लाइफ इन्स्योरेन्स कर्पोरेशन (नेपाल) लिमिटेड
Life Insurance Corporation (Nepal) Ltd.
(A Joint Venture of Life Insurance Corporation of India)
AN ISO 9001 CERTIFIED ORGANISATION
Certificate No. 42693
स्टार मल, चौथो तल्ला, पुतलीसडक, काठमाडौं
फो.नं.: ०१-४०१२६१३, फ्याक्स् नं.: ९७७-१-४०१२६१५
Email: liccorporate@licnepal.com.np, Website :www.licnepal.com.np

२२औं वार्षिक साधारण सभा सम्बन्धी सूचना

प्रथम पटक सूचना प्रकाशित मितिः २०८१/०२/२३

श्री शेयरधनी महानुभावहरु,

यस लाइफ इन्स्योरेन्स कर्पोरेशन (नेपाल) लिमिटेडको मिति २०८१/०२/१३ संचालक समितिको निर्णय अनुसार निम्न लिखित मिति, स्थान र समयमा देहायका प्रस्तावहरु उपर छलफल गरी पारित गर्नका लागि यस कम्पनीको २२औं साधारण सभा बस्ने भएको हुँदा कम्पनी ऐन २०६३ को दफा ६७ बमोजिम सम्पूर्ण शेयरधनी महानुभावहरुको जानकारी तथा उपस्थितिका लागि अनुरोध गर्दै यो सूचना प्रकाशित गरिएको छ।

सभा हुने मिति, समय र स्थानः

मिति : २०८१ साल आषाढ १३ गते बिहीवार (तदअनुसार २७ June, २०२४)
समय : बिहान ११.४५ बजेबाट शुरु।
रजिष्ट्रेशन : बिहान १०.०० बजे बाट शुरु।
स्थान : नेपाल प्रशासनिक प्रशिक्षण प्रतिष्ठान, जावलाखेल, ललितपुर।

छलफलका विषयहरुः

(क) साधारण प्रस्तावहरुः

(१) अध्यक्षद्वारा संचालक समितिको वार्षिक प्रतिवेदन २०७९/८० प्रस्तुत गरी अनुमोदन गर्ने।
(२) लेखापरीक्षकको प्रतिवेदन सहित २०८० आषाढ मसान्तसम्मको वासलात र आ.व. २०७९/८० को नाफा-नोक्सान हिसाब तथा नगद प्रवाह विवरणमाथि छलफल गरी पारित गर्ने।
(३) लेखा परिक्षण समितिको सिफारिस बमोजिम आ.व. २०८०/८१ को लागि लेखापरीक्षक नियुक्ति गर्ने र निजको पारिश्रमिक तोक्ने।

