

दोस्रो

वार्षिक प्रतिवेदन

(आ.व. २०८०/८१)



नेपाल माइक्रो इन्स्योरेन्स कम्पनी लि.

महर्जन कम्प्लेक्स, भृकुटीपथ, भरतपुर, चितवन, नेपाल

फोन: ०५६-४५४३२७

सञ्चालक समिति



आशिष श्रेष्ठ
अध्यक्ष



लतिका गोल्याण
सञ्चालक सदस्य



प्रबिना दाहाल
सञ्चालक सदस्य



सिद्धान्त कुनकुनवाला
सञ्चालक सदस्य



बद्री सिग्देल
स्वतन्त्र सञ्चालक

त्यवस्थापक समिति



मृगेन्द्र नाथ रिमाल
प्रमुख कार्यकारी अधिकृत



अनिल राज गिरी
नायब प्रमुख कार्यकारी अधिकृत



प्रबिना नेपाल
महाप्रबन्धक/कम्पनी सचिव

विषय-सूची

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नेपाल माइक्रो इन्स्योरेन्स कम्पनी लिमिटेड

दोस्रो वार्षिक साधारण सभा बस्ने सम्बन्धी सूचना

(प्रथम पटक सूचना प्रकाशित मिति २०८२/०१/२२)

श्री आदरणीय शेयरधनी महानुभावहरू,

यस नेपाल माइक्रो इन्स्योरेन्स कम्पनी लिमिटेडको मिति २०८२।०१।२१ मा बसेको संचालक समितिको बैठकको निर्णयानुसार कम्पनीको आ.व. २०८०/८१ को दोस्रो वार्षिक साधारण सभा निम्न मिति, स्थान र समयमा बसी देहाय बमोजिमका विषयहरू उपर छलफल गरी निर्णय गनु पर्ने भएको हुँदा कम्पनी ऐन, २०६३ को दफा ६७ बमोजिम सम्पूर्ण शेयरधनी महानुभावहरूको जानकारी तथा उपस्थितिका लागि यो सूचना प्रकाशित गरिएको छ। साथै शेयर धनी महानुभावहरूलाई व्यक्तिगत रूपमा पठाइएको पत्र प्राप्त नभएपनि यसै सूचनालाई आधार मानी शेयर धनीको हैसियतले साधारण सभामा उपस्थितिको लागि अनुरोध गरिन्छ।

वार्षिक साधारण सभा बस्ने मिति, स्थान र समय:

मिति : २०८२ साल जेष्ठ १६ गते शुक्रबार तद अनुसार (३० मे २०२५)

स्थान : भरतपुर गार्डेन रिसोर्ट, भरतपुर, चितवन

समय : बिहानको ११ :०० बजे

छलफलका विषयहरू :

(क) सामान्य प्रस्तावहरू :

१. संचालक समितिको तर्फबाट अध्यक्षज्यूद्वारा प्रस्तुत आ.व. २०८०/०८१ को वार्षिक प्रतिवेदन उपर छलफल गरि पारित गर्ने सम्बन्धमा।
२. लेखापरीक्षकको प्रतिवेदन सहित कम्पनीको आ.व. २०८०/०८१ को वासलात, नाफा नोक्सान हिसाब तथा नगद प्रवाह विवरण र सोसँग सम्बन्धित अनुसूचीहरू सहितको वित्तीय विवरण उपर छलफल गरि पारित गर्ने सम्बन्धमा।
३. कम्पनी ऐन, २०६३ को दफा १११ बमोजिम कम्पनीको आ.व. २०८१/०८२ को लागि बाह्य लेखापरीक्षकको नियुक्ति र निजको पारिश्रमिक निर्धारण गर्नु सम्बन्धमा।
४. सर्वसाधारण शेयर धनीको प्रतिनिधित्व गर्ने २ जना सञ्चालकहरूको नियुक्ति (निर्वाचन) गर्ने सम्बन्धमा।
५. संचालकहरूको बैठक भत्ता, दैनिक भ्रमण भत्ता तथा अन्य सेवा सुविधाका सम्बन्धमा।
६. कम्पनीले सामाजिक उत्तर दायित्व अन्तर्गत गरेको खर्च अनुमोदन सम्बन्धमा।

(ख) विशेष प्रस्तावहरू :

(ग) विविध।

वार्षिक साधारण सभा सम्बन्धी अन्य जानकारी

१. नेपाल माइक्रो इन्स्योरेन्स कम्पनी लिमिटेडको दोस्रो वार्षिक साधारण सभा सम्पन्न गर्नुका लागि मिति २०८२।०२।०८ (तदनुसार २२ मे २०२५) गतेका दिन शेयर धनी दर्ता किताब बन्द रहने छ। नेपाल स्टक एक्सचेञ्ज लिमिटेडमा सो मिति भन्दा अघिल्लो दिन अर्थात मिति २०८२।०२।०७ (तदनुसार २१ मे २०२५) गते सम्म कारोवार भई यस कम्पनीको शेयर रजिष्ट्रार हिमालयन इनभेष्टमेण्ट बैंकर लिमिटेड, नयाँवानेश्वर, काठमाडौंमा प्राप्त शेयर नामसारीको लिखत आधारमा शेयर धनी दर्ता किताबमा कायम शेयर धनीहरूले मात्र यो सभामा भाग लिन पाउने छन्।

२. वार्षिक साधारण सभामा उपस्थित हुने शेयरधनी महानुभावहरूले सभा हुने दिन डिम्याट खाता नम्बर र आफ्नो सक्कल परिचयपत्र प्रस्तुत गर्नुपर्ने छ। शान्ति सुरक्षाको दृष्टिकोणले शेयरधनी महानुभावहरू सभास्थलमा आउँदा यथाशक्य भोला, व्याग जस्ता वस्तुहरू नलिई आउन हुन अनुरोध छ। आवश्यक देखिएमा सुरक्षकर्मीले जाँच गर्नु सक्ने हुँदा सो कार्यमा सहयोग गरी दिनुहुन समेत अनुरोध छ।
३. शेयरधनी महानुभावहरूको सुविधाका लागि कम्पनी ऐन, २०६३ अनुसारको लेखा परीक्षकको प्रतिवेदन सहितको वार्षिक वित्तीय विवरण, संचालक समितिको प्रतिवेदन तथा वार्षिक साधारण सभा सम्बन्धी अन्य जानकारीहरू यस कम्पनीको वेब साइट www.nepalmicro.com बाट प्राप्त गर्नु सकिने छ।
४. शेयरधनी महानुभावहरूले व्यक्त गरेका मन्तव्य वा प्रश्नहरूका सम्बन्धमा संचालक समितिका अध्यक्ष वा निजले तोकेको पदाधिकारीबाट जवाफ दिइने छ।
५. शेयरधनी महानुभावहरूले छलफलका विषयहरूमध्ये विविध शीर्षक अन्तर्गत छलफल गर्नु इच्छुक शेयरधनी महानुभावहरूले छलफललाई व्यवस्थित गर्ने प्रयोजनका लागि सभा हुनु भन्दा कम्तिमा सात दिन अगावै कम्पनी सचिव मार्फत संचालक समितिका अध्यक्षलाई लिखित रूपमा जानकारी दिनु हुन अनुरोध छ।
६. सभा शुरु हुने भनी तोकिएको दिन भन्दा कम्तिमा ४ (चार) दिन अर्थात ९६ घण्टा अगावै कम्पनीको कम्पनी सचिवालयमा कार्यालय समय भित्र प्रतिनिधिपत्र (प्रोक्सी) फाराम दर्ता गरी सक्नुपर्ने छ। एक शेयरधनीले एक भन्दा बढी प्रतिनिधिपत्र (प्रोक्सी) नियुक्त गरेको अवस्थामा यस अघि दिएको सबै प्रतिनिधिपत्र (प्रोक्सी) बदर गरी सो प्रतिनिधिपत्र (प्रोक्सी) लाई मान्यता दिइयोस् भनी छुट्टै पत्र लेख्नुपर्नेछ र अरु सबै प्रतिनिधिपत्र (प्रोक्सी) बदर हुनेछ। तर शेयरधनीले एक भन्दा बढी व्यक्तिलाई प्रतिनिधिपत्र (प्रोक्सी) नियुक्त गरी पठाइएको पाइएमा त्यस्ता प्रतिनिधिपत्र (प्रोक्सी) समयमै प्राप्त भए तापनि सबै प्रतिनिधिपत्र (प्रोक्सी) बदर हुनेछ। एक भन्दा बढी व्यक्तिलाई आफ्नो शेयर विभाजन गरी वा अन्य किसिमबाट छुट्ट्याई प्रतिनिधिपत्र (प्रोक्सी) दिन पाइने छैन।
७. नाबालक वा विक्षिप्त अवस्थाका शेयरधनीका तर्फबाट कम्पनीको शेयर लगत किताबमा संरक्षकको रूपमा नाम दर्ता भई रहेको व्यक्तिले सभामा भाग लिन वा प्रतिनिधि तोक्न पाउँनेछन्।
८. प्रतिनिधिपत्र (प्रोक्सी) मुकरर गरी सक्नु भएका शेयरधनी आफै सभामा उपस्थित भई हाजिरी किताबमा दस्तखत गरेमा प्रतिनिधि मुकरर गरीसकेको भए तापनि प्रोक्सी स्वतः बदर हुनेछ।
९. कुनै बैंक वित्त कम्पनी, गुठी, संघ संस्था वा कम्पनीले यस कम्पनीको शेयर खरिद गरेको अवस्थामा कम्पनीको प्रबन्धपत्र तथा नियमावलीको अधिनमा रही त्यस्तो संगठित संस्थाको आधिकारिक पदाधिकारीले खटाएको वा मनोनित गरेको प्रतिनिधिले सभामा भाग लिन सक्नेछ।
१०. शेयरधनी महानुभावहरूको सुविधाका लागि हाजिरी पुस्तिका सभास्थलमा सभा हुने दिन १०.०० बजे देखि खुला रहने छ। शेयरधनी नम्बरको आधारमा हाजिरी जनाउने व्यवस्था गरिएको हुँदा शेयरधनी महानुभावहरूले आफ्नो शेयरधनी नम्बर वा BOID नम्बर अनिवार्य रूपमा प्रस्तुत गरी दिनु हुन समेत अनुरोध गरिन्छ।
११. यस सम्बन्धमा अन्य कुनै जानकारी आवश्यक परेमा कार्यालय समय भित्र कम्पनीको प्रधान कार्यालय, महर्जन कम्प्लेक्स, भृकुटीपथ, भरतपुर, चितवन र प्रदेश कार्यालय, महामति भवन, गैह्रिधारा, काठमाडौं स्थित कम्पनी सचिवालयमा सम्पर्क राख्न हुन समेत अनुरोध गरिन्छ।
१२. सर्वसाधारण शेयरधनीको प्रतिनिधित्व गर्ने २ जना संचालकहरूको निर्वाचन सम्बन्धी कार्यक्रम निर्वाचन अधिकृतको कार्यालयले छुट्टै कम्पनीको वेब साइटमा प्रकाशित गर्नेछ।

संचालक समितिको आज्ञाले

नि. कम्पनी सचिव

सम्पर्क फोन नं.०१ -४५२९३६२/ ६३, ९८४१५३९०३६

श्री संचालक समिति
नेपाल माईक्रो इन्स्योरेन्स कम्पनी लिमिटेड
महर्जन कम्प्लेक्स, भृकुटी पथ, भरतपुर, चितवन

विषय: प्रतिनिधि नियुक्त गरेको बारे

महाशय,

..... जिल्ला म.न.पा./न.पा./गा.पा. वडा नं. बस्ने म/हामी
..... ले नेपाल माईक्रो इन्स्योरेन्स कम्पनी लिमिटेडको शेयरधनीको हैसियतले मिति २०८२ जेष्ठ १६ गते शुक्रबारका दिन
दोस्रो वार्षिक साधारण सभामा म/हामी स्वयम् उपस्थित भई छलफल तथा निर्णयमा सहभागी हुन नसक्ने भएकाले उक्त सभामा मेरा/हाम्रो
तर्फबाट भाग लिन तथा मतदान गर्नका लागि जिल्ला म.न.पा./न.पा./गा.पा. वडा
नं..... बस्ने यस कम्पनीको शेयरधनी श्री/श्रीमती लाई मेरो/हाम्रो प्रतिनिधि मनोनयन गरी पठाएको
छु/छैं ।

प्रतिनिधि नियुक्त भएको व्यक्तिको विवरण

निवेदक,

हस्ताक्षरको नमूना :

दस्तखत :

BOID No. :

नाम :

शेयर संख्या :

ठेगाना :

मिति :

BOID No. :

शेयर संख्या :

मिति :

(यो निवेदन साधारणसभा हुनुभन्दा कम्तिमा ९६ घण्टा अगावै कम्पनीको प्रधान कार्यालय महर्जन कम्प्लेक्स, भृकुटी पथ, भरतपुर,
चितवनमा पेश गरिसक्नु पर्नेछ।)

नेपाल माईक्रो इन्स्योरेन्स कम्पनी लिमिटेड

भरतपुर, चितवन

प्रवेश-पत्र

नेपाल माईक्रो इन्स्योरेन्स कम्पनी लिमिटेडको मिति २०८२ जेष्ठ १६ गते शुक्रबारका दिन हुने दोस्रो वार्षिक साधारण सभामा उपस्थित हुन
जारी गरिएको प्रवेश पत्र ।

शेयरधनी नाम :

BOID No. :

शेयर संख्या :

शेयरधनीको दस्तखत

कम्पनी सचिव

अध्यक्षको मन्तव्य

आदरणीय शेयरधनी महानुभावहरू,

यस नेपाल माइक्रो इन्स्योरेन्स कम्पनी लिमिटेडको दोस्रो वार्षिक साधारण सभामा सहभागी हुन पाल्नु भएका उपस्थित सम्पूर्ण शेयरधनी महानुभावहरूमा तथा हाम्रो आमन्त्रणलाई स्वीकार गरी पाल्नु भएका सम्पूर्ण महानुभावहरूलाई कम्पनीको संचालक समिति एवं मेरो व्यक्तिगत तर्फबाट हार्दिक स्वागत एवं अभिवादन व्यक्त गर्दछु।

आज कम्पनीको दोस्रो वार्षिक साधारण सभामा आर्थिक वर्ष २०८०/०८१ को लेखा परीक्षण भएका वित्तीय विवरणहरूका साथै सोही अवधिको वार्षिक प्रतिवेदन प्रस्तुत गर्न पाउँदा गौरवान्वित महसुश भएको छ।

न्यून आय भएका वर्ग तथा पिछडिएको क्षेत्रलाई लक्षित गरी लघुबीमा व्यवसाय संचालन गरी गरिबीको रेखामुनि रहेका वर्गलाई बीमाको दायरामा ल्याई उक्त वर्गको आर्थिक जोखिमलाई कम गर्ने उद्देश्यले बीमा ऐन, २०७९ को दफा ७६ को व्यवस्था बमोजिम लघु निर्जीवन व्यवसाय गर्ने गरी नेपाल बीमा प्राधिकरणबाट मिति २०७९ चैत्र २७ गतेमा इजाजतपत्र प्राप्त गरी मिति २०८० असार २८ गते देखि विधिवत् रूपमा व्यवसायिक कारोवार शुभारम्भ गर्न सफल भएको कुरा सम्पूर्ण शेयरधनी महानुभावहरूमा विदितै रहेको अवस्था छ।

आर्थिक वर्ष २०८०/८१ मा संस्थागत संरचना निर्माण, शाखा कार्यालय व्यवस्थापन र कर्मचारी व्यवस्थापन प्रमुख चुनौतिका रूपमा रहे तापनि यी चुनौतिहरूको सामना गर्दै कम्पनीले आर्थिक वर्ष २०८०/८१ मा रु. १०३,१६६,१५४ र गत आर्थिक वर्ष २०७९/८० मा रु. १,४५० बीमाशुल्क आर्जन गरेको थियो। कम्पनीले समिक्षा वर्षमा जम्मा रु. ४८३,५८८,००० लगानी गरी सोबाट जम्मा रु. ४५,९७३,११२ र गत आ.व.मा रु. ४६७,५००,००० लगानी गरी सोबाट जम्मा रु. १६,७८४,८४७ आम्दानी गरेको छ। यस आर्थिक वर्षमा खुद नाफा रु. ५२२,९७२ र गत आर्थिक वर्षमा रु. ४,१९९,१७६ रहेको व्यहोरा अवगत गराउँदछु। कम्पनीले अबलम्बन गरेका उचित योजना र कुशल रणनीतिका कारण व्यवसायमा उल्लेख्य रूपमा बृद्धि भएको छ।

कम्पनी ऐन, २०६३ को दफा १०९ को अधिनमा रहेर तयार गरिएको आर्थिक वर्ष २०८०/८१ को संचालक समितिको प्रतिवेदन र नेपाल बीमा प्राधिकरणबाट जारी बीमकको वित्तीय विवरण सम्बन्धी निर्देशन, २०८० बमोजिम तयार गरिएको आर्थिक वर्ष २०८०/८१ को वार्षिक प्रतिवेदन अनुमोदनका लागि यहाँहरू समक्ष प्रस्तुत गरेको छु। पूर्ण समर्थन प्राप्त हुनेमा विश्वस्त छु।

अन्तमा, यस कम्पनीलाई निरन्तर सहयोग र मार्ग निर्देशन गर्ने नेपाल सरकार, अर्थ मन्त्रालय, नेपाल बीमा प्राधिकरण, कम्पनी रजिष्ट्रारको कार्यालय, नेपाल धितोपत्र बोर्ड, नेपाल स्टक एक्सचेन्ज लि., सिडिएस एण्ड क्लियरिङ लि. र अन्य सम्बन्धित निकायहरूलाई संचालक समितिको तर्फबाट हार्दिक आभार व्यक्त गर्दछु। सम्पूर्ण शेयरधनी तथा बीमितहरूबाट कम्पनीलाई प्राप्त सहयोग, सदिच्छा र आत्मविश्वासका लागि आभार व्यक्त गर्दछु। कम्पनीको प्रगतिमा अतुलनीय योगदान पुऱ्याउने कम्पनीको व्यवस्थापन समूह, कर्मचारीहरू, बीमा अभिकर्ताहरू, बजार प्रतिनिधिहरू साथै व्यवसायमा सहयोग गर्ने विभिन्न कम्पनीहरू तथा अन्य संगठित संघ संस्थाहरू प्रति हार्दिक आभार तथा धन्यवाद व्यक्त गर्दछु। साथै कम्पनीको लेखा सम्बन्धी मार्ग निर्देशन गर्ने बीमांकी, चार्टर्ड एकाउन्टेन्ट तथा लेखा परीक्षकहरू प्रति पनि हार्दिक कृतज्ञता प्रकट गर्दछु।

धन्यवाद !

अध्यक्ष
आशिष श्रेष्ठ

प्रमुख कार्यकारी अधिकृतको प्रतिबद्धता

आदरणीय शेयरधनी महानुभावहरू,

यस नेपाल माइक्रो इन्स्योरेन्स कम्पनी लिमिटेडको दोस्रो वार्षिक साधारण सभामा उपस्थित हुनु भएका यस कम्पनीका अध्यक्षज्यू संचालक समितिका सदस्यज्यूहरू तथा विभिन्न नियमनकारी निकायका प्रतिनिधिज्यूहरूलाई कम्पनीको व्यवस्थापनका तर्फबाट र मेरो व्यक्तिगत तर्फबाट हार्दिक स्वागत एवं अभिवादन व्यक्त गर्दछु।

आज कम्पनीको दोस्रो वार्षिक साधारण सभामा आफ्नो प्रतिबद्धता व्यक्त गर्न पाउँदा अभै जिम्मेवारी बोधका साथै गौरव पनि महसुस भएको छ।

यस नेपाल माइक्रो इन्स्योरेन्स कम्पनी लिमिटेडले न्यून आय भएका वर्ग तथा पिछडिएको क्षेत्रलाई लक्षित गरी लघुबीमा व्यवसाय संचालन गरी आफ्नो कारोवारको दोस्रो बर्षमा प्रवेश गरेको छ। “सानो इन्स्योरेन्स, ठूलो केयर” भन्ने प्रतिबद्धताका साथ कार्य गर्दै आई रहेको र आगामी दिनहरूमा समेत कम्पनीलाई अभि व्यवसायिक बनाउदै लगिने छ। आवश्यक कागजात सहित माग भएको बीमा दावीलाई सकेसम्म छिटो भुक्तानी दिने व्यवस्था मिलाइएको र आगामी दिनहरूमा समेत असल अभ्यासलाई पालन गरिने कुरामा प्रतिबद्धता व्यक्त गर्दछु।

यस कम्पनीले आ.ब.०७९/०८० मा नेपाल बीमा प्राधिकरणबाट स्वीकृत सम्पत्ति बीमालेख मात्र जारी गरेकोमा, आ.ब.०८०/०८१ मा मोटर बीमा, सामूहिक दुर्घटना बीमा, चोरी बीमा, र विविध बीमालेख जारी गरिएको थियो। आ.ब. ०८१/०८२ मा पनि यिनै बीमा लेखहरू निरन्तर जारी गर्नुका साथै सामूहिक दुर्घटना बीमा तर्फ केही परिमार्जन सहित विद्यालयमा अध्ययनरत विद्यार्थीहरूका लागि बिद्यार्थी सुरक्षा योजना र कर्पोरेट सेक्टरमा कार्यरतहरूका लागि कर्पोरेट सुरक्षा योजना नामका बीमालेख प्राधिकरणबाट हालै स्वीकृत भएको अवस्था छ। आगामी दिनहरूमा न्यून आय भएका वर्ग तथा पिछडिएको क्षेत्रलाई लक्षित गरी थप लघुबीमालेखहरू तयार गरी प्राधिकरणको स्वीकृति लिई बिक्री वितरण गरी कम्पनीको व्यवसाय प्रबर्द्धन गर्ने प्रतिबद्धता व्यक्त गर्दछु। साथै ऐन, कानून नेपाल बीमा प्राधिकरणबाट जारी नीति, निर्देशन, निर्देशिकाको अधिनमा रही सुशासन कायम गरी लक्षित वर्ग समक्ष सेवा प्रदान गरी कम्पनीले लिएको व्यवसायिक लक्ष्य पूरा गर्ने प्रतिबद्धता व्यक्त गर्दछु।

नेपाल बीमा प्राधिकरणले कम्पनीको चुक्त पूँजी रु.७५ करोड पुऱ्याउन दिएको निर्देशन बमोजिम यस कम्पनीले आ.ब. २०८१/०८२ मा सर्वसाधारणको लागि सुरक्षित गरिएको चुक्ता पूँजीको ३० प्रतिशत प्रारम्भिक शेयर सार्वजनिक निष्काशन मार्फत सर्वसाधारणमा बिक्री गरे पश्चात् कम्पनीको शेयरधनीहरूको संख्या लगभग दुइ लाख पुगेको छ। नयाँ शेयरधनीहरूलाई कम्पनी व्यवस्थापनको तर्फबाट हार्दिक स्वागत गर्दै आगामी दिनहरूमा सम्पूर्ण शेयरधनीहरूबाट कम्पनीको व्यवसाय विस्तारमा सहयोग पुग्छ भन्ने विश्वास लिएको छु।

अन्तमा संचालक समितिबाट प्राप्त भएको सहयोग, सुझाव तथा निर्देशनका लागि आभार व्यक्त गर्नुका साथै कम्पनीले नियमनकारी निकायबाट प्राप्त निर्देशन पालना गर्दै कानूनको उचित परिपालन मार्फत सुशासन कायम गरी आफ्नो व्यवसायिक लक्ष्य पूरा गर्ने पूर्ण प्रतिबद्धता व्यक्त गर्दछु।

धन्यवाद !

