: Loss on sale of investment	781,897,172	96,128,892
15	Profit on purchase of investment	(97,844)	(13,063,127)
16	Less: Loss on purchase of investment	-	-
17	Profit on sale of fixed assets	1,095,432	(649,202)
18	Less: Loss on sale of Fixed Assets	(94,519)	(49,683)
19	Written Off/ Amortized (Fixed Assets)	-	-
20	Incomes related to Previous year's	-	-
21	Other Income (Share Transaction)	-	-
22	Other Miscellaneous Income	504,590	395,759
23	Interest on Gratuity Fund	3,734,241	3,151,404
24	Income from Insurance Pool	-	-
25	Total	6,381,715,426	4,899,788,948
Appropriation of income from investment, loan and others			
	Transferred to profit and loss account	337,484,445	250,416,786
	Transferred to Revenue Account of Endowment	2,452,136,597	1,874,516,351
	Transferred to Revenue Account of Anticipated Endowment	629,829,533	489,809,563
	Transferred to Revenue Account of Modified Endowment	2,413,296,326	1,870,585,825
	Transferred to Revenue Account of Whole Life Policy	492,637,891	358,800,867
	Transferred to Revenue Account of Term Insurance Policy	3,653,270	8,503,817
	Transferred to Revenue Account of Special Term Insurance Policy	6,869,400	2,578,902
	Transferred to Revenue Account of Other Insurance Policy	41,681,203	39,008,497
	Transferred to Revenue Account of Other Insurance Policy O.E	1,460,555	2,707,988
	Transferred to Revenue Account of Other Insurance Policy (Micro Term Insurance)	2,666,206	2,860,352
	Total	6,381,715,426	4,899,788,948


Damodar Paudyal
HOD(Accounts)


T. Burnawal
DCEO


L.P. Das
CEO/Director


Komal Agrawal
Director


Praveen K. Molri
Director


Ashok K. Agrawal
Director


Tablesan Pandey
Director


Siddhartha Mohanty
Chairman



As per our report dated
09/06/2023
P.L. Shrestha & Co.
Chartered Accountants
Partner



Date : 09/06/2023

Policy Loan And Income from Policy Loan


S.N.	Types of Insurance	Policy Loan		Income From Policy Loan	
		Current year	Previous year	Current year	Previous year
1	Endowment	5,024,533,342	4,690,457,851	478,088,265	436,254,071
2	Anticipated Endowment	1,003,707,579	759,332,423	92,357,281	77,713,130
3	Modified Endowment	6,289,244,733	5,540,645,029	654,845,521	514,405,579
4	Whole Life Policy	1,795,477,459	2,010,268,478	208,661,893	139,918,155
5	Term Insurance Policy	-	-	-	-
6	Special Term Policy	-	-	-	-
7	Other Life Insurance (Endowment Single Premium)	39,766,341	46,255,449	4,906,954	5,741,626
8	Other Life Insurance (Single Premium O.E)	-	-	-	-
9	Other Insurance Policy(Micro Term Insurance)	-	-	-	-
	Total	14,152,729,454	13,046,959,230	1,438,859,913	1,174,032,561

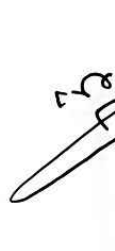

Damodar Paudyal
HOD(Accounts)



Praveen K. Molri
Director



T. Burnawal
DCEO


Ashok K. Agrawal
Director


L.P. Das
CEO/Director


Tablesch Pandey
Director


Komal Agrawal
Director


Siddhartha Mohanty
Chairman

As per our report of even date



CA. Rajesh Poudel
Partner

For PL Shrestha & Co.
Chartered Accountants

Date : 09/06/2023



Claim Paid

SN	Types of Insurance	Death claim payment		Maturity claim paid		Partial Maturity claim paid		Surrender value claim paid	
		Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year
1	Endowment	261,330,683	80,884,617	1,615,561,030	1,460,877,634	-	-	1,202,001,512	574,634,206
2	Anticipated Endowment	22,054,490	6,370,277	369,763,997	354,251,376	256,790,250	222,846,125	125,881,724	67,244,562
3	Modified Endowment	197,258,418	57,994,554	902,021,442	206,912,754	-	-	589,356,813	270,987,277
4	Whole Life Policy	156,479,066	9,655,503	9,541,609	15,249,957	1,747,500	1,404,000	1,609,479,439	284,544,492
5	Term Insurance Policy	1,000,000	400,000	-	-	-	-	-	-
6	Special Term Policy	300,000	-	32,942	194,899	-	-	-	-
7	Other Life Insurance (Endowment Single Premium)	1,946,585	152,925	126,243,570	91,359,523	-	-	11,955,970	26,076,462
8	Other Life Insurance (Single Premium O.E)	7,400,000	24,832,488	-	-	-	-	-	-
9	Other Insurance Policy(Micro Term Insurance)	2,281,000	1,292,500	-	-	-	-	-	-
Total		650,050,242	181,582,864	3,023,164,589	2,128,846,143	258,537,750	224,250,125	3,538,675,458	1,222,586,998

SN	Types of Insurance	Other claim Paid		Total Claim Paid		Total RI Share in Death Claim Paid		Net claim Paid	
		Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year
1	Endowment	2,097,394	1,661,625	3,080,990,619	2,118,058,082	20,025,606	5,259,132	3,060,965,013	2,112,798,950
2	Anticipated Endowment	1,220,402	1,175,597	775,710,863	651,887,937	4,800,000	-	770,910,863	651,887,937
3	Modified Endowment	535,243	471,693	1,689,171,916	535,466,278	23,891,818	3,000,000	1,665,280,098	532,466,278
4	Whole Life Policy	-	-	1,777,247,613	310,853,952	85,030,000	-	1,692,217,613	310,853,952
5	Term Insurance Policy	-	-	1,000,000	400,000	-	-	1,000,000	400,000
6	Special Term Policy	-	-	332,942	194,899	-	-	332,942	194,899
7	Other Life Insurance (Endowment Single Premium)	-	-	140,146,125	117,588,910	-	-	140,146,125	117,588,910
8	Other Life Insurance (Single Premium O.E)	70,000	1,560,000	7,470,000	26,392,488	3,735,000	13,326,245	3,735,000	13,066,244
9	Other Insurance Policy(Micro Term Insurance)	-	-	2,281,000	1,292,500	-	-	2,281,000	1,292,500
Total		3,923,039	4,868,915	7,474,951,078	3,762,135,045	137,482,424	21,585,377	7,336,968,653	3,740,549,668

 Damodar Paudyal
 HOD(Accounts) DCEO
 T. Burnawal
 DCEO
 Ashok K. Agrawal
 Director
 Praveen K. Matri
 Director
 L.P. Das
 CEO/Director
 Tablesh Prasad
 Director
 Komal Agrawal
 Director
 Siddhartha Mohanty
 Chairman

As per the report of even date

 Shrestha & Co.
 Chartered Accountants
 For P.L. Shrestha & Co.
 Chartered Accountants

Date: 09/06/2023



Agent's Commission

S.N.	Types of Insurance	Agent's Commission on First Premium		Agent's comm. on Renewal Premium		Agent's comm. in single		Total Agent's Commission	
		Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year
1	Endowment	312,444,506	241,521,354	379,245,509	345,570,776	-	-	691,690,015	587,092,130
2	Anticipated Endowment	90,315,105	88,208,503	112,513,088	56,449,570	-	-	202,828,193	144,658,074
3	Modified Endowment	155,528,043	128,027,288	273,479,968	274,590,033	-	-	429,008,010	402,617,321
4	Whole Life Policy	130,674,379	223,925,678	226,295,067	196,003,889	-	-	356,969,446	419,929,568
5	Term Insurance Policy	154,649	102,842	76,597	70,571	-	-	231,246	173,412
6	Special Term Policy	34,519	15,239	67,060	66,087	-	-	101,579	81,326
7	Other Life Insurance (Endowment Single Premium)	-	-	-	-	-	-	3,199,792	3,283,795
8	Other Life Insurance (Single Premium O.E)	-	-	-	-	-	-	1,718,158	1,838,508
9	Other Insurance Policy(Micro Term Insurance)	-	-	-	-	-	-	4,917,949	5,122,302
Total		689,151,200	681,800,904	991,677,289	872,750,927	-	-	1,685,746,439	1,559,674,134

[Signature]
Daudar Paudyal
HOD(Accounts)

[Signature]
Praveen K. Mouri
Director

[Signature]
T. Burmawal
DCEO

[Signature]
Ashok K. Agrawal
Director

[Signature]
L.P. Das
CEO/Director

[Signature]
Tablesh Pandey
Director

[Signature]
Komal Agrawal
Director

[Signature]
Siddhartha Mohanty
Chairman

Account Report of even date

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SHRESTHA & CO. Chartered Accountants
L. Shrestha & Co. Chartered Accountants
CA. Shrestha & Co. Chartered Accountants
Partner
For PL Shrestha & Co.
Chartered Accountants

Date : 09/06/2023



Net Service Charge

S.N.	Types of insurance	Gross Service Fee		Re-insurer's share in Gross Service Fee		Net Service Fee	
		Current year	Previous year	Current year	Previous year	Current year	Previous year
1	Endowment	71,486,242	59,408,219	204,155	212,841	71,282,087	59,195,378
2	Anticipated Endowment	18,593,693	12,981,423	110,331	71,320	18,483,361	12,910,102
3	Modified Endowment	52,740,589	45,664,514	314,444	317,119	52,426,145	45,347,395
4	Whole Life Policy	26,679,744	29,155,624	305,360	241,097	26,374,384	28,914,528
5	Term Insurance Policy	68,861	63,503	2,566	1,503	66,295	62,000
6	Special Term Policy	27,202	22,969	129	105	27,074	22,864
7	Other Life Insurance (Endowment Single Premium)	1,659,849	1,758,515	854	406	1,658,995	1,758,109
8	Other Life Insurance (Single Premium O.E)	-	-	-	-	-	-
9	Other Insurance Policy (Micro Term Insurance)	180,224	183,828	8,393	8,951	171,830	174,877
	Total	171,436,404	149,238,594	946,233	853,341	170,490,171	149,385,253


Damodar Paudyal
HOD(Accounts)