(ख) अध्यक्षको अनुमतिले अन्य कुनै विषयहरु।

साधारण सभा सम्बन्धी थप जानकारी

१. यस साधारण सभा प्रयोजनका लागि बीमकको शेयरधनी दर्ता पुस्तिका मिति २०८१ ज्येष्ठ ३२ गते एक दिन बन्द रहनेछ। मिति २०८१ ज्येष्ठ ३१गते सम्म नेपाल स्टक एक्सचेन्ज लि.मा कारोबार भई नियमानुसारको अवधि भित्र यस बीमकको शेयर रजिष्ट्रार नेपाल एसबिआई मर्चेन्ट एण्ड बैकिङ्ग लि.ले प्राप्त शेयर नामसारीको लिखत विवरणको आधारमा शेयर दाखिल खारेज भई शेयरधनी दर्ता किताबमा कायम शेयरधनीहरु मात्र साधारण सभामा भाग लिन योग्य हुनेछन्।
२. नावालक वा होस ठेगानमा नरहेको शेयरधनीको तर्फवाट संरक्षकले सभामा भाग लिन, छलफल गर्न र प्रतिनिधि नियुक्त गर्न समेत सक्नेछन्। शेयरवालाको दर्ता किताबमा संरक्षकको रुपमा नाम लेखिएको व्यक्तिलाई मात्र संरक्षक मानिनेछ। संयुक्त रुपमा शेयर खरिद गर्ने शेयरधनीको हकमा शेयर लगतमा जसको नाम पहिला उल्लेख गरिएको छ, सो व्यक्ति वा संयुक्त शेयरधनीको सर्वसहमतिबाट आफूहरुमध्ये नियुक्त व्यक्तिले मात्र सभामा भाग लिन, छलफल गर्न, प्रतिनिधि नियुक्त गर्न र मतदान गर्न सक्नु हुनेछ।
३. साधारण सभामा भाग लिन प्रतिनिधि (प्रोक्सी) नियुक्त गर्न चाहने शेयरधनीहरुले प्रचलित कम्पनी ऐनले तोकेको ढाँचामा प्रतिनिधिपत्र (प्रोक्सी) फाराम भरी सभा शुरु हुनुभन्दा कम्तीमा ७२ घण्टा अगावै बीमकको कर्पोरेट कार्यालय, स्टार मल, पुतलीसडकमा कार्यालय समयमा दर्ता गरी सक्नु पर्नेछ। बीमकको शेयरधनी बाहेक अन्य व्यक्तिलाई प्रोक्सी दिन र एकभन्दा बढी व्यक्तिलाई आफ्नो शेयर विभाजन गरी तथा अन्य कुनै किसिमवाट छुट्याई प्रोक्सी दिन पाइने छैन, यसरी दिइएको प्रोक्सी बदर हुनेछ।
तर, प्रतिनिधि नियुक्त गर्ने शेयरधनीले आफुले अगाडि दिएको प्रतिनिधी (प्रोक्सी) बदर गरेको स्पष्ट उल्लेख गरी निवेदन दिई अर्को शेयरधनीलाई प्रतिनिधि नियुक्त गरेमा त्यसरी नियुक्त प्रतिनिधिले सभामा भाग लिन र मतदान गर्न पाउनेछन् यस्तो अवस्थामा अघिल्लो प्रतिनिधि (प्रोक्सी) स्वतः बदर भएको मानिनेछ।
४. प्रतिनिधि (प्रोक्सी) नियुक्त गरिसक्नु भएको शेयरधनी आफै सभामा उपस्थित भई तोकिएको समय भित्र हाजिरी किताबमा दस्तखत गरी सभामा भाग लिएमा अगाडि दिएको प्रोक्सी स्वतः बदर भएको मानिनेछ।
५. यस बीमकको शेयर खरिद गरेको संगठित संस्था वा कम्पनीले यस बीमकको कुनै अर्को शेयरधनीलाई प्रतिनिधि (प्रोक्सी) मुकरर गर्न सकनेछ। त्यसरी प्रतिनिधी (प्रोक्सी) मुकरर नगरिएको अवस्थामा त्यस्तो संगठित संस्था वा कम्पनीले मनोनित गरेको प्रतिनिधिले शेयरवालाको हैसियतले सभामा भाग लिन सक्नेछन्।
६. छलफलको विषयमध्ये विविध शीर्षक अन्तर्गत छलफल गर्न इच्छुक शेयरधनीहरुले सभा हुनुभन्दा ७ दिन अगावै छलफलको विषय कम्पनी सचिवमार्फत लिखितरुपमा सञ्चालक समितिको अध्यक्षलाई जानकारी दिनुपर्नेछ।
७. सभामा भाग लिन इच्छुक शेयरधनी महानुभावहरूलाई आफ्नो आधिकारिक परिचयपत्र सहित शेयरधनी नंबर वा अभौतिकरण गरिसकेको शेयरको हकमा द्मइक्ष (हितग्राही परिचय नंबर) साथमा लिई आउनु हुन अनुरोध छ।
८. शेयरधनीहरुले व्यक्त गरेको मन्तव्य वा प्रश्नहरुका सम्वन्धमा सञ्चालक समितिका तर्फबाट सामूहिक रुपले उत्तर दिइनेछ।