मृगेन्द्र रिमाल
प्रमुख कार्यकारी अधिकृत

नेपाल माईक्रो इन्स्योरेन्स कम्पनी लिमिटेडको दोस्रो वार्षिक साधारण सभामा संचालक समितिको तर्फबाट अध्यक्षद्वारा प्रस्तुत वार्षिक प्रतिवेदन

आदरणीय शेयरधनी महानुभावहरू,

नेपाल माईक्रो इन्स्योरेन्स कम्पनी लिमिटेडको दोस्रो वार्षिक साधारण सभामा पाल्नुभएका आदरणीय शेयरधनी तथा आमन्त्रीत महानुभावहरूलाई हार्दिक स्वागत गर्दै कम्पनी ऐन, २०६३ को दफा १०९ बमोजिम तयार भएको कम्पनीको आर्थिक वर्ष २०८०/८१ को वार्षिक प्रतिवेदन तथा आर्थिक विवरणहरू यहाँहरू समक्ष प्रस्तुत गरेका छौं ।

(१) विगत वर्षको कारोबारको सिंहावलोकन :

कम्पनीले समिक्षा वर्षमा गरेको व्यवसाय अनुसार आर्जन भएको बीमा शुल्क निम्नानुसार रहेको व्यहोरा अवगत गराउदछौं ।

| बीमा व्यवसाय | आ.व.०८०/८१ को बीमा शुल्क | आ.व.०७९/८० को बीमा शुल्क |
|---------------|--------------------------|--------------------------|
| सम्पत्ती बीमा | ३,७३९,०५८ | १,४५० |
| मोटर बीमा | ९७,९७२,८०८ | — |
| विविध बीमा | २,२५४,२८८ | — |
| जम्मा | १०३,९६६,१५४ | १,४५० |

समग्रमा कम्पनीले आर्थिक वर्ष २०८०/८१ मा रु. १०३,९६६,१५४ (अक्षरेपी दश करोड एकतीस लाख छैसठी हजार एक सय चौउन्न) र गत आर्थिक वर्ष २०७९/८० मा रु. १,४५० (अक्षरेपी एक हजार चार सय पचास) बीमा शुल्क आर्जन गरेको छ । कम्पनीले समिक्षा वर्षमा जम्मा रु. ४८३,५८८,००० लगानी गरी सोबाट जम्मा रु. ४५,९७३,११२ र गत आ.व.मा रु. ४६७,५००,०००/- लगानी गरी सोबाट जम्मा रु १६,७८४,८४७/- आम्दानी गरेको छ । यस आर्थिक वर्षमा खुद नाफा रु.५,२२,९७२ र गत आर्थिक वर्षमा रु. ४,१९९,१७६ रहेको व्यहोरा अवगत गराउदछौं ।

(२) प्रतिवेदनको मिति सम्म चालु वर्षको उपलब्धी र भविष्यको सम्बन्धमा संचालक समितिको धारणा:

कम्पनीले चालु आ.व. २०८१/८२ को चैत्र मसान्तसम्ममा ८०,६०२ बीमालेखबाट रु १९,३४,५०,२५२/- बीमाशुल्क आर्जन गरेको छ । आफ्ना ग्राहक प्रति सेवा उन्मुख भई र सम्बन्धित निकायबाट पहिचान गरिएको थप व्यवसायिक संभावनाका विषयहरूलाई विस्तार गर्दै व्यवसाय अभिवृद्धि गर्ने तर्फ उन्मुख भई व्यवसाय प्रवर्द्धन गर्ने नीति कायमै रहेको छ । यस बाहेक कर्मचारीको दक्षता बृद्धि गर्न तालिमको व्यवस्थालाई निरन्तरता दिदै आवश्यकता अनुसार थप कार्यक्षेत्रहरू विस्तार गर्दै लाने कम्पनीको नीति कायमै रहेको छ ।

(३) पुनर्बीमा व्यवस्था :

यस कम्पनीले नेपाल बीमा प्राधिकरणबाट प्राप्त निर्देशन अनुरूप स्वदेशमा स्थापित नेपाल पुनर्बीमा कम्पनी लि. र हिमालयन रिइन्स्योरेन्स कम्पनी लि. संग Direct Cession, Quota share, / Facultative पुनर्बीमा गर्दै आएको छ ।

(४) औद्योगिक वा व्यावसायिक सम्बन्ध :

कम्पनीले विभिन्न व्यवसाय, उद्योग तथा कलकारखानाहरूसंग दिर्घकालिन प्रतिफलमुलक व्यावसायिक सम्बन्ध अभिवृद्धि गर्ने नीतिलाई निरन्तरता दिएको छ । विद्यमान तथा संभाव्य ग्राहकहरूसंग घनिष्ठता बढाई बीमा व्यवसाय बृद्धि गर्ने कम्पनीको लक्ष्य अनुरूप कार्यक्रम अगाडी बढाइरहेको छ । कम्पनीको ग्राहकमूख सेवा तथा छिटो दावी भूक्तानीको व्यवस्थाले गर्दा नै औद्योगिक तथा व्यवसाय संगको सम्बन्ध गाढा हुन पुगेको व्यहोरा यहाँहरूलाई अवगत नै छ । बीमा क्षेत्रसंग सम्बन्धित सबै निकायहरूसंग पनि कम्पनीको सुमधुर सम्बन्ध रहेको छ ।

(५) **संचालक समिति:**

हाल संचालक समिति निम्न बमोजिम रहेको छ ।

| क्र.सं | संचालकहरूको नाम | पद |
|--------|---------------------------|------------------|
| १ | श्री आशिष श्रेष्ठ | अध्यक्ष |
| २ | श्री लतिका गोल्याण | संचालक |
| ३ | श्री प्रबिना दाहाल | संचालक |
| ४ | श्री सिद्धान्त भुनभुनवाला | संचालक |
| ५ | श्री बद्री सिग्देल | स्वतन्त्र संचालक |

(६) **कारोवारलाई असर पार्ने मुख्य कुराहरू :**

हाल देशमा विद्यमान तरलतामा भएको समस्या तथा आर्थिक अवस्था, बीमा सम्बन्धी प्रयाप्त जनचेतनाको अभाव र तीव्र प्रतिस्पर्धाले बीमा व्यवसायमा असर पारी रहेको छ । यस्ता विषयको सुधारले बीमा व्यवसाय अभिवृद्धिमा महत्वपूर्ण भूमिका निर्वाह गर्दछ ।

(७) **लेखापरीक्षण प्रतिवेदनमा कुनै कैफियत उल्लेख भएको भए सो उपर संचालक समितिको प्रतिक्रिया:**

लेखापरीक्षण प्रतिवेदनमा सामान्य सुभावहरू बाहेक अन्य कुनै कैफियत नभएको ।

(८) **लाभांश बाडफाड गर्न सिफारिस गरिएको रकम :**

कम्पनीको संचालक समितिद्वारा आ.व. २०८०/८१ को संचित नाफाबाट लाभांश वितरण नगरी मुनाफा संचित गर्ने प्रस्ताव गरेका छौं ।

(९) **शेयर जफत सम्बन्धमा :**

समिक्षा वर्ष आ.व. २०८०/८१ मा कुनै पनि शेयर जफत नभएको जानकारी गराउँदछौं ।

(१०) **कम्पनीको सहायक कम्पनी र कारोबार :**

समिक्षा वर्ष आ.व. २०८०/८१ मा कम्पनीले सहायक कम्पनीमा लगानी नगरेको व्यहोरा जानकारी गराउँदछौं ।

(११) **कम्पनी तथा सहायक कम्पनीको कारोवार सम्बन्धमा :**

कम्पनीको कुनै सहायक कम्पनी छैन ।

(१२) **विगत आर्थिक वर्षमा कम्पनीको आधारभूत शेयरधनीहरूले कम्पनीलाई उपलब्ध गराएको जानकारी:**

कम्पनीको आधारभूत शेयरधनीहरूबाट कुनै जानकारी प्राप्त नभएको व्यहोरा अवगत गराउँदछौं ।

(१३) **संचालक तथा पदाधिकारीहरूले लिएको शेयरको स्वामित्वको विवरण र कम्पनीको शेयर कारोबारमा संलग्न :**

कम्पनीको संचालकहरू तथा पदाधिकारीहरूको शेयर स्वामित्व विवरण निम्न बमोजिम रहेको छ:

| क्र.सं | संचालकहरूको नाम | प्रतिनिधित्व गरेको संस्थाको नाम | शेयर संख्या |
|--------|--------------------------------------|---------------------------------|-------------|
| १ | श्री आशिष श्रेष्ठ, अध्यक्ष | लियोन मोटर्स प्रा.लि. | ८५,००० |
| २ | श्री लतिका गोल्याण, संचालक | संस्थापक समूह | ७५,००० |
| ३ | श्री प्रबिना दाहाल, संचालक | संस्थापक समूह | ५०,००० |
| ४ | श्री सिद्धान्त भुनभुनवाला, संचालक | बिजवर्ल्ड एडभाईजर प्रा. लि. | ५०,००० |
| ५ | श्री बद्री सिग्देल, स्वतन्त्र संचालक | - | - |

| क्र.सं | पदाधिकारीहरूको नाम | पद | शेयर संख्या |
|--------|--------------------------|------------------------------|-------------|
| १. | श्री मृगेन्द्र नाथ रिमाल | प्रमुख कार्यकारी अधिकृत | ९,३८१ |
| २. | श्री अनिल गिरी | नायब प्रमुख कार्यकारी अधिकृत | ८,३१५ |
| ३ | श्री प्रबिना नेपाल | महाप्रबन्धक | ६,०९३ |

(१४) कम्पनीसंग सम्बन्धित संभौताहरूमा कुनै संचालक तथा निजको नजिकको नातेदारको व्यक्तिगत स्वार्थको बारेमा उपलब्ध गराइएको जानकारी :

विगत आ.व.मा कम्पनीसँग सम्बन्धित संभौताहरूमा कुनै संचालक तथा निजको नजिकको नातेदारको व्यक्तिगत स्वार्थ नरहेको व्यहोरा अवगत गराउँदछौं ।

(१५) आफ्नो शेयर आफै खरिद गरेको सम्बन्धमा :

कम्पनीले आफ्नो शेयर आफैले खरिद नगरेको व्यहोरा जानकारी गराउँदछौं ।

(१६) आन्तरिक नियन्त्रण प्रणाली भए नभएको विवरण :

आन्तरिक नियन्त्रण एवं अन्य कुराहरूको उच्चस्तरबाट रेखदेख, नियन्त्रण, पुनरावलोकनका साथै कम्पनीको काम कारवाहीलाई सरल, चुस्त, दुरुस्त तथा न्यून जोखिमयुक्त बनाउने क्रममा कार्यविधिहरू बनाई प्रभावकारी रूपले लागु गर्ने गरिएको प्रतिबद्धता गर्दछौं ।

कम्पनीको आन्तरिक लेखापरीक्षणलाई स्वतन्त्र तथा पारदर्शी बनाउनका लागि मिति २०८१/०७/०६ गते बसेको संचालक समितिको बैठकको निर्णयानुसार स्वतन्त्र बाह्य चार्टर्ड एकाउण्टेण्ट फर्म B.R.S. Neupane & Co., Chartered Accountants लाई नियुक्ति गरिएको छ । नेपाल बीमा प्राधिकरणबाट जारी बीमकको संस्थागत सुशासन सम्बन्धी निर्देशिका, २०८० बमोजिम निम्न समिति तथा उपसमितिहरू गठन गरिएको जानकारी गराउँदछौं ।

क) मानव संसाधन समिति

| | |
|---|--------------|
| श्री आशिष श्रेष्ठ, अध्यक्ष | - संयोजक |
| श्री अनिल गिरी, नायब प्रमुख कार्यकारी अधिकृत | - सदस्य |
| श्री प्रबिना नेपाल, महाप्रबन्धक | - सदस्य |
| श्री अमृत बहादुर लामिछाने, मानव संसाधन विभागिय प्रमुख | - सदस्य सचिव |

ख) लगानी, जोखिम व्यवस्थापन तथा वित्तीय स्वस्थता (सोल्भेन्सी) समिति

| | |
|--|--------------|
| श्री प्रबिना दाहाल, संचालक | - संयोजक |
| श्री मृगेन्द्रनाथ रिमाल, प्रमुख कार्यकारी अधिकृत | - सदस्य |
| श्री सुजल मल्ल, वित्त विभागिय प्रमुख | - सदस्य सचिव |

ग) दाबी भुक्तानी तथा पुनर्बीमा समिति

| | |
|--|--------------|
| श्री सिद्धान्त भुनभुनवाला, संचालक | - संयोजक |
| श्री अनिल गिरी, नायब प्रमुख कार्यकारी अधिकृत | - सदस्य |
| श्री नग्मा श्रेष्ठ, दाबी भुक्तानी विभागिय प्रमुख | - सदस्य सचिव |

घ) लेखापरिक्षण समिति

| | |
|--------------------------------------|----------|
| श्री बद्री सिग्देल, स्वतन्त्र संचालक | - संयोजक |
| श्री सिद्धान्त भुनभुनवाला, संचालक | - सदस्य |

- श्री लतिका गोल्याण, संचालक - सदस्य
श्री प्रबिना नेपाल, परिपालन विभागिय प्रमुख - सदस्य सचिव

ड) सम्पत्ति शुद्धिकरण निवारण समिति

- श्री लतिका गोल्याण, संचालक - संयोजक
श्री मृगेन्द्रनाथ रिमाल, प्रमुख कार्यकारी अधिकृत - सदस्य
श्री प्रबिना नेपाल, परिपालन विभागिय प्रमुख - सदस्य सचिव

(१७) विगत आर्थिक वर्षको कूल व्यवस्थापन खर्चको विवरण :

आर्थिक वर्ष २०८०/८१ को व्यवस्थापन खर्च रु. ५,५३,२९,५०५ र गत आर्थिक वर्ष २०७९/०८० को व्यवस्थापन खर्च रु ८,४७९,४३४ रहेको छ।

(१८) लेखापरीक्षण समितिका सदस्यहरूको नामावली, निजहरूले प्राप्त गरेको पारिश्रमिक, भत्ता तथा सुविधा, सो समितिले गरेको काम कारवाहीको विवरण र सो समितिले कुनै सुझाव दिएको भए सोको विवरण :

समिक्षा आ.व. २०८०/८१ मा निम्न प्रकारले लेखापरीक्षण समिति गठन गरेको

- श्री बद्री सिग्देल, स्वतन्त्र संचालक - संयोजक
श्री सिद्धान्त भुनभुनवाला, संचालक - सदस्य
श्री लतिका गोल्याण, संचालक - सदस्य
श्री प्रबिना नेपाल, परिपालन विभागिय प्रमुख - सदस्य सचिव

(१९) संचालक, प्रबन्ध संचालक, कार्यकारी प्रमुख, कम्पनीका आधारभूत शेयरधनी वा निजको नजिकका नातेदार वा निज संलग्न रहेको फर्म, कम्पनी वा संगठीत संस्थाले कम्पनीलाई बुझाउनु पर्ने रकम :

कम्पनीले संचालक, प्रबन्ध संचालक, कार्यकारी प्रमुख, कम्पनीका आधारभूत शेयरधनी वा निजको नजिकका नातेदार वा निज संलग्न रहेको फर्म, कम्पनी वा संगठीत संस्थाले कम्पनीलाई बुझाउनु पर्ने रकम नरहेको व्यहोरा जानकारी गराउँदछौं।

(२०) संचालक, प्रबन्ध संचालक, कार्यकारी प्रमुख तथा पदाधिकारीहरूलाई भूक्तानी गरिएको पारिश्रमिक, भत्ता तथा सुविधा :

संचालकहरूले आर्थिक वर्ष २०८०/८१ मा कुनै पनि बैठक भत्ता तथा सेवा सुविधा नलिएको जानकारी गराउँदछौं। साथै कम्पनीको कार्यकारी प्रमुखलाई आर्थिक वर्ष २०८०/८१ मा कम्पनीबाट भूक्तानी गरिएको पारिश्रमिक, भत्ता तथा सुविधाको विवरण निम्न बमोजिम रहेको छ:

| विवरण | रकम |
|------------------------------|-----------|
| पारिश्रमिक | ४०,९५,२८० |
| औषधी उपचार तथा दुर्घटना बीमा | १०,०१६ |
| जम्मा | ४१,०५,२९६ |

(२१) शेयरधनीहरूले बुझिलिन बाकी रहेको लाभांशको रकम :

यस कम्पनीका शेयरधनीहरूले लाभांश बुझिलिन बाँकी नरहेको जानकारी गराउँदछौं।

(२२) दफा १४१ बमोजिम सम्पत्ति खरिद वा विक्री :

कम्पनीले आर्थिक वर्ष २०८०/८१ मा सम्पत्ति खरिद रु ११,५६४,२५२ गरेको छ भने कुनै पनि सम्पत्ति विक्री नगरेको जानकारी गराउँदछौं।

(२३) दफा १७५ बमोजिम सम्बद्ध कम्पनी वीच भएको कारोवार :

कम्पनीले कुनैपनि सम्बद्ध कम्पनी वीच कारोवार नगरेको व्यहोरा जानकारी गराउँदछौं ।

(२४) अन्य आवश्यक कुराहरु :

(अ) लेखापरीक्षकको नियुक्ति सिफारिस :

कम्पनी ऐनको दफा १११ बमोजिम आर्थिक वर्ष २०८०/८१ का लागि साविकको लेखापरीक्षक श्री प्रियंक एण्ड एसोसिएट्स, चाटर्ड एकाउन्टेण्टस् पुनः नियुक्तिको लागि योग्य हुनुभएकोले उहाँलाई नै कर लेखापरीक्षण शुल्क र विस्तृत लेखापरीक्षण प्रतिवेदन शुल्क समेत लेखापरीक्षण शुल्क बापत पारिश्रमिक जम्मा रु २५०,०००/- (अक्षरेपी रु दुई लाख पचास हजार मात्र) (मु.अ.कर बाहेक) प्रदान गर्ने गरी लेखापरीक्षक नियुक्त गर्न सिफारिस गरेको छ । सोको अनुमोदनका लागि प्रस्तुत गरिएको छ ।

(आ) सम्पत्ति शुद्धिकरण सम्बन्धमा :

सम्पत्ति शुद्धिकरण सम्बन्धी ऐन, नियम तथा निर्देशन अनुसार कम्पनीले सम्बन्धित वित्तीय जानकारी इकाई समक्ष विवरण पेश गर्ने गरेको छ ।

(इ) कृषि, बाली तथा पशुपंछी बीमा, लघु बीमा निर्देशन सम्बन्धमा :

हालसम्म यस कम्पनीले कृषि, बाली तथा पशुपंछि बीमालेख जारी गरेको छैन तर लघु बीमा सम्बन्धी निर्देशनलाई अंगिकार गरी त्यसबाट कम्पनीले अझ बढी व्यवसाय बृद्धि हुने अपेक्षा राखिएको छ ।

मिति: २०८२/०१/२१

संचालक समितिको तर्फबाट
आशिष श्रेष्ठ
अध्यक्ष

Priyank & Associates

Chartered Accountants

Sinamangal, Kathmandu, Mob:-9852031935

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF NEPAL MICRO INSURANCE COMPANY LIMITED

Opinion

We have audited the accompanying Financial Statements of Nepal Micro Insurance Company Limited which comprises the Statement of Financial Position as at Ashad 31, 2081 and Statement of Profit or Loss, Statement of Other Comprehensive Income, Statement of Changes in Equity & Statement of Cash Flows for the period then ended and the summary of significant accounting policies and Notes to the Financial Statements.

In our opinion and to the best of our information and according to the explanations given to us, the accompanying Financial statements give true and fair view of the financial position of the company as at 31st Ashadh 2080, its financial performance and its cash flows for the period then ended in accordance with Nepal financial reporting standards (NFRS).

Basis of Opinion

We conducted our audit of the financial statements in accordance with the Nepal Standard on Auditing (NSAs) & applicable law. Our responsibilities under those Standards are further described in the Auditor's Responsibility for the audit of the Financial Statements section of our report. We are independent of the company and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of Nepal (ICAN) for Professional Accountants.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis of our audit opinion on financial statements.

Key Audit Matter(s)

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there is no key audit matter to be communicated in our report.

Other Information

Management is responsible for Other Information. Such information constitutes the information included on the Annual Report 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 other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained in audit or otherwise appears to be materially misstated. If based on the work we have performed, we conclude that there is material misstatement of the other information, we are required to report the fact. We have nothing to report in this regard.



Managements Responsibility for the Financial Statements

Management is responsible for preparation and fair presentation of the Financial Statements in accordance with the Nepal Financial Reporting Standards (NFRSs) and for such internal control as management determines is necessary to enable the preparation of Financial Statements that are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, management is responsible for assessing its ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management either intends to liquidate or cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's Financial Reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material 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

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

i) Identify and assess the risk of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and 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, misrepresentation, or the override of internal controls.

ii) Obtain an understanding of Internal Control relevant to 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 Company's Internal Control.

iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.

iv) 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 its 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 Audit Report. However, Future events or conditions may cause the Company to cease to continue as a going concern.

v) Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves

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

We also communicate with those charged with governance 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.

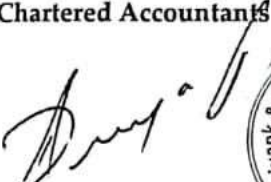



Report on the Other Legal & Regulatory Requirements

On the basis of our examination and explanations given to us as per Companies Act, we would like to report that

- (i) We have obtained satisfactory information and explanations asked for, which, to the best of our knowledge and belief, were necessary for the purpose of our audit.
- (ii) Company has kept proper books of accounts as required by law, so far as it appears from the examination of those books of accounts.
- (iii) To the best of our information and explanation given to us, from our examination of the books of accounts of the company and as confirmed by management through Management Representation Letters we have not come across the case where Board of directors or any other members or any employee of the company has acted contrary to the provision of law relating to accounts or cause loss or damage to the company deliberately.
- (iv) To the best of our information and explanation given to us, from our examination of the books of accounts of the company and as confirmed by management through Management Representation Letters we did not obtain any information that substantiate there is account related forgery and issues in the company except mentioned in
- (v) Company's Special reserves are as per prescribed provisions.
- (vi) As per our information obtained company has not conducted any kind of other business except approved in
- (vii) To the best of information provided to us, the company is able to meet its long term liabilities from its assets.

**FOR Priyank & Associates
Chartered Accountants**

**CA. Priyank Pokhrel
Proprietor**

Place: Kathmandu

Date: 2025-04-21

UDIN: 250421CA00989rf3eW

Nepal Micro Insurance Company Limited
Statement of Financial Position
As At 15th July, 2024 (Ashad End 2081)

Fig in NPR

| Particulars | Notes | Current Year | Previous Year |
|--------------------------------------|--------|-----------------------|-----------------------|
| Assets | | | |
| Goodwill & Intangible Assets | 4 | 11,442,954.13 | 11,130,402.90 |
| Property and Equipment | 5 | 35,113,157.37 | 29,052,133.50 |
| Investment Properties | 6 | - | - |
| Deferred Tax Assets | 7 | - | - |
| Investment in Subsidiaries | 8 | - | - |
| Investment in Associates | 9 | - | - |
| Investments | 10 | 483,588,000.00 | 467,500,000.00 |
| Loans | 11 | - | 920,416.67 |
| Reinsurance Assets | 12 | 50,754,088.00 | 287.62 |
| Current Tax Assets | 21 | 11,321,310.99 | 803,033.95 |
| Insurance Receivables | 13 | - | - |
| Other Assets | 14 | 1,407,472.92 | 3,282,261.59 |
| Other Financial Assets | 15 | 848,382.33 | 840,227.30 |
| Cash and Cash Equivalent | 16 | 57,371,990.20 | 32,072,351.52 |
| Total Assets | | 651,847,355.95 | 545,601,115.05 |
| Equity & Liabilities | | | |
| Equity | | | |
| Share Capital | 17 (a) | 525,000,000.00 | 525,000,000.00 |
| | 17 (b) | - | - |
| Share Premium | 17 (c) | - | - |
| Special Reserves | 17 (d) | 2,433,689.29 | 2,143,275.78 |
| Catastrophe Reserves | 17 (e) | 243,368.92 | 214,327.57 |
| Retained Earnings | 17 (f) | 1,996,417.61 | 1,798,708.03 |
| Other Equity | 17 (g) | 13,275.78 | 42,865.51 |
| Total Equity | | 529,686,751.60 | 529,199,176.89 |
| Liabilities | | | |
| Provisions | 18 | 1,378,166.00 | 346,446.00 |
| Gross Insurance Contract Liabilities | 19 | 80,078,023.80 | 1,438.08 |
| Deferred Tax Liabilities | 7 | 145,229.00 | 87,374.69 |
| Insurance Payable | 20 | 23,133,181.65 | 230.56 |
| Current Tax Liabilities | 21 | - | - |
| Borrowings | 22 | - | - |
| Other Liabilities | 23 | 16,459,707.38 | 14,415,025.90 |
| Other Financial Liabilities | 24 | 966,296.52 | 1,551,422.93 |
| Total Liabilities | | 122,160,604.35 | 16,401,938.16 |
| Total Equity and Liabilities | | 651,847,355.95 | 545,601,115.05 |

The accompanying notes form an Integral Part of Financial Statements.

As per our report on Even Date

Nepal Micro Insurance Company Limited
Statement of Profit or Loss
For Period 17th July, 2023 - 15th July, 2024
(For the Year Ended Ashad 2081)

Fig in NPR

| Particulars | Notes | Current Year | Previous Year |
|---|-----------|----------------------|----------------------|
| Income: | | | |
| Gross Earned Premiums | 25 | 34,783,340.18 | 11.92 |
| Premiums Ceded | 26 | 22,198,951.38 | 2.38 |
| Net Earned Premiums | | 12,584,388.80 | 9.54 |
| Commission Income | 27 | 12,129,537.21 | 0.48 |
| Other Direct Income | 28 | - | - |
| Income from Investments & Loans | 29 | 45,973,112.02 | 16,784,847.07 |
| Net Gain/ (Loss) on Fair Value Changes | 30 | - | - |
| Net Realised Gains/ (Losses) | 31 | - | - |
| Other Income | 32 | 1,128,574.96 | 20.00 |
| Total Income | | 71,815,612.99 | 16,784,877.09 |
| Expenses: | | | |
| Gross Claims Paid | 33 | 6,667,717.23 | - |
| Claims Ceded | 33 | 3,782,392.51 | - |
| Gross Change in Contract Liabilities | 34 | 11,693,771.80 | - |
| Change in Contract Liabilities Ceded to Reinsurers | 34 | 6,861,898.00 | - |
| Net Claims Incurred | | 7,717,198.52 | - |
| Commission Expenses | 35 | 270,950.86 | - |
| Service Fees | 36 | 185,376.48 | 5.79 |
| Other Direct Expenses | 37 | - | - |
| Employee Benefits Expenses | 38 | 38,453,947.27 | 5,822,787.14 |
| Depreciation and Amortization Expenses | 39 | 5,190,677.10 | 2,050,128.98 |
| Impairment Losses | 40 | - | - |
| Other Operating Expenses | 41 | 16,875,556.68 | 2,656,647.42 |
| Finance Cost | 42 | 1,137,437.40 | 254,063.08 |
| Total Expenses | | 69,831,144.31 | 10,783,632.41 |
| Net Profit/(Loss) For The Year Before Share of Net Profits of Associates Accounted for Using Equity Method and Tax | | 1,984,468.68 | 6,001,244.68 |
| Share of Net Profit of Associates accounted using Equity Method | 9 | - | - |
| Profit Before Tax | | 1,984,468.68 | 6,001,244.68 |
| Income Tax Expense | 43 | 1,461,495.97 | 1,802,067.79 |
| Net Profit/(Loss) For The Year | | 522,972.71 | 4,199,176.89 |
| Earning Per Share | 51 | | |
| Basic EPS | | 0.10 | 0.80 |
| Diluted EPS | | 0.10 | 0.80 |

The accompanying notes form an Integral Part of Financial Statements.