T. Burnawal
DCEO

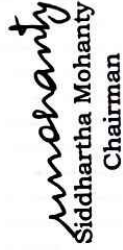

L.P. Das
CEO/Director


Komal Agrawal
Director


Praveen K. Molri
Director


Ashok K. Agrawal
Director


Tablesh Pandey
Director


Siddhartha Mohanty
Chairman

As per our report of even date



For PL Shrestha & Co.
Chartered Accountants

Date : 09/06/2023





A) Management Expenditure

S.N.	Particulars	Current year	Previous year
1	Employee Expenses (Anx 7.1)	253,325,511	195,564,446
2	Building Rent	42,836,377	39,553,240
3	Water & Electricity	4,218,788	3,766,747
4	Repair & Maintenance		
	A. Building	54,217	127,202
	B. Vehicle	1,141,713	721,783
	C. Office Equipment	1,783,288	1,290,186
	D. Others	112,703	153,492
5	Communication	4,412,711	4,086,652
6	Printing and Stationery	18,937,364	17,493,063
7	Non Capital Office Items	1,022,685	836,076
8	Transportation	5,326,831	4,693,230
9	Travelling Expenses (Including Allowance)		
	A. Internal	709,944	2,017,077
	B. International	78,093	681,205
10	Agent Training	5,433,927	4,126,289
11	Other Agents Expenses	485,879,323	639,235,702
12	Insurance premium	2,137,591	1,358,820
13	Security Expenses	1,667,032	1,534,568
14	Legal and Consultancy Fees	1,153,000	192,900
15	Books & Periodicals	230,399	245,470
16	Advertisement and Publicity	14,106,787	15,820,728
17	Business promotion	-	-
18	Entertainment Expenses	566,785	564,938
19	Donation and Awards	-	5,405,000
20	Board Committee Expenses		
	A. Meeting Allowance	543,000	532,000
	B. Others	37,519	1,396,780
21	Other Committee/ Sub Committee Expenses		
	A. Meeting Allowance	395,000	480,000
	B. Others	-	278,974
22	Expenses relating general meeting	238,880	331,859
23	A. Actuarial Service Fee	2,603,520	2,701,365
	B. Actuarial Expenses	-	-
24	Audit Expenses		
	A. Audit Fee	465,560	465,560
	B. Tax Audit Fee	77,970	77,970
	C. Long Form Audit Fee	77,970	77,970
	D. Other Fee	-	398,890
	E. Internal Audit Fee	898,350	960,500
	F. Others Expenses	388,644	497,261
25	Interest	-	-
26	Bank charges	659,042	103,021
27	Fee and charges	4,254,116	4,254,116
28	Depreciation	17,250,433	18,704,099
29	Stamps	2,234,238	2,549,643
30	Other		
	Staff Refreshment Expenses	4,985,129	4,544,919
	Office Upkeep and Cleaning Expenses	5,039,335	5,305,500
	Conference Expenses (Admin)	-	-
	Conference Expenses (Marketing)	9,601,931	15,141,072
	Other Miscellaneous Expenses	7,431,608	6,516,458
	Battery Expenses For Inverter	639,167	455,845
	Information Publication Expenses	615,289	196,543
	Office Shifting Expenses	422,108	-
	Rates & Taxes (Vehicles)	1,193,643	652,005
	License Renewal Fee (Beema Samiti)	50,000	50,000
	Networking Expenses	10,483,298	6,496,514
	Municipality Tax	445,750	86,748
	Land Tax	-	-
	Total	916,166,571	1,012,724,427
	Total for Distribution		
	Transferred to profit and loss account	91,616,657	101,272,443
	Transferred to Revenue Account of Endowment	344,416,606	365,161,882
	Transferred to Revenue Account of Anticipated Endowment	88,337,156	78,627,476
	Transferred to Revenue Account of Modified Endowment	258,507,295	284,089,066
	Transferred to Revenue Account of Whole Life Policy	123,240,249	170,100,324
	Transferred to Revenue Account of Term Insurance Policy	352,392	419,979
	Transferred to Revenue Account of Special Term Insurance Policy	139,577	151,162
	Transferred to Revenue Account of Other Life Insurance Policy (End. Sing. Premium)	8,686,485	11,772,979
	Transferred to Revenue Account of Other Life Insurance Policy (Sing. Premium O.E.)	-	-
	Transferred to Revenue Account of Other Life Insurance Policy (Micro Term Insurance.)	870,154	1,129,117
	Total	916,166,571	1,012,724,427

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7.1 Employee Expenses

Schedule 7. contd..

S.N.	Particulars	Current year	Previous year
1	Salaries	103,856,001	77,098,161
2	Allowances	77,538,542	60,900,844
3	Dashain Expenses	11,083,004	7,483,720
4	Company Contribution Providend Fund	10,783,259	7,506,124
5	Staff Training expenses	599,360	2,824,806
6	Dress Allowance	-	-
7	Medical Expenses	4,514,980	3,016,091
8	Staff Insurance	1,881,212	1,022,569
9	Provision on pension and gratuity	14,642,190	9,400,715
10	Expenses & Provision For Leave Encashment	4,146,279	4,415,711
11	Provision for Other Facilities	-	-
12	Other	-	-
	A. Education Expenses	345,824	246,242
	B. Incentive to Marketing Officials	4,378,930	1,345,000
	C. Recruiting Expenses	2,800	175,588
	D. Employee Benefit Misc.	-	-
	E. Relocation Expenses	809,070	1,669,694
	F. Wages	18,744,060	18,459,181
	g. Stipend Expenses	-	-
	Total	253,325,511	195,564,446


Damodar Paudyal
HOD(Accounts)


T. Burnawal
DCEO


L.P. Das
CEO/Director


Komal Agrawal
Director


Praveen K. Molri
Director


Ashok K. Agrawal
Director


Tablesch Panjey
Director


Siddhartha Mohanty
Chairman

As per our report of even date



CA. Rajendra Poudel
Partner
For PL Shrestha & Co.
Chartered Accountants

Date : 09/06/2023

Income Tax

S.N.	Particulars	Current year	Previous year
1	Income Tax of current year	1,299,469,492	868,554,030
2	Income Tax of Previous years	14,014,148	
3	Total Income Tax For Appropriation	1,313,483,640	868,554,030
4	Deferred Tax of Current Year	13,428,682	(706,498)
	Appropriation		
	Transferred to profit and loss account		
	Appropriation to Profit and Loss	59,087,079	33,325,899
	Deferred Tax of Current Year	13,428,682	(706,498)
	Transferred to Revenue Account of Endowment	506,528,402	337,261,165
	Transferred to Revenue Account of Anticipated Endowment	130,131,739	91,877,523
	Transferred to Revenue Account of Modified Endowment	517,840,059	354,498,400
	Transferred to Revenue Account of Whole Life Policy	88,773,840	42,164,625
	Transferred to Revenue Account of Term Insurance Policy	793,269	1,806,312
	Transferred to Revenue Account of Special Term Insurance Policy	1,617,315	542,472
	Transferred to Revenue Account of Other Life Insurance Policy (End. Sing. Premium)	7,929,308	6,085,703
	Transferred to Revenue Account of Other Life Insurance Policy (Sing. Premium O.E.)	351,001	605,092
	Transferred to Revenue Account of Other Life Insurance Policy (Micro Term Insurance.)	431,628	386,840
	Total	1,313,483,640	868,554,030

Damodar Paudyal
 Damodar Paudyal
 HOD(Accounts)

T. Burnawal
 T. Burnawal
 DCEO

L.P. Das
 L.P. Das
 CEO/Director

Komal Agrawal
 Komal Agrawal
 Director

Praveen K. Molri
 Praveen K. Molri
 Director

Ashok K. Agrawal
 Ashok K. Agrawal
 Director

Tablesh Pandey
 Tablesh Pandey
 Director

Siddhartha Mohanty
 Siddhartha Mohanty
 Chairman

As per report of even date

 For PL Shrestha & Co.
 Chartered Accountants

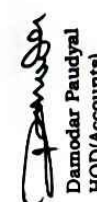
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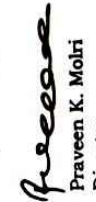



Provision For Outstanding Claim at the end of the Fiscal Year


SN	Types of Insurance	Outstanding Death claim		Outstanding Maturity claim		Outstanding Partial Maturity claim		Outstanding Surrender value claim	
		current year	previous year	current year	previous year	current year	previous year	current year	previous year
1	Endowment	-	-	108,313,089	92,510,631	-	-	3,985,122	3,995,981
2	Anticipated Endowment	-	-	42,163,778	35,636,954	-	-	1,266,843	1,271,588
3	Modified Endowment	-	-	30,233,288	9,701,179	-	-	3,562,587	3,575,998
4	Whole Life Policy	-	-	2,068,328	2,275,137	-	-	228,268	228,268
5	Term Insurance Policy	-	-	-	-	-	-	-	-
6	Special Term Policy	-	-	433,930	332,780	-	-	-	-
7	Other Life Insurance (Endowment Single Premium)	-	-	-	-	-	-	-	-
8	Other Life Insurance (Single Premium O.E.)	-	-	-	-	-	-	-	-
9	Other Life Insurance (Micro Term Insurance)	-	-	-	-	-	-	-	-
	Total	-	-	183,212,413	140,456,681	-	-	9,042,820	9,071,835


	Other Outstanding claim		Claim IBNR (Estimated)		Total Outstanding claim		Share of re-insurer on total outstanding claim		Provision for claim of payment	
	current year	previous year	current year	previous year	current year	previous year	current year	previous year	current year	previous year
	22,175,128	17,530,123	-	-	134,473,339	114,036,735	-	-	154,644,328	131,142,246
	5,947,754	6,548,549	-	-	49,378,375	43,457,090	-	-	56,785,131	49,975,654
	3,301,233	2,775,706	-	-	37,097,108	16,052,883	-	-	42,661,674	18,460,816
	-	-	-	-	2,296,596	2,503,405	-	-	2,641,085	2,878,916
	-	-	-	-	433,930	332,780	-	-	499,020	382,697
	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-
	31,424,115	26,854,378	-	-	223,679,348	176,382,894	-	-	257,231,238	202,840,328


 Damodar Paudyal
 HOD(Accounts)

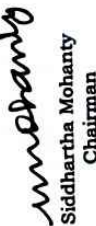
 Praveen K. Mohri
 Director

 T. Burmawal
 DCEO

 L.P. Das
 CEO/Director

 Tablesh Verdey
 Director

 Komal Agrawal
 Director

 Siddhartha Mohanty
 Chairman



Shrestha & Co.
 Chartered Accountants
 For PL Shrestha & Co.
 Chartered Accountants

Date : 09/06/2023



Amount Transferred From Revenue Accounts To P&L A/c

S.N.	Particulars	current year	previous year
1	Transferred from Revenue Account of Endowment	-	-
2	Transferred from Revenue Account of Anticipated Endowment	-	-
3	Transferred from Revenue Account of Modified Endowment	-	-
4	Transferred from Revenue Account of Whole Life Policy	-	-
5	Transferred from Revenue Account of Term Insurance Policy	-	-
6	Transferred from Revenue Account of Special Term Insurance Policy	-	-
7	Transferred from Revenue Account of Other Life Insurance Policy (End. Sing. Premium)	12,643,213	13,427,791
8	Transferred from Revenue Account of Other Life Insurance Policy (Sing. Premium O.E.)	16,684,316	18,660,596
9	Transferred from Revenue Account of Other Life Insurance Policy (Micro Term Insurance)	29,327,529	32,088,387
	Total		

[Signature]
 Damodar Paudyal
 HOD(Accounts)

