

**LIFE INSURANCE CORPORATION (NEPAL) LIMITED**  
(Star Mall 4'th Floor,Putalisadak,Tel:-014012613,www.licnepal.com.np)  
**Quarterly Financial Results for Fourth Quarter, F.Y. 2080/81 B.S**

<b>Unaudited</b>	<b>Audited</b>
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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

Fig in NPR.

Particulars	At the end of this Quarter	At the end of Immediate Previous Year
<b>Assets:</b>		
Goodwill & Intangible Assets	107,757	138,192
Property and Equipment	448,976,023	461,401,763
Investment Properties		-
Deferred Tax Assets	123,483,768	120,544,690
Investment in Subsidiaries	-	-
Investment in Associates	-	-
Investments	100,079,631,814	86,515,391,113
Loans	22,213,677,722	21,882,162,802
Reinsurance Assets	-	-
Current Tax Assets	269,547,731	-
Insurance Receivables	29,870,423	22,350,904
Other Assets	8,654,988	11,350,971
Other Financial Assets	3,263,232,594	2,968,074,917
Cash and Cash Equivalent	1,424,921,161	2,449,593,817
<b>Total Assets</b>	<b>127,862,103,980</b>	<b>114,431,009,169</b>
<b>Equity:</b>		
Share Capital	2,653,200,000	2,653,200,000
Share Application Money Pending Allotment	-	-
Share Premium	61,151,801	61,151,801
Catastrophe Reserves	585,449,083	561,598,449
Retained Earnings	2,580,198,793	2,344,327,517
Other Equity	350,628,460	356,060,631
<b>Total Equity</b>	<b>6,230,628,138</b>	<b>5,976,338,398</b>
<b>Liabilities:</b>		
Provisions	41,791,861	34,732,802
Gross Insurance Contract Liabilities	120,380,636,493	106,340,298,211
Deferred Tax Liabilities		-
Insurance Payable	43,907,034	29,463,461
Current Tax Liabilities	-	112,573,584
Borrowings	-	-
Other Liabilities	473,761,464	596,263,951
Other Financial Liabilities	691,378,990	1,341,338,762
<b>Total Liabilities</b>	<b>121,631,475,842</b>	<b>108,454,670,771</b>
<b>Total Equity and Liabilities</b>	<b>127,862,103,980</b>	<b>114,431,009,169</b>

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR Q4 END FY 2080/81**

Fig in NPR.

Particulars	Current Year		Corresponding Previous Year	
	This Quarter	Upto this Quarter (YTD)	This Quarter	Upto this Quarter (YTD)
<b>Income:</b>				
Gross Earned Premiums	5,210,006,419	18,107,463,358	4,524,997,008	17,470,067,480
Premiums Ceded	(16,409,192.00)	(43,943,701.00)	(12,464,685.00)	(80,964,779.00)
<b>Net Earned Premiums</b>	<b>5,193,597,227</b>	<b>18,063,519,657</b>	<b>4,512,532,323</b>	<b>17,389,102,701</b>
Commission Income	9,074,950	10,262,423	8,015,725	15,133,162
Other Direct Income	65,987,622	240,130,240	75,877,134	270,526,368
Interest Income on Loan to Policyholders	680,039,111	2,371,230,553	656,008,495	2,364,864,977
Income from Investments and Loans	2,456,861,451	9,338,171,824	2,236,094,108	8,264,441,870
Net Gain/(Loss) on Fair Value Changes	-	-	-	-
Net Realised Gains/(Losses)	-	-	-	-
Other Income	-	-	-	154,355
<b>Total Income</b>	<b>8,405,560,361</b>	<b>30,023,314,697</b>	<b>7,488,527,785</b>	<b>28,304,223,433</b>
<b>Expenses:</b>				
Gross Benefits and Claims Paid	3,172,107,716	10,891,674,904	2,433,692,959	8,985,500,274
Claims Ceded	8,531,955	14,503,688	7,869,044	26,376,545
Gross Change in Contract Liabilities	3,670,160,987	14,041,120,846	2,914,748,555	13,820,241,131
Change in Contract Liabilities Ceded to Reinsurers	-	-	-	-
<b>Net Benefits and Claims Paid</b>	<b>6,833,736,748</b>	<b>24,918,292,062</b>	<b>5,340,572,470</b>	<b>22,779,364,860</b>
Commission Expenses	458,246,604	1,394,171,321	382,749,757	1,435,375,609
Service Fees	38,952,232	135,476,651	33,828,597	143,598,863
Other Direct expenses	-	-	-	-
Employee Benefits Expenses	108,135,079	359,017,143	143,112,415	382,627,689
Depreciation and Amortization Expenses	44,418,872	53,795,414	43,909,622	55,192,790
Impairment Losses	-	-	1,021,389	12,080,571
Other Operating Expenses	301,764,299	547,246,513	480,202,890	733,552,269
Finance Cost	26,418,512	26,418,512	23,918,512	23,918,512
<b>Total Expenses</b>	<b>7,811,672,346</b>	<b>27,434,417,616</b>	<b>6,449,315,652</b>	<b>25,565,711,162</b>
<b>Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax</b>	<b>593,888,015</b>	<b>2,588,897,081</b>	<b>1,039,212,133</b>	<b>2,738,512,270</b>
Share of Net Profit of Associates accounted using Equity Method	-	-	-	-
<b>Profit Before Tax</b>	<b>593,888,015</b>	<b>2,588,897,081</b>	<b>1,039,212,133</b>	<b>2,738,512,270</b>
Income Tax Expenses	559,751,018	2,350,390,741	432,726,206	1,985,063,106
<b>Net Profit/(Loss) For The Year</b>	<b>34,136,997</b>	<b>238,506,340</b>	<b>606,485,927</b>	<b>753,449,165</b>
<b>Earning Per Share</b>				
Basic EPS		9.00		28.40
Diluted EPS		9.00		28.40

**CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME**

Fig in NPR.

Particulars	Current Year		Corresponding Previous Year	
	This Quarter	Upto this Quarter (YTD)	This Quarter	Upto this Quarter (YTD)
Net Profit/(Loss) For The Year	34,136,997	238,506,340	606,485,927	753,449,165
Other Comprehensive Income	8,812,257	(8,067,234)	(20,368,552)	(26,487,990)
<b>Total Comprehensive Income</b>	<b>42,949,254</b>	<b>230,439,106</b>	<b>586,117,376</b>	<b>726,961,175</b>

**OTHER DETAILS**

Particulars	Current Year	Previous Year
	Upto this Quarter (YTD)	Upto this Quarter (YTD)
1. Total inforce Policy count	690,007	699,528
2. First Year Premium	2,344,989,729	2,286,870,172
3. Single Premium	259,720,972	99,203,394
4. Renewal Premium	15,502,786,477	15,081,945,376
5. Total Benefits and Claims Paid in Count	30,830	24,366
6. Outstanding Benefits and Claims in Count	5,864	6,517
7. Declared Bonus rate (as on 16.07.2023)	Rs.40-64 (Per Thousand)	Rs.40-64 (Per Thousand)
8. Interim bonus rate	Rs.40-64 (Per Thousand)	Rs.40-64 (Per Thousand)
9. Long Term Investments (Amount)	87,398,312,174	80,906,408,182
10. Short Term Investments (Amount)	12,681,319,640	5,608,982,931

**LIFE INSURANCE CORPORATION (NEPAL) LIMITED**  
**Statement of Cash Flows**  
**For Period 17th July, 2023 - 15th July, 2024**  
**(For the Year Ended Ashad, 2081)**