As per our report on Even Date

Nepal Micro Insurance Company 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 |
|--|----------------------|-------------------|
| Cash Flow From Operating Activities: | | |
| Cash Received | | |
| Gross Premium Received | 103,166,154.10 | 1,450.00 |
| Reinsurance Commission Received | 13,989,401.99 | 0.48 |
| Claim Recovery Received from Reinsurers | 3,782,392.51 | - |
| Realised Foreign Exchange Income other than on Cash and Cash Equivalents | - | - |
| Other Direct Income Received | 1,866,633.64 | 20.00 |
| Others (to be specified) | - | - |
| Cash Paid | | |
| Gross Benefits and Claims Paid | (6,667,717.23) | - |
| Reinsurance Premium Paid | 23,132,951.09 | (290.00) |
| Commission Paid | (314,326.66) | - |
| Service Fees Paid | (515,830.75) | (5.79) |
| Employee Benefits Expenses Paid | (38,233,450.75) | (5,822,787.14) |
| Other Expenses Paid | (14,384,281.61) | (2,656,647.42) |
| Other Direct Expenses Paid | - | - |
| Change in working capital | - | 10,467,185.88 |
| Others (to be specified) | - | - |
| Income Tax Paid | (10,460,422.73) | (1,714,693.10) |
| Net Cash Flow From Operating Activities [1] | 75,361,503.60 | 274,232.91 |
| Cash Flow From Investing Activities | | |
| Acquisitions of Intangible Assets | (347,000.00) | - |
| Proceeds From Sale of Intangible Assets | - | - |
| Acquisitions of Investment Properties | - | - |
| Proceeds From Sale of Investment Properties | - | - |
| Acquisitions of Property & Equipment | (11,217,252.21) | (42,232,665.38) |
| Proceeds From Sale of Property & 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 | - | - |

| Particulars | Current Year | Previous Year |
|---|------------------------|-------------------------|
| 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 | (85,391,141.39) | (467,500,000.00) |
| Maturity of Deposits | - | - |
| Loans Paid | 920,416.67 | - |
| Proceeds from Loans | - | - |
| Rental Income Received | - | - |
| Proceeds from Finance Lease | - | - |
| Interest Income Received | 45,973,112.02 | 16,784,847.07 |
| Dividend Received | - | - |
| Others (to be specified) | - | - |
| Total Cash Flow From Investing Activities [2] | (50,061,864.92) | (492,947,818.31) |
| Cash Flow From Financing Activities | | |
| Interest Paid | - | (254,063.08) |
| Proceeds From Borrowings | - | - |
| Repayment of Borrowings | - | - |
| Payment of Finance Lease | - | - |
| Proceeds From Issue of Share Capital | - | 525,000,000.00 |
| Share Issuance Cost Paid | - | - |
| Dividend Paid | - | - |
| Dividend Distribution Tax Paid | - | - |
| Others (to be specified) | - | - |
| Total Cash Flow From Financing Activities [3] | - | 524,745,936.92 |
| Net Increase/(Decrease) In Cash & Cash Equivalents [1+2+3] | 25,299,638.68 | 32,072,351.52 |
| Cash & Cash Equivalents At Beginning of The Year/Period | 32,072,351.52 | - |
| Effect of Exchange Rate Changes on Cash and Cash Equivalents | | |
| Cash & Cash Equivalents At End of The Year/Period | 57,371,990.20 | 32,072,351.52 |
| Components of Cash & Cash Equivalents | | |
| Cash In Hand | - | - |
| Cheuqe in Hand | - | - |
| Term Deposit with Banks (with initial maturity upto 3 months) | - | - |
| Balance With Banks | 57,371,990.20 | 21,605,165.64 |

The accompanying notes form an Integral Part of Financial Statements.

As per our report on Even Date

Nepal Micro Insurance Company Limited
Statement of Other Comprehensive Income
For Period 17th July, 2023 - 15th July, 2024
(For the Year Ended Ashad 2081)

Fig in NPR

| Particulars | Notes | Current Year | Previous Year |
|---|-------|--------------|---------------|
| Net Profit/(Loss) For the Year | | 522,972.71 | 4,199,176.89 |
| Other Comprehensive Income | | | |
| a) Items that are or may be Reclassified to Profit or Loss | | | |
| Changes in Fair Value of FVOCI Debt Instruments | | - | - |
| Cash Flow Hedge - Effective Portion of Changes in Fair Value | | - | - |
| Exchange differences on translation of Foreign Operation | | - | - |
| Share of other comprehensive income of associates accounted for using the equity method | 9 | - | - |
| Income Tax Relating to Above Items | | - | - |
| Reclassified to Profit or Loss | | - | - |
| b) Items that will not be Reclassified to Profit or Loss | | | |
| Changes in fair value of FVOCI Equity Instruments | | - | - |
| Revaluation of Property and Equipment/ Goodwill & Intangible Assets | | - | - |
| Remeasurement of Post-Employment Benefit Obligations | | - | - |
| Share of other comprehensive income of associates accounted for using the equity method | 9 | - | - |
| Income Tax Relating to Above Items | | - | - |
| Total Other Comprehensive Income For the Year, Net of Tax | | - | - |
| Total Comprehensive Income For the Year, Net of Tax | | 522,972.71 | 4,199,176.89 |

The accompanying notes form an Integral Part of Financial Statements.

As per our report on Even Date

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

Fig in NPR

| Particulars | Ordinary Share Capital | Preference Shares | Share Application Money Pending Allotment | Share Premium | Retained Earnings | Revaluation Reserves | Special Reserves | Capital Reserves | Catastrophe Reserve | Corporate Social Responsibility (CSR) Reserves | Insurance Fund Including Insurance Reserve | Fair Value Reserves | Actuarial Reserves | Deferred Tax Reserve | Other Reserves | Total |
|--|------------------------|-------------------|---|---------------|-------------------|----------------------|------------------|------------------|---------------------|--|--|---------------------|--------------------|----------------------|----------------|--------------|
| Balance as on Shrawan 1, 2079 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Prior period adjustment | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Restated Balance as at Shrawan 1, 2079 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Profit/(Loss) For the Year | - | - | - | - | 4,199,176.89 | - | - | - | - | - | - | - | - | - | - | 4,199,176.89 |
| 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 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| v) Revaluation of Property and Equipment/ Goodwill & Intangible Assets | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |

| Particulars | Ordinary Share Capital | Preference Shares | Share Application Money Pending Allotment | Share Premium | Retained Earnings | Revaluation Reserves | Special Reserves | Capital Reserves | Catastrophe Reserve | Corporate Social Responsibility (CSR) Reserves | Insurance Fund Including Insurance Reserve | Fair Value Reserves | Actuarial Reserves | Deferred Tax Reserve | Other Reserves | Total |
|---|------------------------|-------------------|---|---------------|-------------------|----------------------|------------------|------------------|---------------------|--|--|---------------------|--------------------|----------------------|----------------|----------------|
| vi) Remeasurement of Post-Employment Benefit Obligations | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Transfer to Reserves/Funds | - | - | - | - | -2,400,468.86 | - | 2,143,275.78 | - | 214,327.57 | 42,865.51 | - | - | - | - | - | 0.00 |
| Transfer to Deferred Tax Reserves | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| 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 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Share Issuance Costs | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Contribution by/ Distribution to the owners of the Company | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| i) Bonus Share Issued | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| ii) Share issue | 525,000,000.00 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 525,000,000.00 |
| iii) Cash Dividend | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| iv) Dividend Distribution Tax | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| v) Others (To be specified) | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Balance as on Ashadh end, 2079 | 525,000,000.00 | - | - | - | 1,798,708.03 | - | 2,143,275.78 | - | 214,327.57 | 42,865.51 | - | - | - | - | - | 529,199,176.89 |

| Particulars | Ordinary Share Capital | Preference Shares | Share Application Money Pending Allotment | Share Premium | Retained Earnings | Revaluation Reserves | Special Reserves | Capital Reserves | Catastrophe Reserve | Corporate Social Responsibility (CSR) Reserves | Insurance Fund Including Insurance Reserve | Fair Value Reserves | Actuarial Reserves | Deferred Tax Reserve | Other Reserves | Total |
|--|------------------------|-------------------|---|---------------|-------------------|----------------------|------------------|------------------|---------------------|--|--|---------------------|--------------------|----------------------|----------------|----------------|
| Balance as on Shrawan 1, 2080 | 525,000,000.00 | - | - | - | 1,798,708.03 | - | 2,143,275.78 | - | 214,327.57 | 42,865.51 | - | - | - | - | - | 529,199,176.89 |
| Prior period adjustment | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Restated Balance as at Shrawan 1, 2080 | - | - | - | - | 1,798,708.03 | - | - | - | - | - | - | - | - | - | - | 1,798,708.03 |
| Profit/(Loss) For the Year | - | - | - | - | 522,973 | - | - | - | - | - | - | - | - | - | - | 522,973 |
| 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 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| v) Revaluation of Property and Equipment/ Goodwill & Intangible Assets | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| vi) Remeasurement of Post-Employment Benefit Obligations | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Transfer to Reserves/ Funds | - | - | - | - | (325,263.13) | - | 290,413.51 | - | 29,041.35 | 5,808.27 | - | - | - | - | - | 0.00 |
| Transfer to Deferred Tax Reserves | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |

| Particulars | Ordinary Share Capital | Preference Shares | Share Application Money Pending Allotment | Share Premium | Retained Earnings | Revaluation Reserves | Special Reserves | Capital Reserves | Catastrophe Reserve | Corporate Social Responsibility (CSR) Reserves | Insurance Fund Including Insurance Reserve | Fair Value Reserves | Actuarial Reserves | Deferred Tax Reserve | Other Reserves | Total |
|---|------------------------|-------------------|---|---------------|-------------------|----------------------|------------------|------------------|---------------------|--|--|---------------------|--------------------|----------------------|----------------|----------------|
| 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 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| 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) CSR expenses | - | - | - | - | - | - | - | - | - | (35,398) | - | - | - | - | - | (35,398) |
| Balance as on Ashadh end, 2080 | 525,000,000.00 | - | - | - | 3,795,125.64 | - | 2,433,689.29 | - | 243,368.92 | 13,275.78 | - | - | - | - | - | 531,485,459.63 |

The accompanying notes form an Integral Part of Financial Statements.

As per our report on Even Date

Nepal Micro Insurance Company Limited
Statement of Distributable Profit or Loss
For Period 17th July, 2023 - 15th July, 2024
(For the Year Ended Ashad 2081)

Fig in NPR

| Particulars | Current Year | Previous Year |
|--|---------------------|---------------------|
| Opening Balance in Retained Earnings | 1,798,708.03 | - |
| Transfer from OCI reserves to retained earning in current year | - | - |
| Net profit or (loss) as per statement of profit or loss | 522,973 | 4,199,176.89 |
| | | |
| Appropriations: | | |
| i) Transfer to Insurance Fund | - | - |
| ii) Transfer to Special Reserve | (290,414) | (2,143,276) |
| iii) Transfer to Catastrophe Reserve | (29,041) | (214,328) |
| iv) Transfer to Capital Reserve | - | - |
| v) Transfer to CSR reserve | (5,808) | (42,866) |
| vi) Transfer to/from Regulatory Reserve | - | - |
| vii) Transfer to Fair Value Reserve | - | - |
| viii) Transfer of Deferred Tax Reserve | - | - |
| ix) Transfer to OCI reserves due to change in classification | - | - |
| x) Others (to be Specified) | - | - |
| | | |
| Deductions: | | |
| i) Accumulated Fair Value Gain on each Financial Assets Measured at FVTPL | | |
| a) Equity Instruments | - | - |
| b) Mutual Fund | - | - |
| c) Others (if any) | - | - |
| ii) Accumulated Fair Value gain on Investment Properties | - | - |
| iii) Accumulated Fair Value gain on Hedged Items in Fair Value Hedges | - | - |
| iv) Accumulated Fair Value gain on Hedging Instruments in Fair Value Hedges | - | - |
| v) Accumulated Fair value gain of Ineffective Portion on Cash Flow Hedges | - | - |
| vi) Goodwill Recognised | - | - |
| vii) Unrealised Gain on fluctuation of Foreign Exchange Currency | - | - |
| viii) Accumulated Share of Net Profit of Associates accounted using Equity Method included in Investment Account | - | - |
| ix) Overdue loans | - | - |
| x) Fair value gain recognised in Statement of Profit or Loss | - | - |
| xi) Investment in unlisted shares | - | - |
| 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) Others (to be specified) | - | - |
| Adjusted Retained Earning | 1,996,417.61 | 1,798,708 |
| 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) | - | - |
| Total Distributable Profit/(loss) | 1,996,418 | 1,798,708.03 |

The accompanying notes form an Integral Part of Financial Statements.

As per our report on Even Date

Nepal Micro Insurance Company Limited
Notes to the Financial Statements

4. Goodwill & Intangible Assets

Fig in NPR

| Particulars | Softwares | Goodwill | Others (to be Specified) | Total |
|--|----------------------|----------|-----------------------------|----------------------|
| Gross carrying amount | | | | |
| As at Shrawan 1, 2079 | - | - | - | - |
| Additions during the year | | | | |
| Acquisition | - | - | - | - |
| Internal Development | - | - | - | - |
| Business Combination(to be Specified) | - | - | - | - |
| Disposals during the year | - | - | - | - |
| Revaluation/Adjustment | - | - | - | - |
| Balance as at Ashadh 31, 2080 | - | - | - | - |
| Additions during the year | | | | |
| Acquisition | 347,000 | - | - | 347,000.00 |
| Internal Development | - | - | - | - |
| Business Combination(to be Specified) | - | - | - | - |
| Disposals during the year | - | - | - | - |
| Revaluation/Adjustment | - | - | - | - |
| Balance as at Ashadh 31, 2081 | 347,000 | - | - | 347,000.00 |
| | | | | - |
| Accumulated amortization and impairment | | | | - |
| As at Shrawan 1, 2079 | | | | - |
| Additions during the year | - | - | - | - |
| Disposals during the year | - | - | - | - |
| Impairment during the year | - | - | - | - |
| Balance as at Ashadh 31, 2080 | - | - | - | - |
| Additions during the year | 34,449 | - | - | 34,448.77 |
| Disposals during the year | - | - | - | - |
| Impairment during the year | - | - | - | - |
| Balance as at Ashadh 31, 2081 | 34,449 | - | - | 34,448.77 |
| | | | | - |
| Capital Work-In-Progress | | | | - |
| As on Shrawan 1, 2079 | - | - | - | - |
| Additions during the year | 11,130,402.90 | - | - | 11,130,402.90 |
| Capitalisation during the year | - | - | - | - |
| Disposals during the year | - | - | - | - |
| Impairment during the year | - | - | - | - |
| Balance as on Ashadh 31, 2080 | 11,130,402.90 | - | - | 11,130,402.90 |
| Additions during the year | - | - | - | - |
| Capitalisation during the year | - | - | - | - |
| Disposals during the year | - | - | - | - |
| Impairment during the year | - | - | - | - |
| Balance as on Ashadh 31, 2081 | 11,130,403 | - | - | 11,130,403 |
| | | | | - |
| Net Carrying Amount | | | | - |
| As on Ashadh 31, 2080 | 11,130,403 | - | - | 11,130,403 |
| As on Ashadh 31, 2081 | 11,442,954 | - | - | 11,442,954 |

Nepal Micro Insurance Company Limited
Notes to the Financial Statements

5. Property and Equipment

Fig in NPR

| Particulars | Land | Buildings | Leasehold Improvement | Furniture & Fixtures | Computers and IT Equipments | Office Equipment | Vehicles | Other Assets | Total |
|--------------------------------------|------|-----------|-----------------------|----------------------|-----------------------------|------------------|------------------|--------------|-------------------|
| Gross carrying amount | | | | | | | | | |
| As on Shrawan 1, 2079 | - | - | - | - | - | - | - | - | - |
| Additions during the year | - | - | - | 6,372,013 | 1,887,301 | 1,398,970 | 6,487,080 | - | 16,145,364 |
| Acquisition | - | - | - | - | - | - | - | - | - |
| Capitalization | - | - | - | - | - | - | - | - | - |
| Disposals during the year | - | - | - | - | - | - | - | - | - |
| Write-offs during the year | - | - | - | - | - | - | - | - | - |
| Revaluation during the year | - | - | - | - | - | - | - | - | - |
| Transfer/ adjustments | - | - | - | - | - | - | - | - | - |
| Balance as on Ashadh 31, 2080 | - | - | - | 6,372,013 | 1,887,301 | 1,398,970 | 6,487,080 | - | 16,145,364 |
| Additions during the year | | | | | | | | | |
| Acquisition | - | - | - | 2,736,783 | 5,598,503 | 2,697,100 | 184,867 | - | 11,217,252 |
| Capitalization | - | - | - | - | - | - | - | - | - |
| Disposals during the year | - | - | - | - | - | - | - | - | - |
| Write-offs during the year | - | - | - | - | - | - | - | - | - |
| Revaluation during the year | - | - | - | - | - | - | - | - | - |
| Transfer/ adjustments | - | - | - | - | - | - | - | - | - |
| Balance as on Ashadh 31, 2081 | - | - | - | 9,108,796 | 7,485,804 | 4,096,070 | 6,671,947 | - | 27,362,617 |

| Particulars | Land | Buildings | Leasehold Improvement | Furniture & Fixtures | Computers and IT Equipments | Office Equipment | Vehicles | Other Assets | Total |
|---|------|-----------|-----------------------|----------------------|-----------------------------|------------------|----------------|--------------|------------------|
| Accumulated depreciation and impairment | | | | | | | | | |
| As on Shrawan 1, 2079 | - | - | - | - | - | - | - | - | - |
| Additions during the year | - | - | - | 407,702 | 162,308 | 100,517 | 227,492 | - | 898,019 |
| Disposals during the year | - | - | - | - | - | - | - | - | - |
| Write-offs during the year | - | - | - | - | - | - | - | - | - |
| Impairment during the year | - | - | - | - | - | - | - | - | - |
| Transfer/ adjustments | - | - | - | - | - | - | - | - | - |
| Balance as on Ashadh 31, 2080 | - | - | - | 407,702 | 162,308 | 100,517 | 227,492 | - | 898,019 |
| Additions during the year | - | - | - | 689,369 | 590,816 | 250,145 | 634,518 | - | 2,164,849 |
| Disposals during the year | - | - | - | - | - | - | - | - | - |
| Write-offs during the year | - | - | - | - | - | - | - | - | - |
| Impairment during the year | - | - | - | - | - | - | - | - | - |
| Transfer/ adjustments | - | - | - | - | - | - | - | - | - |
| Balance as on Ashadh 31, 2081 | - | - | - | 1,097,070.67 | 753,124 | 350,662 | 862,011 | - | 3,062,868 |
| Capital Work-In-Progress | | | | | | | | | |
| As on Shrawan 1, 2079 | - | - | - | - | - | - | - | - | - |
| Additions during the year | - | - | - | - | - | - | - | - | - |
| Capitalisation during the year | - | - | - | - | - | - | - | - | - |
| Disposals during the year | - | - | - | - | - | - | - | - | - |
| Impairment during the year | - | - | - | - | - | - | - | - | - |
| Balance as on Ashadh 31, 2080 | - | - | - | - | - | - | - | - | - |
| Additions during the year | - | - | - | - | - | - | - | - | - |

| Particulars | Land | Buildings | Leasehold Improvement | Furniture & Fixtures | Computers and IT Equipments | Office Equipment | Vehicles | Other Assets | Total |
|--------------------------------------|------|-----------|-----------------------|----------------------|-----------------------------|------------------|-----------|--------------|------------|
| Capitalisation during the year | - | - | - | - | - | - | - | - | - |
| Disposals during the year | - | - | - | - | - | - | - | - | - |
| Impairment during the year | - | - | - | - | - | - | - | - | - |
| Balance as on Ashadh 31, 2081 | - | - | - | - | - | - | - | - | - |
| Net Carrying Amount | | | | | | | | | |
| As on Ashadh 31, 2080 | - | - | - | 5,964,311 | 1,724,993 | 1,298,453 | 6,259,588 | - | 15,247,345 |
| As on Ashadh 31, 2081 | - | - | - | 8,011,725 | 6,732,679 | 3,745,408 | 5,809,937 | - | 24,299,749 |
| Right-of-Use Assets | | | | | | | | | |
| Gross carrying amount | | | | | | | | | |
| As on Shrawan 1, 2079 | - | - | - | - | - | - | - | - | - |
| Additions during the year | - | - | 14,956,898 | - | - | - | - | - | 14,956,898 |
| Disposals during the year | - | - | - | - | - | - | - | - | - |
| Write-offs during the year | - | - | - | - | - | - | - | - | - |
| Revaluation during the year | - | - | - | - | - | - | - | - | - |
| Transfer/Adjustment | - | - | - | - | - | - | - | - | - |
| Balance as on Ashadh 31, 2080 | - | - | 14,956,898 | - | - | - | - | - | 14,956,898 |
| Additions during the year | - | - | - | - | - | - | - | - | - |
| Disposals during the year | - | - | - | - | - | - | - | - | - |
| Write-offs during the year | - | - | - | - | - | - | - | - | - |
| Revaluation during the year | - | - | - | - | - | - | - | - | - |

| Particulars | Land | Buildings | Leasehold Improvement | Furniture & Fixtures | Computers and IT Equipments | Office Equipment | Vehicles | Other Assets | Total |
|--------------------------------------|------|-----------|-----------------------|----------------------|-----------------------------|------------------|------------------|--------------|-------------------|
| Transfer/Adjustment | - | - | - | - | - | - | - | - | - |
| Balance as on Ashadh 31, 2081 | - | - | 14,956,898 | - | - | - | - | - | 14,956,898 |
| Accumulated depreciation | | | | | | | | | |
| As on Shrawan 1, 2079 | - | - | - | - | - | - | - | - | - |
| Additions during the year | - | - | 1,152,110 | - | - | - | - | - | 1,152,110 |
| Disposals during the year | - | - | - | - | - | - | - | - | - |
| Write-offs during the year | - | - | - | - | - | - | - | - | - |
| Impairment during the year | - | - | - | - | - | - | - | - | - |
| Transfer/adjustments | - | - | - | - | - | - | - | - | - |
| Balance as on Ashadh 31, 2080 | - | - | 1,152,110 | - | - | - | - | - | 1,152,110 |
| Additions during the year | - | - | 2,991,380 | - | - | - | - | - | 2,991,380 |
| Disposals during the year | - | - | - | - | - | - | - | - | - |
| Write-offs during the year | - | - | - | - | - | - | - | - | - |
| Impairment during the year | - | - | - | - | - | - | - | - | - |
| Transfer/adjustments | - | - | - | - | - | - | - | - | - |
| Balance as on Ashadh 31, 2081 | - | - | 4,143,489 | - | - | - | - | - | 4,143,489 |
| Net Carrying Amount | | | | | | | | | |
| As on Ashadh 31, 2080 | - | - | 13,804,788 | - | - | - | - | - | 13,804,788 |
| As on Ashadh 31, 2081 | - | - | 10,813,409 | - | - | - | - | - | 10,813,409 |
| Grand Total | | | | | | | | | |
| As on Ashadh 31, 2080 | - | - | 13,804,788 | 5,964,311 | 1,724,993 | 1,298,453 | 6,259,588 | - | 29,052,133 |
| As on Ashadh 31, 2081 | - | - | 10,813,409 | 8,011,725 | 6,732,679 | 3,745,408 | 5,809,937 | - | 35,113,157 |

Nepal Micro Insurance Company Limited
Notes to the Financial Statements

6. Investment Properties
Investment Properties at Cost

Fig in NPR

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

| (i) Amounts recognised in statement of profit or loss | | |
|---|---------------------|----------------------|
| Particulars | Current Year | Previous Year |
| Rental income | - | - |
| Direct operating expenses from property that generated rental income | - | - |
| Direct operating expenses from property that didn't generated rental income | - | - |
| Profit from investment properties before depreciation | - | - |
| Depreciation charge | - | - |
| Profit from investment properties | - | - |
| | | |
| (ii) Fair value of investment properties: | | |
| Particulars | Current Year | Previous Year |
| Land | - | - |
| Building | - | - |
| Total | - | - |

| Notes on Fair Value : |
|---|
| The Company obtains independent valuations for its investment properties. The best evidence of fair value is current prices in an active market for similar properties. Where such information is not available, the Company consider information from a variety of sources including : |
| i) current prices in an active market for properties of different nature or recent prices of similar properties in less active markets, adjusted to reflect those differences, |
| ii) discounted cash flow projections based on reliable estimates of future cash flows, |
| iii) capitalised income projections based upon a property's estimated net market income, and a capitalization rate derived from an analysis of market evidence. |
| The fair values of investment properties have been deteremined byThe main inputs used are the rental growth rates, expected vacancy rates, terminal yields and discount rates based on comparable transctions and industry data. |

| | | | |
|--|--|--|--|
| (iii) Disclosure on restriction on the realisability of investment properties: | | | |
| (iv) Contractual obligations: | | | |

Nepal Micro Insurance Company Limited
Notes to the Financial Statements

7. Deferred Tax Assets/(Liabilities)

Fig in NPR

| Particulars | Current Year | | | Previous Year | | |
|-------------------------------------|---------------------|--------------|---------------------|---------------------|--------------|---------------------|
| | Through SOPL | Through SOCI | Total | Through SOPL | Through SOCI | Total |
| Goodwill & Intangible Assets | (34,951.23) | | (34,951.23) | | | - |
| Property and Equipment | (4,172,377.25) | | (4,172,377.25) | (14,533,156.11) | | (14,533,156.11) |
| Financial Assets at FVPTL | | | - | | | - |
| Financial Assets at FVTOCI | | | - | | | - |
| Provision for Leave | 1,378,166.00 | | 1,378,166.00 | 346,446.00 | | 346,446.00 |
| Provision for Gratuity | | | | | | |
| Impairment Loss on Financial Assets | | | - | | | - |
| Impairment Loss on Other Assets | | | - | | | - |
| Unearned Premiums Reserve | | | - | - | | - |
| Premium Deficiency Reserve | | | | | | |
| IBNR and IBNER Claims | 1,445,835.45 | | 1,445,835.45 | | | |
| Margin For Adverse Deviation | 93,739.00 | | 93,739.00 | | | |
| Carry forward of unused tax losses | | | | | | |
| Changes in tax rate | | | | | | |
| Lease Equalisation Reserve | 805,489.85 | | 805,489.85 | 13,895,461.14 | | 13,895,461.14 |
| Others (specify if any) | | | | | | |
| Total | (484,098.18) | - | (484,098.18) | (291,248.97) | - | (291,248.97) |
| Deferred Tax Asstes | | | - | | | - |
| Deferred Tax Liabilities | (145,229.45) | | (145,229.45) | (87,374.69) | | (87,374.69) |