[Signature]
 T. Burnawal
 DCEO

[Signature]
 L.P. Das
 CEO/Director

[Signature]
 Komal Agrawal
 Director

[Signature]
 Praveen K. Molri
 Director

[Signature]
 Ashok K. Agrawal
 Director

[Signature]
 Tablesh Pandey
 Director

[Signature]
 Siddhartha Mohanty
 Chairman

[Signature]
 For PL Shrestha & Co.
 Chartered Accountants

Date : 09/06/2023




LIFE INSURANCE FUND


S.N.	Types of Insurance	Life Insurance Fund Before Adjustment (Beginning Of The Year)		Transferred From Revenue Account		Transferred From Profit/Loss A/C		Transferred From Reserve & surplus		Life Insurance Fund Before Adjustment (End Of The Year)	
		current year	previous year	current year	previous year	current year	previous year	current year	previous year	current year	previous year
1	Endowment	26,356,286,098	21,792,543,209	5,454,144,779	4,796,996,784	-	-	-	-	31,812,430,877	26,591,539,993
2	Anticipated Endowment	6,488,025,447	5,997,049,411	1,376,626,160	882,068,174	-	-	-	-	7,864,651,607	6,538,286,593
3	Modified Endowment	27,382,618,672	22,217,448,339	5,448,619,221	5,365,707,916	-	-	-	-	32,831,237,892	27,583,156,255
4	Whole Life Policy	6,077,531,437	3,695,107,146	1,094,702,668	2,525,530,535	-	-	-	-	7,172,234,105	6,220,637,681
5	Term Insurance Policy	32,303,195	86,976,183	7,871,303	11,900,195	-	-	-	-	40,174,498	100,876,378
6	Special Term Policy	68,268,291	26,401,781	7,281,121	3,822,229	-	-	-	-	75,549,412	68,268,291
7	Other Life Insurance (Endowment Single Premium)	442,650,452	419,783,525	50,857,730	80,019,818	-	-	-	-	493,508,182	499,803,343
8	Other Life Insurance (Single Premium O.E.)	-	-	-	-	-	-	-	-	-	-
9	Other Life Insurance (Micro Term Insurance)	-	-	-	-	-	-	-	-	-	-
Total		66,849,683,891	53,837,309,894	13,440,302,982	13,668,948,681	-	96,313,090	-	-	80,289,986,873	67,602,568,334

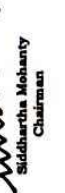
Adjustment in life insurance fund


S.N.	Types of Insurance	Life Insurance Fund Before Adjustment (End Of The Year)		Transferred To Profit & Loss Account		Liabilities Under Policy		Provisions for Bonus		Provisions For Surveys Margin	
		current year	previous year	current year	previous year	current year	previous year	current year	previous year	current year	previous year
1	Endowment	31,812,430,877	26,591,539,993	280,132,818	233,253,895	29,291,999,396	24,255,583,007	2,251,197,642	2,092,285,051	-	-
2	Anticipated Endowment	7,864,651,607	6,538,286,593	116,718,713	50,260,946	6,579,124,679	5,781,142,115	588,476,719	452,348,510	-	-
3	Modified Endowment	32,831,237,892	27,583,156,255	21,320,484	200,537,583	31,428,863,169	25,417,746,786	1,381,054,239	1,804,838,245	-	-
4	Whole Life Policy	7,172,234,105	6,220,637,681	113,341,686	143,106,244	5,830,018,754	4,789,152,461	1,020,075,182	1,287,956,199	-	-
5	Term Insurance Policy	40,174,498	100,876,378	37,785,956	68,573,183	2,388,542	32,303,195	-	-	-	-
6	Special Term Policy	75,549,412	68,268,291	64,011,549	68,268,291	11,537,863	68,268,291	-	-	-	-
7	Other Life Insurance (Endowment Single Premium)	493,508,182	499,803,343	24,127,625	57,152,892	459,898,202	436,043,429	6,434,689	6,077,059	-	-
8	Other Life Insurance (Single Premium O.E.)	-	-	-	-	-	-	-	-	-	-
9	Other Life Insurance (Micro Term Insurance)	-	-	-	-	-	-	-	-	-	-
Total		80,289,986,873	67,602,568,334	627,435,828	782,884,743	73,603,430,605	60,780,239,284	5,247,233,471	5,650,505,064	-	-


S.N.	Types of Insurance	Unallocated Amount		Life Insurance Fund at the end of the year	
		current year	previous year	current year	previous year
1	Endowment	19,806,823	3,418,040	31,562,286,361	26,356,286,098
2	Anticipated Endowment	860,534,456	254,534,822	7,746,135,894	6,488,025,447
3	Modified Endowment	-	160,033,640	32,809,917,408	27,382,618,672
4	Whole Life Policy	208,798,483	422,777	7,059,892,419	6,077,531,437
5	Term Insurance Policy	-	-	2,388,542	32,303,195
6	Special Term Policy	-	-	11,537,863	68,268,291
7	Other Life Insurance (Endowment Single Premium)	3,047,666	599,964	469,380,537	442,650,452
8	Other Life Insurance (Single Premium O.E.)	-	-	-	-
9	Other Life Insurance (Micro Term Insurance)	-	-	-	-
Total		811,886,868	418,939,243	79,662,551,044	66,849,683,891



 Prakash K. Malla
 Director



 Anand K. Agrawal
 Director



 Siddhartha Mohanty
 Chairman


 Komal Agrawal
 Director


 L.P. Das
 CEO/Director


 T. Burman
 DCEO


 Tribhuvan Shrestha
 Director


 SHRESTHA & CO.
 Chartered Accountants

Date: 09/06/2023



Provision Witten Back

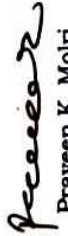
S.N.	Particulars	Current year	Previous year
1	Provision For Loss On Investment Written Back	50,375,187	5,228,665
2	Provision For Loss on Loan WrittenBack	6,066,856	392,262
3	Provision For Doubtful Debt Written Back	-	-
4	Other Provision Written Back	-	-
	TOTAL	56,442,043	5,620,927



 Damodar Paudyal
 HOD(Accounts)


 T. Burnawal
 DCEO

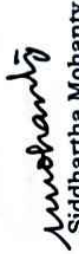

 L.P. Das
 CEO/Director


 Komal Agrawal
 Director


 Praveen K. Molri
 Director


 Ashok K. Agrawal
 Director


 Tabesh Pradey
 Director


 Siddhartha Mohanty
 Chairman

Date : 09/06/23

09/06/2023

As per our report of even date



For PL Shrestha & Co.
 Chartered Accountants



Written Off Expenditure

S.N.	Particulars	Current year	Previous year
1	Preliminary expenses	-	-
2	Pre-operation expenses	-	-
3	Deferred expenses	-	-
4	Investment Written Off	-	-
5	Loan Written Off	179	31,453
6	Debtors Written Off	-	-
7	Other Written Off	-	-
	Total	179	31,453

[Signature]
 Damodar Paudyal
 HOD(Accounts)

[Signature]
 T. Burnawal
 DCEO

[Signature]
 L.P. Das
 CEO/Director

[Signature]
 Komal Agrawal
 Director

[Signature]
 Praveen K. Molri
 Director

[Signature]
 Ashok K. Agrawal
 Director

[Signature]
 Teleshi Pandey
 Director

[Signature]
 Siddhartha Mohanty
 Chairman

As per our report of even date


 For P.L. Shrestha & Co.
 Chartered Accountants

Date : 09/06/2023



Expenses Related to Shares

S.N.	Particulars	Current year	Previous year
1	Share Issuing Expenses	-	-
2	Share Registration Expenses	482,461	1,344,922
3	Share Listing Expenses	622,488	1,112,159
4	Dividend Distribution Expenses	-	-
5	Other Expenses (Share Related)	262,650	137,267
	Total	1,367,599	2,594,348


 Damodar Paudyal
 HOD(Accounts)


 T. Burnawal
 DCEO



 Praveen K. Molri
 Director


 Ashok K. Agrawal
 Director


 L.P. Das
 CEO/Director


 Tabesh Pandey
 Director


 Komal Agrawal
 Director


 Siddhartha Mohanty
 Chairman

As per our report of even date



For PL Shrestha & Co.
 Chartered Accountants

Date : 09/06/2023



Schedule -19

Long Term Loan and Borrowing

SN.	Particulars	Current Year	Last Year
1	Debenture / Bond	-	-
2	Bank	-	-
3	Financial Institution	-	-
4	Others (Detail to be disclosed)	-	-
	Total	-	-


 Damodar Paudyal
 HOD(Accounts)


 T. Burnawal
 DCEO


 L.P. Das
 CEO/Director


 Komal Agrawal
 Director

As per our report of even date




CA. Rajesh Poudel
 Partner

For PL Shrestha & Co.
 Chartered Accountants


 Praveen K. Molri
 Director


 Ashok K. Agrawal
 Director


 Siddhartha Mohanty
 Chairman

Date : 09/06/2023



Schedule - 14

Other expenditures

S.N.	Particulars	Current year	Previous year
1	Fine & Penalties	-	-
2	Late Fee & Fine	7,182,047	-
3	Other	-	-
	Total	7,182,047	-


 Damodar Paudyal
 HOD(Accounts)



 T. Burmawäl
 DCEO



 L.P. Das
 CEO/Director


 Komal Agrawal
 Director


 Praveen K. Molri
 Director


 Ashok K. Agrawal
 Director


 Tablesch Pandey
 Director


 Siddhartha Mohanty
 Chairman

As per our report of even-date

 P.L. Shrestha & Co.
 Chartered Accountants
 For PL Shrestha & Co.
 Chartered Accountants

Date : 09/06/2023



Provision For Losses

S.N.	Particulars	Current year	Previous year
1	Provision For loss on Investment	-	-
2	Provision For loss on loan(Agency)	5,912,101	3,903,829
3	Provision For Doubtful Debt	-	-
4	Other Provision (loss on Policy Loan)	-	-
	TOTAL	5,912,101	3,903,829


 Damodar Faudyal
 HOD(Accounts)



 T. Burnawal
 DCEO



 L.P. Das
 CEO/Director


 Komal Agrawal
 Director


 Praveen K. Molri
 Director


 Ashok K. Agrawal
 Director


 Siddhartha Mohanty
 Chairman

As per our report of 
 For P.L. Shrestha & Co.
 Chartered Accountants

Date : 09/06/2023



A. Share Capital

S.N.	Particulars	Current year	Previous year
1	Authorised capital		
	A. 22110000 Equity Shares worth Rs. 100/- Each	2,211,000,000	2,010,000,000
	B..... Non Redeemable Preferred worth Rs. Each	-	-
	C..... Redeemable Preferred worth Rs. Each	-	-
2	Issued Capital		
	A. 22110000 Equity Shares worth Rs. 100/- Each	2,211,000,000	2,010,000,000
	B..... Non Redeemable Preferred worth Rs. Each	-	-
	C..... Redeemable Preferred worth Rs. Each	-	-
3	Paid up capital		
	A. 22110000 Equity Shares worth Rs. 100/- Each	2,211,000,000	2,010,000,000
	Less: Receivable Paid up Shares worth		
	B..... Non Redeemable Preferred worth Rs. Each	-	-
	C..... Redeemable Preferred worth Rs. Each	-	-
	Total	2,211,000,000	2,010,000,000

B) Ownership Structure of Share

Share Holder	Current year		Previous year	
	No. of equity share	% of ownership	No. of ordinary share	% of ownership
Promotor				
Nepali Organised institution	5,527,500	25%	5,025,000	25%
Nepalese citizen				
Foreigner	12,160,500	55%	11,055,000	55%
Total	17,688,000	80%	16,080,000	80%
General public	4,422,000	20%	4,020,000	20%
Other				
Total	22,110,000	100%	20,100,000	100%

Details Having One or more than one percentage of Shares

S.N.	Particular	Current year		Previous year	
		% of ownership	Amount	% of ownership	Amount
1	Life Insurance Corporation Of India	55%	1,216,050,000	55%	1,105,500,000
2	Vishal Group (Nepal)	25%	552,750,000	25%	502,500,000

Daudar
Daudar Paudyal
HOD/(Accounts)