Fig. in NPR

Particulars	Current Year	Previous Year
<b>Cash Flow From Operating Activities:</b>		
<b>Cash Received</b>		
Gross Premium Received	18,107,497,178	17,468,014,667
Commission Received	10,262,423	15,133,162
Claim Recovery Received from Reinsurers	14,503,688	26,376,545
Realised Foreign Exchange Income other than on Cash and Cash Equivalents		
Other Direct Income		
Others (to be specified)		
<b>Cash Paid</b>		
Gross Benefits and Claims Paid	(10,891,674,904)	(8,985,500,274)
Reinsurance Premium Paid	(43,943,701)	(80,964,779)
Commission Paid	(1,394,171,321)	(1,435,375,609)
Service Fees Paid	(135,806,229)	(144,263,114)
Employee Benefits Expenses Paid	(407,579,523)	(382,848,178)
Other Expenses Paid		
Others (to be specified)		
Income Tax Paid	(382,121,315)	256,837,039
<b>Net Cash Flow From Operating Activities [1]</b>	<b>4,876,966,297</b>	<b>6,737,409,458</b>
<b>Cash Flow From Investing Activities</b>		
Acquisitions of Intangible Assets	-	-
Proceeds From Sale of Intangible Assets		
Acquisitions of Investment Properties		
Proceeds From Sale of Investment Properties		
Rental Income Received		
Acquisitions of Property and Equipment	(41,339,239)	(255,122,796)
Proceeds From Sale of Property and Equipment		
Investment in Subsidiaries		
Receipts from Sale of Investments in Subsidiaries		
Investment in Associates		
Receipts from Sale of Investments in Associates		
Purchase of Equity Instruments		
Proceeds from Sale of Equity Instruments		
Purchase of Mutual Funds		
Proceeds from Sale of Mutual Funds		
Purchase of Preference Shares		
Proceeds from Sale of Preference Shares		
Purchase of Debentures		
Proceeds from Sale of Debentures		
Purchase of Bonds		
Proceeds from Sale of Bonds		
Investments in Deposits	(13,564,240,700)	(10,150,437,785)
Maturity of Deposits		
Loans Paid	(331,514,920)	(3,598,790,773)
Proceeds from Loans		
Rental Income Received		
Proceeds from Finance Lease		
Interest Income Received	9,275,500,942	8,150,818,924
Dividend Received	58,706,888	85,566,417
Others (to be specified)	(1,298,751,930)	(498,376,137)
<b>Total Cash Flow From Investing Activities [2]</b>	<b>(5,901,638,959)</b>	<b>(6,266,342,151)</b>
<b>Cash Flow From Financing Activities</b>		
Interest Paid		
Proceeds From Borrowings		
Repayment of Borrowings		
Payment of Finance Lease		
Proceeds From Issue of Share Capital		
Share Issuance Cost Paid		
Dividend Paid		
Dividend Distribution Tax Paid		-
Others (to be specified)		
<b>Total Cash Flow From Financing Activities [3]</b>	<b>-</b>	<b>-</b>
<b>Net Increase/(Decrease) In Cash &amp; Cash Equivalents [1+2+3]</b>	<b>(1,024,672,666)</b>	<b>471,067,304</b>
Cash & Cash Equivalents At Beginning of The Year/Period	2,449,593,817	1,978,526,514
Effect of Exchange Rate Changes on Cash and Cash Equivalents		
<b>Cash &amp; Cash Equivalents At End of The Year/Period</b>	<b>1,424,921,160</b>	<b>2,449,593,817</b>
<b>Components of Cash &amp; Cash Equivalents</b>		
Cash In Hand	41,781,691	36,905,657
Cheque in Hand	6,126,811	-
Term Deposit with Banks (with initial maturity upto 3 months)	901,882,311	877,187,749
Balance With Banks	475,130,348	1,064,433,108

**LIFE INSURANCE CORPORATION (NEPAL) LIMITED**  
**Statement of Changes In Equity**  
**For Period 17th July, 2023 - 15th July, 2024**  
**(For the Year Ended Ashad, 2081)**