Movements in deferred tax Assets/ (Liabilities)

| Particulars | Current Year | | | Previous Year | | |
|---|---------------------|------|---------------------|--------------------|------|--------------------|
| | SOPL | SOCI | Total | SOPL | SOCI | Total |
| As at Shrawan 1, 2080 | (87,374.69) | | (87,374.69) | | | - |
| Charged/(Credited) to Statement of Profit or Loss | (57,854.31) | | (57,854.31) | (87,374.69) | | (87,374.69) |
| Charged/(Credited) to Other Comprehensive Income | | | - | | | - |
| As at Ashadh 31, 2081 | (145,229.00) | | (145,229.00) | (87,374.69) | | (87,374.69) |

Nepal Micro Insurance Company Limited
Notes to the Financial Statements

8. Investment in Subsidiaries

Fig in NPR

| Particulars | Current Year | Previous Year | | |
|--|-------------------------|---------------|---------------|------------|
| Investment in Quoted Subsidiaries | - | - | | |
| Investment in Unquoted Subsidiaries | - | - | | |
| Less: Impairment Losses | | | | |
| Total | - | - | | |
| Investment in Quoted Subsidiaries | | | | |
| Particulars | Current Year | | Previous Year | |
| | Cost | Fair Value | Cost | Fair Value |
| Shares of Rs. Each of Ltd. | - | - | - | - |
| Shares of Rs. Each of Ltd. | - | - | - | - |
| Total | - | - | - | - |
| Investment in Unquoted Subsidiaries | | | | |
| Particulars | Current Year | | Previous Year | |
| | Cost | Fair Value | Cost | Fair Value |
| Shares of Rs. Each of Ltd. | - | - | - | - |
| Shares of Rs. Each of Ltd. | - | - | - | - |
| Total | - | - | - | - |
| Information Relating to Subsidiaries | | | | |
| Particulars | Percentage of Ownership | | | |
| | Current Year | | Previous Year | |
| Shares of Rs. Each of Ltd. | - | - | - | - |
| Shares of Rs. Each of Ltd. | - | - | - | - |
| Shares of Rs. Each of Ltd. | - | - | - | - |
| Shares of Rs. Each of Ltd. | - | - | - | - |

Nepal Micro Insurance Company Limited
Notes to the Financial Statements

9. Investment in Associates

Fig in NPR

| Particulars | Current Year | Previous Year | | | | |
|--|--------------|---------------|--------------------|---------------|------------|--------------------|
| Investment in Quoted Associates | - | - | | | | |
| Investment in Unquoted Associates | - | - | | | | |
| Less: Impairment Losses | - | - | | | | |
| Total | - | - | | | | |
| Investment in Quoted Associates | | | | | | |
| Particulars | Current Year | | | Previous Year | | |
| | Cost | Fair Value | (or) Equity Method | Cost | Fair Value | (or) Equity Method |
| Shares of Rs. Each of Ltd. | - | - | - | - | - | - |
| Shares of Rs. Each of Ltd. | - | - | - | - | - | - |
| Add: Share of Profit or Loss for Earlier Years | - | - | - | - | - | - |
| Add: Share of Profit or Loss for Current Year | - | - | - | - | - | - |
| Total | - | - | - | - | - | - |
| Investment in Unquoted Associates | | | | | | |
| Particulars | Current Year | | | Previous Year | | |
| | Cost | Fair Value | (or) Equity Method | Cost | Fair Value | (or) Equity Method |
| Shares of Rs. Each of Ltd. | - | - | - | - | - | - |
| Shares of Rs. Each of Ltd. | - | - | - | - | - | - |
| Add: Share of Profit or Loss for Earlier Years | - | - | - | - | - | - |
| Add: Share of Profit or Loss for Current Year | - | - | - | - | - | - |
| Total | - | - | - | - | - | - |
| Information Relating to Associates | | | | | | |
| Particulars | Current Year | Previous Year | | | | |
| Name | - | - | | | | |
| Place of Business | - | - | | | | |
| Accounting Method | - | - | | | | |
| % of Ownership | - | - | | | | |
| Current Assets | - | - | | | | |
| Non-Current Assets | - | - | | | | |
| Current Liabilities | - | - | | | | |
| Non-Current Liabilities | - | - | | | | |
| Income | | | | | | |
| Net Profit or Loss | - | - | | | | |
| Other Comprehensive Income | - | - | | | | |
| Total Comprehensive Income | - | - | | | | |
| Company's share of profits | | | | | | |
| Net Profit or Loss | - | - | | | | |
| Other Comprehensive Income | - | - | | | | |

Nepal Micro Insurance Company Limited
Notes to the Financial Statements

10. Investments

Fig in NPR

| Particulars | Current Year | Previous Year |
|--|-----------------------|-----------------------|
| Investments measured at Amortised Cost | 483,588,000.00 | 467,500,000.00 |
| i) Investment in Preference Shares of Bank and Financial Institutions | - | - |
| ii) Investment in Debentures | 3,088,000.00 | - |
| iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government) | - | - |
| iv) Fixed Deposits in "A" Class Financial Institutions | 453,500,000.00 | 467,500,000.00 |
| v) Fixed Deposits in Infrastructure Banks | - | - |
| vi) Fixed Deposits in "B" Class Financial Institutions | 20,000,000.00 | - |
| vii) Fixed Deposits in "C" Class Financial Institutions | 7,000,000.00 | - |
| viii) Others (to be Specified) | - | - |
| Less: Impairment Losses | - | - |
| Investments at FVTOCI | - | - |
| i) Investment in Equity Instruments (Quoted) | - | - |
| ii) Investment in Equity Instruments (Unquoted) | - | - |
| iii) Investment in Mutual Funds | - | - |
| iv) Investment in Debentures | - | - |
| v) Others (to be Specified) | - | - |
| Investments at FVTPL | - | - |
| i) Investment in Equity Instruments (Quoted) | - | - |
| ii) Investment in Equity Instruments (Unquoted) | - | - |
| iii) Investment in Mutual Funds | - | - |
| iv) Investment in Debentures | - | - |
| v) Others (to be Specified) | - | - |
| Total | 483,588,000.00 | 467,500,000.00 |
| a) Details of Impairment Losses | | |
| Particulars | Current Year | Previous Year |
| Investment in Preference Shares of Bank and Financial Institutions | - | - |
| Investment in Debentures | - | - |
| Investment in Bonds (Nepal Government/NRB/Guaranteed by Nepal Government) | - | - |
| Fixed Deposit with "A" Class Financial Institutions | - | - |
| Fixed Deposit with Infrastructure Banks | - | - |
| Fixed Deposit with "B" Class Financial Institutions | - | - |
| Fixed Deposit with "C" Class Financial Institutions | - | - |
| Others (to be Specified) | - | - |
| Total | - | - |
| b) Investments having expected maturities less than 12 months: | | |
| Particulars | Current Year | Previous Year |
| Investment in Equity Instruments (Quoted) | - | - |
| Investment in Equity Instruments (Unquoted) | - | - |
| Investment in Mutual Funds | - | - |

| | | |
|---|-----------------------|----------------------|
| Investment in Preference Shares of Bank and Financial Institutions | - | - |
| Investment in Debentures | - | - |
| Investment in Bonds (Nepal Government/NRB/Guaranteed by Nepal Government) | - | - |
| Fixed Deposit with "A" Class Financial Institutions | 314,500,000.00 | 50,000,000.00 |
| Fixed Deposit with Infrastructure Banks | - | - |
| Fixed Deposit with "B" Class Financial Institutions | 21,000,000.00 | - |
| Fixed Deposit with "C" Class Financial Institutions | 6,000,000.00 | - |
| Others (to be Specified) | - | - |
| Total | 341,500,000.00 | 50,000,000.00 |

c) Information relating to investment in equity instruments

| Particulars | Current Year | | Previous Year | |
|---|--------------|------------|---------------|------------|
| | Cost | Fair Value | Cost | Fair Value |
| Investment in Equity Instruments (Quoted) | - | - | - | - |
|Ltd....shares of Rs....Each | - | - | - | - |
|Ltd....shares of Rs....Each | - | - | - | - |
|Ltd....shares of Rs....Each | - | - | - | - |
| Investment in Equity Instruments (Unquoted) | - | - | - | - |
|Ltd....shares of Rs....Each | - | - | - | - |
|Ltd....shares of Rs....Each | - | - | - | - |
|Ltd....shares of Rs....Each | - | - | - | - |

d) The company has earmarked investments amounting to NPR 367,500,000 To Nepal Insurance Authority.

Nepal Micro Insurance Company Limited
Notes to the Financial Statements

11. Loans

Fig in NPR

| Particulars | Current Year | Previous Year |
|--|--------------|-------------------|
| Loans measured at Amortised Cost | | |
| Loan to Employees | - | 920,416.67 |
| Others (to be Specified) | - | - |
| Less: Impairment Losses | - | - |
| Total | - | 920,416.67 |
| a) Expected repayment of loan within 12 months: | | |
| Particulars | Current Year | Previous Year |
| Loan to Employees | - | 234,999.96 |
| Others (to be Specified) | - | - |
| Total | - | 234,999.96 |

12. Reinsurance Assets

| Particulars | Current Year | Previous Year |
|-------------------------------|----------------------|---------------|
| Reinsurance Assets on: | | |
| Unearned Premium Reserve | 43,892,190.00 | 287.62 |
| Premium Deficiency Reserve | - | - |
| Outstanding Claims | 4,130,821.00 | - |
| IBNR and IBNER Claim | 2,601,025.00 | - |
| Margin For Adverse Deviation | 130,052.00 | - |
| Less: Impairment Losses | - | - |
| Total | 50,754,088.00 | 287.62 |

13. Insurance Receivables

| Particulars | Current Year | Previous Year |
|---|--------------|---------------|
| Receivable from Reinsurer | - | - |
| Receivable from Other Insurance Companies | - | - |
| Others(to be Specified) | - | - |
| Less: Impairment Losses | - | - |
| Total | - | - |
| a) Expected receivable within 12 months: | | |
| Particulars | Current Year | Previous Year |
| Receivable from Reinsurer | - | - |
| Receivable from Other Insurance Companies | - | - |
| Others(to be Specified) | - | - |
| Total | - | - |

Nepal Micro Insurance Company Limited
Notes to the Financial Statements

14. Other Assets

Fig in NPR

| Particulars | Current Year | Previous Year |
|--|---------------------|---------------------|
| Capital Advances | - | - |
| Prepaid Expenses | 332,781.50 | 55,912.02 |
| Claim Advances | - | - |
| Advance To Suppliers | - | - |
| VAT Receivable | | 3,226,349.57 |
| Staff Advances | 945,166.73 | - |
| Printing and Stationary Stocks | 67,739.70 | - |
| Stamp Stocks | - | - |
| Deferred Expenses | - | - |
| Deferred Reinsurance Commission Expenses | - | - |
| Deferred Agent Commission Expenses | 43,375.80 | - |
| Lease Receivables | - | - |
| Advance Tax | - | - |
| Reverse VAT Receivable | 18,409.20 | |
| Less: Impairment Losses | - | - |
| Total | 1,407,472.92 | 3,282,261.59 |
| a) Expected to be recovered/ settled within 12 months: | | |
| Particulars | Current Year | Previous Year |
| Capital Advances | - | - |
| Prepaid Expenses | 332,781.50 | 55,912.02 |
| Claim Advances | - | - |
| Advance To Suppliers | - | - |
| Staff Advances | 945,166.73 | - |
| VAT Receivable | - | 3,226,349.57 |
| Printing and Stationary Stocks | - | - |
| Stamp Stocks | - | - |
| Deferred Expenses | - | - |
| Deferred Reinsurance Commission Expenses | - | - |
| Deferred Agent Commission Expenses | 43,375.80 | - |
| Lease Receivables | - | - |
| Advance Tax | - | - |
| Reverse VAT Receivable | 18,409.20 | |
| Total | 1,339,733.22 | 3,282,261.59 |

15. Other Financial Assets

| Particulars | Current Year | Previous Year |
|---|-------------------|-------------------|
| Security Deposits | 310,000.00 | 210,000.00 |
| Accured Interest | 238,382.33 | - |
| Other Receivables | - | 330,227.30 |
| Other Deposits | 300,000.00 | 300,000.00 |
| Sundry Debtors | - | - |
| Other (to be Specified) | - | - |
| Less: Impairment Losses | - | - |
| Total | 848,382.33 | 840,227.30 |
| a) Expected maturities within 12 months: | | |
| Particulars | Current Year | Previous Year |
| Security Deposits | - | - |
| Accured Interest | 238,382.33 | - |
| Other Receivables | - | 330,227.30 |
| Other Deposits | - | 300,000.00 |
| Sundry Debtors | - | - |
| Other (to be Specified) | - | - |
| Total | 238,382.33 | 630,227.30 |

16. Cash and Cash Equivalent

| Particulars | Current Year | Previous Year |
|--|----------------------|----------------------|
| Cash in Hand (As Certified By Management) | -138.28 | - |
| Cheque in Hand | - | - |
| Bank Balances | | |
| i) Balance With "A" Class Financial Institutions | 46,556,910.16 | 32,072,351.52 |
| ii) Balance With Infrastructure Banks | - | - |
| iii) Balance With "B" Class Financial Institutions | 7,852,414.32 | - |
| iv) Balance With "C" Class Financial Institutions | 2,962,804.00 | - |
| Less: Impairment Losses | - | - |
| Deposit with initial maturity upto 3 months | - | - |
| Others (to be Specified) | - | - |
| Less: Impairment Losses | - | - |
| Total | 57,371,990.20 | 32,072,351.52 |

Nepal Micro Insurance Company Limited
Notes to the Financial Statements

17. (a) Share Capital

Fig in NPR

| Particulars | Current Year | Previous Year |
|---|-----------------------|-----------------------|
| Ordinary Shares | | |
| As at Shrawan 1, 2079 | - | - |
| Additions during the year | | |
| i) Bonus Share Issue | - | - |
| ii) Share Issue | 525,000,000.00 | 525,000,000.00 |
| As at Ashadh 31, 2080 | 525,000,000.00 | 525,000,000.00 |
| Convertible Preference Shares (Equity Component Only) | | |
| As at Shrawan 1, 2079 | - | - |
| Additions during the year | - | - |
| As at Ashadh 31, 2080 | - | - |
| Irredeemable Preference Shares (Equity Component Only) | | |
| As at Shrawan 1, 2079 | - | - |
| Additions during the year | - | - |
| As at Ashadh 31, 2080 | - | - |
| Total | 525,000,000.00 | 525,000,000.00 |

(i) Ordinary Shares

| Particulars | Current Year | Previous Year |
|--|-----------------------|-----------------------|
| Authorised Capital: | | |
| 10,000,000 Ordinary Shares of Rs. 100 Each | 1,000,000,000.00 | 1,000,000,000.00 |
| Issued Capital: | | |
| 7,500,000 Ordinary Shares of Rs. 100 Each | 750,000,000.00 | 750,000,000.00 |
| Subscribed and Paid Up Capital: | | |
| 5,250,000 Ordinary Shares of Rs. 100 Each | 525,000,000.00 | 525,000,000.00 |
| Total | 525,000,000.00 | 525,000,000.00 |

(ii) Preference Share Capital

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

Shareholding Structure of Share Capital

| Particulars | Number of Shares | | Percentage | |
|-------------------------------|---------------------|---------------------|--------------|---------------|
| | Current Year | Previous Year | Current Year | Previous Year |
| Promoters | | | | |
| Government of Nepal | - | - | - | - |
| Nepali Organized Institutions | 1,643,000.00 | 1,643,000.00 | 31.30% | 0.31 |
| Nepali Citizens | 3,607,000.00 | 3,607,000.00 | 68.70% | 0.69 |
| Foreigners | | | | |
| Others (to be Specified) | | | | |
| Total (A) | 5,250,000.00 | 5,250,000.00 | 100% | 1.00 |
| Other than Promoters | | | | |
| General Public | - | - | - | - |
| Others (to be Specified) | - | - | - | - |
| Total (B) | - | - | - | - |
| Total(A+B) | 5,250,000.00 | 5,250,000.00 | 100% | 100% |

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

| Particulars | Number of Shares | | Percentage | |
|---------------------------------|------------------|---------------|--------------|---------------|
| | Current Year | Previous Year | Current Year | Previous Year |
| Latika Golyan | 75,000 | 75,000 | 1.43% | 1.43% |
| Printcell Imaging Pvt. Ltd. | 110,000 | 110,000 | 2.10% | 2.10% |
| Sulochana Agarwal | 100,000 | 100,000 | 1.90% | 1.90% |
| Lila Agarwal | 100,000 | 100,000 | 1.90% | 1.90% |
| Prem Gurung and Group Pvt. Ltd. | 125,000 | 125,000 | 2.38% | 2.38% |
| Rahisha Shah Shrestha | 300,000 | 300,000 | 5.71% | 5.71% |
| Hulas Autocraft Pvt. Ltd. | 300,000 | 300,000 | 5.71% | 5.71% |
| Subham Dugar | 300,000 | 300,000 | 5.71% | 5.71% |
| Leon Motors P. Ltd. | 85,000 | 85,000 | 1.62% | 1.62% |
| Sakshi Bansal (Gupta) | 75,000 | 75,000 | 1.43% | 1.43% |
| Akanshya Gupta | 75,000 | 75,000 | 1.43% | 1.43% |
| Dipak Bhatta | 1,125,000 | 1,125,000 | 21.43% | 21.43% |
| Centrum Capital Pvt. Ltd. | 1,125,000 | 1,125,000 | 21.43% | 21.43% |
| Sarathi Capital Pvt. Ltd. | 562,000 | 562,000 | 10.70% | 10.70% |

17. (b) Share Application Money Pending Allotment

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

17. (c) Share Premium

| Particulars | Current Year | Previous Year |
|--|--------------|---------------|
| As on Shrawan 1, 2079 | - | - |
| Increase due to issue of shares at premium | - | - |
| Decrease due to issue of bonus shares | - | - |
| Transaction costs on issue of share | - | - |
| Others (to be Specified) | - | - |
| As on Ashadh 31, 2080 | - | - |

17. (d) Special Reserves

| Particulars | Current Year | Previous Year |
|-----------------------|--------------|---------------|
| As on Shrawan 1, 2080 | 2,143,275.78 | - |
| Additions | 290,413.51 | 2,143,275.78 |

| | | |
|------------------------------|---------------------|---------------------|
| Utilizations | - | - |
| As on Ashadh 31, 2081 | 2,433,689.29 | 2,143,275.78 |

17. (e) Catastrophe Reserves

| Particulars | Current Year | Previous Year |
|------------------------------|-------------------|-------------------|
| As on Shrawan 1, 2079 | 214,327.57 | - |
| Additions | 29,041.35 | 214,327.57 |
| Utilizations | - | - |
| As on Ashadh 31, 2080 | 243,368.92 | 214,327.57 |

17. (f) Retained Earnings

| Particulars | Current Year | Previous Year |
|---|---------------------|---------------------|
| As on Shrawan 1, 2080 | 1,798,708.03 | - |
| Net Profit or Loss | 522,972.71 | 4,199,176.89 |
| Items of OCI recognised directly in retained earnings | - | - |
| Remeasurement of Post-Employment Benefit Obligations | - | - |
| Transfer to reserves | - | - |
| Revaluation Reserves | - | - |
| Special Reserves | (290,413.51) | (2,143,275.78) |
| Capital Reserves | - | - |
| Catastrophe Reserves | (29,041.35) | (214,327.57) |
| Corporate Social Responsibility (CSR) Reserves | (5,808.27) | (42,865.51) |
| Insurance Fund including Insurance Reserves | - | - |
| Fair Value Reserves | - | - |
| Actuarial Reserves | - | - |
| Deferred Tax Reserves | - | - |
| Regulatory Reserves | - | - |
| Other Reserve(to be specified) | - | - |
| Transfer of Depreciation on Revaluation of Property and Equipment | - | - |
| Transfer of Disposal of Revalued Property and Equipment | - | - |
| Transfer of Disposal of Equity Instruments Measured at FVTOCI | - | - |
| Issue of Bonus Shares | - | - |
| Transaction costs on issue of Shares | - | - |
| Dividend Paid | - | - |
| Dividend Distribution Tax | - | - |
| Others (to be Specified) | - | - |
| As on Ashadh 31, 2081 | 1,996,417.61 | 1,798,708.03 |

17. (g) Other Equity

| Particulars | Current Year | Previous Year |
|--|------------------|------------------|
| Revaluation Reserves | - | - |
| Capital Reserves | - | - |
| Corporate Social Responsibility (CSR) Reserves | 13,275.78 | 42,865.51 |
| Insurance Fund including Insurance Reserves | - | - |
| Fair Value Reserves | - | - |
| Actuarial Reserves | - | - |
| Deferred Tax Reserve | - | - |
| Other Reserve(to be specified) | - | - |
| Total | 13,275.78 | 42,865.51 |

Nepal Micro Insurance Company Limited
Notes to the Financial Statements

18. Provisions

Fig in NPR

| Particulars | Current Year | Previous Year |
|--|---------------------|-------------------|
| Provision for employee benefits | | |
| i) Provision for Leave | 1,378,166.00 | 346,446.00 |
| ii) Provision for Gratuity | - | - |
| iii) Termination Benefits | - | - |
| iv) Other Employee Benefit obligations(to be Specified) | - | - |
| Provision for tax related legal cases | - | - |
| Provision for non-tax related legal cases | - | - |
| Others(to be Specified) | - | - |
| Total | 1,378,166.00 | 346,446.00 |

(a) Movement of Provisions, Contingent Liabilities and Contingent Assets

| Description | Opening Balance | Additions During the Year | Utilised During the Year | Reversed During the Year | Unwinding of Discount | Closing Balance |
|--|-----------------|---------------------------|--------------------------|--------------------------|-----------------------|-----------------|
| Provision for employee benefits | | | | | | |
| i) Provision for Leave | 346,446.00 | 1,069,560.00 | 37,840.00 | - | - | 1,378,166.00 |
| ii) Provision for Gratuity | - | - | - | - | - | - |
| iii) Termination Benefits | - | - | - | - | - | - |
| iv) Other Employee Benefit obligations (to be Specified) | - | - | - | - | - | - |
| Provision for tax related legal cases | - | - | - | - | - | - |
| Provision for non-tax related legal cases | - | - | - | - | - | - |
| Others(to be Specified) | - | - | - | - | - | - |

(b) Provision with expected payouts within 12 months

| Particulars | Current Year | Previous Year |
|--|--------------|---------------|
| Provision for employee benefits | | |
| i) Provision for Leave | 267,481.00 | 21,571.00 |
| ii) Provision for Gratuity | - | - |
| iii) Termination Benefits | - | - |
| iv) Other Employee Benefit obligations(to be Specified) | - | - |
| Provision for tax related legal cases | - | - |
| Provision for non-tax related legal cases | - | - |
| Others (to be Specified) | - | - |

19. Gross Insurance Contract Liabilities

| Particulars | Current Year | Previous Year |
|------------------------------|----------------------|-----------------|
| Unearned Premium Reserve | 68,384,252.00 | 1,438.08 |
| Premium Deficiency Reserve | - | - |
| Outstanding Claims | 6,993,690.00 | - |
| IBNR and IBNER Claim | 4,476,290.80 | - |
| Margin For Adverse Deviation | 223,791.00 | - |
| Others | - | - |
| Total | 80,078,023.80 | 1,438.08 |