Bhawal
T. Bhawal
DCEO

L.P. Das
L. P. Das
CEO/Director

Komal Agrawal
Komal Agrawal
Director

Praveen K. Molri
Praveen K. Molri
Director

Tabish Pandey
Tabish Pandey
Director

Siddhartha Mohanty
Siddhartha Mohanty
Chairman



As per our review date

For PL Shrestha & Co.
Chartered Accountants

Date : 09/06/2023

Reserve and Surplus


S.N.	Particulars	current year	previous year
1	Deferred Tax Reserve	6,795,915	20,224,597
2	Capital reserve	-	-
3	Special reserve	-	-
4	Other reserve (Details)	-	-
5	Share premium	61,151,801	61,151,801
6	Proposed Bonus Share	-	442,200,000
7	Uncapitalized Bonus Share	442,200,000	201,000,000
8	Profit transferred from profit and loss a/c	1,143,916,273	430,616,897
	Total	1,654,063,989	1,155,193,295


 Damodar Paudyal
 HOD(Accounts)


 T. Burnawal
 DCEO



 L.P. Das
 CEO/Director


 Komal Agrawal
 Director


 Praveen K. Molri
 Director


 Ashok K. Agrawal
 Director


 Tables Pandey
 Director


 Siddhartha Mohanty
 Chairman

Date : 09/06/2023



As per our report of ~~over~~-date

 For P.L. Shrestha & Co.
 Chartered Accountants

Catastrophe Reserve

Catastrophe Reserve at the Beginning Of the Year		Transferred From P&L A/c		Catastrophe Reserve at the End Of the Year	
Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
339,372,037	267,313,366	77,763,410	72,058,671	417,135,447	339,372,037
339,372,037	267,313,366	77,763,410	72,058,671	417,135,447	339,372,037

Damodar
 Damodar Paudyal
 HOD(Accounts)

Praveen
 Praveen K. Molri
 Director

T. Burnawal
 T. Burnawal
 DCEO

Ashok
 Ashok K. Agrawal
 Director

L.P. Das
 L.P. Das
 CEO/Director

Tablesh
 Tablesh Pardey
 Director

Komal
 Komal Agrawal
 Director

Siddhartha
 Siddhartha Mohanty
 Chairman

As per our report of even date



CA. Rajesh Poudel
 Partner
 For PL Shrestha & Co.
 Chartered Accountants


Date : 09/06/2023





Fixed assets

Particulars	Cost price			Depreciation			Net Price			
	Opening Balance	Current Year Addition	Current Year Deduction	Total	Upto Previous Year	Current Year	Sale/ Adjustment	Total	Upto Current Year	Upto Previous Year
Land	183,692,395			183,692,395					183,692,395	183,692,395
Building	1,136,600			1,136,600	380,183	37,821		418,004	718,596	756,417
Furniture and Fixture	31,250,139	1,891,930	51,610	33,090,458	17,294,569	3,672,440	25,784	20,941,225	12,149,233	13,953,370
Office Equipment	14,492,233	2,674,618	638,571	16,538,280	6,848,323	2,057,519	3,192,866	8,586,556	7,941,724	7,643,911
Computer and EDP	32,973,790	4,399,324		37,373,114	21,160,442	3,224,360		24,384,802	12,988,312	11,813,348
Intangible Assets	767,374	282,500		1,049,874	689,073	69,303		758,376	291,498	78,301
Vehicle	51,169,522	5,128,901	7,175,700	49,122,723	25,413,474	5,307,687	6,394,864	24,326,297	24,796,426	25,756,048
Lease Hold Assets	19,428,588	2,631,908		22,060,496	10,238,418	2,459,675		12,798,093	9,282,403	9,190,170
Other(Nature mentioned)	4,392,910	1,489,033		5,881,943	3,132,884	321,628		3,454,512	2,427,431	1,260,076
Total	339,303,551	18,498,214	7,865,882	349,935,883	85,157,366	17,250,433	6,739,934	95,667,865	254,268,018	254,146,187
Capital Expenditure - WIP	4,194,026	10,000		4,204,026					4,204,026	4,194,026
Total	343,497,577	18,508,214	7,865,882	354,139,909	85,157,366	17,250,433	6,739,934	95,667,865	258,472,044	258,340,213
Previous Year	330,378,983	14,473,957	1,355,363	343,497,577	67,560,256	18,704,099	1,106,990	85,157,366	258,340,213	262,818,728





 Damodar Paudyal
 HOD(Accountant)


 Praveen K. Molri
 Director

 T. Burnawal
 DCEO

 L.P. Das
 CEO/Director

 Tapesh Pandey
 Director

 Komal Agrawal
 Director

 Siddhartha Mohanty
 Chairman

Date : 09/06/2023



(A) Investments


S.N.	Particular	Current Year	Previous Year
(A) Long term investment:			
1	Government Securities & Securities Guranteed by Government	-	-
2	Fixed Deposit at Commercial Bank	44,338,300,000	43,096,800,000
3	Fixed Deposit at Development Bank	940,000,000	955,000,000
4	Plans of citizen investment Trust/ Mutual Fund	84,515,430	212,276,310
5	Fixed Deposit at Financial Instituion	40,000,000	265,000,000
6	Equity Share of Housing Finance Company	-	-
7	Equity Share of Other Company	2,667,016,439	2,258,656,368
8	Preference Share/Debenture of Bank and Financial Institution	7,089,017,000	3,940,618,084
9	Other	-	-
	Total (A)	55,158,848,869	50,728,350,762
(B) Short term investment:			
1	Government Securities & Securities Guranteed by Government	-	-
2	Interest Bearing Deposit at Commercial Bank	8,630,000,000	3,110,000,000
3	Interest Bearing Deposit at Development Bank	445,000,000	290,000,000
4	Plans of citizen investment Trust	-	-
5	Interest Bearing Deposit of Other Financial Institution	265,000,000	60,000,000
6	Preference Share/Debenture of Bank and Financial Institution	398,227,000	70,504,000
7	Other Interest Bearing Deposit at Commercial Bank	1,413,611,857	812,921,218
8	Other Interest Bearing Deposit at Development Bank	225,254,620	35,635,092
9	Other Interest Bearing Deposit at Other Financial Institution	5,220,274	6,344,075
10	Other Interest Bearing Investments	-	-
	Total (B)	11,382,313,750	4,385,404,383
	Total (A+B)	66,541,162,619	55,113,755,146


Damodar Paudyal
HOD(Accounts)


T. Burnawal
DCEO



L.P. Das
CEO/Director


Komal Agrawal
Director


Praveen K. Molri
Director


Ashok K. Agrawal
Director


Tablesha Pandey
Director


Siddhartha Mohanty
Chairman

As per our report of even date



CA. Prashant Poudel
Partner
For PL Shrestha & Co.
Chartered Accountants

Date : 09/06/2023



S.N.	Company	No. of Shares	Net Amount	Face Value	Purchase Price	Market Price	Loss on Investment
1	Agriculture Development Bank Limited	150,001	44,649,539	15,000,100	44,649,539	71,850,479	-
2	Bank of Kathmandu Ltd.	100,000	29,938,351	10,000,000	29,938,351	37,900,000	-
3	Century Commercial Bank Ltd.	185,524	36,428,246	18,552,400	36,428,246	53,987,484	-
4	Chilime Hydropower Company Limited	109,670	55,203,601	10,967,000	55,203,601	75,343,290	-
5	Citizen Bank International Limited	477,272	137,391,175	47,727,200	137,391,175	184,226,992	-
6	Garima Bikas Bank Limited	4,725	994,783	472,500	994,783	2,570,400	-
7	Global IME Bank Limited	200,791	71,114,548	20,079,100	71,114,548	88,548,831	-
8	Jyoti Bikas Bank Limited	50,000	13,335,362	5,000,000	13,335,362	23,900,000	-
9	Kumari Bank Limited	230,000	39,460,452	23,000,000	39,460,452	85,330,000	-
10	Laxmi Bank Limited	30,000	11,850,000	3,000,000	12,614,087	11,850,000	(764,087)
11	Mahaxmi Bikas Bank Ltd.	30,000	13,299,306	3,000,000	13,299,306	13,350,000	-
12	Mega Bank Nepal Ltd.	80,000	24,632,808	8,000,000	24,632,808	29,280,000	-
13	Nabil Bank Limited	191,324	61,753,069	19,132,400	61,753,069	260,009,316	-
14	Nepal Bangladesh Bank Limited	103,264	30,816,358	10,326,400	30,816,358	45,023,104	-
15	Nepal Bank Limited	589,898	77,338,319	58,989,800	77,338,319	261,324,814	-
16	Nepal Credit And Commercial Bank Limited	100,763	33,398,485	10,076,300	33,398,485	36,980,021	-
17	Nepal Film Development Bank Ltd.	154	1,540	1,540	1,540	5,236	-
18	Nepal Lube Oil Ltd.	369	64,500	36,900	64,500	116,604	-
19	Nepal Share Market	6,593	659,300	659,300	3,077,900	-	(3,077,900)
20	Nic Asia Bank Ltd.	40,000	17,025,333	4,000,000	17,025,333	39,760,000	-
21	NMB Bank Limited	284,555	109,491,577	28,455,500	109,491,577	125,204,200	-
22	Prabhu Bank Limited	294,136	101,133,939	29,413,600	101,133,939	134,420,152	-
23	Premier Insurance Co. Ltd.	40,000	46,800,000	4,000,000	52,121,848	46,800,000	(5,321,848)
24	Prime Commercial Bank Ltd.	300,001	137,405,726	30,000,100	137,405,726	143,700,479	-
25	PNCC Bank Ltd (Former Rara Development Bank Ltd.)	32	-	3,200	2,336	-	(2,336)
26	Santima Bank Limited	100,001	23,742,659	10,000,100	23,742,659	48,500,485	-
27	Santima Mai Hydropower Ltd.	209,779	60,146,482	20,977,900	60,146,482	107,616,627	-
28	Shine Resurgence Development Bank Ltd.	50,000	14,160,732	5,000,000	14,160,732	22,350,000	-
29	Siddhartha Bank Limited	221,461	59,717,800	22,146,100	59,717,800	111,616,344	-
30	Sunrise Bank Limited	78,700	17,472,064	7,870,000	17,472,064	28,568,100	-
31	Civil Bank Ltd (Former Uddham Bikash Bank Ltd.)	22	-	2,200	220	-	(220)
32	Yeti Development Bank Ltd.	30	2,070	3,000	2,070	-	(2,070)
National Funds							
33	Laxmi Equity Fund	2,924,792	29,247,920	29,247,920	29,247,920	40,362,130	-
34	NIC Asia Balanced Fund	2,000,000	20,000,000	20,000,000	20,000,000	27,460,000	-
35	NIC Asia Dynamic Debt Fund- NADDF	664,830	6,648,300	6,648,300	6,648,300	6,648,300	-
36	NMB Hybrid Fund L-1	1,261,921	12,619,210	12,619,210	12,619,210	17,225,222	-
37	Citizen Investment Trust	160,000	16,000,000	16,000,000	16,000,000	16,000,000	-
Promoter Shares							
38	Citizen Investment Trust	246,912	214,823,667	24,691,228	214,823,667	296,294,736	-
39	Kumari Bank Ltd. Promoter	446,395	21,132,300	44,639,500	21,132,300	66,959,250	-
40	Nepal Infrastructure Bank Ltd. Promoter	8,400,000	840,000,000	840,000,000	840,000,000	840,000,000	-
41	Nepal Investment Bank Ltd. Promoter	1,041,591	184,888,928	104,159,100	184,888,928	419,761,173	-
42	Nepal Reinsurance Company Ltd. Promoter	718,952	71,895,167	71,895,167	71,895,167	71,895,167	-
43	NLO Insurance Company Ltd. Promoter	594	31,612	59,400	31,612	104,544	-
44	Prabhu Bank Ltd. Promoter	117,358	20,093,517	11,735,800	20,093,517	23,471,600	-
45	Prime Commercial Bank Ltd. Promoter	540,762	32,056,704	54,076,200	32,056,704	96,255,636	-
46	Sunrise Bank Ltd. Promoter	13,337	464,328	1,333,700	464,328	2,147,257	-
Non-Eligible Shares							
47	Care Ratings Nepal Ltd.	25,000	2,500,000	2,500,000	2,500,000	2,500,000	-
48	Insurance Institute of Nepal.	11,950	1,195,000	1,195,000	1,195,000	1,195,000	-
Total		22,833,459	2,742,365,478	1,666,707,023	2,751,531,870	4,018,412,972	(9,168,462)

Note: 1. Insurer's investment in share of sister/Holding company and joint investment company has to be mentioned separately.