द्रष्टव्यः कम्पनीको संक्षिप्त वार्षिक आर्थिक विवरण यसै सुचना साथ प्रकाशित गरिएको व्यहोरा जानकारी गराउँदछौं। कम्पनीको वार्षिक प्रतिवेदन कम्पनीको कर्पोरेट कार्यालय, स्टारमल, (चौथों तल्ला) पुतलीसडक, काठमाडौंमा वा साधारण सभा स्थलबाट शेयरधनी महानुभावहरुलाई उपलब्ध गराउने ब्यवस्था मिलाईने छ। साथै साधारणसभासँग सम्बन्धित वार्षिक प्रतिवेदन र छलफलका विषयहरु यस कम्पनीको वेबसाइटमा पनि राखिने हुँदा त्यहाँबाट समेत हेर्न तथा प्राप्त गर्न सकिने व्यहोरा जानकारी गराउँदछौं।

सञ्चालक समितिको निर्णयानुसार
कम्पनी सचिव

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, 2080 (July 16, 2023), 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, 2080 (July 16, 2023), 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 as a whole, 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
Investments The investment portfolio of company includes investment in bond of public companies, fixed deposits of commercial banks, development banks and investment in shares. Total Financial Investments: NPR 86,515.39 Million as on 16th July 2023 (NPR 76,364.95 Million as on 16th July 2022) Total Financial Investment represents 75.60% of total assets of the company. Investments are made as per Company's Investment Policy strictly adhering to investment directive issued by Nepal Insurance Authority.	• We have checked the compliance of the Financial Investment made by the Company with the Investment Directive issued by Nepal Insurance Authority 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. Our results: We considered the valuation and disclosure of Financial Investment to be acceptable.
Valuation of Insurance Contract Liabilities 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. Economic assumptions such as investment return and associated discount rates and operating assumption such as expenses, mortality and lapse rates are the key inputs.	• Our audit procedures consisted of focus on appropriateness of actuarial assumptions, models and methodology. Our results: The valuation of the liabilities of insurance contract and presentation are fairly made.

P. L. Shrestha & Co.
Chartered Accountants

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 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.

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 on the basis of 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.

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P. L. Shrestha & Co.
Chartered Accountants

- 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

On the basis of our examination, we would like to further report that:

i. We have obtained all the information and explanations, which were considered necessary for the purpose of our audit.
ii. The financial statements are in agreement with the books of account maintained by the Company.
iii. In our opinion, proper books of accounts as required by the law have been kept by the Company.
iv. 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.
v. The details of the branches are adequate for the purpose of our audit, and
vi. We have not come across any fraudulence in the accounts, so far as it appeared from our examination of the book.

Place: Kathmandu
Date: 2024/05/05
UDIN: 240512CA00856KTSZG

CA. Sachet Lal Shrestha
Partner

LIFE INSURANCE CORPORATION (NEPAL) LIMITED
Statement of Financial Position
As At 16th July, 2023 (Ashad End 2080)

Fig in NPR

Particulars	Notes	Current Year	Previous Year
Assets			
Goodwill & Intangible Assets	4	138,192	194,692
Property and Equipment	5	461,401,762	261,415,256
Investment Properties	6		-
Deferred Tax Assets	7	120,544,690	26,575,709
Investment in Subsidiaries	8	-	-
Investment in Associates	9	-	-
Investments	10	86,515,391,113	76,364,953,328
Loans	11	21,882,162,802	18,283,372,029
Reinsurance Assets	12	-	-
Current Tax Assets	21	-	144,263,455
Insurance Receivables	13	22,350,904	29,809,914
Other Assets	14	11,350,971	30,319,163
Other Financial Assets	15	2,968,074,917	2,342,313,636
Cash and Cash Equivalent	16	2,449,593,817	1,978,526,514
Total Assets		**114,431,009,169**	**99,461,743,696**
Equity & Liabilities			
Equity			
Share Capital	17 (a)	2,653,200,000	2,653,200,000
Share Application Money Pending Allotment	17 (b)	-	-
Share Premium	17 (c)	61,151,801	61,151,801
Catastrophe Reserves	17 (d)	561,598,449	494,767,497
Retained Earnings	17 (e)	2,344,327,517	1,738,884,433
Other Equity	17 (f)	356,060,631	301,373,490
Total Equity		**5,976,338,398**	**5,249,377,221**
Liabilities			
Provisions	18	34,732,802	28,037,791
Gross Insurance Contract Liabilities	19	106,340,298,211	92,522,109,894
Deferred Tax Liabilities	7		-
Insurance Payable	20	29,463,461	7,878,888
Current Tax Liabilities	21	112,573,584	-
Borrowings	22	-	-
Other Liabilities	23	596,263,951	392,565,725
Other Financial Liabilities	24	1,341,338,768	1,261,774,178
Total Liabilities		**108,454,670,771**	**94,212,366,475**
Total Equity and Liabilities		**114,431,009,169**	**99,461,743,696**