Nepal Micro Insurance Company Limited
Notes to the Financial Statements

Fig in NPR

19.1. Gross Insurance Contract Liabilities
a) Gross Insurance Contract Liability

| Particulars | Line of Business | | | | | | | | Total | |
|--|---------------------|----------------------|--------|-------------|----------|-----------------|---------------|---|---------------------|----------------------|
| | Property | Motor | Marine | Engg. Micro | Aviation | Cattle and Crop | Miscellaneous | | | |
| As at Shrawan 1, 2080 | | | | | | | | | | |
| Unearned Premium Reserve | 1,438.08 | - | - | - | - | - | - | - | - | 1,438.08 |
| Premium Deficiency Reserve | - | - | - | - | - | - | - | - | - | - |
| Outstanding Claims | - | - | - | - | - | - | - | - | - | - |
| IBNR and IBNER Claims | - | - | - | - | - | - | - | - | - | - |
| Margin For Adverse Deviation | - | - | - | - | - | - | - | - | - | - |
| Others | - | - | - | - | - | - | - | - | - | - |
| Total Balance As at Shrawan 1, 2080 | 1,438.08 | - | - | - | - | - | - | - | - | 1,438.08 |
| Changes during the year | | | | | | | | | | |
| Unearned Premiums Reserve | 2,630,577.92 | 63,986,442.00 | - | - | - | - | - | - | 1,765,794.00 | 68,382,813.92 |
| Premium Deficiency Reserve | - | - | - | - | - | - | - | - | - | - |
| Outstanding Claims | 666,000.00 | 6,273,190.00 | - | - | - | - | - | - | 54,500.00 | 6,993,690.00 |
| IBNR and IBNER Claims | 165,847.80 | 4,249,328.00 | - | - | - | - | - | - | 61,115.00 | 4,476,290.80 |
| Margin For Adverse Deviation | 8,268.00 | 212,467.00 | - | - | - | - | - | - | 3,056.00 | 223,791.00 |
| Others | - | - | - | - | - | - | - | - | - | - |
| Total changes during the year | 3,470,693.72 | 74,721,427.00 | - | - | - | - | - | - | 1,884,465.00 | 80,076,585.72 |
| As at Ashadh 31, 2081 | | | | | | | | | | |
| Unearned Premiums Reserve | 2,632,016.00 | 63,986,442.00 | - | - | - | - | - | - | 1,765,794.00 | 68,384,252.00 |
| Premium Deficiency Reserve | - | - | - | - | - | - | - | - | - | - |
| Outstanding Claims | 666,000.00 | 6,273,190.00 | - | - | - | - | - | - | 54,500.00 | 6,993,690.00 |
| IBNR and IBNER Claims | 165,847.80 | 4,249,328.00 | - | - | - | - | - | - | 61,115.00 | 4,476,290.80 |
| Margin For Adverse Deviation | 8,268.00 | 212,467.00 | - | - | - | - | - | - | 3,056.00 | 223,791.00 |
| Others | - | - | - | - | - | - | - | - | - | - |
| Total Balance As at Ashadh 31, 2081 | 3,472,131.80 | 74,721,427.00 | - | - | - | - | - | - | 1,884,465.00 | 80,078,023.80 |

| Particulars | Line of Business | | | | | | | Total |
|--|---------------------|----------------------|----------|----------|----------|-----------------|---------------------|----------------------|
| | Property | Motor | Marine | Micro | Aviation | Cattle and Crop | Miscellaneous | |
| b) Reinsurance Assets | | | | | | | | Fig. in NPR |
| As at Shrawan 1, 2080 | | | | | | | | |
| Unearned Premiums Reserve | 287.62 | - | - | - | - | - | - | 287.62 |
| Premium Deficiency Reserve | | | | | | | | - |
| Outstanding Claims | | | | | | | | - |
| IBNR and IBNER Claims | | | | | | | | - |
| Margin For Adverse Deviation | | | | | | | | - |
| Others | | | | | | | | - |
| Total Balance As at Shrawan 1, 2080 | 287.62 | - | - | - | - | - | - | 287.62 |
| Changes during the year | | | | | | | | |
| Unearned Premiums Reserve | 2,155,073.38 | 40,271,314.00 | - | - | - | - | 1,465,515.00 | 43,891,902.38 |
| Premium Deficiency Reserve | - | - | - | - | - | - | - | - |
| Outstanding Claims | 499,008.00 | 3,586,469.00 | - | - | - | - | 45,344.00 | 4,130,821.00 |
| IBNR and IBNER Claims | 140,799.00 | 2,409,503.00 | - | - | - | - | 50,723.00 | 2,601,025.00 |
| Margin For Adverse Deviation | 7,040.00 | 120,475.00 | - | - | - | - | 2,537.00 | 130,052.00 |
| Others | - | - | - | - | - | - | - | - |
| Total changes during the year | 2,801,920.38 | 46,387,761.00 | - | - | - | - | 1,564,119.00 | 50,753,800.38 |
| As at Ashadh 31, 2081 | | | | | | | | |
| Unearned Premiums Reserve | 2,155,361.00 | 40,271,314.00 | - | - | - | - | 1,465,515.00 | 43,892,190.00 |
| Premium Deficiency Reserve | | | | | | | | - |
| Outstanding Claims | 499,008.00 | 3,586,469.00 | - | - | - | - | 45,344.00 | 4,130,821.00 |
| IBNR and IBNER Claims | 140,799.00 | 2,409,503.00 | - | - | - | - | 50,723.00 | 2,601,025.00 |
| Margin For Adverse Deviation | 7,040.00 | 120,475.00 | - | - | - | - | 2,537.00 | 130,052.00 |
| Others | | | | | | | | - |
| Total Balance As at Ashadh 31, 2081 | 2,802,208.00 | 46,387,761.00 | - | - | - | - | 1,564,119.00 | 50,754,088.00 |

Nepal Micro Insurance Company Limited
Notes to the Financial Statements

Fig in NPR

19.2. Disclosure of Outstanding claim

| S.No. | Type of insurance | Outstanding claim for claims intimated during the year (A) | Unclaimed Fund | | | Gross outstanding claim (A+B) | Reinsurance share (C) | Net Outstanding Claim (A+B-C) |
|-------|-------------------|--|---|---|---|-------------------------------|-----------------------|-------------------------------|
| | | | Outstanding claim for claims intimated during the previous 1 year | Outstanding claim for claims intimated during the previous 2 year | Outstanding claim for claims intimated during the previous 3 year | | | |
| 1 | Property | 666,000 | | | | 666,000 | 499,008 | 166,992 |
| 2 | Motor | 6,273,190 | | | | 6,273,190 | 3,586,469 | 2,686,721 |
| 3 | Marine | | | | | - | - | - |
| 4 | Engineering | | | | | - | - | - |
| 5 | Micro | | | | | - | - | - |
| 6 | Aviation | | | | | - | - | - |
| 7 | Cattle and Crop | | | | | - | - | - |
| 8 | Miscellaneous | 54,500 | | | | 54,500 | 45,344 | 9,156 |
| | Total | 6,993,690 | - | - | - | 6,993,690 | 4,130,821 | 2,862,869 |

Nepal Micro Insurance Company Limited
Notes to the Financial Statements

20. Insurance Payable

Fig in NPR

| Particulars | Current Year | Previous Year |
|---|----------------------|-------------------|
| Payable to Reinsurer | 23,133,181.65 | 230.56 |
| Payable to Other Insurance Companies | - | - |
| Portfolio Withdrawal Premium | - | - |
| Outstanding Withdrawal Claims | - | - |
| Others (to be Specified) | - | - |
| Total | 23,133,181.65 | 230.56 |
| Payable within 12 months: | | |
| Particulars | Current Year | Previous Year |
| Payable to Reinsurer | 23,133,181.65 | 230.56 |
| Payable to other Insurance Companies | - | - |
| Portfolio Withdrawal Premium | - | - |
| Outstanding Withdrawal Claims | - | - |
| Others (to be Specified) | - | - |
| Total | 23,133,181.65 | 230.56 |
| 21. Current Tax Assets/(Liabilities) (Net) | | |
| Particulars | Current Year | Previous Year |
| Income Tax Liabilities | 1,403,641.66 | 1,714,656.86 |
| Income Tax Assets | 12,724,952.65 | 2,517,727.05 |
| Total | 11,321,310.99 | 803,070.19 |
| 22. Borrowings | | |
| Particulars | Current Year | Previous Year |
| Bonds | - | - |
| Debentures | - | - |
| Term Loans-Bank and Financial Institution | - | - |
| Bank Overdrafts | - | - |
| Others (to be Specified) | - | - |
| Total | - | - |
| Payable within 12 months: | | |
| Particulars | Current Year | Previous Year |
| Bonds | - | - |
| Debentures | - | - |
| Term Loans-Bank and Financial Institution | - | - |
| Bank Overdrafts | - | - |
| Others (to be Specified) | - | - |
| Total | - | - |

Nepal Micro Insurance Company Limited
Notes to the Financial Statements

23. Other Liabilities

Fig in NPR

| Particulars | Current Year | Previous Year |
|--|----------------------|----------------------|
| TDS Payable | 476,554.69 | 413,586.37 |
| VAT Payable | 1,420,340.40 | 3,250.00 |
| Reverse VAT Payable | 18,409.20 | |
| Unidentified deposits | - | - |
| Advance Premiums | 31,043.61 | - |
| Insurance Service Fee Payable | 515,830.75 | 7.25 |
| Lease Liability | 11,618,898.54 | 13,895,461.14 |
| Deferred Reinsurance Commission Income | 1,859,864.78 | 57.50 |
| Deferred Income | - | - |
| Expenses Payable | 518,765.42 | 102,663.64 |
| Total | 16,459,707.38 | 14,415,025.90 |

Payable within 12 months

| Particulars | Current Year | Previous Year |
|--|---------------------|---------------------|
| TDS Payable | 476,554.69 | 413,586.37 |
| VAT Payable | 1,420,340.40 | - |
| Reverse VAT Payable | 18,409.20 | |
| Unidentified Deposits | - | - |
| Advance Premiums | 31,043.61 | - |
| Insurance Service Fee Payable | 515,830.75 | 7.25 |
| Lease Liability | 2,614,009.39 | 1,853,444.75 |
| Deferred Reinsurance Commission Income | - | - |
| Deferred Income | - | - |
| Expenses Payable | 518,765.42 | 102,663.64 |
| Total | 5,594,953.45 | 2,369,702.01 |

24. Other Financial Liabilities

| Particulars | Current Year | Previous Year |
|---|--------------|---------------|
| Redeemable Preference Shares | - | - |
| Irredeemable Cumulative Preference Shares | - | - |
| Refundable Share Application Money | - | - |
| Payable to Insured | 29,156.63 | - |
| Payable to Agents | 60,588.27 | - |
| Payable to Surveyor | - | - |
| Sundry Creditors | 18,185.83 | - |

| | | |
|---|---------------------|----------------------|
| Retention and deposits | - | - |
| Short-term employee benefits payable | - | - |
| i) Salary Payables | - | - |
| ii) Bonus Payables | 220,496.52 | 666,804.96 |
| iii) Leave encashment | - | - |
| iii) SSF payable | 545,169.27 | 715,617.97 |
| iv) CIT payable | 92,700.00 | - |
| Audit Fees Payable | - | 147,750.00 |
| Actuarial Fees Payable | - | 21,250.00 |
| Dividend Payable | - | - |
| Others (to be specified) | - | - |
| Total | 966,296.52 | 1,551,422.93 |
| Payable within 12 months | | |
| Particulars | Current Year | Previous Year |
| Redeemable Preference Shares | - | - |
| Irredeemable Cumulative Preference Shares | - | - |
| Refundable Share Application Money | - | - |
| Payable to Insured | 29,156.63 | - |
| Payable to Agents | 60,588.27 | - |
| Payable to Surveyor | - | - |
| Sundry Creditors | 18,185.83 | - |
| Retention and deposits | - | - |
| Short-term employee benefits payable | - | - |
| i) Salary Payables | - | - |
| ii) Bonus Payables | 220,496.52 | 666,804.96 |
| iii) Leave encashment | - | - |
| iv) SSF payable | 545,169.27 | 715,617.97 |
| iv) CIT payable | 92,700.00 | - |
| Audit Fees Payable | - | 147,750.00 |
| Actuarial Fees Payable | - | 21,250.00 |
| Dividend Payable | - | - |
| Others (to be specified) | - | - |
| Total | 966,296.52 | 1,551,543.72 |

Nepal Micro Insurance Company Limited
Notes to the Financial Statements

25. Gross Earned Premiums

Fig in NPR

| Particulars | Direct Premiums | | Premium on Reinsurance Accepted | | Gross Change in Unearned Premium | | Gross Earned Premiums | |
|-----------------|-----------------------|-----------------|---------------------------------|---------------|----------------------------------|------------------|-----------------------|---------------|
| | Current Year | Previous Year | Current Year | Previous Year | Current Year | Previous Year | Current Year | Previous Year |
| Property | 3,739,058.13 | 1,450.00 | - | - | -2,630,577.92 | -1,438.08 | 1,108,480.21 | 11.92 |
| Motor | 97,172,807.65 | - | - | - | -63,986,442.00 | - | 33,186,365.65 | - |
| Marine | - | - | - | - | - | - | - | - |
| Engineering | - | - | - | - | - | - | - | - |
| Micro | - | - | - | - | - | - | - | - |
| Aviation | - | - | - | - | - | - | - | - |
| Cattle and Crop | - | - | - | - | - | - | - | - |
| Miscellaneous | 2,254,288.32 | - | - | - | -1,765,794.00 | - | 488,494.32 | - |
| Total | 103,166,154.10 | 1,450.00 | - | - | -68,382,813.92 | -1,438.08 | 34,783,340.18 | 11.92 |

25.1. Direct Premiums

| Particulars | New Business Premium | | Renewal Premium | | Co-Insurance Premium | | Total Direct Premium | |
|-----------------|-----------------------|-----------------|-----------------|---------------|----------------------|---------------|-----------------------|-----------------|
| | Current Year | Previous Year | Current Year | Previous Year | Current Year | Previous Year | Current Year | Previous Year |
| Property | 3,739,058.13 | 1,450.00 | - | - | - | - | 3,739,058.13 | 1,450.00 |
| Motor | 97,172,807.65 | - | - | - | - | - | 97,172,807.65 | - |
| Marine | - | - | - | - | - | - | - | - |
| Engineering | - | - | - | - | - | - | - | - |
| Micro | - | - | - | - | - | - | - | - |
| Aviation | - | - | - | - | - | - | - | - |
| Cattle and Crop | - | - | - | - | - | - | - | - |
| Miscellaneous | 2,254,288.32 | - | - | - | - | - | 2,254,288.32 | - |
| Total | 103,166,154.10 | 1,450.00 | - | - | - | - | 103,166,154.10 | 1,450.00 |

26. Premiums Ceded

| Particulars | Premium Ceded To Reinsurers | | Reinsurer's Share of Change in Unearned Premiums | | Premium Ceded | |
|-----------------|-----------------------------|---------------|--|----------------|----------------------|---------------|
| | Current Year | Previous Year | Current Year | Previous Year | Current Year | Previous Year |
| Property | 3,061,919.11 | 290.00 | -2,155,073.38 | -287.62 | 906,845.73 | 2.38 |
| Motor | 61,157,903.09 | - | -40,271,314.00 | - | 20,886,589.09 | - |
| Marine | - | - | - | - | - | - |
| Engineering | - | - | - | - | - | - |
| Micro | - | - | - | - | - | - |
| Aviation | - | - | - | - | - | - |
| Cattle and Crop | - | - | - | - | - | - |
| Miscellaneous | 1,871,031.56 | - | -1,465,515.00 | - | 405,516.56 | - |
| Total | 66,090,853.76 | 290.00 | -43,891,902.38 | -287.62 | 22,198,951.38 | 2.38 |

26.1. Portfolio-wise detail of Net Earned Premiums

| Particulars | Gross Earned Premiums | | Premium Ceded | | Net Earned Premium | |
|-----------------|-----------------------|---------------|----------------------|---------------|----------------------|---------------|
| | Current Year | Previous Year | Current Year | Previous Year | Current Year | Previous Year |
| Property | 1,108,480.21 | 11.92 | 906,845.73 | 2.38 | 201,634.48 | 9.54 |
| Motor | 33,186,365.65 | - | 20,886,589.09 | - | 12,299,776.56 | - |
| Marine | - | - | - | - | - | - |
| Engineering | - | - | - | - | - | - |
| Micro | - | - | - | - | - | - |
| Aviation | - | - | - | - | - | - |
| Cattle and Crop | - | - | - | - | - | - |
| Miscellaneous | 488,494.32 | - | 405,516.56 | - | 82,977.76 | - |
| Total | 34,783,340.18 | 11.92 | 22,198,951.38 | 2.38 | 12,584,388.80 | 9.54 |

Nepal Micro Insurance Company Limited
Notes to the Financial Statements

27. Commission Income

Fig in NPR

| Particulars | Reinsurance Commission Income | | Deferred Commission Income | | Profit Commission | | Commission Income | |
|-----------------|-------------------------------|---------------|----------------------------|---------------|-------------------|---------------|----------------------|---------------|
| | Current Year | Previous Year | Current Year | Previous Year | Current Year | Previous Year | Current Year | Previous Year |
| Property | 721,810.84 | 57.98 | -101,579.79 | -57.50 | - | - | 620,231.05 | 0.48 |
| Motor | 12,826,647.65 | - | -1,689,206.38 | - | - | - | 11,137,441.27 | - |
| Marine | - | - | - | - | - | - | - | - |
| Engineering | - | - | - | - | - | - | - | - |
| Micro | - | - | - | - | - | - | - | - |
| Aviation | - | - | - | - | - | - | - | - |
| Cattle and Crop | - | - | - | - | - | - | - | - |
| Miscellaneous | 440,943.50 | - | -69,078.60 | - | - | - | 371,864.90 | - |
| Total | 13,989,401.99 | | -1,859,864.78 | -57.50 | - | - | 12,129,537.21 | 0.48 |

28. Other Direct Income

| Particulars | Direct Income | | Others (to be Specified) | | Total Other Direct Income | |
|-----------------|---------------|---------------|--------------------------|---------------|---------------------------|---------------|
| | Current Year | Previous Year | Current Year | Previous Year | Current Year | Previous Year |
| Property | | | | | - | - |
| Motor | | | | | - | - |
| Marine | | | | | - | - |
| Engineering | | | | | - | - |
| Micro | | | | | - | - |
| Aviation | | | | | - | - |
| Cattle and Crop | | | | | - | - |
| Miscellaneous | | | | | - | - |
| Total | | - | - | - | - | - |

29. Income from Investment & Loans

| Particulars | Current Year | Previous Year |
|---|----------------------|----------------------|
| Interest Income from Financial Assets Designated at Amortised Costs | | |
| i) Fixed Deposit with "A" Class Financial Institutions | 44,602,325.60 | 16,784,847.07 |
| ii) Fixed Deposit with Infrastructure Bank | - | - |
| iii) Fixed Deposit with "B" Class Financial Institutions | 453,774.93 | - |
| iv) Fixed Deposit with "C" Class Financial Institutions | 216,781.22 | - |
| v) Debentures | 129,413.70 | - |
| vi) Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government) | - | - |
| vii) Bank Deposits other than Fixed Deposit | 570,816.57 | - |
| xiii) Employee Loans | - | - |
| ix) Other Interest Income (to be Specified) | - | - |
| Financial Assets Measured at FVTOCI | | |
| i) Interest Income on Debentures | - | - |
| ii) Dividend Income | - | - |
| iii) Other Interest Income (to be specified) | - | - |
| Financial Assets Measured at FVTPL | | |
| i) Interest Income on Debentures | - | - |
| ii) Dividend Income | - | - |
| iii) Other Interest Income (to be specified) | - | - |
| Rental Income | - | - |
| Others(to be Specified) | - | - |
| Total | 45,973,112.02 | 16,784,847.07 |

Nepal Micro Insurance Company Limited
Notes to the Financial Statements

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

Fig in NPR

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

31. Net Realised Gain / (Loss)

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

32. Other Income

| Particulars | Current Year | Previous Year |
|---|---------------------|---------------|
| Unwinding of discount on Financial Assets at Amortised Cost | | |
| i) Employee Loan | | |
| ii) Bonds | | |
| iii) Others (to be Specified) | | |
| Foreign Exchange Income | | |
| Interest Income from Finance Lease | | |
| Amortization of Deferred Income | | |
| Profit from disposal of Property and Equipment | | |
| Amortization of Deferred Income | | |
| Stamp Income | 461,770.00 | 20.00 |
| Others (to be specified) | 666,804.96 | |
| Total | 1,128,574.96 | 20.00 |

Nepal Micro Insurance Company Limited
Notes to the Financial Statements

Fig in NPR

33. Gross Claims Paid and Claims Ceded

| | Gross Claims Paid | | Claims Ceded | | Net Claims Paid | |
|-----------------|---------------------|---------------|---------------------|---------------|---------------------|---------------|
| | Current Year | Previous Year | Current Year | Previous Year | Current Year | Previous Year |
| Property | - | - | - | - | - | - |
| Motor | 6,486,647.23 | - | 3,631,742.27 | - | 2,854,904.96 | - |
| Marine | - | - | - | - | - | - |
| Engineering | - | - | - | - | - | - |
| Micro | - | - | - | - | - | - |
| Aviation | - | - | - | - | - | - |
| Cattle and Crop | - | - | - | - | - | - |
| Miscellaneous | 181,070.00 | - | 150,650.24 | - | 30,419.76 | - |
| Total | 6,667,717.23 | - | 3,782,392.51 | - | 2,885,324.72 | - |

33. 1. Details of Gross Claim Paid

| Particulars | Claim Paid | | Survey Fees | | Total Claims Paid | |
|-----------------|---------------------|---------------|------------------|---------------|---------------------|---------------|
| | Current Year | Previous Year | Current Year | Previous Year | Current Year | Previous Year |
| Property | - | - | - | - | - | - |
| Motor | 6,415,859.00 | - | 70,788.23 | - | 6,486,647.23 | - |
| Marine | - | - | - | - | - | - |
| Engineering | - | - | - | - | - | - |
| Micro | - | - | - | - | - | - |
| Aviation | - | - | - | - | - | - |
| Cattle and Crop | - | - | - | - | - | - |
| Miscellaneous | 181,070.00 | - | - | - | 181,070.00 | - |
| Total | 6,596,929.00 | - | 70,788.23 | - | 6,667,717.23 | - |

34. Change in Insurance Contract Liabilities

| | Gross Change in Insurance Contract Liabilities | | Change in Reinsurance Assets | | Net Change in Insurance Contract Liabilities | |
|-----------------|--|---------------|------------------------------|---------------|--|---------------|
| | Current Year | Previous Year | Current Year | Previous Year | Current Year | Previous Year |
| Property | 840,115.80 | - | 646,847.00 | - | 193,268.80 | - |
| Motor | 10,734,985.00 | - | 6,116,447.00 | - | 4,618,538.00 | - |
| Marine | - | - | - | - | - | - |
| Engineering | - | - | - | - | - | - |
| Micro | - | - | - | - | - | - |
| Aviation | - | - | - | - | - | - |
| Cattle and Crop | - | - | - | - | - | - |
| Miscellaneous | 118,671.00 | - | 98,604.00 | - | 20,067.00 | - |
| Total | 11,693,771.80 | - | 6,861,898.00 | - | 4,831,873.80 | - |

35. Commission Expenses

Fig in NPR

| Particulars | Commission Expenses on Direct Premiums | | Commission Expenses on Premium on Reinsurance Accepted | | Deferred Commission Expenses | | Total Commission Expenses | |
|-----------------|--|---------------|--|---------------|------------------------------|---------------|---------------------------|---------------|
| | Current Year | Previous Year | Current Year | Previous Year | Current Year | Previous Year | Current Year | Previous Year |
| Property | 48,793.82 | - | - | - | -6,865.68 | - | 41,928.14 | - |
| Motor | 203,827.67 | - | - | - | -26,843.33 | - | 176,984.34 | - |
| Marine | - | - | - | - | - | - | - | - |
| Engineering | - | - | - | - | - | - | - | - |
| Micro | - | - | - | - | - | - | - | - |
| Aviation | - | - | - | - | - | - | - | - |
| Cattle and Crop | - | - | - | - | - | - | - | - |
| Miscellaneous | 61,705.17 | - | - | - | -9,666.79 | - | 52,038.38 | - |
| Total | 314,326.66 | - | - | - | -43,375.80 | - | 270,950.86 | - |

36. Service Fees

| Particulars | Service Fees | | Reinsurer's Share of Service Fees | | Net Service Fees | |
|-----------------|-------------------|---------------|-----------------------------------|---------------|-------------------|---------------|
| | Current Year | Previous Year | Current Year | Previous Year | Current Year | Previous Year |
| Property | 18,695.29 | 7.25 | 15,309.60 | 1.46 | 3,385.69 | 5.79 |
| Motor | 485,864.03 | | 305,789.52 | | 180,074.51 | - |
| Marine | - | | - | | - | - |
| Engineering | - | | - | | - | - |
| Micro | - | | - | | - | - |
| Aviation | - | | - | | - | - |
| Cattle and Crop | - | | - | | - | - |
| Miscellaneous | 11,271.43 | | 9,355.16 | | 1,916.27 | - |
| Total | 515,830.75 | 7.25 | 330,454.27 | 1.46 | 185,376.48 | 5.79 |

37. Other Direct Expenses

| Particulars | Direct Expenses | | Other (to be Specified) | | Total Other Direct Expenses | |
|-----------------|-----------------|---------------|-------------------------|---------------|-----------------------------|---------------|
| | Current Year | Previous Year | Current Year | Previous Year | Current Year | Previous Year |
| Property | | | | | - | - |
| Motor | | | | | - | - |
| Marine | | | | | - | - |
| Engineering | | | | | - | - |
| Micro | | | | | - | - |
| Aviation | | | | | - | - |
| Cattle and Crop | | | | | - | - |
| Miscellaneous | | | | | - | - |
| Total | - | - | - | - | - | - |

Nepal Micro Insurance Company Limited
Notes to the Financial Statements

38. Employee Benefits Expenses

Fig in NPR

| Particulars | Current Year | Previous Year |
|---|----------------------|---------------------|
| Salaries | 14,807,180.68 | 2,308,445.07 |
| Allowances | 10,984,733.13 | 1,629,042.94 |
| Festival Allowances | 1,508,000.00 | - |
| Defined Benefit Plans | | |
| i) Gratuity | | |
| ii) Others (to be Specified) | - | - |
| Defined Contribution Plans | | |
| i) Provident Fund/ Social Security Fund | 2,961,436.05 | 461,689.00 |
| ii) Others (to be specified) | - | - |
| Leave Encashments | 1,069,560.00 | 346,446.00 |
| Termination Benefits | - | - |
| Training Expenses | 373,033.45 | 45,000.00 |
| Uniform Expenses | - | - |
| Medical Expenses | - | - |
| Insurance Expenses | - | - |
| Staff Welfare Expenses | 1,076,131.15 | 157,398.79 |
| Wages & Outsource Salary | 5,453,376.29 | 207,960.38 |
| Sub Total | 38,233,450.75 | 5,155,982.18 |
| Employees Bonus | 220,496.52 | 666,804.96 |
| Total | 38,453,947.27 | 5,822,787.14 |

39. Depreciation and Amortization Expenses

| Particulars | Current Year | Previous Year |
|--|---------------------|---------------------|
| Amortization of Goodwill & Intangible Assets (Refer Note. 4) | 34,448.77 | - |
| Depreciation on Property and Equipment(Refer Note.5) | 5,156,228.34 | 2,050,128.98 |
| Depreciation on Investment Properties (Refer Note. 6) | - | - |
| Total | 5,190,677.10 | 2,050,128.98 |