2. Investment made in share not enlisted as per rule has to be mentioned separately.

3. Separately to be disclosed of promoter share and other ordinary share.

This Schedule includes Mutual funds shares as well.

[Signature]
Dipendra Paudyal
HOD(Accounts)

[Signature]
T. Burraawal
DCEO

[Signature]
L.P. Das
CEO/Director

[Signature]
Komal Agrawal
Director

[Signature]
Pravesh K. Mohri
Director

[Signature]
Ashok K. Agrawal
Director

[Signature]
Tabbar Paudyal
Director

[Signature]
Siddhartha Mohanty
Chairman



Date: 09/06/2023

Cash and Bank Balances

S.N.	Particular	Current Year	Previous Year
1	Cash Balance	145,547,711	540,942,481
	Total (A)	145,547,711	540,942,481
2	Bank Balance		
	Deposit in Commercial Banks	1,269,646,358	903,089,512
	Deposit in Development Banks	219,976,952	83,739,285
	Deposit of Financial Institutions	1,821,827	4,998,076
	Other	-	-
	Total (B)	1,491,445,137	991,826,872
	Total (A+B)	1,636,992,849	1,532,769,353


 Damodar Paudyal
 HOD(Accounts)


 T. Burnawal
 DCEO


 L.P. Das
 CEO/Director


 Komal Agrawal
 Director


 Praveen K. Molri
 Director


 Ashok K. Agrawal
 Director


 Tablesh Pandey
 Director


 Siddhartha Mohanty
 Chairman

As per-own-report of even date



CA. P. L. Shrestha
 Partner
 For PL Shrestha & Co.
 Chartered Accountants

Date : 09/06/2023



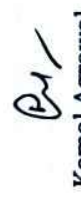
Other loans

S.N.	Particular	Current Year	Previous Year
(A)	Long Term Loans		
1	Loan To Agents		
2	Loans To Employees	67,115,988	65,764,298
3	Other		-
	Total (A)	67,115,988	65,764,298
(B)	Short Term Loan		
1	Loans To Agents	383,117,467	417,548,229
2	Loans To Employees		
3	Other		-
	Total (B)	383,117,467	417,548,229
	Total (A+B)	450,233,455	483,312,527


 Damodar Paudyal
 HOD(Accounts)


 T. Burnawal
 DCEO



 L.P. Das
 CEO/Director


 Komal Agrawal
 Director


 Praveen K. Molri
 Director


 Ashok K. Agrawal
 Director


 Tablesch Pandey
 Director


 Siddhartha Mohanty
 Chairman

As per report of even date

 P.L. Shrestha & Co.
 Chartered Accountants
 CA. Rajesh Poudel
 Partner
 For PL Shrestha & Co.
 Chartered Accountants

Date : 09/06/2023




Other Assets

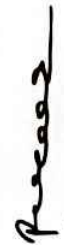
S.N.	Particular	Current Year	Previous Year
1	Interest Receivable Against Investments	275,344,963	225,256,541
2	Interest Receivable Against Policy Loans	1,633,827,547	1,379,126,148
3	Other Interest Receivable against loan(except of Policy Loan)	1,022,619	1,100,775
4	Receivable From Other Insurer (Insurance Pool)	-	-
5	Due from re-Insurer	68,876,944	17,450,231
6	Miscellaneous Debtors	2,398,627	3,399,175
7	Advance Tax	3,941,871,041	3,047,055,682
8	Staff advances	627,392	464,979
9	Other advances	795,769	937,737
10	Security Deposits	402,112	281,000
11	Outstanding insurance premium	-	-
12	Less: outstanding insurance premium suspense	-	-
13	Others	-	-
	a) Prepaid S.B. Claims	-	-
	b) Prepaid Expenses	5,333,511	10,769,711
	c) Debenture/ Share Application	1,454,407,000	-
	d) Gratuity Fund at CIT	62,421,928	50,106,243
	e) Prepaid Maturity Claims	-	-
	f) Differred Tax Assets	6,795,915	20,224,597
	g) Cheque deposited but credit not received	10,859,411	452,103,451
	Total:	7,464,984,779	5,208,276,270


Damodar Paudyal
HOD(Accounts)


T. Burmawāl
DCEO


L.P. Das
CEO/Director


Komal Agrawal
Director


Praveen K. Molri
Director


Ashok K. Agrawal
Director


Tablesh Pandey
Director


Siddhartha Mohanty
Chairman



As per report of even date
L. Shrestha & Co.
Chartered Accountants
C.A. Rajesh Poudel
Partner
For PL Shrestha & Co.
Chartered Accountants



Date: 09/06/2023

Current Liability

S.No.	Particular	current year	previous year
1	Due to Agents	217,169,442	284,872,292
2	Due to other Insurer	-	-
3	Due to re-insurer	3,529,368	16,793,092
4	Short term loans	-	-
5	Deposit premium	39,126,035	79,805,996
6	Unidentified Premium	106,408,973	15,318,106
7	Miscellaneous creditors	262,662,120	211,298,174
8	Due to Associate/Holding company	-	-
9	TDS Payable	68,324,672	139,608,350
10	VAT Payable	-	-
11	Income Tax Payable	4,131,274,068	2,817,790,428
12	Service Charges Payable to Beema Samiti	171,295,749	149,238,594
13	Payable To Directors	-	-
14	Others	-	-
	Cheque issued But Not Encashed	980,019,027	1,019,527,914
	Medical Fee Payable	-	2,431,178
	Salary Payable	6,697,973	5,909,847
	Total	5,986,507,426	4,742,593,971


Damodar Paudyal
HOD(Accounts)


T. Burnawal
DCEO

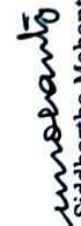

Ashok K. Agrawal
Director


Praveen K. Molri
Director


L.P. Das
CEO/Director


Tablesch Pandey
Director


Komal Agrawal
Director


Siddhartha Mohanty
Chairman

As per report of even date



C.A. Rajesh Poudel
Partner
For PL Shrestha & Co.
Chartered Accountants



Date : 09/06/2023

Provision for Unexpired risk

S.N.	Particular	current year	previous year
1	Unexpired risk provision of (O.E Single Premium) insurance	3,545,765	18,814,425
2	Unexpired risk provision of Micro Term insurance	12,035,386	14,344,028
3	Unexpired risk provision ofinsurance	-	-
		-	-
	Total	15,581,151	33,158,452


 Damodar Paudyal
 HOD(Accounts)


 T. Burnawal
 DCEO



 Praveen K. Molri
 Director


 Ashok K. Agrawal
 Director


 L.P. Das
 CEO/Director


 Komal Agrawal
 Director


 Tables Pandey
 Director


 Siddhartha Mohanty
 Chairman

As per our report of even date



P. L. Shrestha & Co.
 Chartered Accountants
 CA. P. L. Shrestha
 Partner
 For PL Shrestha & Co.
 Chartered Accountants

Date : 09/06/2023



Other Provision

S.N.	Particulars	Provision at Beginning of the Year		Provision for the Year		Amortized/ Payment for the Year		Written Back for the Year		Provision at the End of the Year	
		current year	previous year	current year	previous year	current year	previous year	current year	previous year	current year	previous year
1	Provision For Dividend	33,852,631	541,804,907	-	23,273,685	10,578,947	531,225,962	-	-	23,273,684	33,852,631
2	Provision for loss on Investment	59,543,649	64,772,314	-	-	-	-	50,375,187	5,228,665	9,168,462	59,543,649
3	Provision for loss on Loan	6,737,006	3,225,439	5,912,101	3,903,829	-	-	6,066,856	392,262	6,582,251	6,737,006
4	Provision For bad Debts	-	-	-	-	-	-	-	-	-	-
5	Provision for other Loss (policy Loan)	38,134	-	179	38,134	-	-	-	-	38,313,000	38,134
6	Provision For Employees	-	-	-	-	-	-	-	-	-	-
a)	Pension and Gratuity	50,106,243	41,434,387	14,642,190	9,400,715	2,326,505	728,859	-	-	62,421,928,00	50,106,243
b)	Leave Encashment	19,863,711	16,155,482	4,146,279	4,415,711	4,348,018	707,482	-	-	19,661,977,00	19,863,711
c)	Housing and Other Benefit	-	-	-	-	-	-	-	-	-	-
d)	Bonus	140,429,690	58,029,591	94,461,096	83,689,568	55,532,493	1,289,469	-	-	179,358,293,11	140,429,690
e)	Others	-	-	-	-	-	-	-	-	-	-
7	Other Provision	-	-	-	-	-	-	-	-	-	-
	Total	310,571,064	725,422,121	119,161,845	124,721,642	72,785,963	533,951,772	56,442,043	5,620,927	300,504,903	310,571,064

Note: Under the Column Of Amortized/ Payment for the year amounts have been paid.