Fig. in NPR

	Ordinary Share Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserves	Capital Reserves	Catastrophe Reserve	Corporate Social Responsibility (CSR) Reserves	Insurance Fund	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserve	Regulatory Reserves	Total
<b>Balance as on Shrawan 1, 2079</b>	2,653,200,000	-	-	61,151,801	1,753,330,733	-	-	494,767,497	-	-	(44,657,737)	(11,576,123)	26,575,709.00	331,031,641	5,263,823,521
Profit/(Loss) For the Year					753,449,165.89										753,449,166
Other Comprehensive Income for the Year, Net of Tax															-
i) Changes in Fair Value of FVOCI Debt Instruments															-
ii) Gains/ (Losses) on Cash Flow Hedge															-
iii) Exchange differences on translation of Foreign Operation															-
iv) Changes in fair value of FVOCI Equity Instruments											26,487,989.68				(26,487,990)
v) Revaluation of Property and Equipments/ Goodwill & Intangible Assets															-
vi) Remeasurement of Post-Employment Benefit Obligations															-
Transfer to Reserves/ Funds					81,277,251.62			66,830,951.46	14,446,300.16						-
Transfer to Deferred Tax Reserves					66,728,830.62								66,728,830.62		-
Transfer From Regulatory Reserve					-			-	-					-	-
Transfer of Depreciation on Revaluation of Property and Equipment															-
Transfer on Disposal of Revalued Property and Equipment															-
Transfer on Disposal of Equity Instruments Measured at FVTOCI															-
Transfer to Insurance Contract Liabilities															-
Share Issuance Costs															-
Contribution by/ Distribution to the owners of the Company															-
i) Bonus Share Issued															-
ii) Share Issue															-
iii) Cash Dividend															-
iv) Dividend Distribution Tax															-
v) Others (To be specified)															-
<b>Balance as on Ashadh end, 2080</b>	2,653,200,000	-	-	61,151,801	2,358,773,817	-	-	561,598,449	14,446,300	-	71,145,726	11,576,123	93,304,540	331,031,641	5,990,784,698
Prior period adjustment															-
<b>Restated Balance as at Shrawan 1, 2080</b>	2,653,200,000	-	-	61,151,801	2,358,773,817	-	-	561,598,449	14,446,300	-	71,145,726	11,576,123	93,304,540	331,031,641	5,990,784,698

LIFE INSURANCE CORPORATION (NEPAL) LIMITED

Statement of Changes In Equity  
For Period 17th July, 2023 - 15th July, 2024  
(For the Year Ended Ashad, 2081)

Fig. in NPR

	Ordinary Share Capital	Preference Shares	Share Application Money Pending Allotment	Share Premium	Retained Earnings	Revaluation Reserves	Capital Reserves	Catastrophe Reserve	Corporate Social Responsibility (CSR) Reserves	Insurance Fund	Fair Value Reserves	Actuarial Reserves	Deferred Tax Reserve	Regulatory Reserves	Total
Restated Balance as at Shrawan 1, 2080	2,653,200,000	-	-	61,151,801.00	2,358,773,817	-	-	561,598,448.92	14,446,300.16	-	71,145,726.20	11,576,123.38	93,304,540	331,031,640.95	5,990,784,698
Profit/(Loss) For the Year					238,506,340										238,506,340
Other Comprehensive Income for the Year, Net of Tax															-
i) Changes in Fair Value of FVOCI Debt Instruments															-
ii) Gains/ (Losses) on Cash Flow Hedge															-
iii) Exchange differences on translation of Foreign Operation															-
iv) Changes in fair value of FVOCI Equity Instruments											8,067,234				8,067,234
v) Revaluation of Property and Equipments/ Goodwill & Intangible Assets															-
vi) Remeasurement of Post-Employment Benefit Obligations															-
Transfer to Reserves/ Funds					26,235,697			23,850,634	2,385,063.40						-
Transfer to Deferred Tax Reserves					250,000								250,000		-
Transfer From Regulatory Reserve															-
Transfer of Depreciation on Revaluation of Property and Equipment															-
Transfer on Disposal of Revalued Property and Equipment															-
Transfer on Disposal of Equity Instruments Measured at FVTOCI															-
Transfer to Insurance Contract Liabilities															-
Share Issuance Costs															-
Contribution by/ Distribution to the owners of the Company															-
i) Bonus Share Issued															-
ii) Share Issue															-
iii) Cash Dividend															-
iv) Dividend Distribution Tax															-
v) Others (To be specified)															-
Balance as on Ashadh end, 2081	2,653,200,000	-	-	61,151,801.00	2,570,794,459	-	-	585,449,082.93	16,831,363.56	-	79,212,960.35	11,576,123.38	93,554,539.62	331,031,640.95	6,221,223,804

**LIFE INSURANCE CORPORATION (NEPAL) LIMITED**  
**Statement of Distributable Profit or Loss**  
**For Period 17th July, 2023 - 15th July, 2024**  
**(Year Ended Upto Ashad 31, 2080)**