40. Impairment Losses

| Particulars | Current Year | Previous Year |
|---|--------------|---------------|
| Impairment Losses on Property and Equipment, Investment Properties and Goodwill & Intangible Assets | | |
| i) Property and Equipment | - | - |
| ii) Investment properties | - | - |
| iii) Goodwill & Intangible Asssets | - | - |
| Impairment Losses on Financial Assets | | |
| i) Investments | - | - |
| ii) Loans | - | - |
| iii) Other Financial Assets | - | - |
| iv)Cash and Cash Equivalents | - | - |
| v)Others (to be Specified) | - | - |
| Impairment Losses on Other Assets | | |
| i) Reinsurance Assets | - | - |
| ii) Insurance Receivables | - | - |
| iii) Lease Receivables | - | - |
| iv)Others (to be Specified) | - | - |
| Total | - | - |

41. Other Opening Expenses

| Particulars | Current Year | Previous Year |
|--------------------------------|--------------|---------------|
| Rent Expenses | 3,315,338.26 | - |
| Electricity and Water | 398,574.67 | 118,196.78 |
| Repair & Maintenance | | |
| i) Building | - | - |
| ii) Vehicle | 136,989.53 | 45,936.96 |
| iii) Office Equipments | 132,233.78 | 353.98 |
| iv) Furniture and Fixture | 6,954.00 | 15,200.00 |
| Telephone & Communication | 2,511,014.05 | 695,736.10 |
| Printing & Stationary | 1,850,746.25 | 187,084.21 |
| Office Consumable Expenses | 1,066,319.63 | 198,408.21 |
| Travelling Expenses | | |
| i) Domestic | 1,135,469.44 | 102,250.00 |
| ii) Foreign | - | - |
| Transpotation & Fuel Expenses | 1,691,882.76 | 196,990.00 |
| Agent Training | 6,515.00 | - |
| Other Agent Expenses | - | - |
| Insurance Premium | 255,969.70 | 10,998.94 |
| Security & Outsourcing Expenes | 128,800.00 | 53,000.00 |
| Legal and Consulting Expenses | 907,216.80 | - |

| | | |
|---|----------------------|---------------------|
| Newspapers, Books and Periodicals | 8,865.00 | - |
| Advertisement & Promotion Expenses | 258,845.08 | 93,569.59 |
| Business Promotion | 443,500.00 | 60,896.84 |
| Guest Entertainment | 234,155.22 | 322,500.81 |
| Gift and Donations | - | - |
| Board Meeting Fees and Expenses | | |
| i) Meeting Allowances | - | - |
| ii) Other Allowances | - | - |
| Other Committee/ Sub-committee Expenses | | |
| i) Meeting Allowances | - | - |
| ii) Other Allowances | - | - |
| General Meeting Expenses | 251,796.33 | - |
| Actuarial Service Fee | 144,941.18 | 25,000.00 |
| Other Actuarial Expenses | - | - |
| Audit Related Expenses | | |
| i) Statutory Audit | 200,000.00 | 100,000.00 |
| ii) Tax Audit | 25,000.00 | 25,000.00 |
| iii) Long Form Audit Report | 15,000.00 | 25,000.00 |
| iv) Other Audit expenses | 6,105.00 | - |
| v) Internal Audit | 200,000.00 | - |
| vi) IS Audit | 250,000.00 | - |
| >Company act certification charges | 10,000.00 | |
| Bank Charges | 9,503.00 | 790.00 |
| Fee and Charges | 303,680.00 | 370,500.00 |
| Postage Charges | 970,142.00 | 4,215.00 |
| Foreign Exchange Losses | | |
| Fines and Penalties | | 5,000.00 |
| Others (to be Specified) | | 20.00 |
| Total | 16,875,556.68 | 2,656,647.42 |

42. Finance Cost

| Particulars | Current Year | Previous Year |
|---|---------------------|-------------------|
| Unwinding of discount on Provisions | | |
| Unwinding of discount on Financial Liabilities at Amortised Costs | | |
| Interest Expenses - Bonds | | |
| Interest Expenses - Debentures | | |
| Interest Expenses - Term Loans | | |
| Interest Expenses - Leases | 1,137,437.40 | 254,063.08 |
| Interest Expenses - Overdraft Loans | | |
| Others (to be Specified) | | |
| Total | 1,137,437.40 | 254,063.08 |

43. Income Tax Expense
(a) Income Tax Expense

| Particulars | Current Year | Previous Year |
|--|---------------------|---------------------|
| Current Tax | | |
| i) Income Tax Expenses for the Year | 1,403,641.66 | 1,714,656.86 |
| ii) Income Tax Relating to Prior Periods | - | - |
| Deferred Tax For The Year | | |
| i) Originating and reversal of temporary differences | 57,854.31 | 87,374.69 |
| ii) Changes in tax rate | | |
| iii) Recognition of previously unrecognised tax losses | | |
| iv) Write-down or reversal | | |
| v) Others (to be Specified) | | |
| Income Tax Expense | 1,461,495.97 | 1,802,031.55 |

(b) Reconciliation of Taxable Profit & the Accounting Profit

| Particulars | Current Year | Previous Year |
|---|---------------------|---------------------|
| Accounting Profit Before Tax | 1,984,468.68 | 6,003,781.85 |
| Applicable Tax Rate | 30% | 0.30 |
| Tax at the applicable rate on Accounting Profit | 595,340.60 | 1,801,134.55 |
| Add: Tax effect of expenses that are not deductible for tax purpose | 19,956,884.74 | 796,436.42 |
| | | |
| Less: Tax effect on exempt income and additional deduction | (19,151,583.69) | (882,914.11) |
| | | |
| Less: Adjustments to Current Tax for Prior Periods | - | - |
| | | |
| Add: u/s 117 | | |
| Add: u/s 118 | | |
| Add: u/s 119 | | |
| Add/ (Less): Others(to be Specified) | - | - |
| | | |
| Income Tax Expense | 1,400,641.66 | 1,714,656.86 |
| Effective Tax Rate | 70.58% | 28.56% |

44. Employee Retirement Benefits
a) Post Employment Benefit - Defined Contribution Plans

For the year ended Ashadh 31, 2081 (July 15, 2024) the company has recognised an amount of NPR. 10,69,560 as an expenses under the defined contribution plans in the Statement of Profit or Loss.

b) Post Employment Benefit - Defined Benefit Plans

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

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

| Particulars | Employee Benefit Plan | | Any Other Funded Liability | |
|---|-----------------------|---------------|----------------------------|---------------|
| | Current Year | Previous Year | Current Year | Previous Year |
| Current service cost | 1,069,560 | 346,446 | - | - |
| Past service cost | - | - | - | - |
| Net interest cost (a-b) | - | - | - | - |
| a. Interest expense on defined benefit obligation (DBO) | - | - | - | - |

| | | | | |
|---|------------------|----------------|---|---|
| b. Interest (income) on plan assets | - | - | - | - |
| Defined benefit cost included in Statement of Profit or Loss | 1,069,560 | 346,446 | - | - |

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

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

e) Total cost recognised in Comprehensive Income

| Particulars | Employee Benefit Plan | | Any Other Funded Liability | |
|--|-----------------------|---------------|----------------------------|---------------|
| | Current Year | Previous Year | Current Year | Previous Year |
| Cost recognised in Statement of Profit or Loss | - | - | - | - |
| Remeasurements effects recognised in OCI | - | - | - | - |
| Total cost recognised in Comprehensive Income | - | - | - | - |

f) Change in Defined Benefit Obligation

| Particulars | Employee Benefit Plan | | Any Other Funded Liability | |
|--|-----------------------|----------------|----------------------------|---------------|
| | Current Year | Previous Year | Current Year | Previous Year |
| Defined benefit obligation as at the beginning of the year | 346,446.00 | - | - | - |
| Service cost | 314,187.00 | 346,446.00 | - | - |
| Interest cost | 30,209.00 | - | - | - |
| Benefit payments from plan assets | -37,840.00 | - | - | - |
| Actuarial (gain)/ loss - financial assumptions | 725,164.00 | - | - | - |
| Actuarial (gain)/ Loss - experience | - | - | - | - |
| Defined Benefit Obligation as at Year End | 1,378,166 | 346,446 | - | - |

g) Change in Fair Value Of Plan Assets

| Particulars | Employee Benefit Plan | | Any Other Funded Liability | |
|---|-----------------------|---------------|----------------------------|---------------|
| | Current Year | Previous Year | Current Year | Previous Year |
| Fair value of plan assets at end of prior year | - | - | - | - |
| Interest Income | - | - | - | - |
| Expected return on plan assets | - | - | - | - |
| Employer contributions | - | - | - | - |
| Participant contributions | - | - | - | - |
| Benefit payments from plan assets | - | - | - | - |
| Transfer in/ transfer out | - | - | - | - |
| Actuarial gain/ (loss) on plan assets | - | - | - | - |
| Fair value of Plan Assets as at Year End | - | - | - | - |

h) Net Defined Benefit Asset/(Liability)

| Particulars | Employee Benefit Plan | | Any Other Funded Liability | |
|---|-----------------------|----------------|----------------------------|---------------|
| | Current Year | Previous Year | Current Year | Previous Year |
| Defined Benefit Obligation | 1,378,166.00 | 346,446.00 | - | - |
| Fair Value of Plan Assets | - | - | - | - |
| Liability/ (Asset) Recognised in Statement of Financial Position | 1,378,166 | 346,446 | - | - |

i) Expected Company Contributions for the Next Year

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

j) Reconciliation of amounts in Statement of Financial Position

| Particulars | Employee Benefit Plan | | Any Other Funded Liability | |
|--|-----------------------|----------------|----------------------------|---------------|
| | Current Year | Previous Year | Current Year | Previous Year |
| Net defined benefit liability/(asset) at prior year end | - | - | - | - |
| Defined benefit cost included in Statement of Profit or Loss | 1,069,560.00 | 346,446.00 | - | - |
| Total remeasurements included in OCI | - | - | - | - |
| Acquisition/ divestment | - | - | - | - |
| Employer contributions | - | - | - | - |
| Net defined benefit liability/(asset) | 1,069,560 | 346,446 | - | - |

k) Reconciliation of Statement of Other Comprehensive Income

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

l) Current/Non - Current Liability

| Particulars | Employee Benefit Plan | | Any Other Funded Liability | |
|-------------------------|-----------------------|----------------|----------------------------|---------------|
| | Current Year | Previous Year | Current Year | Previous Year |
| Current Liability | 267,481.00 | 21,571.00 | | |
| Non - Current Liability | 1,110,685.00 | 324,875.00 | | |
| Total | 1,378,166 | 346,446 | - | - |

m) Expected Future Benefit Payments

| Particulars | Employee Benefit Plan | | Any Other Funded Liability | |
|-------------------|-----------------------|---------------|----------------------------|---------------|
| | Current Year | Previous Year | Current Year | Previous Year |
| Within 1 year | | | | |
| Between 1-2 years | | | | |
| Between 2-5 years | | | | |
| From 6 to 10 | | | | |
| Total | - | - | - | - |

n) Plan assets

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

o) Sensitivity Analysis

| Particulars | Employee Benefit Plan | | Any Other Funded Liability | |
|---|-----------------------|---------------|----------------------------|---------------|
| | Current Year | Previous Year | Current Year | Previous Year |
| Effect in Defined Benefit Obligation Due to 1% Increase in Discount Rate | -133,622.00 | -28,359.00 | | |
| Effect in Defined Benefit Obligation Due to 1% Decrease in Discount Rate | 162,665.00 | 33,337.00 | | |
| | | | | |
| Effect in Defined Benefit Obligation Due to 1% Increase in Salary Escalation Rate | 155,454.00 | 32,685.00 | | |
| Effect in Defined Benefit Obligation Due to 1% Decrease in Salary Escalation Rate | -130,297.00 | -28,359.00 | | |
| | | | | |
| Effect in Defined Benefit Obligation Due to 1% Increase in Attrition Rate | | -2,487.00 | | |
| Effect in Defined Benefit Obligation Due to 1% Decrease in Attrition Rate | | 2,868.00 | | |

p) Assumptions

| Particulars | Employee Benefit Plan | Any Other Funded Liability |
|---|--|----------------------------|
| Discount Rate | 9.00% | |
| Escalation Rate (Rate of Increase in Compensation Levels) | 10.00% | |
| Attrition Rate (Employee Turnover) | 5.00% | |
| Mortality Rate During Employment | Nepali assured lives mortality table, 2009 | |

45. Fair Value Measurements

(i) Financial Instruments by Category & Hierarchy

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

| Particulars | Level | Current Year | | | Previous Year | | |
|--|-------|--------------|-------|----------------|---------------|-------|----------------|
| | | FVTPL | FVOCI | Amortised Cost | FVTPL | FVOCI | Amortised Cost |
| Investments | | | | | | | |
| i) Investment in Equity Instruments | | | | | | | |
| Investment in Equity (Quoted) | 1 | - | - | - | - | - | - |
| Investment in Equity (Unquoted) | 3 | - | - | - | - | - | - |
| ii) Investment in Mutual Funds | 1 | - | - | - | - | - | - |
| iii) Investment in Preference Shares of Bank and Financial Institutions | | - | - | - | - | - | - |
| iv) Investment in Debentures | 3 | - | - | - | - | - | - |
| v) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government) | 3 | - | - | - | - | - | - |
| vi) Fixed Deposits | 3 | - | - | - | - | - | - |
| vii) Others (to be specified) | | - | - | - | - | - | - |
| Loans | 3 | - | - | - | - | - | - |
| Other Financial Assets | 3 | - | - | - | - | - | - |
| Cash and Cash Equivalents | 3 | - | - | - | - | - | - |
| Total Financial Assets | | - | - | - | - | - | - |
| Borrowings | | - | - | - | - | - | - |
| Other Financial Liabilities | 3 | - | - | - | - | - | - |
| Total Financial Liabilities | | - | - | - | - | - | - |

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

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

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3.

There is no transfer of Financial Instruments between different levels as mentioned above during the year.

(ii) Valuation Technique Used to Determine Fair Value

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

(iii) Valuation Process

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

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

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

(iv) Fair Value of Financial Assets and Liabilities Measured at Amortised Cost

| Particulars | Current Year | | Previous Year | |
|--|--------------------|------------|--------------------|------------|
| | Carrying Amount | Fair Value | Carrying Amount | Fair Value |
| Investment | | | | |
| i) Investment in Preference Shares of Bank and Financial Institutions | - | - | - | - |
| ii) Investment in Debentures | 3,088,000 | - | - | - |
| iii) Investment in Bonds (Nepal Government/ NRB/ Guaranteed by Nepal Government) | - | - | - | - |
| iv) Fixed Deposit | 480,500,000 | - | 467,500,000 | - |
| v) Others (to be Specified) | - | - | - | - |
| Loans | | | | |
| i) Loan to Employees | - | - | 920,417 | - |
| ii) Others (to be Specified) | - | - | - | - |
| Other Financial Assets | - | - | - | - |
| Total Financial Assets at Amortised Cost | 483,588,000 | - | 468,420,417 | - |
| Borrowings | | | | |
| i) Bonds | - | - | - | - |
| ii) Debentures | - | - | - | - |
| iii) Term Loans - Bank and Financial Institution | - | - | - | - |
| iv) Bank Overdrafts | - | - | - | - |
| v) Others (to be Specified) | - | - | - | - |
| Other Financial Liabilities | | | | |
| Total Financial Liabilities at Amortised Cost | - | - | - | - |

The fair values of the above financial instruments measured at amortised cost are calculated based on cash flows discounted using current discount rate. The carrying amounts of cash and cash equivalents are considered to be the same as their fair values due to their short-term nature.

46. Insurance Risk

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

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

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

- a) Product development
- b) Pricing
- c) Underwriting
- d) Claims Handling
- e) Reinsurance
- f) Reserving

a) Product development:

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

- Property
- Motor
- Marine
- Engineering
- Micro
- Aviation
- Cattle and Crop
- Miscellaneous

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

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

b) Pricing:

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

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

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

c) Underwriting:

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

- i) Investments are made on the training and development of underwriting and claims management staff, including those attached to the distribution network.

- ii) Application of Four-Eye principle on underwriting process.
- iii) Pre-underwriting inspections are made on new business over a predetermined threshold to evaluate risk prior to acceptance.
- iv) Post-underwriting reviews are conducted to ensure that set guidelines have been observed.
- v) Adequate reinsurance arrangements are in place and reviews are undertaken to ensure the adequacy of these covers.

d) Claims handling:

Some of the actions undertaken to mitigate claims risks is detailed below:

- i) Claims are assessed immediately,
- ii) Assessments are carried out by in-house as well as independent assessors/loss adjustors working throughout,
- iii) The service of a qualified independent actuary is obtained annually to assess the adequacy of reserves,
- iv) Post-underwriting reviews are conducted to ensure that set guidelines have been observed,
- v) Adequate reinsurance arrangements are in place and reviews are undertaken to ensure the adequacy of these covers.

e) Reinsurance

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

Sensitivities

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

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

| Particulars | Changes in Assumptions | Current Year | | | | Previous Year | | | |
|--------------------------|------------------------|---|---|--|---|---|---|--|---|
| | | Increase/ (Decrease) on Gross Liabilities | Increase/ (Decrease) on Net Liabilities | Increase/ (Decrease) - Profit Before Tax | Increase/ (Decrease) - Profit After Tax | Increase/ (Decrease) on Gross Liabilities | Increase/ (Decrease) on Net Liabilities | Increase/ (Decrease) - Profit Before Tax | Increase/ (Decrease) - Profit After Tax |
| Average Claim Cost | "+" 10% | | | | | | | | |
| Average Number of Claims | "+" 10% | | | | | | | | |
| Average Claim Cost | "-" 10% | | | | | | | | |
| Average Number of Claims | "-" 10% | | | | | | | | |

Claim development table

The following tables show the estimates of cumulative incurred claims, including both claims notified and IBNR for each successive incident year at each reporting date, together with cumulative payments to date.

Gross outstanding claim provision

| Year of incident | > PY 4 | PY 4 | PY 3 | PY 2 | PY 1 | Current Year | Total |
|---------------------------------------|--------|------|------|------|------|--------------|--------------|
| At end of incident year | | | | | | 6,993,690.00 | 6,993,690.00 |
| One year later | | | | | | - | - |
| Two year later | | | | | | | - |
| Three year later | | | | | | | - |
| Four year later | | | | | | | - |
| More than Four years | | | | | | | - |
| Current estimate of cumulative claims | - | - | - | - | - | 6,993,690.00 | 6,993,690.00 |
| At end of incident year | | | | | | | - |
| One year later | | | | | | | - |
| Two year later | | | | | | | - |
| Three year later | | | | | | | - |
| Four year later | | | | | | | - |
| More than Four years | | | | | | | - |
| Cumulative payments to date | | | | | | | - |
| Gross outstanding claim provision | - | - | - | - | - | 6,993,690.00 | 6,993,690.00 |

Net outstanding claim provision

| Year of incident | > PY 4 | PY 4 | PY 3 | PY 2 | PY 1 | Current Year | Total |
|-------------------------|--------|------|------|------|------|--------------|--------------|
| At end of incident year | | | | | | 2,862,868.89 | 2,862,868.89 |
| One year later | | | | | | - | - |
| Two year later | | | | | | | - |

| | | | | | | | | | |
|---------------------------------------|--|--|--|--|--|--|--|--------------|--------------|
| Three year later | | | | | | | | | |
| Four year later | | | | | | | | | |
| More than Four years | | | | | | | | | |
| Current estimate of cumulative claims | | | | | | | | 2,862,868.89 | 2,862,868.89 |
| At end of incident year | | | | | | | | | |
| One year later | | | | | | | | | |
| Two year later | | | | | | | | | |
| Three year later | | | | | | | | | |
| Four year later | | | | | | | | | |
| More than Four years | | | | | | | | | |
| Cumulative payments to date | | | | | | | | | |
| Net outstanding claim provision | | | | | | | | 2,862,868.89 | 2,862,868.89 |

f) Reserving

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

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

| Particulars | Current Year | | | Previous Year | | |
|-----------------|-----------------------------|--------------------|-----------------|-----------------------------|--------------------|-----------------|
| | Gross Insurance Liabilities | Reinsurance Assets | Net Liabilities | Gross Insurance Liabilities | Reinsurance Assets | Net Liabilities |
| Property | 3,472,131.80 | 2,802,208.00 | 669,923.80 | 1,438.08 | 287.62 | 1,150.46 |
| Motor | 74,721,427.00 | 46,387,761.00 | 28,333,666.00 | | | |
| Marine | | | | | | |
| Engineering | | | | | | |
| Micro | | | | | | |
| Aviation | | | | | | |
| Cattle and Crop | | | | | | |
| Miscellaneous | 1,884,465.00 | 1,564,119.00 | 320,346.00 | | | |
| Total | 80,078,023.80 | 50,754,088.00 | 29,323,935.80 | 1,438.08 | 287.62 | 1,150.46 |

47. Financial Risk

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

i) Credit Risk

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

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

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

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

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

Expected Credit Losses for Financial Assets at Amortised Costs as at Ashadh 32, 2079

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

Reconciliation of Loss Allowance Provision

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

ii) Liquidity Risk

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

Maturity of Financial Liabilities:

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

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

iii) Market Risk

a) Foreign Currency Risk Exposure

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

b1) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The major interest rate risk that the Company is exposed to is the discount rate for determining insurance liabilities.

b2) Interest Rate Sensitivity

Profit or Loss is sensitive to changes in Interest Rate for Borrowings.

A change in Market Interest Level by 1% which is reasonably possible based on Management's Assessment would have the following effect on the Profit After Tax.

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

* Holding all other Variable Constant

c) Equity Price Risk

Equity price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in equity prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or by factors affecting all similar financial instruments traded in the market.

The Company has not invested in equity securities during the financial year and as such is not exposed to equity price risk.

48. Operational Risk

Operational Risk is the risk of direct or indirect loss, or damaged reputation resulting from inadequate or failed internal processes, people and systems or external events. When controls fail to perform, operational risks can cause damage to reputation, have legal or regulatory implications or can lead to financial loss. The Company cannot expect to

eliminate all operational risks, but by initiating a rigorous control framework and by monitoring and responding to potential risks, the Company is able to manage the risks. Controls include effective segregation of duties, access controls, authorisation and reconciliation procedures, staff education and assessment processes, including the use of internal audit. Business risks such as changes in environment, technology and the industry are monitored through the Company's strategic planning and budgeting process.

49. Climate Related Risk

Climate risk-related disclosure refers to the practice of companies and organizations providing information about the potential impact of climate change on their business operations, financial performance, and strategies. The climate related risk is not within the control of the organization but these risks can be mitigated through proper assessment and planning. The significant risks arising under the Non-Life Insurance portfolio emanates from changes in the climate leading to natural disasters, behavioural trends of people due to changing life styles, the steady escalation of costs in respect of spares in the auto industries.