Damodar Paudyal
 Damodar Paudyal
 HOD(Accounts)

T. Burnawal
 T. Burnawal
 DCEO

L.P. Das
 L.P. Das
 CEO / Director

Komal Agrawal
 Komal Agrawal
 Director

Ashok K. Agrawal
 Ashok K. Agrawal
 Director

Tablesh Rautley
 Tablesh Rautley
 Director

Siddhartha Mohanty
 Siddhartha Mohanty
 Chairman



CA. P. L. Shrestha
 Partner
 For P. L. Shrestha & Co.
 Chartered Accountants

Date: 09/06/2023



Miscellaneous expenses (To the extent not adjusted / amortize)

S.N.	Particular	current year	previous year
1	Preliminary expenditure (To the extent not written off)	-	-
2	Pre- operation expenditure (To the extent not written off)	-	-
3	Deferred expenses(Premium on investment to the extent not written off)	-	-
4	Other(To the extent not written off)	-	-
	Total	-	-


 Damodar Paudyal
 HOD(Accounts)



 T. Burnawal
 DCEO



 L.P. Das
 CEO/Director


 Komal Agrawal
 Director


 Praveen K. Molri
 Director


 Ashok K. Agrawal
 Director


 Tablesh Bhandey
 Director


 Siddhartha Mohanty
 Chairman

As per report of even date




For P.L. Shrestha & Co.
 Chartered Accountants

Date : 09/06/2023




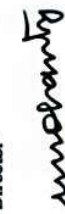
Sl. No.	Particulars	Indicator	Main Indicator									
			Fiscal Year 2017-18 (2020/21)	Fiscal Year 2016-17 (2019/20)	Fiscal Year 2015-16 (2018/19)	Fiscal Year 2014-15 (2017/18)	Fiscal Year 2013-14 (2016/17)					
1	Net worth	Rs.	4,282,199,437	3,484,340,736	2,787,085,007	2,474,066,708	1,683,492,063					
2	No. of Shares	Number	22,110,000	20,100,000	14,948,388	13,346,775	13,346,775					
3	Book value per share	Rs	193.68	173.35	186	188	126					
4	Net profit	Rs	777,634,104	720,586,710	310,302,353	1,345,548,211	134,973,896					
5	Earning per share(EPS)	Rs	35.17	35.85	21	101	10					
6	Dividend per share (DPS) Including Bonus share	Rs	2,342	23.16	14.15	78.40	12.63					
7	Market price per share (MPPS)	Rs	1,600	1,600	1,600	1,622	2,151					
8	Price Earning Ratio (PE Ratio)	Ratio	66.59	37.10	77	16	213					
9	Capital / Net Assets	%	2.44	2.95	2.46	2.95	3.79					
10	Increase in Investment	%	20.73	20.27	23.65	21.67	28.75					
11	Increase in Life Fund	%	19.17	24.17	27.48	25.85	26.71					
12	First Year Premium	Rs	3,558,285,473	3,752,970,496	4,228,351,256	2,888,947,245	2,633,491,713					
13	Total Premium	Rs	17,143,640,433	14,923,859,436	13,411,656,787	10,458,762,811	8,709,054,018					
14	Net Premium / Total Premium	%	99.45	99.43	100	100	98					
15	Net Profit / Total Premium	%	5	5	2	13	2					
16	Total Premium / Total Assets	%	19	20	22	22	23					
17	Income from loan, investment/Total Loan, investment	%	9.69	8.91	9.25	9.26	7.52					
18	Income from Policy Loan/Total Policy Loan	%	10.17	9.00	9.46	8.84	8.84					
19	Total investment, loan / Life fund	%	101	102	102	103	104					
20	Re-insurance Commission income / Total re-insurance premium	%	15	37	43	31	16					
21	Management expenses / Total premium	%	5.34	6.79	7.32	6.21	5.66					
22	Total Expense/Total Premium	%	16.22	18.25	19.69	18.10	17.10					
23	Agents Expenses / Total premium	%	9.83	10.45	11.32	11.02	10.78					
24	No. of Agents	Number	48294	45479	42454	39317	37237					
25	No. of Staffs	Number	242	246	200	162	141					
26	No. of Branches	Number	76	78	61	42	36					
27	Employee expenses / Management Expenses	%	27.65	19.31	16.27	21.10	19.87					
28	Employee expenses / No. of staff	Rs	1,046,800	794,977	798,449	846,503	685,046					
29	O/s claim amount / Paid claim	%	3.51	5.42	4.79	0.95	1.21					
30	No. of total policies	Number	674,779	764,378	735,745	734,608	715,919					
31	Current year's renewed policies / last year's total policies	%	73.21	83.29	89.10	91.91	89.50					
32	No. of policies of claims/ Total policies	%	0.14	0.08	0.10	0.11	0.09					
33	Solvency Margin	%	3.35	3.50	1.75	3.86	2.91					
34	Vested Bonus Rate	Rs. per thousand	39-64	54-70	66-80	66-80	61-75					
35	Interim Bonus Rate	Rs. per thousand	39-64	54-70	66-80	66-80	61-75					

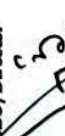
 Demodar Paudyal
 HOD(Accounts)

 Praveen K. Mohri
 Director

 L.P. Das
 CEO/Director

 Komal Agrawal
 Director

 Siddhartha Mohanty
 Chairman

 Tablesh Pradey
 Director

Date: 09/06/2023

Approved by the Board of even date

 Chartered Accountants
 For PL Shrestha & Co.
 Chartered Accountants



Life Insurance Corporation (Nepal) Ltd
Additional ratios



Schedule - 30(A)

S.N.	Particulars	Indicators	2077-78	2076-77	2075-76	2074-75	2073-74
A	Business Indicators						
1	Increase in Gross Premium	%	14.87	11.28	28.23	20.09	23.18
1.1	Increase in Net Premium	%	14.90	-11.24	28.25	22.10	22.50
2	Increase in First Premium	%	-5.19	-0.11	46.36	9.70	16.26
2.1	Endowment	%	27.26	-29.99	15.09	24.94	13.39
2.2	Anticipated Endowment	%	4.81	5.78	564.13	21.82	6.06
2.3	Modified Endowment	%	22.47	-41.99	11.89	15.84	1.14
2.4	Whole Life Policy	%	-48.95	30.74	173.71	78.70	20.60
2.5	Term Policy	%	34.63	35.22	-23.07	-54.92	-59.18
2.6	Special Term Policy	%	126.52	-28.21	51.91	-46.37	-54.34
2.7	Other Policy (Single Premium)	%	-5.61	94.24	-28.64	2.23	31.63
2.8	Other Policy (O.E Single Premium)	%	0.00	0.00	-100.00	-95.97	82.45
2.9	Other Policy (Micro/Group Micro Term Insurance)	%	-1.96	-10.90	90.81	55.92	
3	Increase in Investment	%	20.73	20.27	26.75	24.67	30.44
4	Increase in Life Fund	%	19.17	24.17	27.48	25.85	4.51
B	Capital Adequacy and Solvency	%					
5	Capital / Net Total Assets Ratio	%	4.60	4.47	4.16	4.69	4.17
6	Capital/ Technical Reserve Ratio	%	4.57	4.38	4.41	5.63	4.64
7	Solvancy Ratio	%	223.51	233.09	-54.66	257.33	194.00
C	Assets and Loan Control	%					
8	Investment in unlisted shares / Net Total Assets	%	0.00	1.20	1.51	0.11	5.24
9	Investment in Shares / Net Total Assets	%	3.27	3.43	3.65	2.67	3.40
10	Loan to agents / No of agents	Rs.	7933.02	9181.12	7844.09	7300.56	6347.55
D	Reinsurance and Actuary						
11	Net Risk Bearing Ratio	%	99.45	99.43	99.52	99.51	97.87
11.1	Endowment	%	120.42	99.64	99.67	99.70	140.18
11.2	Anticipated Endowment	%	143.17	99.45	99.85	99.86	17.74
11.3	Modified Endowment	%	115.61	99.31	99.38	99.43	506.70
11.4	Whole Life Policy	%	91.21	99.17	99.18	99.29	18.38
11.5	Term Policy	%	106.93	97.63	97.58	97.97	1.30
11.6	Special Term Policy	%	118.41	99.54	99.68	99.72	28.51
11.7	Other Policy (Single Premium)	%	94.36	99.98	99.98	99.99	5362.98
11.8	Other Policy (O.E Single Premium)	%	0.00	0.00	0.00	49.59	151.49
11.9	Other Policy (Micro/Group Micro Term Insurance)	%	98.26	95.13	97.72	99.22	0.00
12	Net Technical reserve/ average of Net Premium income of Las three year	%	489.09	472.34	397.64	397.64	387.95
13	Average Unexpired risk reserve of past 3 years for Term Insurance	%	85.60	199.65	53.07	53.07	164.91
E	Expense Analysis						
14	Expense ratio	%	15.78	17.72	19.44	17.46	17.63
15	Commission ratio	%	9.89	10.51	11.33	10.65	11.12
16	Total management expenses / Gross Premium	%	5.34	6.79	7.32	6.21	5.66
17	Agent expenses (Others) / Total Management Expense	%	53.63	63.53	4.74	3.44	3.07
18	Direct Business Acquisition Ratio	%	14.20	17.56	15.67	13.34	10.62
F	Investment and Return						
19	Return on Investment	%	10.42	9.62	12.32	11.17	8.51
20	Return on Capital	%	33.80	36.97	19.06	63.34	12.90
G	Lapsed Policy						
21	Return on Policy Loan	%	9.50	9.00	9.46	8.84	9.03

Damodar Paudyal
HOD(Accounts)

T. Burnawal
DCEO

K.P. Das
CEO/Director

Komar Agrawal
Director

Praveen K. Mohr
Director

Ashok K. Agrawal
Director

Tablesah Paudyal
Director

Siddhartha Mohanty
Chairman



As per our report of even date

CA. Rakesh Boudel
Partner
For PL Shrestha & Co.
Chartered Accountants

Date : 09/06/2023

Actuary Report

S.No.	Types of Insurance	In-force No. Of Policies		Total Sum Assured		Sum at Risk		Sum at Risk transferred to re-insurer		Sum at Risk borne by Insurer	
		Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
1	Endowment	380,885	372,406	107,389,502,773	336,663,921,634	103,093,922,662	324,995,883,226	9,253,606,482	32,206,779,462	93,140,316,180	292,729,103,763
2	Anticipated Endowment	57,565	60,310	18,560,103,159	44,888,057,826	17,817,699,033	43,332,335,489	4,562,300,325	4,302,192,689	13,255,398,708	39,030,142,800
3	Modified Endowment	150,188	145,600	65,301,073,421	132,069,835,177	62,689,030,484	127,492,292,681	9,851,791,390	12,657,900,926	52,837,239,094	114,834,391,756
4	Whole Life Policy	34,878	28,924	39,763,974,113	41,729,366,059	38,173,415,148	40,283,117,101	14,225,161,442	3,999,455,140	23,948,253,706	36,283,661,961
5	Term Insurance Policy	2,543	43,170	1,052,850,000	7,135,800,555	1,010,736,000	6,888,489,247	134,302,872	683,914,397	876,433,428	6,204,574,850
6	Special Term Policy	303	313	128,550,000	453,803,427	120,528,000	438,075,888	36,660,000	43,493,746	82,666,000	394,581,842
7	Other Life Insurance (Endowment Single Premium)	3,389	3,733	569,700,000	477,740,000	546,912,000	461,182,572	8,602,884	45,787,892	538,309,116	415,394,680
8	Other Life Insurance (Overseas Employment S.P.)	508	8,047	507,500,000	8,044,500,000	487,200,000	7,765,695,148	48,232,800	771,006,605	438,967,200	6,994,688,542
9	Other Life Insurance (Micro Term Insurance)	44,820	101,875	4,180,460,409	1,782,869,541	4,013,241,993	1,721,079,165	397,310,957	170,875,032	3,615,931,035	1,550,204,133
	Total	674,779	764,378	237,450,713,878	873,246,694,218	227,992,686,320	853,578,180,216	39,217,968,852	84,941,405,888	188,734,716,467	498,436,744,328

Damodar Paudyal
 Damodar Paudyal
 HOD(Accountants)

Praveen K. Mohri
 Praveen K. Mohri
 Director

T. Burniswal
 T. Burniswal
 DCEO

L.P. Das
 L.P. Das
 CEO/Director

Tabish Pandey
 Tabish Pandey
 Director

Komal Agrawal
 Komal Agrawal
 Director

Siddhartha Mohanty
 Siddhartha Mohanty
 Chairman

As per report of upto date

SHRESTHA CO.
 Chartered Accountants
 CA. Ramesh Prasad
 Partner
 For P.L. Shrestha & Co.
 Chartered Accountants
 Partner

Date: 09/06/2023





LIFE INSURANCE CORPORATION (NEPAL) LIMITED

Significant Accounting Policies

1. General Information:

1.1 Identity of the Company:

Life Insurance Corporation (Nepal) Limited is a limited liability company domiciled in Nepal. The Company was incorporated under the Nepal Companies Act, on December 26, 2000. The address of its registered office is Star Mall, Putalisadak, Kathmandu, Nepal. The Company has a primary listing on the Nepal Stock Exchange Limited.