The accompanying notes form an Integral Part of Financial Statements.

Damodar Paudyal, HOD(Accounts) — Pranay Kumar, CEO/Director — Komal Agrawal, Director — Ashok K. Agrawal, Director
Praveen K. Molri, Director — Tablesh Pandey, Director — Siddhartha Mohanty, Chairman

As per our report of even date
CA. Sachet Lal Shrestha, Partner
For P.L. Shrestha & Co.
Chartered Accountants

Date : 05.05.2024

LIFE INSURANCE CORPORATION (NEPAL) LIMITED
Statement of Profit or Loss
For Period 17th July, 2022 - 16th July, 2023
(For the Year Ended Ashad, 2080)

Fig. in NPR

Particulars	Notes	Current Year	Previous Year
Income:			
Gross Earned Premiums	25	17,470,067,481	18,235,745,643
Premiums Ceded	26	80,964,779	90,025,629
Net Earned Premiums		17,389,102,702	18,145,720,014
Commission Income	27	15,133,162.00	11,826,532
Other Direct Income	28	270,526,368.00	268,684,152
Interest Income on Loan to Policyholders	11	2,364,864,977.00	1,678,811,873
Income from Investments and Loans	29	8,264,441,870.00	6,951,383,023
Net Gain/(Loss) on Fair Value Changes	30	-	-
Net Realised Gains/(Losses)	31	-	-
Other Income	32	154,355.00	14,819,116
Total Income		**28,304,223,434**	**27,071,244,710**
Expenses:			
Gross Benefits and Claims Paid	33	8,985,500,274	9,123,465,054
Claims Ceded	33	26,376,545	59,862,690
Gross Change in Contract Liabilities	34	13,820,241,131	12,594,375,883
Change in Contract Liabities Ceded to Reinsurers	34	-	-
Net Benefits and Claims Paid		22,779,364,860	21,657,978,247
Commission Expenses	35	1,435,375,609	1,692,662,030
Service Fees	36	143,598,863	181,398,656
Other Direct expenses	37	-	-
Employee Benefits Expenses	38	382,627,689	363,918,953
Depreciation and Amortization Expenses	39	55,192,790	13,840,721
Impairment Losses	40	12,080,571	13,609,315
Other Operating Expenses	41	733,552,269	647,838,294
Finance Cost	42	23,918,512	-
Total Expenses		25,565,711,162	24,571,246,216
Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax		2,738,512,272	2,499,998,494
Share of Net Profit of Associates accounted using Equity Method	9	-	-
Profit Before Tax		2,738,512,272	2,499,998,494
Income Tax Expense	43	1,985,063,106	1,489,865,674
Net Profit/(Loss) For The Year		753,449,166	1,010,132,820
Earning Per Share	51		
Basic EPS		28.40	38.07
Diluted EPS		28.40	38.07

The accompanying notes form an Integral Part of Financial Statements.

Damodar Paudyal, HOD(Accounts) — Pranay Kumar, CEO/Director — Komal Agrawal, Director — Ashok K. Agrawal, Director
Praveen K. Molri, Director — Tablesh Pandey, Director — Siddhartha Mohanty, Chairman

As per our report of even date
CA. Sachet Lal Shrestha, Partner
For P.L. Shrestha & Co.
Chartered Accountants

Date : 05.05.2024