50. Capital Management

The Company's objectives when managing Capital are to:

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

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

Regulatory minimum paid up capital

Non-Life insurance companies were required by the Directive of Nepal Insurance Authority to attain a stipulated minimum paid up capital of NPR 75 cr. As on the reporting date, the company's paid up capital is NPR 52,50,00,000

51. Earnings Per Share

| Particulars | Current Year | Previous Year |
|--|--------------|---------------|
| Profit For the Year | 522,972.71 | 4,199,176.89 |
| Less: Dividend on Preference Shares | - | - |
| Profit For the Year used for Calculating Basic Earning per Share | 522,973 | 4,199,177 |
| Add: Interest saving on Convertible Bonds | - | - |
| Profit For the Year used for Calculating Diluted Earning per Share | 522,973 | 4,199,177 |
| Weighted Average Number of Equity Shares Outstanding During the Year For Basic Earning per Share | | |
| Adjustments for calculation of Diluted Earning per Share: | | |
| i) Dilutive Shares | 5,250,000 | 5,250,000 |
| ii) Options | | |
| iii) Convertible Bonds | | |
| Weighted Average Number of Equity Shares Outstanding During the Year for Diluted Earning Per Share | 5,250,000 | 5,250,000 |
| Nominal Value of Equity Shares | 100 | 100 |

| | | | |
|---|--|------|------|
| Basic Earning Per Share | | 0.10 | 0.10 |
| Diluted Earning Per Share | | 0.10 | 0.80 |
| Proposed Bonus Share | | | |
| Weighted Average Number of Equity Shares Outstanding During the Year for Restated Earning Per Share | | | |
| Restated Basic Earning Per Share | | 0.10 | 0.10 |
| Restated Diluted Earning Per Share | | 0.10 | 0.80 |

52. Operating Segment

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

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

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

Business Segments of the Company's are:

- i) Property
- ii) Motor
- iii) Marine
- iv) Engineering
- v) Micro
- vi) Aviation
- vii) Cattle and Crop
- viii) Miscellaneous

a) Segmental Information for the year ended Ashadh 31, 2081 (July 15, 2024)

| Particulars | Property | Motor | Marine | Engg. | Micro | Aviation | Cattle and Crop | Misc. | Inter Segment Elimination | Total |
|--|-------------------|----------------------|--------|-------|-------|----------|-----------------|------------------|---------------------------|----------------------|
| Income: | | | | | | | | | | |
| Gross Earned Premiums | 1,108,480.21 | 33,186,365.65 | - | - | - | - | - | 488,494.32 | - | 34,783,340.18 |
| Premiums Ceded | -906,845.73 | -20,886,589.09 | - | - | - | - | - | -405,516.56 | - | -22,198,951.38 |
| Inter-Segment Revenue | - | - | - | - | - | - | - | - | - | - |
| Net Earned Premiums | 201,634.48 | 12,299,776.56 | - | - | - | - | - | 82,977.76 | - | 12,584,388.80 |
| Commission Income | 620,231.05 | 11,137,441.27 | - | - | - | - | - | 371,864.90 | - | 12,129,537.21 |
| Other Direct Income | - | - | - | - | - | - | - | - | - | - |
| Income from Investments and Loans | - | - | - | - | - | - | - | - | - | - |
| Net Gain/ (Loss) on Fair Value Changes | - | - | - | - | - | - | - | - | - | - |

| | | | | | | | | | | | | | | | | | | | | | | |
|--|-------------------|----------------------|----------------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------------------|
| Net Realised Gains/ (Losses) | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Other Income | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total Segmental Income | 821,865.53 | 23,437,217.83 | 23,437,217.83 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Expenses: | | | | | | | | | | | | | | | | | | | | | | |
| Gross Claims Paid | - | 6,486,647.23 | | | | | | | | | | | | | | | | | | | | 6,667,717.23 |
| Claims Ceded | - | -3,631,742.27 | | | | | | | | | | | | | | | | | | | | -3,782,392.51 |
| Gross Change in Contract Liabilities | 840,115.80 | 10,734,985.00 | | | | | | | | | | | | | | | | | | | | 11,693,771.80 |
| Change in Contract Liabilities Ceded to Reinsurers | -646,847.00 | -6,116,447.00 | | | | | | | | | | | | | | | | | | | | -6,861,898.00 |
| Net Claims Paid | 193,268.80 | 7,473,442.96 | 7,473,442.96 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 7,717,198.52 |
| Commission Expenses | 41,928.14 | 176,984.34 | | | | | | | | | | | | | | | | | | | | 270,950.86 |
| Service Fees | 3,385.69 | 180,074.51 | | | | | | | | | | | | | | | | | | | | 185,376.48 |
| Other Direct Expenses | | | | | | | | | | | | | | | | | | | | | | |
| Employee Benefits Expenses | | | | | | | | | | | | | | | | | | | | | | |
| Depreciation and Amortization Expenses | | | | | | | | | | | | | | | | | | | | | | |
| Impairment Losses | | | | | | | | | | | | | | | | | | | | | | |
| Other Operating Expenses | | | | | | | | | | | | | | | | | | | | | | |
| Finance Cost | | | | | | | | | | | | | | | | | | | | | | |
| Total Segmental Expenses | 238,582.63 | 7,830,501.81 | 7,830,501.81 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 8,173,525.86 |
| Total Segmental Results | 583,282.89 | 15,606,716.01 | 15,606,716.01 | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 16,540,400.15 |
| Segment Assets | | | | | | | | | | | | | | | | | | | | | | |
| Segment Liabilities | | | | | | | | | | | | | | | | | | | | | | |

b) Segmental Information for the year ended Ashadh 31, 2081 (July 15, 2024)

| Particulars | Property | Motor | Marine | Engg. | Micro | Aviation | Cattle and Crop | Misc. | Inter Segment Elimination | Total |
|----------------------------|----------|-------|--------|-------|-------|----------|-----------------|-------|---------------------------|-------|
| Income: | | | | | | | | | | |
| Gross Earned Premiums | | | | | | | | | | |
| Premiums Ceded | | | | | | | | | | |
| Inter-Segment Revenue | | | | | | | | | | |
| Net Earned Premiums | - | - | - | - | - | - | - | - | - | - |
| Commission Income | | | | | | | | | | |

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

| Particulars | Current Year | Previous Year |
|--|--------------|---------------|
| Add: Net Gains/ (Losses) on Fair Value Changes | | |
| Add: Net Realised Gains/ (Losses) | | |
| Add: Other Income | | |
| Less: Depreciation and Amortization | | |
| Less: Impairment Losses | | |
| Less: Finance Cost | | |
| Profit Before Tax | - | - |

d) Reconciliation of Assets

| Particulars | Current Year | Previous Year |
|-------------------------------|-----------------------|-----------------------|
| Segment Assets | | |
| Goodwill & Intangible Assets | 11,442,954.13 | 11,130,402.90 |
| Property, Plant and Equipment | 35,113,157.37 | 29,052,133.50 |
| Investment Properties | - | - |
| Deferred Tax Assets | - | - |
| Investment in Subsidiaries | - | - |
| Investment in Associates | - | - |
| Investments | 483,588,000.00 | 467,500,000.00 |
| Loans | - | 920,416.67 |
| Current Tax Assets | 11,321,310.99 | 803,033.95 |
| Other Assets | 1,407,472.92 | 3,282,261.59 |
| Other Financial Assets | 848,382.33 | 840,227.30 |
| Cash and Cash Equivalents | 57,371,990.20 | 32,072,351.52 |
| Total Assets | 601,093,267.95 | 545,600,827.43 |

e) Reconciliation of Liabilities

| Particulars | Current Year | Previous Year |
|-----------------------------|----------------------|----------------------|
| Segment Liabilities | | |
| Provisions | 1,378,166.00 | 346,446.00 |
| Deferred Tax Liabilities | 145,229.00 | 87,374.69 |
| Current Tax Liabilities | 23,133,181.65 | 230.56 |
| Other Financial Liabilities | 966,296.52 | 1,551,422.93 |
| Other Liabilities | 16,459,707.38 | 14,415,025.90 |
| Total Liabilities | 42,082,580.55 | 16,400,500.08 |

53. Related Party Disclosure
(a) Identify Related Parties
Holding Company:
Subsidiaries:
Associates:
Fellow Subsidiaries:
Key Management Personnel: Mrigendra Nath Rimal (Chief Executive Officer)

(b) Key Management Personnel Compensation:

| Particulars | Current Year | Previous Year |
|------------------------------|---------------------|---------------|
| Short-term employee benefits | | |
| Post-employment benefits | 1,378,166.00 | |
| Other long-term benefits | | |
| Termination benefits | | |
| Total | 1,378,166.00 | - |

Payment to Chief Executive Officer (CEO)

| Particulars | Current Year | Previous Year |
|--|------------------|----------------|
| Annual salary and allowances | 4,095,280 | 985,245 |
| Performance based allowances | | |
| i) Employee Bonus | - | - |
| ii) Benefits as per prevailing provisions | - | - |
| iii) Incentives | - | - |
| Insurance related benefits | | |
| i) Life Insurance | - | - |
| ii) Accident Insurance | 7,516 | - |
| iii) Health Insurance (including family members) | 2,500 | - |
| Total | 4,105,296 | 985,245 |

(c) Related Party Transactions:

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

| | | | | | | |
|---|--|--|--|--|--|--|
| Purchase of Property & Equipment | | | | | | |
| Current Year | | | | | | |
| Previous Year | | | | | | |
| | | | | | | |
| Premium Paid | | | | | | |
| Current Year | | | | | | |
| Previous Year | | | | | | |
| | | | | | | |
| Commission Expenses | | | | | | |
| Current Year | | | | | | |
| Previous Year | | | | | | |
| | | | | | | |
| Dividend | | | | | | |
| Current Year | | | | | | |
| Previous Year | | | | | | |
| | | | | | | |
| Meeting Fees | | | | | | |
| Current Year | | | | | | |
| Previous Year | | | | | | |
| | | | | | | |
| Allowances to Directors | | | | | | |
| Current Year | | | | | | |
| Previous Year | | | | | | |
| | | | | | | |
| Others (to be specified) | | | | | | |
| Current Year | | | | | | |
| Previous Year | | | | | | |

(d) Related Party Balances:

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

54. Leases

(a) Leases as Lessee

(i) Operating Leases:

The Company has various operating leases ranging from 2079 to 2084 for 5 years . The leases are renewable by mutual consent and contain escalation clause. Rental expenses for operating leases recognised in the Statement of Profit and Loss for the year is NPR 34,14,000 (Ashadh 31, 2081).

Disclosure in respect of Non-cancellable lease is as given below

| Future Minimum Lease Payments | Current Year | Previous Year |
|--|--------------|---------------|
| i) Not Later than 1 year | | |
| ii) Later than 1 year and not later than 5 years | | |
| iii) Later than 5 years | | |

(ii) Finance Lease:

The Company holds assets under finance leases. Future minimum lease payments and lease liability at the end of the year is given below:

| Future Minimum Lease Payments | Current Year | Previous Year |
|--|--------------|---------------|
| i) Not Later than 1 year | | |
| ii) Later than 1 year and not later than 5 years | | |
| iii) Later than 5 years | | |
| Total Future Minimum Lease Payments | - | - |
| Less: Effect of Discounting | | |
| Finance lease liability recognised | - | - |

(b) Leases as Lessor

(i) Operating Lease:

The company does not hold any property leased out as lessor.

Disclosure in respect of Non-cancellable lease is as given below

| Future Minimum Lease Income | Current Year | Previous Year |
|--|--------------|---------------|
| i) Not Later than 1 year | | |
| ii) Later than 1 year and not later than 5 years | | |
| iii) Later than 5 years | | |

(ii) Finance Lease:

The Company has given assets under finance leases. At the year end receivables under finance lease agreements fall due as follows:

| Particulars | Current Year | | | Previous Year | | |
|--|------------------|-------------------------|----------------|------------------|-------------------------|----------------|
| | Gross Investment | Unearned Finance Income | Net Investment | Gross Investment | Unearned Finance Income | Net Investment |
| i) Not Later than 1 year | | | | | | |
| ii) Later than 1 year and not later than 5 years | | | | | | |
| iii) Later than 5 years | | | | | | |
| Total | - | - | - | - | - | - |

55. Capital Commitments

Estimated amount of contracts remaining to be executed in capital accounts and not provided for

| Particulars | Current Year | Previous Year |
|-------------------------------|--------------|---------------|
| Property and Equipment | | |
| Investment Properties | | |
| Goodwill & Intangible Assets | | |
| Total | - | - |

56. Contingent Liabilities

Estimated amount of contracts remaining to be executed in capital accounts and not provided for (net of advances)

| Particulars | Current Year | Previous Year |
|---|--------------|---------------|
| Claims against Company not acknowledged as debts | | |
| a) Income Tax | - | - |
| b) Indirect Taxes | - | - |
| c) Others (to be Specified) | - | - |
| Total | - | - |

57. Events occurring after Balance Sheet

There are no events that impact the amount that are shown in the balance sheet

58. Assets Pledged as Security (only if pledged)

The carrying amount of assets pledged as security are:

| Particulars | Current Year | Previous Year |
|--------------------------|--------------|---------------|
| Reinsurance Receivables | - | - |
| Investments in equity | - | - |
| Fixed Deposits | - | - |
| Property and Equipment | - | - |
| Others (to be Specified) | - | - |
| Total | - | - |

59. Corporate Social Responsibility

An amount of NRs. 35,398 has been expended as corporate social responsibility for Micro insurance awareness program that have been conducted in Itahari.

60. Miscellaneous

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

61. Others (to be Specified)

Sales reconciliation is as under:

| Particulars | Amount |
|--|----------------|
| Sales as per books | 103,166,154.10 |
| (+) Stamp duty income treated as income in books but mistakenly shown as taxable sales in vat return | - |
| Sales as per vat return | 103,166,154.10 |

Nepal Micro Insurance Company Limited
Major Financial Indicators

| S.N | Particular | Indicators | Fiscal Year | |
|-----|--|------------|----------------|----------------|
| | | | 2080/81 | 2079/80 |
| | Equity: | | | |
| 1 | Net worth | NPR | 529,686,751.60 | 529,199,176.89 |
| 2 | Number of Shares | No.s | 5,250,000.00 | 5,250,000.00 |
| 3 | Book value per shares | NPR | 100.89 | 100.80 |
| 4 | Net Profit | NPR | 522,972.71 | 4,199,176.89 |
| 5 | Earning per Shares (EPS) | NPR | 0.10 | 0.80 |
| 6 | Dividend per Shares (DPS) | NPR | 0.10 | 0.80 |
| 7 | Market Price per Shares (MPPS) | NPR | - | - |
| 8 | Price Earning Ratio (PE Ratio) | Ratio | - | - |
| 9 | Change in Equity | % | 100.00% | 100.00% |
| 10 | Return on Equity | % | 9.96% | 79.98% |
| 11 | Capital to Total Net Assets Ratio | % | 99.115% | 99.207% |
| 12 | Capital to Technical Reserve Ratio | % | | |
| 13 | Affiliate Ratio | % | | |
| | Business: | | | |
| 14 | Total Premium Growth Rate | | | |
| | Property | % | 100% | 100% |
| | Motor | % | 100% | - |
| | Marine | % | 100% | - |
| | Engineering | % | 100% | - |
| | Micro | % | 100% | - |
| | Aviation | % | 100% | - |
| | Cattle and Crop | % | 100% | - |
| | Miscellaneous | % | 100% | - |
| 15 | Net Premium Growth Rate | % | | |
| | Property | % | 100% | 100.00 |
| | Motor | % | 100% | - |
| | Marine | % | 100% | - |
| | Engineering | % | 100% | - |
| | Micro | % | 100% | - |
| | Aviation | % | 100% | - |
| | Cattle and Crop | % | 100% | - |
| | Miscellaneous | % | 100% | - |
| 16 | Net Insurance Premium/ Gross Insurance Premium | | | |
| | Property | % | 18.19% | 100.00 |
| | Motor | % | 37.06% | - |
| | Marine | % | - | - |
| | Engineering | % | - | - |
| | Micro | % | - | - |
| | Aviation | % | - | - |
| | Cattle and Crop | % | - | - |

| | | | | |
|----|---|------|--------------|------------|
| | Miscellaneous | % | 16.99% | - |
| 17 | Reinsurance Commission Income/ Gross Reinsurance Premium | % | 18.35% | 0.17% |
| 18 | Gross Premium Revenue/ Equity | % | 19.48% | 0.00% |
| 19 | Net Premium Revenue/ Equity | % | 2.38% | 0.00% |
| 20 | Gross Insurance Premium/Total Assets | % | 0.05 | 0.00 |
| 21 | Return on Investments & Loan | % | 9.51% | 3.59% |
| 22 | Net Profit/ Gross Insurance Premium | % | 0.04 | 440,165.29 |
| | Expenses: | | | |
| 23 | Reinsurance Ratio | % | 63.82% | 19.97% |
| 24 | Management expenses/ Gross Insurance Premium | % | 53.63% | - |
| 25 | Agent Related Expenses/ Gross Insurance Premium | % | 0.30% | - |
| 26 | Agent Related Expenses/Management Expenses | % | 0.01 | - |
| 27 | Employee Expenses/ Management Expenses | % | 69.50% | 71.46 |
| 28 | Employee Expenses/ Number of Employees | Amt. | 519,647.94 | 323,488.00 |
| 29 | Expense Ratio (Underwriting Expense/Net Written Premium) | % | - | - |
| 30 | Commission Ratio (Commission Expense/Net Written Premium) | % | 2.15% | - |
| 31 | Loss Ratio {(Claim Paid + change in reserve)/ (Net Written Premium)} | % | 26.80% | - |
| 32 | Combined Ratio (Loss Ratio + Expense Ratio)' | % | 80.43% | - |
| | Assets: | | | |
| 33 | Increment in Investment Held | % | 3.44% | - |
| 34 | Return on Assets | % | 0.00 | - |
| 35 | Long term Investments/Total Investments | % | 29.38% | 89.31 |
| 36 | Short term Investments/Total Investments | % | 70.62% | 10.69 |
| 37 | Total Investment & Loan/Gross Insurance Contract Liabilities | % | 468.75% | - |
| 38 | Investment in Unlisted Shares and Debtors/ Total Net Assets | % | - | - |
| 39 | Investment in Shares/ Total Net Assets | % | - | - |
| 40 | Liquidity Ratio | % | 342.18% | 226.7% |
| | Liabilities: | | | |
| 41 | Solvency Margin | % | 1.95 | 1.91 |
| 42 | Increment in Gross Insurance Contract Liabilities | % | 55,682.98 | - |
| 43 | Net Technical Reserve/ Average of Net Claim Paid for Last 3 Years | % | 28.15% | - |
| 44 | Actuarial Provision | Amt. | 4,700,081.80 | - |
| 45 | Technical Provisions/ Total Equity | % | 0.90% | - |
| 46 | Insurance Debt/ Total Equity | % | - | - |
| 47 | Outstanding Claim/ Claim Intimated | % | 38.10% | - |
| 48 | No. of Outstanding Claim/ No. of Intimated Claim | % | 48.61% | - |
| 49 | Total Number of Inforce Policies | No.s | 49,474.00 | - |
| 50 | Number of Renewed Policy/ Last Year's Total Number of In Force Policies | % | 100.00 | - |
| 51 | Number of Intimated Claim/ Total Number of In Force Policy | % | 0.65% | - |
| | Others: | | | |
| 52 | Number of Offices | No.s | 21.00 | 2.00 |
| 53 | Number of Agents | No.s | 19.00 | - |
| 54 | Number of Surveyor | No.s | 22.00 | - |
| 55 | Number of Employees | No.s | 74.00 | 14.00 |

Notes to the Financial Statements as of Ashadh 31, 2081 (July 15th, 2024)

1. Reporting Entity

Nepal Micro-Life Insurance Company Limited (herein after referred to as the 'Company') is a public limited company, incorporated on 2079/09/08 and operated as Micro Non-Life Insurance Company after obtaining license on 2079/12/27 under the Insurance Act 2079.

The registered office of the Company is located at Maharjan complex, Bhrikuti Path, Bharatpur, Chitwan. The principal activities of the company are to provide various non-life insurance products through its province offices, branches, sub-branches, and network of agents.

2. Basis of Preparation

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

3. Reporting Period and approval of financial statements

The company follows the Nepalese financial year based on the Nepalese calendar starting from 1st Shrawan 2080 to 31st Ashadh 2081 with the corresponding previous year from 1st Shrawan 2079 to 31st Ashadh 2080. These financial statements have been approved by the Board of Directors of Nepal Micro Insurance Company Limited.

4. Statement of Compliance

The Financial Statements of the Company comprises of Statement of Financial Position, Statement of Profit or Loss and Statement of Other Comprehensive Income shown as two separate statements, Statement of Changes in Equity, Statement of Cash Flows and Notes to the Financial Statements which have been prepared in accordance with the Nepal Financial Reporting Standards (NFRS) issued by the Nepal Accounting Standards Board (ASB) and in compliance with the requirements of the Companies Act, 2063, directives issued by Nepal Insurance Authority and required disclosures as per Securities Board of Nepal. The format used in the preparation and presentation of the Financial Statements and disclosures made therein also complies with the specified formats prescribed in the directives of Nepal Insurance Authority.

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

(a) 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:

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

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

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

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

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

(b) Use of Estimates

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

(c) 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.

(d) Going Concern

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

(e) Change in Accounting Policies

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

(f) Recent Accounting Pronouncements

Accounting standards issued and effective

All the accounting standard made effective by the ASB are applied while preparing the financial statement of the company.

(g) Carve-outs

N.A.

(h) Presentation of financial statements

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

(i) Offsetting

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

(j) **Materiality and Aggregation**

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

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

5. Significant Accounting Policies

(a) **Property and Equipment**

Property, plant and equipment are tangible items that are held for servicing, or for other purposes and are expected to be used during more than one period.

i) **Recognition**

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

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

ii) **Revaluation**

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

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

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

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

iii) **Depreciation**

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

The assets useful life/ rate of depreciation and residual values are reviewed at the Reporting date and the effect of any changes in estimates are accounted for on a prospective basis.

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

| List of Assets Categories | Life in years |
|----------------------------|---------------|
| Furniture & Fixture | 10 years |
| Computers and IT Equipment | 10 years |
| Officer Equipment | 10 years |
| Vehicles | 10 years |
| Other Assets | 4 years |

iv) Derecognition

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

v) Impairment of Assets

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

vi) Capital Work-In-Progress

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

(b) Goodwill & Intangible Assets

i) Recognition

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

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

Goodwill on business combination is recognized on the acquisition date at the excess of (a) over (b) below:

(a) The aggregate of:

1. The consideration transferred measured in accordance with the NFRS 3, which generally requires acquisition-date fair value
2. The amount of any non-controlling interest in the acquiree measured in accordance with the NFRS 3, and
3. In a business combination achieved in stages, the acquisition-date fair value of the acquirer's previously held equity interest in the acquiree.

(b) The net of the acquisition date amounts of the identifiable assets acquired and the liabilities assumed.

ii) Amortization

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

Amortization is recognized in statement of profit of loss on Straight Line Method (SLM) over the estimated useful life of the intangible assets/ Diminishing Balance Method (DBM), from the date that is available for use since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at each financial year end. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortization period or method, as appropriate, and are treated as changes in accounting estimates, the amortization expense on intangible assets with finite lives is recognized in the statement of profit or loss.

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

| List of Assets Categories | Useful Life (In Years) for SLM |
|---------------------------|--------------------------------|
| Software | 5 years |

iii) Derecognition

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

iv) Impairment of Assets

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

(c) Investment Properties

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

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

Investment properties are derecognized either when they have been disposed of, or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal. Any gains or losses on the retirement or disposal of an investment property are recognized in the statement of profit or loss in the year of retirement or disposal. Transfer are made to (or from) investment property only when there is a change in use. For a transfer from investment property, the Company accounts for such property in accordance with the policy stated under PPE up to the date of change in use.

(d) Cash & Cash Equivalent

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

(e) Financial Assets

i) Initial Recognition & Measurement

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

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

ii) Subsequent Measurement

a. Financial Assets carried at Amortized Cost (AC)

A Financial Asset is measured at amortized cost if it is held within a business model whose objective is achieved is to hold the asset in order to collect contractual cash flows and the contractual terms

of the Financial Asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Interest income in these financial assets is measured using effective interest rate method.

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

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

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

A Financial Asset which is not classified in any of the above categories are measured at FVTPL.

iii) De-Recognition

A Financial Assets is derecognized only when the Company has transferred the rights to receive cash flows from the Financial Assets. Where the Company has transferred an Asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the Financial Asset. In such cases, the Financial Asset is derecognized. Where the Company has not transferred substantially all risks and rewards of ownership of the Financial Asset, the Financial Asset is not derecognized. Where the Company retains control of the Financial Asset, the Asset is continued to be recognized to the extent of continuing involvement in the Financial Asset.

iv) Impairment of Financial Assets

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

(f) Financial Liabilities

i) Initial Recognition & Measurement

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

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

ii) Subsequent Measurement

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

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

iii) De-Recognition

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

(g) **Offsetting financial instruments**

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

(h) **Reinsurance Assets**

Reinsurance assets are the assets which are created against insurance contract liabilities of the amount which are recoverable from the reinsurer. These assets are created for the reinsurer's share of insurance contract liabilities.

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

(i) **Equity**

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

(j) **Reserves and Funds**

- i) **Share Premium:** If the company issues share capital at premium it receives extra amount other than share capital such amount is transferred to share premium. The amount in share premium is allowed for distribution subject to provisions of company act and regulatory requirement.
- ii) **Special Reserve:** The company has allocated special reserve for the amount which is 50% of net profit every year as per regulator's directive.
- iii) **Catastrophe Reserve:** The company has allocated catastrophe reserve for the amount which is 10% of the net profit every year as per regulator's directive.
- iv) **Fair Value Reserve:** The company has policy for creating fair value reserve equal to the amount of fair value gain recognized in statement of other comprehensive income as per regulator's directive.
- v) **Regulatory Reserves:** Reserves created out of net profit in line with different circulars issued by regulatory authority.
- vi) **Actuarial Reserves:** Reserve against actuarial gain or loss on present value of defined benefit obligation resulting from, experience adjustments (the effects of differences between the previous actuarial assumptions and what has actually occurred); and the effects of changes in actuarial assumptions.
- vii) **Revaluation Reserves:** Reserve created against revaluation gain on property, plant & equipment and intangible assets, other than the reversal of earlier revaluation losses charged to profit or loss.
- viii) **Cashflow Hedge reserves:** Is the exposure to variability in cash flows that is attributable to a particular risk associated with all or a component of a recognized asset or liability or a highly probable forecast transaction, and could affect profit or loss. Reserve represent effective portion of the gain or loss on the hedging instrument recognized in other comprehensive income.
- ix) **Other Reserves:** Reserve other than above reserves, for e.g. deferred tax reserve, others (to be specified).

(k) **Insurance Contract Liabilities**

i) **Provision for unearned premiums**

Unearned premiums reserve represents the portion of the premium written in the year but relating to the unexpired term of coverage.

Change in reserve for unearned insurance premium represents the net portion of the gross written premium transferred to the unearned premium reserve during the year to cover the unexpired period of the policies.

ii) **Outstanding claims provisions**

Outstanding claims provisions are based on the estimated ultimate cost of all claims incurred but not settled at the statement of financial position date, whether reported or not, together with related claims handling costs.

iii) **Provision for claim incurred but not reported (IBNR)**

Significant delays are experienced in the notification and settlement of certain types of claims, the ultimate cost of which cannot be known with certainty at the statement of financial position date.

The liability is calculated at the reporting date using a range of standard actuarial claim projection techniques, based on empirical data and current assumptions that may include a margin for adverse deviation.

Liability adequacy

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

(I) **Employee Benefits**

i) **Short Term Obligations**

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

ii) **Post-Employment Benefits**

-Defined Contribution Plan

The Company pays Provident Fund contributions to publicly administered Provident Funds/Social Security Fund as per local regulations. The Company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contribution are recognized as Employee Benefit Expenses when they are due.

-Defined Benefit Plan

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

iii) **Long Term Employee Benefits**

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

iv) **Termination**

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

- a) When the Company can no longer withdraw the offer of those benefits; and

- b) When the entity recognizes costs for a restructuring that is within the scope of NAS 37 and involves the payment of termination benefits. The termination benefits are measured based on the number of employees expected to accept the offer in case of voluntary retirement scheme.