1.2 Nature of Business:

The company obtained regulatory approval to undertake Life Insurance business on September 1, 2001 from Nepal Insurance Authority (Insurance Regulatory Authority in Nepal). Under the approval, the Company is authorized to carry Life Insurance Business.

1.3 Promoters and shareholders:

The principal promoters of the company are Life Insurance Corporation of India (55%) and Vishal Group of Nepal (25%). The General Public holds 20% shares in the company as on 15.07.2021.

1.4 Authorization to issue financial statements:

The financial statements are prepared by the Company and presented before the Nepal Insurance Authority for approval.

2. Summary of significant accounting policies:

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.

2.1 Basis of Preparation:

The Institute of Chartered Accountants of Nepal (ICAN) has made it compulsory to implement NFRS for all Insurance Companies with effect from F.Y. 2073-74 and the company has prepared separate NFRS based financial statement during the year.

Financial statements of the Company have been prepared in accordance with formats prescribed by Financial Directives 2065 of Nepal Insurance Authority which is authorized by the Insurance Act to prescribe format for preparation of financial statements. Whereas the said format does not address a particular issue, Nepal Accounting Standard has been applied.

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The financial statements are presented in Nepalese Rupee. The financial statements, except cash flow statement, are prepared in accordance with the historical cost convention, on accrual basis of accounting (except otherwise stated).

2.2 Significant Deviations from Nepal Accounting Standards:

Premium and some of the other incomes (interest on premium) are recognized and accounted on cash basis which is a deviation from the recognition of revenue prescribed in NAS which requires recognition of revenue at the fair value of consideration received and receivable.

3. Foreign Currency:

Transactions in foreign currencies are translated to Nepalese Rupee at the foreign exchange rate ruling at the date of the transaction. The Company has no monetary or non-monetary assets and liabilities denominated in foreign currency.

4. Fixed Assets:

Owned Assets:

Fixed Assets are stated at cost less accumulated depreciation (see below) and impairment losses. The cost includes purchase price and any cost directly attributable to bringing the assets to its working condition for its intended use.

Depreciation:

a) Depreciation is charged on Written down Value method over the estimated useful lives of fixed assets. The depreciation rates applied for various assets categories are as follows.

<u>Types of Property</u>	<u>Depreciation rate</u>
Furniture & Fixtures	25%
Office Equipment	25%
Computer and EDP	25%
Intangible Assets	25%
Lease Hold Assets	25%
Vehicles	20%
Other Assets	25%

b) Depreciation is provided on the fixed assets from the subsequent month of the acquisition date to the prior month of disposal unless it is fully depreciated before its disposal.

c) Capital Items for less than Rs. 5000/- are treated as Revenue Expenditure in the year of acquisition and charged to Profit and Loss Account and Revenue Account.

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5. **Investments:**

a) **Classification:**

Investments maturing within twelve months from the date of financial statements are classified as short-term investments. Investments other than short-term investments are classified as long-term investments.

b) **Valuation:**

Government securities:

Government securities are stated on cost price or face value whichever is less. Premium (excess of cost price over face value) is amortized on a straight line basis over the holding/maturity period. Similarly discount (excess of face value over cost price) is accounted as gain on investment on a straight line basis over the holding/maturity period.

Fixed Deposit of Banks/ Financial Institutions:

Fixed deposits in commercial banks and other financial institutions are accounted on principal amount.

Shares of public Companies:

The investments made in ordinary shares of public companies are accounted on cost price.

Debentures of Public Companies:

Debentures of public companies are stated on cost price or face value whichever is less. Premium (excess of cost price over face value) is amortized on a straight line basis over the holding/maturity period. Similarly discounts (excess of face value over cost price) are accounted as gain on investment on a straight line basis over the holding/maturity period.

Impairment:

Securities that are listed in stock exchange are considered as marketable securities. Any loss arising from change in market value is credited to Provision to Loss on Investment by charging to Profit and Loss Account. Gain arising from change in market price is adjusted in the provision to loss on investment to the extent of such provision. Gain arising from change in market price not adjusted is not recognized as revenue unless disposed.

5.1 **Cash and Bank Balances:**

Cash and bank balance comprises cash balances, bank balances other than fixed deposits and other highly liquid materials. Bank overdrafts that are repayable on demand and form an integral part of the company's cash management are included within borrowings in current liabilities on the Balance Sheet.



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6. Loan to Policyholders:

Loan to policy holder in excess of surrender value of the Policy is written off in the year in which outstanding loans exceeds surrender value.

7. Provision for unexpired risk:

Provision for unexpired risk in Overseas Employment insurance and Micro Term Insurance is made on the basis of actuary valuation or proportionate premium to the remaining term whichever is higher. No such provisions are made for other insurance.

8. Miscellaneous Expenditure to the extent not written off:

Miscellaneous expenditure to the extent not written off comprises of premium paid on investments as stated in policy.

9. Revenue Recognition:

9.1 Premium Income:

Premium Income has been recognized on cash basis as required under directives of the Insurance Board.

9.2 Re-insurance Commission:

Regular Re-insurance commissions are recognized on accrual basis. Profit commissions on re- insurance are recognized on cash basis which is not in accordance with NAS.

9.3 Other Income:

Interest (including interest on call deposit) income is recognized on accrual basis. Dividend income is recognized as income when right to receive is established.

9.4 Income from loans and advances:

Incomes on loan against insurance policies and other loans provided to agents and staffs are accounted for on accrual basis.

10. Income and Expenditure Allocation Policy:

- a) Interest and Dividend incomes are allocated to Profit and Loss Account and Revenue Account as prescribed in the Financial Directives 2065 issued by Insurance Board.
- b) Expenses related to insurance business are charged to Revenue Account.
- c) As prescribed in the Financial Directives 2065 issued by Insurance Board, Management expenditure is allocated in the ratio of 10:90 to Profit & Loss Account and Revenue Account respectively.





11 Claim Payment:

Claims paid include specific claim settlement costs such as investigation/legal fees and other directly attributable following a loss accepted. Claims are accounted for on accrual basis.

11.1 Provision for Insurance Claim:

Claims are recognized on the date of intimation of the loss without deducting amount recoverable from reinsurers. Estimated liability for outstanding claims is determined on the basis of individual claim and is provided at 115% of outstanding claim as prescribed in section 15(d) of Insurance Regulation 2049.

11.2 Catastrophe Reserve:

As per the instruction issued by Nepal Insurance Authority vide their letter dated 2071.06.08, circular no. Bi.Bi.Sa. 76/(071/72) dispatch no. 836, a catastrophe reserve equal to 10% of the amount available for appropriation has been made.

12. Recognition of income from Insurance Business:

The insurance liability arising from the insurance contracts is estimated by independent actuarial valuation. Amount recommended, on such actuarial valuation, to recognize as income is recognized in Profit and Loss Account in accordance with Financial Directives 2065 issued by Insurance Board.

13. Employee Benefits:

Short term employee benefits:

Short term benefits to employees are recognized on accrual basis.

Short term compensated absences:

Salary in lieu of leaves is recognized on accrual basis.

Retirement Benefits:

The Company has defined benefit plan for retirement benefits of employees. A defined benefit plan is a retirement plan that defines an amount of gratuity benefit that an employee will receive on retirement, usually dependent on one or more factors such as age, years of service and compensation. The Company pays contributions to Citizen Investment Trust on a contractual basis. The contributions are recognized as employee benefit expenses when they are due.

14. Income Tax:

Income tax on the profit or loss for the year comprises current and deferred taxes. Income tax is recognized in the Profit and Loss Account and Revenue Account except to the extent that it relates to items recognized directly to equity, in which case it is recognized in equity.





Current Tax:

Current tax is the amount of income taxes payable (recoverable) in respect of the taxable profit (tax loss) for a period. Current tax liabilities (assets) for the current and prior periods are measured at the amount expected to be paid to (recovered from) the taxation authorities, using the tax rates that has been enacted by the Balance Sheet date.

Deferred Tax:

Deferred tax asset is recognized for all temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilized.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on tax rates that have been enacted or substantively enacted by the balance sheet date.

Allocation between Profit and Loss Account and Revenue Account:

Income Tax is allocated between Profit & Loss Account and Revenue Account as per the derived weights of Profit & Loss Account and Revenue Account as prescribed by Financial Directives 2065 issued by the Insurance Board.

15. Impairment of Assets:

The carrying amounts of assets are reviewed at each balance sheet date, if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount.

16. Financing and Borrowing Cost:

Financing/Borrowing costs attributable to the acquisition of the asset is capitalized as part of the cost of the asset. Other Financing/Borrowing costs are charged to the Income Statement.

17. Provisions, Contingent Liabilities and Contingent Assets

The Company creates a provision when there is a present obligation as a result of past events that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets are not recognized in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an economic benefit will arise, the asset and

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related income are recognized in the period in which the change occurs.

18. Earnings per Share:


Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

19. Comparative information:

Comparative information has been restated in respect of any items due to change in accounting policies or fundamental errors.

20. Segment Reporting:


A segment is a distinguishable component of the Company that is engaged either in providing products or services (business segment) which is subject to risks and rewards that are different from those of other segments. These business segments are reported through separate revenue accounts.


Damodar Paudyal
HOD(Accounts)


T. Burnawal
DCEO


L.P. Das
CEO/Director

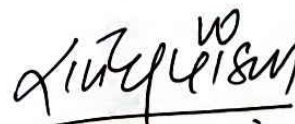

Komal Agrawal
Director


Praveen K. Molri
Director


Ashok K. Agrawal
Director


Tablesch Pandey
Director


Siddhartha Mohanty
Chairman


CA. Rajesh Poudel
Partner
For PL Shrestha & Co.
Chartered Accountants



Date: ०९/०६/२०२३
09/06/2023



LIFE INSURANCE CORPORATION (NEPAL) LIMITED
Notes to Accounts related to Financial Statements

1. Contingent Liabilities:

- a) There are no unpaid investments.
- b) The Company has no underwriting commitments for shares or other securities.
- c) There is no claim beside the insurance contracts which are disclosed in the financial statements.
- d) There is no guarantee given by the company or on behalf of the company.
- e) There are no other liabilities except repudiated death claims of Rs 501.78 lakh.

2. Basis adopted by Actuary while evaluating Insurer's liabilities:

In the last valuation (till 15.07.2021), the Gross Premium method of valuation was adopted. Next valuation will be done on the basis of financial statement of 16.07.2022, as per regulation of Nepal insurance Authority (NIA).

3. There are no dispute and limitation regarding the company's property. The company owns all the properties and assets that are purchased by the Company and there is no dispute on any properties.