Fig. in NPR

Particulars	Current Year	Previous Year
Opening Balance in Retained Earnings	2,506,779,898.76	1,753,330,732.86
Transfer from OCI reserves to retained earning in current year		
Net profit or (loss) as per statement of profit or loss	238,506,340.08	753,449,165.89
<b>Appropriations:</b>		
i) Transfer to Insurance Fund		
ii) Transfer to Catastrophe Reserve	(23,850,634.01)	-
iii) Transfer to Capital Reserve		
iv) Transfer to CSR reserve	(2,385,063.40)	
v) Transfer to/from Regulatory Reserve		-
vi) Transfer to Fair Value Reserve		
vii) Transfer of Deferred Tax Reserve	(250,000.00)	-
viii) Transfer to OCI reserves due to change in classification		
ix) Others (to be Specified)		
<b>Deductions:</b>		
i) Accumulated Fair Value Gain on each Financial Assets Measured at FVTPL		
a) Equity Instruments		
b) Mutual Fund		
c) Others (if any)		
ii) Accumulated Fair Value gain on Investment Properties		
iii) Accumulated Fair Value gain on Hedged Items in Fair Value Hedges		
iv) Accumulated Fair Value gain on Hedging Instruments in Fair Value Hedges		
v) Accumulated Fair value gain of Ineffective Portion on Cash Flow Hedges		
vi) Goodwill Recognised		
vii) Unrealised Gain on fluctuation of Foreign Exchange Currency		
viii) Accumulated Share of Net Profit of Associates accounted using Equity Method included in Investment Account		
ix) Overdue loans		
x) Fair value gain recognised in Statement of Profit or Loss		
xi) Investment in unlisted shares as per sec 16 of Financial Directive	(2,500,000)	
xii) Delisted share investment or mutual fund investment		
xiii) Bonus share/dividend paid		-
xiv) Deduction as per Sec 17 of Financial directive		
xiv) Deduction as per Sec 18 of Financial directive		
xv) Transfer from Regulatory Reserve	-	
<b>Adjusted Retained Earning</b>	<b>2,716,300,541</b>	<b>2,506,779,899</b>
Add: Transfer from Share Premium Account		
Less: Amount apportioned for Assigned capital		
Less: Deduction as per sec 15(1) Of Financial directive		
Add/Less: Others (to be specified)	<b>90,789,084</b>	
<b>Total Distributable Profit/(loss)</b>	<b>2,625,511,457.69</b>	<b>2,506,779,898.76</b>

**Life Insurance Corporation (Nepal) Limited**  
**Notes to the Financial Statements for the quarter ended Ashadh, 2081**

**1 General Information**

Life Insurance corporation (nepal) Limited (herein after referred to as the 'Company') was incorporated on 11/09/2057 26th December 2000 and operated as life insurance company after obtaining license on 23/04/2058 under the Insurance Act 2049. The registered office of the Company is located at Kathmandu. The Company's shares are listed on Nepal Stock Exchange .

**2 Basis of Preparation**

**(a) Statement of Compliance**

The Financial Statements have been prepared in accordance with the Nepal Financial Reporting Standards (NFRS) issued by the Nepal Accounting Standards Board (ASB), as per the provisions of The Institute of Chartered Accountants of Nepal Act, 1997. These confirm, in material respect, to NFRS as issued by the Nepal Accounting Standards Board. The Financial Statements have been prepared on a going concern basis. The term NFRS, includes all the standards and the related interpretations which are consistently used.

**(b) Basis of Measurement**

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

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

**(c) Use of Estimates**

The preparation of these Financial Statements in conformity with NFRS requires management to make estimates, judgements and assumptions. These estimates, judgments and assumptions affect the reported balances of Assets & Liabilities, disclosures relating to Contingent Liabilities as at the date of the Financial Statements and the reported amounts of Income & Expenses for the years presented. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Changes in estimates are reflected in the Financial Statements in the period in which changes are made and, if material, their effects are disclosed in the Notes to the financial statements.

**(d) Functional and Presentation Currency**

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

**(e) Going Concern**

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

**Related Party Disclosure**

**Identify Related Parties**

**Holding Company:** Life Insurance Corporation of India

**Subsidiaries:** None

**Associates:** None

**Fellow Subsidiaries:** None

**Key Management**

**Personnel:**

Name	Position
Mr. Pranay Kumar	CEO
Mr. Anirban Datta	DCEO
Mr. Rohit Budiyaal	CTO