(m) Revenue Recognition

i) Gross Premium

Gross Premium are arrived at after deducting unearned premium reserves from direct premium and premiums on Reinsurance Accepted. Direct premiums comprise the total premium receivable for the whole period of cover provided by contracts entered into during the reporting period. They are recognized on the date on which the policy commences.

ii) Unearned Premium Reserves

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

iii) Premiums on Reinsurance Accepted

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

Reinsurance premiums and claims on the face of the statement of profit or loss have been presented as negative items within premiums and net claims, respectively, because this is consistent with how the business is managed.

iv) Reinsurance Premium

Direct Reinsurance premiums comprise the total premiums payable for the whole cover provided by contracts entered into the period and are recognized on the date on which the policy incepts. Premiums include any adjustments arising in the accounting period in respect of reinsurance contracts incepting in prior accounting periods. Unearned reinsurance premiums are those proportions of premiums written in a year that relate to periods of risk after the reporting date. Unearned reinsurance premiums are deferred over the term of the underlying direct insurance policies for risks- attaching contracts and over the term of the reinsurance contract for losses occurring contracts. Reinsurance premiums and claims on the face of the statement of profit or loss have been presented as negative items within premiums and net claims, respectively, because this is consistent with how the business is managed.

v) Commission Income

Commission Income is recognized on accrual basis. If the income is for future periods, then they are deferred and recognized over those future periods.

vi) Investment Income

Interest income is recognized in the statement of profit or loss as it accrues and is calculated by using the EIR method. Fees and commission that are an integral part of the effective yield of the financial asset are recognized as an adjustment to the EIR of the instrument.

vii) Net realized gains and losses

Net realized gains and losses recorded in the statement or profit or loss include gains and losses on financial assets and properties. Gains and losses on the sale of investments are calculated as the difference between net sales proceeds and the original or amortized cost and are recorded on occurrence of the sale transaction.

(n) Claims and Expenses

i) Gross Claims

Claims includes the cost of all claims arising during the year, including external claims handling costs that are directly related to processing and settlement of claims. Claims that are incurred during the financial year are recognized when a claimable event occurs and/or the insurer is notified.

Note: Please provide the basis of calculating reserves for Incurred But Not Reported Claims (IBNR).

ii) **Reinsurance Claims**

Reinsurance claims are recognized when the related gross insurance claim is recognized according to the term of the relevant contracts.

iii) **Product Classification**

Insurance contracts are those contracts when the Company (the insurer) has accepted significant insurance risk from another party (the policyholders) by agreeing to compensate the policyholders if a specified uncertain future event (the insured event) adversely affects the policyholders. As a general guideline, the Company determines whether it has significant insurance risk by comparing benefits paid with benefits payable if the insured event did not occur. Insurance contracts can also transfer financial risk.

The Company has following portfolios under which it operates its business:

- i) **Property Portfolio** - Property/Fire insurance business means the business of affecting and carrying out contracts of insurance, otherwise than incidental to some other class of insurance business against loss or damage to property due to fire, explosion, storm and other occurrences customarily included among the risks insured against in the property/fire insurance business.
- ii) **Motor Portfolio** - Motor insurance business means the business of affecting and carrying out contracts of insurance against loss of, or damage to, or arising out of or in connection with the use of, motor vehicles, inclusive of third party risks but exclusive of transit risks.
- iii) **Marine Portfolio** - Marine insurance business means the business of affecting and carrying out contracts of insurance against loss of consignment of goods during transit.
- iv) **Engineering Portfolio** - Engineering insurance business means the insurance that provides economic safeguard to the risks faced by the ongoing construction project, installation project, and machines and equipment in project operation.
- v) **Micro Portfolio** - Micro Insurance protects against loss of or damage to crops or livestock. It has great potential to provide value to low-income farmers and their communities, both by protecting farmers when shocks occur and by encouraging greater investment in crops.
- vi) **Aviation Portfolio** - Aviation Insurance provides coverage for hull losses as well as liability for passenger injuries, environmental and third-party damage caused by aircraft accidents.
- vii) **Cattle and Crop Portfolio** - Cattle and Crop Insurance provides insurance against loss of or damage to Cattle and crops.
- viii) **Miscellaneous Portfolio** - All the insurance business which doesn't fall in above categories fall under miscellaneous insurance business. Group Personal Accidents, Medical Insurances, Professional indemnity insurance etc. fall under this category of business.

(o) **Borrowing Costs**

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

All other borrowing costs are recognized in statement of profit or loss in the period in which they are incurred.

(p) **Cash Flow Statement**

Cash Flows are reported using the direct method, whereby major classes of cash receipts and cash payments are disclosed as cash flows.

(q) **Leases**

The lease liability has been accounted for under NFRS 16 "Leases". For all the significant lease, the Right-of-Use assets has been recognized at its initial recognition under cash model. The Lease liability has been recognized at the present value of the lease payments that are not paid at that date. The lease payment has been discounted at the incremental borrowing rate in lease which is 9%.

After the commencement date, the right of use asset has been measured using cost model. The lease liability has been increased to reflect interest on the lease liability & has been reduced by the lease payment.

The lease assets having the lease liability of equal to or less than NPR 10 lacs present value at inception has been considered as low value and for those lease the expenses has been recognized under straight line basis.

(r) Income Taxes

Income Tax Expense represents the sum of the tax currently payable & Deferred Tax.

(s) Current Tax

Current Tax Expenses are accounted in the same period to which the revenue and expenses relate. Provision for Current Income Tax is made for the Tax Liability payable on Taxable Income after considering tax allowances, deductions and exemptions determined in accordance with the applicable tax rates and the prevailing tax laws.

(t) Deferred Tax

Deferred Tax is recognized on temporary difference between the carrying amounts of Assets and Liabilities in the Statement of Financial Position and their Tax Base. Deferred Tax Assets & Liabilities are recognized for deductible and taxable temporary differences arising between the tax base of Assets & Liability in a transaction that is not a business combination and affects neither accounting nor taxable Profit nor Loss at the time of the transaction.

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

Deferred Tax Liabilities are generally recognized for all taxable Temporary Difference.

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

(u) Provisions, Contingent Liabilities & Contingent Assets

i) Provisions

Provisions are recognized when the Company has a present legal or constructive obligation as a result of past events, for which it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount can be made.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate to determine the present value is a Pre-Tax Rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognized as interest expenses.

Provisions for Contingent Liability are recognized in the books a matter of abundant precaution and conservative approach based on management's best estimate. However, Management believes that chances of these matters going against the company are remote and there will not be any probable cash outflow.

ii) Contingent Liabilities

Contingent Liabilities are recognized only when there is a possible obligation arising from past events due to occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made. Obligations are assessed on an ongoing basis and only those having a largely probable outflow of resources are provided for.

iii) Contingent Assets

Contingent assets where it is probable that future economic benefits will flow to the Company are not recognized but disclosed in the Financial Statements.

(v) **Functional Currency & Foreign Currency Transactions**

The Financial Statements of the Company are presented in Nepalese Rupees, which in the Company's Functional Currency. In preparing the Financial Statements of the Company, transactions in currencies other than the Company's Functional Currency i.e. Foreign Currencies are recognized at the rates of exchange prevailing at the dates of the transactions.

(w) **Earnings Per Share**

Basic Earnings per share is calculated by dividing the profit attributable to owners of the company by the Weighted Average Number of equity shares outstanding during the Financial Year.

For diluted earnings per share, the weighted average number of ordinary shares in issue is adjusted to assumed conversion of all dilutive potential ordinary shares.

(x) **Operating Segment**

Operating Segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM) as defined by NFRS 8, "Operating Segment".

Company's Income & Expenses including interest are considered as part of un-allocable Income & Expenses which are not identifiable to any business segment. Company's Asset & Liabilities are considered as part of un-allocable Assets & Liabilities which are not identifiable to any business.



नेपाल बीमा प्राधिकरण NEPAL INSURANCE AUTHORITY

मिति: २०८२।०९।२९

वि. वि. शा. : ८ (२०८१/०८२) च.नं. ५३९५

श्री नेपाल माइक्रो इन्स्योरिन्स कं. लिमिटेड,
भरतपुर, चितवन।



विषय: आ.व. २०८०।८१ को वित्तीय विवरणको स-शर्त स्वीकृति बारे।

तहाँको मिति २०८२।०९।०९ (च.नं.४९३।२०८१।८२) को पत्र साथ प्राधिकरणमा पेश भएको आ.व. २०८०।८१ को वित्तीय विवरण सम्बन्धमा लेखिदैछ।

उपरोक्त सम्बन्धमा बीमक श्री नेपाल माइक्रो इन्स्योरिन्स कं. लिमिटेडबाट पेश भएको आ.व. २०८०।८१ को वित्तीय विवरण तथा अन्य कागजातहरु अध्ययन गर्दा बीमा ऐन, २०७९ को दफा ३८, ३९, ४० र ४१ तथा बीमकको वित्तीय विवरण सम्बन्धी निर्देशन, २०८० को दफा ११ बमोजिम बीमा कोष, अनिवार्य जगेडा कोष, महाविपत्ति कोष र दाबी भुक्तानी कोष तथा जगेडा कोष कायम गरेको देखिएकोले तहाँको आ.व. २०८०।८१ को वार्षिक वित्तीय विवरणलाई बीमा ऐन, २०७९ को दफा ८७ को उपदफा (८) तथा बीमकको वित्तीय विवरण सम्बन्धी निर्देशन, २०८० को दफा ७, ८ र ९ बमोजिम वार्षिक प्रतिवेदनमा समावेश गर्न, साधारण सभामा पेश गर्न तथा प्रकाशित गर्न देहायको निर्देशन, शर्त तथा आदेश सहित स्वीकृति प्रदान गरिएको व्यहोरा निर्णयानुसार जानकारी गराउदछौं।

शर्तहरु:

१. बीमकको लेखापरीक्षकले औल्याएका सम्पूर्ण कैफियतहरु सुधार गर्न तथा त्यस्ता कैफियतहरु पुनः दोहोरिन नदिन आवश्यक व्यवस्था गर्ने।
२. बीमकले प्राधिकरणबाट जारी लघु निर्जीवन बीमकको लगानी निर्देशन बमोजिम लगानी गर्ने।
३. बीमकको व्यवसायको आकारको तुलनामा व्यवस्थापन खर्च अधिक देखिएकोले सोलाई ध्यान दिई आगामी आ.व. मा व्यवस्थापन खर्च गर्ने।
४. बीमकले प्राधिकरणबाट वित्तीय विवरण स्वीकृत भएको मितिले ६०(साठी) दिन भित्र साधारण सभा गर्ने।

(विरोध बाग्ले)
उप-निर्देशक

कम्पनीको आ.व. २०८०/८१ को वित्तीय विवरण नेपाल बीमा प्राधिकरणबाट स्वीकृत भएको सम्बन्धमा ।

नेपाल बीमा प्राधिकरणमा मिति २०८२/०१/०७ मा पेश भएको कम्पनीको आ.व. २०८०/८१ को वित्तीय विवरण नेपाल बीमा प्राधिकरणको वि.वि.शा.: ८(२०८१/०८२) च.नं. ५३९५ मिति २०८२/०१/२१ को पत्रबाट स-शर्त स्वीकृत भई आएको हुँदा उक्त वित्तीय विवरण स्वीकृत गर्दा तोकिएका शर्तहरू उपर बीमकको संचालक समितिको तर्फबाट निम्न बमोजिम जवाफ रहेको छ :

१. लेखापरीक्षकले औल्याएका सम्पूर्ण कैफियतहरू सुधार गर्ने र आगामी दिनहरूमा कैफियत दोहोरिन नदिने व्यहोरा अनुरोध गर्दछौं ।
२. नेपाल बीमा प्राधिकरणबाट जारी लघु निर्जीवन बीमकको लगानी निर्देशनलाई आगामी दिनहरूमा पालन गर्ने व्यहोरा अनुरोध गर्दछौं ।
३. कम्पनी व्यवस्थापन खर्च अधिक रहेको प्रति सचेत रहेको र सोलाई मध्यनजर गर्दै आगामी आ.व.मा व्यवस्थापन खर्च न्यूनीकरण गर्न कम्पनी प्रतिबद्ध रहेको व्यहोरा अनुरोध गर्दछौं ।
४. नेपाल बीमा प्राधिकरणबाट समय समयमा जारी हुने निर्देशन, परिपत्रहरू पुर्ण रूपमा पालना गर्दै वित्तीय विवरण स्वीकृत भएको ६० दिन भित्र साधारण सभा सम्पन्न गरिने व्यहोरा अनुरोध गर्दछौं ।

धितोपत्र दर्ता तथा निष्काशन नियमावली, २०७३ को नियम २६(२) सँग सम्बन्धित विवरण आ.व. २०८०/०८१ को वार्षिक प्रतिवेदनमा समावेश गर्नुपर्ने विवरण

नेपाल माइक्रो इन्स्योरेन्स कम्पनी लिमिटेड

१. संचालक समितिको प्रतिवेदन : यसै साथ संलग्न गरिएको ।
२. लेखा परीक्षकको प्रतिवेदन : यसै साथ संलग्न गरिएको ।
३. लेखा परीक्षण भएको वित्तीय विवरण : यसै साथ संलग्न गरिएको ।
४. कानूनी कारवाही सम्बन्धी विवरण :
 - (क) यस अवधिमा संगठित संस्थाले वा संस्थाको विरुद्ध कुनै मुद्दा दायर नभएको ।
 - (ख) संगठित संस्थाको संस्थापक वा संचालकले वा संस्थापक वा संचालकको विरुद्धमा प्रचलित नियमको अवज्ञा वा फौजदारी अपराध गरेको सम्बन्धमा कुनै मुद्दा दायर गरेको वा भएको भए : उल्लेखित प्रकृतिको कुनै मुद्दा दायर नभएको ।
 - (ग) कुनै संस्थापक वा संचालक विरुद्ध आर्थिक अपराध गरेको सम्बन्धमा कुनै मुद्दा दायर भएको भए : उल्लेखित प्रकृतिको कुनै मुद्दा दायर नभएको ।
५. संगठित संस्थाको शेयर कारोवार तथा प्रगतिको विश्लेषण :
 - (क) धितोपत्र बजारमा भएको संगठित संस्थाको शेयरको कारोवार सम्बन्धमा व्यवस्थापनको धारणा : संस्थाको शेयर कारोवार दोस्रो बजारको सिद्धान्त अनुसार निर्दिष्ट हुने गरेको ।
 - (ख) संगठित संस्थाको शेयरको अधिकतम, न्यूनतम र अन्तिम मूल्यका साथै कूल कारोवार संख्या र कारोबार दिन :

आ.व. २०८०/०८१ को आषाढ मसान्त सम्ममा कम्पनीले सर्वसाधारणमा शेयर जारी गरी नसकेको ।

आ.व. २०८१/०८२ को पहिलो त्रैमास देखि नै सर्वसाधारणमा शेयर जारी गर्ने प्रक्रिया शुरु गरी मिति २०८१/०९/२५ मा नेपाल धितोपत्र बोर्डबाट कम्पनीको विवरण पत्र स्वीकृत भए पश्चात् सर्वसाधारणमा शेयर जारी गर्ने प्रक्रिया शुरु गरी मिति २०८१/१२/२५ मा शेयर सूचीकरण भै मिति २०८१/१२/२६ गते देखि कम्पनीको शेयर नेपाल स्टक एक्सचेञ्ज लि.मार्फत दोस्रो बजारमा प्रति किता रु ३०२.३ बाट कारोवार ओपनिङ्ग भई कारोवार भई रहेको ।
६. समस्या तथा चुनौति :
 - (क) नेपालको धितोपत्र बजारमा ठूलो हिस्सा बैंक तथा वित्तीय क्षेत्रको भएको र यही क्षेत्र नै बीमा कम्पनीहरूको पनि प्रमुख लगानीको क्षेत्र भएको अवस्थामा यस क्षेत्रका लागि नेपाल सरकारले लागू गर्ने नीति तथा कार्यक्रम, नेपाल राष्ट्र बैंकले जारी गर्ने मौद्रिक नीति तथा निर्देशनहरू र अधिक तरलताका कारण लगातार घट्टो ब्याजदर आदि लगायतका आधार र कारणहरूबाट बैंक तथा वित्तीय क्षेत्रको नाफा अपेक्षित हुन नसक्ने देखिन्छ । त्यसले गर्दा यस क्षेत्रका कम्पनीहरूको मुनाफामा प्रत्यक्ष असर पर्ने देखिन्छ ।
 - (ख) विश्व परिवेशमा देखा परेका राजनीतिक तनाव तथा पछिल्लो वर्षका कसिला मौद्रिक नीतिका कारण शिथिल बनेको अर्थतन्त्रमा सामान्य सुधारका लक्षण देखिएको भए तापनि बेरोजगारी, मूल्य बृद्धिका कारणले आम जनसमुदायको क्रय क्षमतामा सुधार हुन समय लाग्ने देखिएकोले यसको प्रत्यक्ष असर बीमा व्यवसायमा पर्ने सम्भावना रहन्छ ।
 - (ग) बीमा सुरक्षा कवच हो भन्ने कुरालाई आम सर्वसाधारणमा बुझाउन नसक्दा यस क्षेत्रको व्यापार व्यवसायमा बृद्धि हुन सकेको छैन भने अर्कातिर बीमा नभएकै कारण स्वास्थ्य उपचार तथा सम्पत्तिको क्षतिमा पुग्न गएको व्यक्तिगत खर्चका तथा क्षतिको कारण गरिबी दरमा समेत बृद्धि हुन जाने भएकोले बीमा कम्पनी तथा नियामक निकाय र सरकार समेतको पहलमा बीमालाई

जीवनको अभिन्न अंगको रूपमा विकास गराउनु पर्ने देखिन्छ । विकसित मुलुकमा जस्तै बीमा विना अन्य हक सुविधाको उपभोगमा कठिनाई उत्पन्न हुने वैधानिक प्रावधान भएको खण्डमा राज्य, नियामक निकाय र नागरिक सबैलाई फाइदा पुग्न जाने हुँदा यस तर्फ सबैको ध्यान पुगनुपर्ने देखिन्छ ।

- (घ) अन्तराष्ट्रिय वित्तीय प्रतिवेदनमान अनुसार बीमा क्षेत्रमा लँच्क(१७ लागू गर्नका लागि गनुपर्ने तयारी, आउन सक्ने चुनौति र कार्यान्वयन गर्नुपर्ने विषयका सम्बन्धमा सम्बद्ध नियामक निकाय, लेखामान बोर्ड, नेपाल चार्टर्ड एकाउन्टेन्ट्स संस्था र बीमकहरुका बीचमा समन्वय र सहकार्य हुनुपर्ने देखिन्छ ।

७. संस्थागत सुशासन :

संस्थागत सुशासन अभिवृद्धिका लागि कम्पनीको व्यवस्थापनद्वारा चालिएका कदम सम्बन्धी विवरण :

- (क) कम्पनीमा संचालक समिति तथा सो अन्तर्गत बनेका मानब संशाधन समिति, लेखा परीक्षण समिति, दाबी भुक्तानी तथा पुर्नबीमा समिति, लगानी, जोखिम व्यवस्थापन तथा वित्तीय स्वस्थता (सोल्भेन्सी) समिति, सम्पत्ति शुद्धिकरण निवारण समितिहरु क्रियाशील रहेका छन् ।
- (ख) कम्पनीको आन्तरिक नियन्त्रण प्रणालीलाई व्यवस्थित गर्न स्वतन्त्र आन्तरिक लेखा परीक्षकबाट नियमित रूपमा लेखा परीक्षण गराई प्रतिवेदनमा औल्याइएका कौफियतहरु सुधार गर्न तथा सुझाबहरु कार्यान्वयन गराउन लेखा परीक्षण समितिका बैठकहरु नियमित रूपमा बस्ने गरेका छन् ।
- (ग) प्रचलित कानून तथा नियमनकारी निकायबाट प्राप्त निर्देशनहरुको उचित परीपालना मार्फत संस्थागत सुशासन कायम गर्ने गरेको छ ।
- (घ) कारोबारलाई व्यवस्थित गर्न तथा संचालन जोखिम कम गर्न आन्तरिक नीति, नियम तथा निर्देशिकाहरुको तर्जुमा गरी लागू गरिएको छ ।

Branch & Sub Branch Details

Banepa Branch

- Chaitanya Marga, Banepa Municipality, Kavre
- 011-665730
- banepa@nepalmicro.com

Banepa TP Counter

- Redcross Marga,
Banepa Municipality, Kavrepalanchok
- banepatp@nepalmicro.com

Birgunj Branch

- Birta, Birgunj Metropolitan City, Parsa
- 051- 592786
- birgunj@nepalmicro.com

Birgunj TP Counter

- Birgunj-13, Yatayat Chowk,
Birgunj Metropolitan City, Parsa
- 051-592786
- Birgunjtp@nepalmicro.com

Gurjudhara TP Counter

- Gurjudhara, Chandragiri Municipality, Kathmandu
- gurjudharatp@nepalmicro.com

Hetauda Branch

- Parijaatpath,
Hetauda Sub-Metropolitan City, Makwanpur
- 057-591615
- hetauda@nepalmicro.com

Hetauda TP Counter

- Thana Bharyang,
Hetauda Sub-Metropolitan City, Makwanpur
- 057-591615
- hetaudatp@nepalmicro.com

Sallaghari TP Counter

- Sallaghari,
Bhaktapur Municipality, Bhaktapur, Bagamati
- sallagharitp@nepalmicro.com

Bharatpur TP Counter

- Gibis Road, Bharatpur Metropolitan City, Chitwan
- 056-494327
- chitwantp@nepalmicro.com

Ekantakuna TP Counter

- Kusunti Oralo, Ekantakuna,
Lalitpur Metropolitan City, Lalitpur
- 01-4529362
- ekantakunatp@nepalmicro.com

Pokhara Branch

- Sabha Griha Newroad,
Pokhara Metropolitan City, Kaski
- 061-591362
- pokhara@nepalmicro.com

Pokhara TP Counter

- Prithivi Chowk Yatayat,
Pokhara Metropolitan City, Kaski
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- pokharatp@nepalmicro.com

Kawaswoti Sub Branch

- Indra Chowk,
Kawasoti Municipality, Nawalparasi East
- 078-590425
- kawaswoti@nepalmicro.com

Kawaswoti TP Counter

- Purano Kawasoti,
Kawasoti Municipality, Nawalparasi East
- kawasotitp@nepalmicro.com

Itahari Branch

- Pragati Marga, Itahari,
Itahari Sub-Metropolitan City, Sunsari
- 025-590256
- itahari@nepalmicro.com

Itahari TP Counter

- Itahari, Itahari Sub-Metropolitan City, Sunsari
- 025-590256
- itaharitp@nepalmicro.com

Birtamode Branch

- Krishnahall Road, Birtamod Municipality, Jhapa
- 023-591185
- birtamode@nepalmicro.com

Birtamod TP Counter

- Yatayat Karyalaya, Birtamod Municipality, Jhapa
- birtamodetp@nepalmicro.com

Nepalgunj Branch

- Karkadho Chowk,
Nepalgunj Sub-Metropolitan City, Banke
- 081-535011
- nepalgunj@nepalmicro.com

Nepalgunj TP Counter

- Nepalgunj-13,
Nepalgunj Sub-Metropolitan City, Banke
- 081-535011
- nepalgunjtp@nepalmicro.com

Butwal Branch

- Milan Chowk,
Butwal Sub-Metropolitan City, Rupandehi, Lumbini
- 071-591134
- butwal@nepalmicro.com

Butwal TP Counter

- Belbas, Butwal Sub-Metropolitan City, Rupandehi
- butwaltp@nepalmicro.com

Biratnagar Branch

- Munal Path, Biratnagar Metropolitan City, Morang
- 021-591308
- biratnagar@nepalmicro.com

Biratnagar TP Counter

- Kharji, Biratnagar Metropolitan City, Morang
- 021-591308
- biratnagartp@nepalmicro.com

Mahendranagar Sub Branch

- Bhimdatta-4, Mahendranagar
- 9820113031
- mahendranagar@nepalmicro.com

विभागीय प्रमुखहरू



अमृत बहादुर लामिछाने
प्रशासन विभाग



सुशन थापा
मानव संसाधन विभाग



सुजल मल्ल
वित्तिय विभाग



रोमन सिंह
अण्डरराइटिङ्ग विभाग



सुगन्धा अमात्य
पुनर्विमा विभाग



नगमा श्रेष्ठ
दाबी विभाग



राम प्रसाद हुमागाईं
परिपालन अधिकृत



सरोज बाबु बस्नेत
सूचना तथा प्रविधि विभाग

प्रादेशिक प्रमुखहरू



अमृत अधिकारी
कोशी, मधेश, लुम्बिनी, सुदूरपश्चिम



प्रयास श्रेष्ठ
वागमती, गण्डकी

शाखा तथा उप-शाखा प्रमुखहरू



बिशेष कायस्थ
बनेपा शाखा



दिपक काफ्ले
बिर्तामोड शाखा



कमल गुरुङ्ग
नेपालगञ्ज शाखा



मनिष पाण्डे
बुटवल शाखा



नेमिका सिंह क्षेत्री
इटहरी शाखा



निराजन श्रेष्ठ
हेटौडा शाखा



श्रीकृष्ण पौडेल
पोखरा शाखा



श्रीजल प्रधान
बिरगंज शाखा



यादव गौतम
विराटनगर शाखा



संगिता चन्द
महेन्द्रनगर उप-शाखा



सुनिता पोखरेल
कावासोती उप-शाखा

STUDENT SECURE PLAN



Medical expenses



Permanent disability



Bag, book cover



Tuition fees



Ambulance cover



Psychological counselling cover

Just @Rs. 0.41 Paisa
Per day
24-Hour Coverage



Nepal's First
NMIC
STUDENT SECURE PLAN

Affordable
Premium
@ Just
0.21 Paisa
Per Day



हाम्रा सेवाहरू



Commercial Vehicle



Medical Micro Insurance



Agriculture Micro Insurance



Burglary/Theft Micro Insurance



Private Vehicle Micro Insurance



Motorcycle Insurance



Property Micro Insurance



Engineering Micro Insurance

What's Covered by ACCIDENTAL INSURANCE

OUR COVERAGE



LOSS OF
SIGHT



LOSS OF
SPEECH



LOSS OF
HEARING



LOSS OF A HAND,
FOOT OR FINGER



LOSS OF
MOVEMENT



UPTO RS. 1 LAKH
MEDICAL EXPENSE
FOR TREATMENT