4. Investments equal to life fund, outstanding death claims & unexpired risk of financial year 2077/78 (2020-21) are earmarked in the name of Nepal Insurance Board as per their instruction.

5. The company has not made any commitments on its loans, investments and fixed assets.

6. Amount relating to purchase/sale agreements of Investment:

- i. There are no acquired properties/assets of which ownership has not been obtained by the company.
- ii. There is no amount due against sales of the company's property.

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7. **Detail of investments made during the year is as follows:**

a) **Investments:**

Particulars	Amount
A. Government Securities and Bonds	-
B. Deposit in Commercial Banks	8,051,500,000
C. Deposit in Development Banks	450,000,000
D. Deposit in Finance Companies	-
E. Shares/ Units & Mutual Fund/ Debenture of Various Companies	1,593,235,890
F. Bank Debentures	3,546,858,000
Total	13,641,593,890

b) **Details of matured and sold Investments during the financial year:**

Particulars	Amount
A. Government Securities & Bonds	-
B. Deposit in Commercial Banks	1,530,000,000
C. Deposit in Development Banks	70,000,000
D. Deposit in Finance Companies	20,000,000
E. Share/ Units & Mutual Fund / Debenture of Various Companies	1,312,868,783
F. Bank Debentures	70,504,000
Total	3,003,372,783

c) **Disclosure of Share Investment:**

Care Rating Nepal Limited and Insurance Institute of Nepal have allotted share to us for sum Rs. 25,00,000/- and RS.11,95,000/- respectively which is not yet listed in Stock Exchange and therefore has not been dematerialized yet.

8. The company has received bank statements of all bank accounts and all bank accounts are reconciled.
9. Description of transactions of re-insurance is approved by Re-insurer along with reconciliation.
10. The company has made investments according to the relevant insurance rules and criteria prescribed by Insurance Board.



11. Related party:

A. Holding Company

55% of shares of the Company are held by Life Insurance Corporation of India. Hence, this company is a subsidiary of Life Insurance Corporation of India.

B. Other Related Party

Vishal Group Ltd. of Nepal holds 25% of shares of the Company and is entitled to nominate a director in the Company. Hence Vishal Group Ltd. of Nepal is a related party.

C. Payments to Holding Company

A Technical Service Fee amounting to Rs.4,254 thousand (including VAT) to Life Insurance Corporation of India. The Technical Service Fee is paid as per agreement approved by Nepal Insurance Board for the period of 5 years *w.e.f.* January 1, 2018.

D. Transactions with Directors or persons associated with them:

The company has not made any transaction and investments with Directors of the company or other person and organization associated to Directors except meeting fees and traveling expenses as stated below:

Fees Paid to Board Members	Rs. 5,43,000.00
Fees paid to Audit Committee Members	Rs. 1,15,000.00
Fees paid to Investment Committee Members	Rs. 2,60,000.00
Fees paid to Risk Management Committee	Rs. 20,000.00
Travelling & Board meeting Expenses	Rs.788,036

E. Compensation paid to Key Management Personnel

Compensations paid to Key Management Personnel during the year are as below:

Mr. L.P.Das (CEO)	Rs. 1,00,61,146.00
Mr. T. Burnawal (DCEO)	Rs. 91,08,697.00
Mr. Sanjeev Aggarwal (CTO)	Rs. 1,11,03,592.00

In addition to above, furnished house is provided to key Management Personnel.





12. The company has filed tax returns up to F.Y. 2076-77. There is no demand of additional tax, fines or interest up to F/Y 2065/66. The tax authorities have reassessed tax of F/Y 2066/67, F/Y 2067/68, F.Y. 2068/69, F.Y. 2069/70, 2070/71, 2071/72 and demanded the following additional Income Tax and TDS amount:

Financial Year	Date of Re-assessment	Non-deductible Expenses and Addition to Income Assessed	Income Tax Demand (Rs.)	TDS Demand (Rs.)
2066/67	2071.06.30	25,85,506.08	Nil	3,42,170.50
2067/68	2072.05.01	1,51,15,927.43	56,68,472.79	1,79,691.63
2068/69	2073.04.10	1,49,00,324.26	55,87,621.61	76,252.80
2069/70	2073.09.28	9,88,45,972.00	3,70,67,239.00	2,21,863.00
2070/71	2075.03.32	89,85,483.95	33,69,556.48	4,34,511.75
2071/72	2077.03.25	1,26,73,583.89	47,52,593.73	12,64,859.47
2072/73	2077.08.05	1,45,10,904.24	54,91,379.46	
Total		16,76,17,701.85	6,19,36,863.07	25,19,349.15

The Company is not satisfied with the re-assessment and has applied for administrative review against the above re-assessments made by the Large Taxpayer's Office. Tax payable and advance tax for and after F/Y 2066/67 to F/Y 2077/78 is separately shown as payable and receivable respectively.

13. The company has not refunded any premium during the year.
14. **The company has declared Vested Bonus up to 2077/078 which is applicable as interim bonus till date as follows:**

Product Line	Term	Bonus Rate	Product Line	Term	Bonus Rate
Savadhik(333), Jeevan Vidya (352), Jeevan Saathi (357)	5 to 9	50	Dhan Firta (334,335, 336, 337, 339, 343)	15	56
	10 to 14	51		20	57
	15 to 19	52		25	60
	20 to 24	55	Bal Mamta (340) & Bal Sneh (341)	Up to 15	55
	25 and above	64		16 to 20	57
Jeevan Anand (342)	5 to 9	39	Jeevan Tarang (345) & New Jeevan Taranga (360)	21 and above	60
	10 to 14	39		10	52
	15 to 19	41	15	53	
	20 to 24	43	20	62	
	25 and above	49	Jeevan Bachat (359)	5 to 9	41
Child Endowment (349)	15 to 19	51		10 to 14	49
	20 to 24	55		15 to 19	52
	25 to 29	63		20 to 24	57
	30 and above	64	25 and above	63	
Dhan Bristi (358)	10 and 15	55			

Bonus rates are applicable for per thousand.

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15. **The company has determined the interest rate on late premium payment, loans against insurance policies, agent's and employee's loans as follows:**

Interest Rate on late payment of Premium	10% p.a.
Interest Rate on loans against Policies	10% p.a.
Interest Rate on Agent's loans	8% to 10% p.a.
Interest Rate on Employees loans	7% to 9% p.a.

- 16.

Details of Other provision written off/Back:

Policy loan written off is shown in annexure 13.

17. **Change in share capital:**

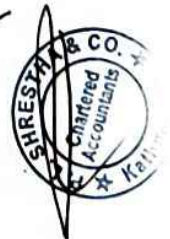
Share capital in the beginning of the year	2,010,000
Issue of Bonus share	201,000
Total Share Capital	2,211,000

There are no calls in arrears and forfeited shares in the total paid up capital.

18. There is no amortization amount in leasehold property up to this year.

19. There are no off Balance sheet transactions in this financial year.

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20. TAX

21.1 Deferred Tax:

The Company has recognized deferred tax assets amounting to Rs 65,82,335/- which resulted from the timing differences between the Book Profit and Tax Profit, up to current year ended Ashad 31, 2078 (July 15, 2021) in Profit & Loss Account, the details of which is as under:

Particulars	Balance as on Shrawan 1, 2077	Arising during the year	Balance as at Ashad 31, 2078
Deferred Tax Assets (Liabilities)			
On account of timing difference in:			
a) Fixed assets	(11,44,158)	(49,253)	(11,93,411)
b) Deferred Expenditure	-		
c) Investment	1,48,85,912	(1,25,93,797)	22,92,116
d) Gratuity/ Leave Encashment	4,789,058	(9,60,569)	38,28,489
e) Provision for loss on loan	16,93,785	(38,644)	16,55,141
Net (Assets)	2,02,24,597	(1,36,42,262)	65,82,335

21.2 Reconciliation between Financial profit and taxable profit:

Particulars	Amount	
Surplus as per Revenue Account	13,440,302,980	
Add: Provision for Income Tax	1,254,396,561	14,694,699,541
Profit as per Profit and Loss Account	777,634,104	
Adjusted Tax (Current Tax+ Deferred Tax)	72,515,761	850,149,865
Surplus/Profit before Tax		15,544,849,406
Income Tax as per Financial Surplus/Profit		3,886,212,352
Tax differences as per Income Tax		
Profit recognized from Life Fund		(156,858,882)
Dividend from shares		(6,896,791)
Depreciation		(55,148)
Repairs and Maintenance		-
Written Back Provision		(14,110,511)
Amortization		-
Profit /Loss transferred from Revenue A/c		-
Provision for unexpired risk		(4,394,325)
Loss on purchase of investment		-
Profit from Disposal of Assets		(273,858)
Loss from Disposal of Assets		23,630
Expenses Disallowed		10,262,476

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Donation		-
Deferred Premium		-
Premium Income	17,049,017,127	
Change in provision for outstanding claim	(54,390,910)	
Claims Paid	(7,336,868,653)	
Net Income	9,657,757,563	
Allowed as per Income tax act	-	
	9,657,757,563	(2,414,439,391)
Tax differences as per Income Tax	-	(2,586,742,860)
Net Tax as per Income Tax	-	1,299,469,493
Additional Income Tax of previous year		14,014,148
Total Income Tax as per Income Tax		1,313,483,641
Income Tax Provision	-	-
Revenue Account	1,254,396,561	-
Profit and Loss Account	59,087,080	1,313,483,641
Difference		-

22. Provision of Loss on Share Investment:

Loss on investment of shares has been written back amounting Rs. 50,375,187/- is shown in Annexure 12. The total accumulated provision of loss on share investment at the year ended of Rs 9,168,462/- has been disclosed in schedule 26 (A) & 21 (B) of the financial statements.

The above provision includes share investment in Nepal Share Market and Finance Limited as same was declared as problematic Financial Institution by Nepal Rastra Bank.

23. Provision of Loss on Loan:

Provision for loss on loan to employees and AM/agents has been written back amounting for Rs 154,755/- (net) previously there was provision of Rs. 3,511,567/-. Similarly, provision for loss on policy loan has been made during the year is Rs 179/- and shown in schedule 26(A).

24. Staff Housing Fund:

Since the Company has been extending housing loan to its employees, provision for staff housing fund has not been made.

25. Staff Bonus:

Staff bonus has been provided during the year @10% on before tax profit.

26. Catastrophe Reserve:

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As per regulation of Nepal Insurance Authority 10% of distributable profit earned during the year, Rs. 77,763,410 has been appropriated as Catastrophe Reserve and at the end of this year such reserves amount to Rs.417,135,447 .

27. Capital Commitment: There is no capital commitment.

28. Earnings Per share:

The Basic earnings per share have been calculated as Rs.35.17 and previous year Rs. 35.85

29. Re-grouping:

Previous year's figures have been regrouped and rearranged, wherever necessary to make them comparable with the figures of current year and figures are shown in nearest Rupees.


Damodar Paudyal
HOD(Accounts)


T. Burnawal
DCEO


L.P. Das
CEO/Director



Komal Agrawal
Director


Praveen K. Molri
Director


Ashok K. Agrawal
Director


Tablesch Pandey
Director


Siddhartha Mohanty
Chairman


CA. Rajesh Poudel
Partner
For PL Shrestha & Co.
Chartered Accountants



Date: 09/06/2023